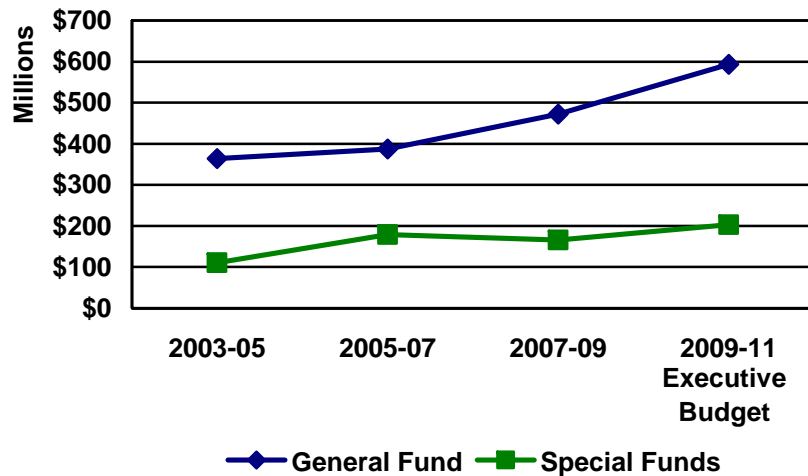


HIGHER EDUCATION - OVERVIEW

The 2009 Legislative Assembly made the following higher education funding changes compared to 2007-09 legislative appropriations for higher education:

- Increased **general fund** support by \$121,259,906, or 25.7 percent, including approximately \$59.2 million of one-time funding from the general fund. The increase in funding is due in part to increasing funding for campus operations by approximately \$49.4 million, increasing funding for major capital projects by approximately \$27.8 million, and increasing funding for student financial assistance by approximately \$13.4 million.
- Increased support from **special funds** by \$37,344,663, or 22.6 percent. Special funds support relates primarily to major capital projects funded from local sources or through the issuance of revenue bonds.
- Adjusted the authorized number of **full-time equivalent (FTE) positions** from 2,136.59 to 2,131.42 to reflect the number of FTE positions supported by the general fund.

Higher Education Appropriations



Biennium	General Fund	Special Funds	Total
2003-05	\$364,029,938	\$110,546,775	\$474,576,713
2005-07	\$387,157,893	\$178,552,108	\$565,710,001
2007-09	\$472,036,237	\$165,419,701	\$637,455,938
2009-11	\$593,296,143	\$202,764,364	\$796,060,507

Major items include:

- One-time appropriations** - Provided funding of \$69,633,248, of which \$59,233,248 is from the general fund and \$10,400,000 is from the permanent oil tax trust fund, for the following one-time funding areas:

Repairs, maintenance, and security (deferred maintenance)	\$20,000,000
Electronic medical records system	225,000
Campus master plan development	3,000,000
Major capital projects	46,408,248
Total	\$69,633,248

- Campus parity** - Provided funding of \$49.4 million from the general fund as requested by the State Board of Higher Education for costs to continue the fiscal year 2009 legislatively authorized salary increases, 5 percent per year salary increases for the 2009-11 biennium, estimated health insurance increases, and operating inflation of 2 percent for fiscal year 2010 and 2.2 percent for fiscal year 2011.
- Campus equity** - Provided funding of \$10 million from the general fund for equity payments allocated as follows:

Bismarck State College	\$573,904
Lake Region State College	402,575
Williston State College	250,000
University of North Dakota (UND)	2,101,461
UND School of Medicine and Health Sciences	505,999
North Dakota State University	4,108,963
State College of Science	250,000
Dickinson State University	594,988
Mayville State University	250,000
Minot State University	462,110
Valley City State University	250,000
Minot State University - Bottineau	250,000
Total	\$10,000,000

- Student financial assistance programs** - Funding was provided for the following programs:

- Student financial assistance program** - Provided funding of \$19,374,022, of which \$19,025,594 is from the general fund and \$348,428 is from federal funds, for the student financial assistance grant program. The total program funding amount represents an increase of \$13,386,525 from the 2007-09 legislative appropriation of \$5,987,497.

- **Career and technical education and academic scholarships** - Provided funding of \$3 million from the general fund for new scholarship programs for North Dakota residents who attend North Dakota higher education institutions and meet certain eligibility requirements.
5. **Professional student exchange program** - Provided funding of \$3,337,100, of which \$2,346,130 is from the general fund and \$990,970 is from the student loan trust fund, for the professional student exchange program. The funding includes \$193,000 from the general fund to continue current student funding and provides the following estimated number of available new openings: seven veterinarian, eight dentist, and four optometrist. In addition, \$467,590 of funding from the student loan trust fund is to be used to support currently enrolled students and provide an estimated five new openings per year under the Kansas State University veterinary medical education program. This level represents a total funds increase of \$614,154 from the 2007-09 legislative appropriation of \$2,722,946.
 6. **Scholars program** - Provided funding of \$2,113,584 from the general fund for the scholars program. The funding includes \$450,000 to increase the number of new positions available by 53. This level represents a general fund increase of \$635,018 from the 2007-09 legislative appropriation of \$1,478,566.
 7. **Competitive research** - Provided funding of \$7,050,000 from the general fund for competitive research matching funding. This represents an increase of \$1,400,000 from the 2007-09 legislative appropriation of \$5,650,000.
 8. **System information technology services** - Provided funding of \$30,230,038, of which \$29,209,438 is from the general fund and \$1,020,600 is from the student loan trust fund, for support of the Higher Education Computer Network, the Interactive Video Network

(IVN), the On-line Dakota Information Network (ODIN), and other related technology initiatives. The funding includes an increase of \$2,306,255 for parity, \$1,220,000 for increased bandwidth costs, and \$1,020,600 for ConnectND support positions. This level of funding represents an increase of \$4,246,745 from the 2007-09 ongoing appropriation of \$25,983,293.

9. **Capital assets** - Funding of \$273,904,267 is provided for capital assets, including:

	General Fund	Special Funds	Total
Capital construction lease payments	\$11,296,798	\$717,250	\$12,014,048
Campus extraordinary repairs	26,714,054		26,714,054
Campus master plan development	3,000,000		3,000,000
Major capital projects	36,008,245	196,167,920 ¹	232,176,165
Total	\$77,019,097	\$196,885,170	\$273,904,267

¹Includes \$18,809,920 of federal stimulus funding.

Please refer to the schedules under the **Capital Construction** section for additional information regarding capital improvements.

10. **Federal stimulus funding** - Federal stimulus funding of \$19,309,920 was provided for the following higher education projects:

	Federal Fiscal Stabilization - Other Government Services Funds	Other Federal Stimulus Funding
UND Education Building	\$11,200,000	
Minot State University Swain Hall	5,000,000	
UND Nursing Education Consortium	500,000	
Lake Region State College wind energy project		\$2,609,920
Total	\$16,700,000	\$2,609,920