

**Department 227- Bismarck State College
 House Bill No. 1003**

	FTE Positions	General Fund	Other Funds	Total
2007-09 Executive Budget	105.38	\$20,771,525	\$27,805	\$20,799,330
2005-07 Legislative Appropriations	115.15 ¹	17,109,029	3,745,300	20,854,329 ²
Increase (Decrease)	(9.77)	\$3,662,496	(\$3,717,495)	(\$54,999)

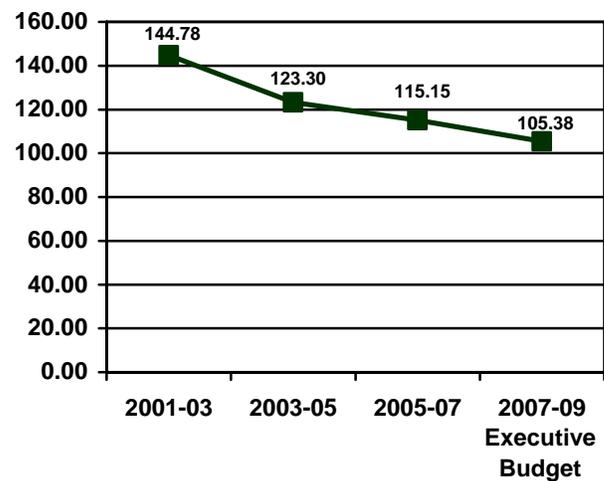
¹The 2005-07 biennium appropriation is based on 115.15 FTE positions. Section 13 of Senate Bill No. 2003 (2005) authorizes the State Board of Higher Education to adjust full-time equivalent positions, as needed, subject to the availability of funds, for institutions and entities under its control. A total of 9.77 positions were removed pursuant to this section and reported to the Office of Management and Budget.

²The 2005-07 appropriation amounts do not include general fund allocations of \$400,000 from the equity pool, \$43,183 general fund carryover from the 2003-05 biennium, and an adjustment to special funds appropriation authority of \$1,785,000.

Agency Funding - General Fund



FTE Positions



Executive Budget Highlights

	General Fund	Other Funds	Total
1. Provides parity funding of \$1,993,005 for the following:			
Costs to continue fiscal year 2007 legislatively funded salary increases	\$222,268		\$222,268
5 percent per year salary increases	1,045,772		1,045,772
10 percent per year health insurance increases	501,914		501,914
Utilities of buildings coming online in 2007-09 biennium	102,094		102,094
2.4 percent per year operating inflation	120,957		120,957
Total (The executive recommendation only includes approximately 93 percent of the total general fund portion of parity costs of \$2,185,977. Operating inflation of \$192,972 is not included in the executive recommendation. An annual tuition increase of 4.6 percent would be needed to fund the remaining general fund portion of \$192,973 and to fund the student portion of parity costs of \$728,659.)	\$1,993,005		\$1,993,005
2. Provides equity funding of \$524,585. (The executive recommendation includes a \$10 million increase for equity distributed among the 11 higher education institutions. The amount distributed to each institution was determined by considering both the institution's dollar difference from their peer benchmark as well as giving a greater weighting factor to those institutions that are the furthest behind their peer benchmark.)	\$524,585		\$524,585

3. Provides funding for extraordinary repairs of \$473,192 equal to the 2005-07 base funding of \$243,481 plus a proportionate share, \$229,711, of the \$10 million increase that is included in the executive budget recommendation. (The additional funding of \$229,711 is one-time funding.)	\$229,711		\$229,711
4. Provides funding for major capital projects for the 2007-09 biennium, including \$515,195 from the general fund (executive budget identified as one-time funding) and \$27,805 of special funds for renovation of the first floor of Schafer Hall	\$515,195	\$27,805	\$543,000
5. Removes major capital project funding provided in the 2005-07 biennium		(\$5,027,500)	(\$5,027,500)

Other Sections in Bill

Section 15 of House Bill No. 1003 provides for the State Board of Higher Education entering into an agreement(s) with the Bismarck State College Foundation or other private entities to authorize the construction of a national energy center of excellence building on the Bismarck State College campus using state funds, federal funds, donations, gifts, or other private funds.

Continuing Appropriations

Special revenue funds - NDCC Section 15-10-12 - Provides the continuing appropriation authority for higher education institutions' special revenue funds, including tuition, through June 30, 2007.

Major Related Legislation

House Bill Nos. 1030, 1031, and 1032 - These bills provide for the continuation of the following statutory provisions through June 30, 2009:

- The continuing appropriation authority for higher education institutions' special revenue funds, including tuition.
- The requirement that the budget request for the North Dakota University System include budget estimates for block grants for a base funding component and for an initiative funding component and a budget estimate for an asset funding component and the requirement that the appropriation for the University System include block grants for a base funding appropriation and for an initiative funding appropriation and an appropriation for asset funding.
- The North Dakota University System's authority to carry over at the end of the biennium unspent general fund appropriations.