

**Valley City State University
Budget 242
House Bill No. 1003**

	FTE Positions	General Fund	Other Funds	Total
2015-17 legislative appropriation (original)	105.59	\$39,758,668 ¹	\$16,000,000	\$55,758,668
2013-15 legislative appropriation	<u>97.29</u>	<u>25,436,607²</u>	<u>7,806,837²</u>	<u>33,243,444</u>
2015-17 appropriation increase (decrease) to 2013-15 appropriation	8.30	\$14,322,061	\$8,193,163	\$22,515,224
2015-17 general fund budget allotment (4.05 percent)	<u>0.00</u>	<u>(\$1,612,915)</u>	<u>\$0</u>	<u>(\$1,612,915)</u>
Adjusted 2015-17 appropriation after budget allotment	105.59	\$38,145,753	\$16,000,000	\$54,145,753

¹This amount includes one-time funding. Excluding this amount, the institution's ongoing general fund appropriation is \$25,469,668.

²The 2013-15 biennium appropriations amounts reflect deficiency appropriations of \$152,000 from the general fund and \$3 million from the state disaster relief fund made in 2015 Senate Bill No. 2023 for demolition of a retired science building and the university's share of a flood protection project.

NOTE: The 2015-17 legislative appropriations amounts do not include a general fund allocation of \$66,396 made to the institution from the one-time campus security funding pool appropriated to the North Dakota University System office.

Item Description

General fund budget allotment - In February 2016 the Governor ordered a 4.05 percent general fund budget allotment for state agencies.

Enrollment - At the end of the 2015 legislative session, the Valley City State University FTE student enrollment projection for the 2015-17 biennium was 995 for the fall 2015 semester and 1,010 for the fall 2016 semester.

Tuition collections - During the 2015 legislative session, tuition revenue for Valley City State University for the 2015-16 academic year was estimated to be \$5,922,300.

Status/Result

The budget allotment reduced general fund appropriations for Valley City State University by \$1,612,915. The institution reduced its operations line item by \$843,915 and its capital assets line item by \$769,000. The institution is reducing its operating costs by reducing the amount of salary increases, reducing travel budgets, and leaving vacant positions open. The institution is reducing its capital assets line item by reducing the amount of funding for the heating plant replacement project (\$357,000) and general deferred maintenance projects (\$412,000).

The actual fall 2015 semester FTE enrollment was 1,031, 36 more than projected and 41 more than the fall 2014 semester.

The current estimate for tuition collections for Valley City State University for the 2015-16 academic year is \$5,937,365, \$15,065 more than projected.

Capital projects - The Legislative Assembly appropriated one-time funding for the following capital projects at Valley City State University during the 2015-17 biennium:

	General Fund	Other Funds	Total
Heating plant replacement project	\$14,289,000		\$14,289,000
Health and wellness facility		\$16,000,000	16,000,000
Total	\$14,289,000	\$16,000,000	\$30,289,000

Higher education challenge matching grant program - In Section 8 of House Bill No. 1151, the Legislative Assembly appropriated \$23.5 million, including \$21 million from the general fund and \$2.5 million from the student loan trust fund, to the University System office for the higher education challenge matching grant program. A total of \$1 million was originally available for grants to the Valley City State University Foundation. After the February 2016 budget allotment, a total of \$963,809 is available to be distributed to the institution foundation.

Campus security - The Legislative Assembly appropriated \$3 million to the University System office for a campus security pool to be distributed to campuses based on campus security and risk assessments.

The following is the status of the projects:

Heating plant replacement project - As of March 2016 the project was in the design phase. The institution anticipates starting construction on the project in late spring of 2016. A portion of funding for the project (\$357,000) was identified as a reduction due to the February 2016 general fund budget allotment.

Health and wellness facility - Construction on the project began in June 2015. Construction is continuing and the project has an estimated completion date of fall 2016.

Through March 2016 the Valley City State University Foundation has not received any grants through the program.

Valley City State University received distributions of \$66,396 from the campus security funding pool. The institution used a portion of the funding to improve campus lighting. The institution is developing plans to use the remaining funds.