

**Department 228 - Lake Region State College
 House Bill No. 1003**

Executive Budget Comparison to Prior Biennium Appropriations

	FTE Positions	General Fund	Other Funds	Total
2015-17 Executive Budget	53.19	\$19,402,810	\$0	\$19,402,810
2013-15 Legislative Appropriations ^{1,2}	40.22	18,234,648	0	18,234,648
Increase (Decrease)	12.97	\$1,168,162	\$0	\$1,168,162

¹The number of FTE positions for the 2013-15 biennium does not reflect an adjustment of 9.97 positions, from 40.22 to 50.19, pursuant to Section 36 of 2013 Senate Bill No. 2003 which authorizes the State Board of Higher Education to adjust FTE positions as needed subject to the availability of funds for institutions and entities under its control.

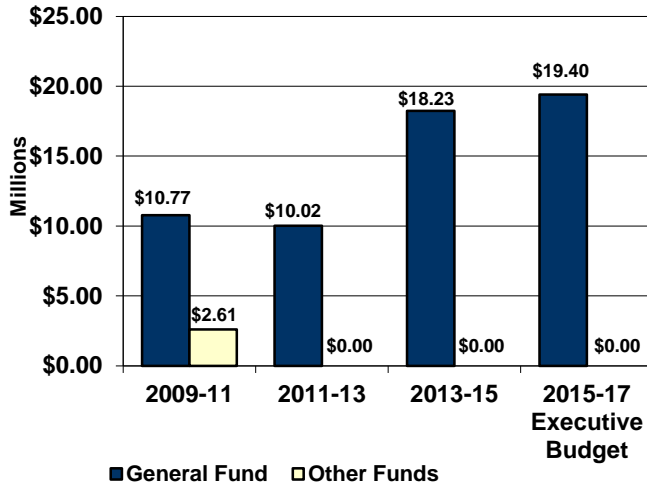
²The 2013-15 appropriation amounts do not include the following general fund allocations to the institution from one-time funding pools and one-time program funding appropriated to the University System office:

- Deferred maintenance funding pool allocations of \$256,259.
- Capital projects contingency funding pool allocations of \$251,433.
- Grants received from the higher education challenge fund.

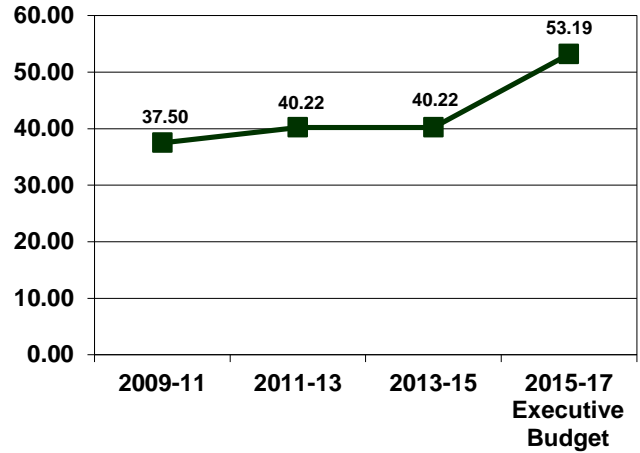
Ongoing and One-Time General Fund Appropriations

	Ongoing General Fund Appropriation	One-Time General Fund Appropriation	Total General Fund Appropriation
2015-17 Executive Budget	\$17,297,412	\$2,105,398	\$19,402,810
2013-15 Legislative Appropriations	12,584,464	5,650,184	18,234,648
Increase (Decrease)	\$4,712,948	(\$3,544,786)	\$1,168,162

Agency Funding



FTE Positions



Executive Budget Comparison to Base Level

	General Fund	Other Funds	Total
2015-17 Executive Budget	\$19,402,810	\$0	\$19,402,810
2015-17 Base Level	12,584,464	0	12,584,464
Increase (Decrease)	\$6,818,346	\$0	\$6,818,346

**Executive Budget Highlights
 (With First House Changes in Bold)**

	General Fund	Other Funds	Total
1. Provides funding increases through the higher education funding formula for the following components:			
• Formula adjustment to reflect an increase in completed student credit-hours	\$1,813,609	\$0	\$1,813,609
• Inflation adjustment for salary, benefit, and utility increases.	1,020,638	0	1,020,638

• Equity adjustment to increase the level of institution credit-hour funding to the average of the highest two institutions within its tier.	1,007,487	0	1,007,487
Total	\$3,841,734	\$0	\$3,841,734
The House adjusted the higher education funding formula and provided funding to campuses based on the adjustments.			
2. Adds ongoing funding and 3 FTE positions for campus security. The House did not add the campus security positions.	\$405,500	\$0	\$405,500
3. Adds funding to freeze tuition at two-year institutions during the 2015-17 biennium. The House did not provide funding to freeze tuition.	\$336,184	\$0	\$336,184
4. Removes funding for internal audit assessments paid to the University System office. (Funding is added to the University System office for internal audit functions.) The House added funding to the State Auditor's office to conduct higher education audits.	(\$5,253)	\$0	(\$5,253)
5. Transfers funding for predictive analytics and document imaging to the University System office	(\$6,833)	\$0	(\$6,833)
6. Increases funding for base extraordinary repairs to provide total funding of \$296,983. The House did not add the increased funding for extraordinary repairs and transferred existing base funding for extraordinary repairs to the University System office for an extraordinary repairs funding pool to be distributed to institutions.	\$141,616	\$0	\$141,616
7. Adds one-time funding for campus security projects. The House did not add one-time funding for specific campus security projects. The House added a one-time funding pool of \$3 million to the University System office to be distributed to the campuses based on campus security and risk assessments.	\$456,975	\$0	\$456,975
8. Adds one-time funding for switchgear, electrical service, and window replacement. The House did not add funding for this project.	\$1,648,423	\$0	\$1,648,423

Other Sections in Bill

Campus building projects - Section 6 amends North Dakota Century Code Section 15-10-12.1 to require legislative authorization to construct, purchase, receive, or renovate a building if the building or project cost exceeds \$385,000.

Capital project requests - Maintenance reserve account - Section 8 creates a new section to Chapter 15-10 to require every new building project funding request exceeding \$5 million to include a funding request for future maintenance costs equal to 3 percent of the project cost.

Required use of electronic mail, file server administration, database administration, application server, and hosting services - Section 9 creates a new section to Chapter 15-10 to require entities under the control of the State Board of Higher Education to obtain electronic mail, file server administration, database administration, storage, application server, and hosting services through a delivery system established by the board.

Carryover authority - Section 25 continues the authorization through July 31, 2017, for institutions under the control of the State Board of Higher Education to carry over unexpended appropriations at the end of a biennium.

Systemwide funding pools - Transfer authority - Section 27 provides for transfer authority from the University System office funding pools to institutions and entities under the control of the State Board of Higher Education for deferred maintenance and extraordinary repairs.

Federal, private, and other funds - Appropriation - Section 33 appropriates all funds from federal, private, and other sources for competitive grants or other funds the Legislative Assembly has not indicated the intent to reject, received by the institutions and entities under the control of the State Board of Higher Education.

Transfer authority - Section 34 provides that the State Board of Higher Education may transfer funds from an institution's operations line item to the institution's capital assets line item if the board determines that additional funds are needed for capital projects or extraordinary repairs.

Emergency - Section 44 identifies Sections 10, 27, 35, and 36 and the capital assets, extraordinary repairs pool, campus security pool, and deferred maintenance pool line items in Section 1 to be an emergency measure.

Continuing Appropriations

Special revenue funds - Section 33 appropriates federal, private, and local funds received by institutions, including tuition revenue, during the 2015-17 biennium.

Significant Audit Findings

There were no significant audit findings for this institution.

Major Related Legislation

House Bill No. 1051 - This bill provides an appropriation of \$350,000 to the State Board of Higher Education and requires institutions under the control of the board to retain electronic mail messages for at least five years.

House Bill No. 1151 - This bill provides an appropriation of \$19 million to the State Board of Higher Education to provide matching grants for the advancement of academics at institutions of higher education under the control of the board.