

**Valley City State University
Budget No. 242
House Bill No. 1003**

	FTE Positions	General Fund	Other Funds	Total
2007-09 executive budget (bills as introduced)	78.15	\$15,979,831	\$0	\$15,979,831
2007-09 legislative appropriations	<u>78.15</u>	<u>14,146,372¹</u>	<u>2,200,000</u>	<u>16,346,372</u>
Legislative increase (decrease) to executive budget	0.00	(\$1,833,459)	\$2,200,000	\$366,541
Legislative increase (decrease) to 2005-07 appropriations	(12.42)	\$1,831,430	\$2,200,000	\$4,031,430

¹This amount includes \$537,819 of one-time funding. Excluding this amount, the agency's ongoing general fund appropriation is \$16,608,553.

SUMMARY OF LEGISLATIVE CHANGES TO THE EXECUTIVE BUDGET AND MAJOR FUNDING ITEMS

Salaries and Wages

The University System budget request included funding for parity to provide for inflationary costs, including the general fund share of salary and health insurance increases. This method of funding these costs was not changed by the executive budget or the Legislative Assembly.

	Major Items			Total
	FTE Positions	General Fund	Other Funds	
The legislative action:				
Provided a .25 percent operating reduction		(\$33,459)		(\$33,459)
Provided funding for support of campus operations		400,000		400,000
Changed the funding source for the university's steamline replacement project from the general fund to the permanent oil tax trust fund		(2,200,000)	\$2,200,000	0
Total	<u>0.00</u>	<u>(\$1,833,459)</u>	<u>\$2,200,000</u>	<u>\$366,541</u>

FTE Changes

The Legislative Assembly did not change the executive recommendation which included funding for 78.15 FTE positions, a decrease of 12.42 FTE positions from the authorized number of FTE positions for the 2005-07 biennium. The decrease in FTE positions reflects agency reductions and adjusts the number of FTE positions to the level supported by the general fund. Pursuant to Section 13 of House Bill No. 1003, the State Board of Higher Education is authorized to adjust FTE positions as needed for institutions of higher education. Any FTE adjustment must be reported to the Office of Management and Budget prior to submission of the 2009-11 budget request.

One-Time Funding

In Section 19 of House Bill No. 1003, the Legislative Assembly identified \$28,282,068 from the general fund and \$7,583,315 from the permanent oil tax trust fund for one-time funding items for the North Dakota University System of which \$537,819 from the general fund is for extraordinary repairs and \$2.2 million from the permanent oil tax trust fund is for a capital project at Valley City State University. This amount is not to be considered part of the agency's base budget for preparing the 2009-11 executive budget and Valley City State University is to report to the Appropriations Committees during the 2009 legislative session on the use of this funding.

Other Income

The Legislative Assembly approved the executive recommendation, as provided in Section 11 of House Bill No. 1003 and House Bill No. 1030, to appropriate on a continuing basis (through June 30, 2009) all other funds, including tuition income, received by institutions of higher education during the 2007-09 biennium. Consequently, the legislative appropriation for Valley City State University does not include a specific appropriation of other funds, except for capital projects.

Extraordinary Repairs

The Legislative Assembly did not change the executive recommendation to provide funding of \$796,235 from the general fund for extraordinary repairs, an increase of \$537,819 from the 2005-07 biennium legislative appropriation of \$258,416. Of the \$796,235, \$258,416 is considered base funding and \$537,819 is considered one-time funding.

Capital Projects

The Legislative Assembly changed the executive recommendation for funding for the university's steamline replacement project from \$2.2 million from the general fund to \$2.2 million from the permanent oil tax trust fund.