

State Historical Society
Budget No. 701
Senate Bill Nos. 2018, 2341, 2349, House Bill No. 1014

	FTE Positions	General Fund	Other Funds	Total
2007-09 executive budget (bills as introduced)	60.00	\$9,905,801	\$3,119,462	\$13,025,263
2007-09 legislative appropriations	60.00	10,232,603¹	5,318,766	15,551,369
Legislative increase (decrease) to executive budget	0.00	\$326,802	\$2,199,304	\$2,526,106
Legislative increase (decrease) to 2005-07 appropriations	3.00	\$2,138,545	(\$4,608,399)	(\$2,469,854)

¹This amount includes \$1,658,000 of one-time funding. Excluding this amount, the agency's ongoing general fund appropriation is \$8,574,603.

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

Salaries and Wages

The legislative action affecting the recommended appropriation for the State Historical Society is in accordance with legislative salary and fringe benefits guidelines as contained in Senate Bill No. 2189.

	Major Items			
	FTE Positions	General Fund	Other Funds	Total
The legislative action:				
Reduced funding recommended in the executive budget relating to retiree health credit contributions		(\$5,576)	(\$696)	(\$6,272)
Added funding to continue salary increases for reclassified employees		22,378		22,378
Increased funding for cultural heritage grants from \$325,000 to \$375,000		50,000		50,000
Added funding to operating expenses line item for marketing		75,000		75,000
Reduced funding recommended in the executive budget for extraordinary repairs (see Capital Projects section below)		(100,000)		(100,000)
Added funding to operating expenses line item for the Chateau de Mores		45,000		45,000
Added funding to capital assets line item for furniture and equipment for the Chateau de Mores (see Capital Projects section below)		150,000		150,000
Added funding to operating expenses line item for marketing and promotion of the snow angel project		10,000		10,000

Added funding to operating expenses line item for the cold war missile sites	50,000		50,000
Added funding to capital assets line item for the cold war missile sites, including \$250,000 from the lands and minerals trust fund (see Capital Projects section below)		700,000	700,000
Provided funding for planning and design costs for the Heritage Center expansion project authorized in Senate Bill No. 2341 (see Capital Projects section below)		1,500,000	1,500,000
Provided funding in Senate Bill No. 2349 for a Medal of Honor monument (see Capital Projects section below)	30,000		30,000
Total	<u>0.00</u>	<u>\$326,802</u>	<u>\$2,199,304</u>
		<u>\$2,199,304</u>	<u>\$2,526,106</u>

FTE Changes

The 2007-09 biennium appropriation includes funding for 60 FTE positions, an increase of 3 FTE positions from the 2005-07 biennium authorized level of 57 FTE positions. The Legislative Assembly did not change the executive recommendation to add 3 FTE positions, including a historian/exhibit planner, assistant collections curator, and a geographic information system technician.

Capital Projects

The Legislative Assembly removed \$100,000 from the general fund for extraordinary repairs and added \$180,000 from the general fund for capital projects, consisting of \$150,000 for furniture and equipment for the Chateau de Mores and \$30,000 for a Medal of Honor monument in Minot. The Legislative Assembly added \$700,000 for acquisition of cold war missile sites, consisting of \$250,000 from the lands and minerals trust fund, \$250,000 of matching federal funds, and \$200,000 from private fundraising efforts. The Legislative Assembly also added \$1.5 million of other funds to be raised by the Historical Society for planning and design costs for the Heritage Center expansion project. The following table shows the capital projects authorized for the 2007-09 biennium:

Project	General Fund	Other Funds	Total
Abercrombie Interpretive Center	\$700,000	\$200,000	\$900,000
Deferred maintenance	100,000		100,000
Infrastructure/extraordinary repairs	251,319		251,319
Fort Totten building repairs	250,000	250,000	500,000
Storage	57,500		57,500
Double Ditch Trail	30,000	120,000	150,000
Development and creation of exhibits	220,000		220,000
Equipment over \$5,000	81,000		81,000
Other capital payments ¹	298,429	33,333	331,762
Total - Executive recommendation	\$1,988,248	\$603,333	\$2,591,581
Legislative action added (removed)			
Cold war missile sites		\$700,000	\$700,000
Medal of Honor monument	\$30,000		30,000
Chateau de Mores	150,000		150,000
Heritage Center expansion project ²		1,500,000	1,500,000
Extraordinary repairs	(100,000)		(100,000)
Total capital assets	\$2,068,248	\$2,803,333	\$4,871,581

NOTE: The total amount of \$4,871,581 consists of the capital assets line item in Senate Bill No. 2018 (\$3,341,581), the Heritage Center expansion project included in Senate Bill No. 2341 (\$1.5 million), and the Medal of Honor monument included in Senate Bill No. 2349 (\$30,000).

¹Other capital payments consist of bond payments for the archives and Chateau de Mores Interpretive Center projects authorized in the 2005-07 biennium.

²Senate Bill No. 2341 also includes a contingent appropriation of \$1.5 million from the lands and minerals trust fund to the Office of Management and Budget for the Heritage Center expansion project. The funding is contingent on the State Historical Society certifying to the Office of Management and Budget that \$1.5 million of other funds has been received or pledged for the project.

One-Time Funding

In Section 6 of Senate Bill No. 2018, the Legislative Assembly identified the general fund appropriation for one-time funding of \$1,658,000 for the Lincoln Bicentennial (\$50,000), capital projects and deferred maintenance (\$1,298,000), marketing (\$85,000), Medal of Honor monument (\$30,000), and operating and furniture and equipment for the Chateau de Mores (\$195,000). This amount is not to be considered part of the agency's base budget for preparing the 2009-11 executive budget and the State Historical Society is to report to the Appropriations Committees during the 2009 legislative session on the use of this funding.

Other Sections in Senate Bill No. 2018

Revolving fund appropriation - Section 4 provides that all fees collected by the State Historical Society and deposited in the revolving fund are appropriated to the State Historical Society for making investigations of permit applicants and for the management and analysis of records and artifacts submitted to the director.

Gifts, grants, and bequests appropriation - Section 5 provides that all gifts, grants, devises, bequests, donations, and assignments received by the State Historical Society and deposited with the State Treasurer are appropriated to the State Historical Society to be paid out for the purpose prescribed by the donor as authorized by the board.

Cold war missile sites - Section 7 provides that the capital assets line item in Section 3 of the bill includes \$250,000 from the lands and minerals trust fund, \$250,000 from federal funds, and \$200,000 of other funds available to the State Historical Society through fundraising efforts to acquire a missile alert facility and a launch facility.

Legislative intent - missile sites - Section 8 provides legislative intent that operating costs for the missile sites occurring after June 30, 2009, are to be funded by other funds.

Legislative intent - Lincoln Bicentennial - Section 9 provides legislative intent that any unexpended appropriations for the Lincoln Bicentennial for the 2007-09 biennium be returned to the general fund.

Amendment - Senate Bill No. 2341 - Section 10 amends Section 3 of Senate Bill No. 2341 to provide appropriation authority of \$1.5 million of other funds to the State Historical Society for the Heritage Center expansion project and to provide that the State Historical Society certifies to the Office of Management and Budget that the other funds have been received or pledged.

Related Legislation

Senate Bill No. 2341 provides a contingent appropriation of \$1.5 million from the lands and minerals trust fund to the Office of Management and Budget for the Heritage Center expansion project. The appropriation is only available when the State Historical Society certifies to the Office of Management and Budget that \$1.5 million of other funds has been received and is available for the project. This bill was amended by Section 10 of Senate Bill No. 2018 to provide that the other funds have been **received or pledged**.

Senate Bill No. 2349 provides an appropriation of \$30,000 from the general fund to the State Historical Society for a Medal of Honor monument in Roosevelt Park in Minot. The bill also provides that upon completion of the monument, ownership and responsibility for the monument's maintenance belongs to the Minot Park Board.