

**State Historical Society
Budget No. 701
House Bill Nos. 1018, 1481**

	FTE Positions	General Fund	Other Funds	Total
2009-11 executive budget (bills as introduced)	62.00	\$30,834,807	\$15,692,510	\$46,527,317
2009-11 legislative appropriations	62.00	52,174,252	16,343,837	68,518,089
Legislative increase (decrease) to executive budget	0.00	\$21,339,445	\$651,327	\$21,990,772
Legislative increase (decrease) to 2007-09 appropriations	2.00	\$41,799,840	\$11,007,545	\$52,807,385

ONGOING AND ONE-TIME GENERAL FUND APPROPRIATIONS

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2007-09 legislative appropriations	\$8,716,412	\$1,658,000	\$10,374,412
2009-11 legislative appropriations	11,052,752	41,121,500	52,174,252
2009-11 legislative increase (decrease) to 2007-09 appropriations	\$2,336,340	\$39,463,500	\$41,799,840
Percentage increase (decrease) to 2007-09 appropriations	26.8%	2,380.2%	402.9%
2009-11 legislative increase (decrease) to executive budget	(\$232,055)	\$21,571,500	\$21,339,445
Percentage increase (decrease) to executive budget	(2.1%)	110.3%	69.2%

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 House Bill No. 1015.

	Major Items			
	FTE Positions	General Fund	Other Funds	Total
The legislative action:				
Removed funding added in the executive budget for state employee salary equity adjustments		(\$361,555)	(\$33,673)	(\$395,228)
Added funding for a sprinkler system at the Chateau de Mores Interpretive Center		16,500		16,500
Added funding for repairs at the de Mores Memorial Park in Medora		5,000		5,000
Added funding for cultural heritage grants		129,500		129,500

Changed funding source from the general fund to federal fiscal stimulus funds for a shelter and conservation of the train at the Camp Hancock State Historic Site (federal fiscal stimulus funds included in federal fiscal stimulus appropriation below)	(150,000)	(150,000)
Appropriated federal fiscal stimulus funds (see Federal Fiscal Stimulus Funding section below)		685,000
Provided funding of \$39.7 million from the general fund and \$12 million from other funds in House Bill No. 1481 for the Heritage Center expansion project. This is an increase of \$21.7 million from the general fund compared to the executive recommendation (see Heritage Center expansion under Related Legislation section below).	21,700,000	21,700,000
Total	<u>0.00</u>	<u>\$21,339,445</u>
		<u>\$651,327</u>
		<u>\$21,990,772</u>

FTE Changes

The 2009-11 biennium appropriation includes funding for 62 FTE positions, an increase of 2 FTE positions from the 2007-09 biennium authorized level of 60 FTE positions. The legislative action did not change the executive recommendation to add 1 FTE archivist position and 1 FTE position for the Cold War missile site.

One-Time Funding

In Section 2 of House Bill No. 1018, the Legislative Assembly identified \$1,421,500 from the general fund, of which \$75,000 is for marketing, \$350,000 is for compact shelving for archives, \$330,000 is for new exhibit development, and \$666,500 is for extraordinary repairs and small capital projects, as one-time funding items. The Legislative Assembly also provided funding of \$39.7 million from the general fund for the Heritage Center expansion project which is considered to be one-time funding. These funds are not to be considered part of the agency's base budget for preparing the 2011-13 executive budget and the State Historical Society is to report to the Appropriations Committees during the 2011 legislative session on the use of this funding.

Federal Fiscal Stimulus Funding

In Section 5 of House Bill No. 1018, the Legislative Assembly appropriated \$685,000 of federal fiscal stimulus funds from the federal American Recovery and Reinvestment Act of 2009 to the State Historical Society for a protective structure for the locomotive at the Camp Hancock State Historic Site (\$150,000), Fort Totten State Historic Site commissary storehouse exhibit and signage (\$385,000), and geographic information system scanning and integration (\$150,000). The State Historical Society may seek Emergency Commission and Budget Section approval for authority to spend any additional federal funds received under the federal American Recovery and Reinvestment Act of 2009 in excess of the amounts appropriated. This amount is not to be considered part of the agency's base budget for the 2011-13 biennium. Any program expenditures made with these funds will not be replaced with state funds after the federal American Recovery and Reinvestment Act of 2009 funds are no longer available.

Capital Projects

The Legislative Assembly added \$21,721,500 from the general fund for capital projects, including \$21.7 million for the Heritage Center expansion project, \$16,500 for a sprinkler system at the Chateau de Mores Interpretive Center, and \$5,000 for repairs at the de Mores Memorial Park in Medora. The Legislative Assembly also provided \$685,000 from federal fiscal stimulus funds consisting of \$150,000 for a shelter for the train at the Camp Hancock State Historic Site, \$385,000 for the commissary storehouse exhibit and signage at the Fort Totten State Historic Site, and \$150,000 for geographic information system scanning and integration. The following table shows the capital projects authorized for the 2009-11 biennium:

Project	General Fund	Other Funds	Total
Capital projects included in executive budget			
Exhibits	\$330,000		\$330,000
Security card reader at Heritage Center	145,000		145,000
Fort Totten State Historic Site building repairs and maintenance	250,000	\$800,000	1,050,000
Chateau de Mores house repairs	150,000		150,000
Base budget funding for extraordinary repairs	251,319		251,319
Compact shelving for third floor of the state archives	350,000		350,000
Maintenance shop at Fort Buford State Historic Site	100,000	25,000	125,000
Shelter/conservation of train at Camp Hancock State Historic Site	150,000		150,000
Heritage Center expansion	18,000,000	12,000,000	30,000,000
Equipment over \$5,000	81,000		81,000
Other capital payments ¹	1,359,060	33,333	1,392,393
Total - Executive recommendation	\$21,166,379	\$12,858,333	\$34,024,712
Legislative action added (removed)			
Sprinkler system at Chateau de Mores Interpretive Center	16,500		16,500
de Mores Memorial Park repairs	5,000		5,000
Shelter/conservation of train at Camp Hancock State Historic Site	(150,000)	150,000	0
Fort Totten State Historic Site commissary storehouse exhibit and signage		385,000	385,000
Geographic information system scanning and integration		150,000	150,000
Heritage Center expansion	21,700,000		21,700,000
Total capital assets	\$42,737,879	\$13,543,333	\$56,281,212

NOTE: The total amount of \$56,281,212 consists of the capital assets line item (\$3,896,212) and the federal fiscal stimulus appropriation (\$685,000) in House Bill No. 1018 and the Heritage Center expansion project included in House Bill No. 1481 (\$51.7 million).

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

Other Sections in House Bill No. 1018

Revolving fund appropriation - Section 3 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 4 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.

Related Legislation

Heritage Center expansion - House Bill No. 1481 provides one-time funding of \$39.7 million from the general fund and \$12 million from other funds for the Heritage Center expansion project. Section 2 of the bill provides that construction may not begin until the State Historical Society certifies to the Office of Management and Budget that of the federal or special funds required to complete the project, cash or pledges with a discounted cash value of at least \$6 million has been received by the State Historical Society. Section 4 of the bill requires the director of the Facility Management Division of the Office of Management and Budget to serve as the project construction manager. Section 5 of the bill provides that the State Historical Society is to seek federal funds under the federal American Recovery and Reinvestment Act of 2009 for the Heritage Center expansion and any funds received are appropriated for the project.

Sibley-Sully historic trails linking study - Senate Bill No. 2309 directs the Parks and Recreation Department, State Historical Society, Game and Fish Department, and the Tourism Division of the Department of Commerce to conduct a study of the feasibility and desirability of linking and improving a series of public sites along the Sibley and Sully historic trails for purposes of historical education, heritage tourism, and access for public hunting. The Parks and Recreation Department shall serve as the lead agency for the study and report the findings and recommendations of the study to the Legislative Council by September 1, 2010.