

**Lake Region State College
Budget No. 228
Senate Bill No. 2003**

	FTE Positions	General Fund	Other Funds	Total
2013-15 executive budget (bills as introduced)	43.22	\$19,357,137	\$0	\$19,357,137
2013-15 legislative appropriations	40.22	18,234,648	0	18,234,648
Legislative increase (decrease) to executive budget	(3.00)	(\$1,122,489)	\$0	(\$1,122,489)
Legislative increase (decrease) to 2011-13 appropriations	0.00	\$8,209,667	\$0	\$8,209,667

ONGOING AND ONE-TIME GENERAL FUND APPROPRIATIONS

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2011-13 legislative appropriations	\$9,158,981	\$866,000	\$10,024,981
2013-15 legislative appropriations	12,584,464	5,650,184	18,234,648
2013-15 legislative increase (decrease) to 2011-13 appropriations	\$3,425,483	\$4,784,184	\$8,209,667
Percentage increase (decrease) to 2011-13 appropriations	37.4%	552.4%	81.9%
2013-15 legislative increase (decrease) to executive budget	(\$825,111)	(\$297,378)	(\$1,122,489)
Percentage increase (decrease) to executive budget	(6.2%)	(5.0%)	(5.8%)

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

Salaries and Wages

The Legislative Assembly provided inflation funding payments to institutions that are to be used to provide salary increases, health insurance increases, and retirement contribution increases during the 2013-15 biennium.

	Major Items FTE Positions	General Fund	Other Funds	Total
The legislative action:				
Removed funding included in the executive budget for institution equalization payments.		(\$2,800,171)		(\$2,800,171)
Provided adjusted institution equity funding payments in accordance with the higher education funding formula included in Senate Bill No. 2200.		2,440,986		2,440,986
Removed funding included in the executive budget for institution inflation and initiative payments.	(3.00)	(1,450,423)		(1,450,423)

Provided institution inflation funding payments based on 5 percent annual inflation adjustments made to institutions' base budgets.		884,497		884,497
Added funding for campus security.		100,000		100,000
Reduced general fund support for the Erlandson Technical Center renovation and addition project by 5 percent (see Capital Projects section below).		(297,378)		(297,378)
Total		<u>(3.00)</u>	<u>(\$1,122,489)</u>	<u>\$0</u>
				<u>(\$1,122,489)</u>

FTE Changes

The Legislative Assembly included funding for 40.22 FTE positions, the same as the 2011-13 biennium. The Legislative Assembly removed 3 FTE positions included in the executive budget recommendation for various campus initiatives. Pursuant to Section 36 of Senate Bill No. 2003, the State Board of Higher Education is authorized to adjust FTE positions as needed for institutions of higher education. Any FTE position adjustment must be reported to the Office of Management and Budget prior to submission of the 2015-17 budget request.

One-Time Funding

In Section 2 of Senate Bill No. 2003, the Legislative Assembly identified \$223,358,169 of funding from the general fund as one-time funding for the North Dakota University System. Of this amount, \$5,650,184 is for the Lake Region State College Erlandson Technical Center renovation and addition project. This amount is not to be considered part of the institution's base budget for the 2015-17 biennium, and the institution is to report to the Appropriations Committees of the 64th Legislative Assembly on the use of this funding.

Other Income Appropriation

Section 34 of Senate Bill No. 2003 appropriates on a continuing basis all other funds, including tuition income, received by the institutions of higher education during the 2013-15 biennium. As a result, the legislative appropriations for higher education institutions do not include a specific appropriation of other funds, except for capital projects.

Capital Projects

The Legislative Assembly reduced general fund appropriations for University System capital projects included in the executive budget recommendation by 5 percent. The appropriation for the University System office includes \$5,483,413 from the general fund for a capital projects contingency pool that may be transferred to institutions if the lowest acceptable bid for a project exceeds the legislative appropriation for the project. Section 24 of Senate Bill No. 2003 provides guidelines for the use of funding from the capital projects contingency pool. Section 25 of Senate Bill No. 2003 provides that each capital project authorized by the State Board of Higher Education must have adequate project management oversight by either an institution official or a representative of an external entity.

The Legislative Assembly provided a general fund appropriation of \$5,650,184 for the Lake Region State College Erlandson Technical Center renovation and addition project. This represents a decrease of \$297,378 compared to the general fund appropriation of \$5,947,562 included in the executive recommendation for the project.