
AGENCY OVERVIEW

239 Dickinson State University

Date: 12/07/2012

Time: 13:46:35

Statutory Authority

North Dakota Century Code 15-13-01.

Agency Description

Dickinson State University is a comprehensive state institution, one of 11 colleges and universities that make up the North Dakota University System. The university employs approximately 215 faculty and staff with an enrollment of approximately 2,300 students. More than 50 programs are offered at the undergraduate level. The institution is comprised of two colleges, the College of Arts and Sciences, and the College of Education, Business, and Applied Sciences. The majority of students come from North Dakota, Montana, and other Midwestern states. A strong contingent of international students representing approximately 28 different countries are also an important component of the student body.

Agency Mission Statement

Dickinson State University is a regional four-year institution within the North Dakota University System, whose primary role is to contribute to intellectual, social, economic, and cultural development, especially to Southwestern North Dakota. The University's mission is to provide high-quality, accessible programs; to promote excellence in teaching and learning; to support scholarly and creative activities; and to provide service relevant to the economy, health, and quality of life for the citizens of North Dakota.

Agency Performance Measures

The North Dakota University System publishes an annual accountability measures report in response to the "flexibility with accountability" expectations of SB 2003 passed by the 2001 Legislative Assembly. Organized according to the five cornerstones of the Roundtable Report, these annual reports provide a useful framework for focusing the assets of the University System on the high-priority needs of the state. The 2012 annual accountability measures report is scheduled for completion in January 2013, and will be the most current information available to the 2013 Legislative Assembly. This annual document serves as a primary tool for reporting on the agreed-upon North Dakota University System accountability measures and as a vehicle through which the system demonstrates its commitment to enhancing the economic and social vitality of North Dakota.

Major Accomplishments

1. Received International Assembly for Collegiate Business Education (IACBE) accreditation for the DSU business programs.
2. Hosted the sixth annual Theodore Roosevelt Symposium entitled, "Theodore Roosevelt: In the Arena of the West," along with the 92nd Annual Meeting of the Theodore Roosevelt Association
3. Launched the official Theodore Roosevelt Digital Presidential Library.
4. Held a week-long residency with the Elisa Monte Dance Company of New York City.
5. Had four DSU wrestlers make the Academic All-American Team.
6. Ranked within the top five in the Great Plains Region of the National Rodeo Intercollegiate Rodeo Association for both the men's and women's rodeo teams.
7. Received confirmation from the Smithsonian Institution's National Museum of Natural History that a shrew captured in Billings County by a DSU professor of biology was properly identified as a Merriam's shrew, or *Sorex merriami*.
8. Recognized by the North Dakota Professional Communicators for student publications in the school literary magazine, "Impressions" as well as the contributions of student editors and writers for "The Hawk".
9. Granted full approval from the North Dakota Board of Nursing through 2016 for the DSU Department of Nursing.
10. Retired the remaining bond indebtedness on the Student Center, and today the institution is debt free.

Future Critical Issues

Dickinson State University's most critical need is adequate funding for faculty/staff salaries and fringe benefits. DSU has aggressively pursued the challenge of providing competitive salaries as outlined within the North Dakota University System's strategic plan. For fiscal year 2012-13, DSU provided market salary increases in addition to the 3 percent average merit increase funded through legislative appropriations to employees based upon their FY 2012 base salary. Employees earning less than \$40,000 were given an additional 3 percent market increase, employees earning between \$40,000 and \$60,000 an additional 2 percent, and employees earning in excess of \$60,000 an additional 1 percent. The overall cost of the market increase including fringe benefits amounted to approximately \$230,000. Without additional general fund

AGENCY OVERVIEW**239 Dickinson State University****Date:** 12/07/2012**Time:** 13:46:35

appropriations, the market increase will have to be funded through reductions/reallocation within the existing operating budget. This was done in an effort to retain current personnel in a highly competitive, energy driven market. Per Job Service ND data for the 4th quarter of 2011, the average wage in Stark County was \$54,860, an increase of approximately 30 percent since the 1st quarter of 2011. Dickinson State University's average wage during the 4th quarter of 2011 was \$40,983. Job Service reports that Stark County has 1,200 jobs currently available. The employee turnover rate at DSU has been approximately 18 percent annually, and currently several custodial and clerical positions are vacant, some of which had no qualified applicants apply when the positions were advertised. Housing costs in the Dickinson market area have increased markedly. The average selling price of a home in Dickinson has increased by 44 percent since March 2010--current average price is \$209,742. The current apartment vacancy in Dickinson is .5 percent (4 percent is standard in a "healthy" economy). Without additional resources, DSU will not be competitive in attracting and retaining qualified employees within this energy sector driven economy.

Expanded facilities, greater utilization of facilities, technological changes, and the importance of providing hands-on training on equipment utilized by today's work force necessitate the need for additional funds in support of equipment if quality of service and efficiency are to be addressed appropriately. An infusion of resources in support of emerging technologies (personnel, professional development, equipment, and infrastructure) is desperately needed to address the technological changes/demands associated with daily instructional and general operating activities. The institution's infrastructure needs to be addressed if we are to provide for a safe and conducive learning environment. Plant improvement funds are not adequate to address the long and ever growing list of deferred maintenance projects while technological changes and changes to various building codes place additional burdens on the same limited pool of resources. Currently, 56 percent of the institution's operating budget is funded with state "general funds" revenue while student tuition revenues address the balance or 44 percent of our operating budget. Affordability and student indebtedness continue to be a concern.

REQUEST SUMMARY

239 Dickinson State University
Biennium: 2013-2015

Bill#: SB2003

Date: 12/07/2012

Time: 13:46:35

Description	Expenditures 2009-2011 Biennium	Present Budget 2011-2013	Budget Request Change	Requested Budget 2013-2015 Biennium	Optional Budget Request
By Major Program					
Dickinson State University	34,088,314	25,048,336	166,769	25,215,105	0
Total Major Program	34,088,314	25,048,336	166,769	25,215,105	0
By Line Item					
Operating Expenses	21,535,149	23,283,539	1,514,322	24,797,861	0
Capital Assets	465,826	409,078	8,166	417,244	0
Capital Assets Carryover	227,818	1,218,798	(1,218,798)	0	0
Capital Projects Non-State Funded	10,728,887	136,921	(136,921)	0	0
Deferred Maintenance	1,130,634	0	0	0	0
Total Line Items	34,088,314	25,048,336	166,769	25,215,105	0
By Funding Source					
General Fund	23,009,427	24,911,415	303,690	25,215,105	0
Federal Funds					
Special Funds	11,078,887	136,921	(136,921)	0	0
Total Funding Source	34,088,314	25,048,336	166,769	25,215,105	0
Total FTE	92.96	100.32	9.50	109.82	0.00

REQUEST DETAIL

239 Dickinson State University
Biennium: 2013-2015

Bill#: SB2003

Date: 12/07/2012

Time: 13:46:35

Description	Expenditures 2009-2011 Biennium	Present Budget 2011-2013	Budget Request Change	Requested Budget 2013-2015 Biennium	Optional Budget Request
Operating Expenses					
Operating Fees and Services	21,535,149	23,283,539	1,514,322	24,797,861	0
Total	21,535,149	23,283,539	1,514,322	24,797,861	0
Operating Expenses					
General Fund	21,185,149	23,283,539	1,514,322	24,797,861	0
Federal Funds	0	0	0	0	0
Special Funds	350,000	0	0	0	0
Total	21,535,149	23,283,539	1,514,322	24,797,861	0
Capital Assets					
Extraordinary Repairs	465,826	409,078	8,166	417,244	0
Total	465,826	409,078	8,166	417,244	0
Capital Assets					
General Fund	465,826	409,078	8,166	417,244	0
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	465,826	409,078	8,166	417,244	0
Capital Assets Carryover					
Land and Buildings	0	370,307	(370,307)	0	0
Extraordinary Repairs	227,818	848,491	(848,491)	0	0
Total	227,818	1,218,798	(1,218,798)	0	0
Capital Assets Carryover					
General Fund	227,818	1,218,798	(1,218,798)	0	0
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	227,818	1,218,798	(1,218,798)	0	0
Capital Projects Non-State Funded					
Land and Buildings	10,728,887	136,921	(136,921)	0	0
Total	10,728,887	136,921	(136,921)	0	0
Capital Projects Non-State Funded					
General Fund	0	0	0	0	0
Federal Funds	0	0	0	0	0
Special Funds	10,728,887	136,921	(136,921)	0	0

REQUEST DETAIL239 Dickinson State University
Biennium: 2013-2015

Bill#: SB2003

Date: 12/07/2012

Time: 13:46:35

Description	Expenditures 2009-2011 Biennium	Present Budget 2011-2013	Budget Request Change	Requested Budget 2013-2015 Biennium	Optional Budget Request
Total	10,728,887	136,921	(136,921)	0	0
Deferred Maintenance					
Operating Fees and Services	1,130,634	0	0	0	0
Total	1,130,634	0	0	0	0
Deferred Maintenance					
General Fund	1,130,634	0	0	0	0
Federal Funds	0	0	0	0	0
Special Funds	0	0	0	0	0
Total	1,130,634	0	0	0	0
Funding Sources					
General Fund	23,009,427	24,911,415	303,690	25,215,105	0
Federal Funds	0	0	0	0	0
Special Funds	11,078,887	136,921	(136,921)	0	0
Total Funding Sources	34,088,314	25,048,336	166,769	25,215,105	0

CHANGE PACKAGE SUMMARY

239 Dickinson State University

Biennium: 2013-2015

Bill#: SB2003

Date: 12/07/2012

Time: 13:46:35

Description	Priority	FTE	General Fund	Federal Funds	Special Funds	Total Funds
<u>Base Budget Changes</u>						
One Time Budget Changes						
A-E 3 Remove Other One time Funding		0.00	(900,000)	0	0	(900,000)
Total One Time Budget Changes		0.00	(900,000)	0	0	(900,000)
Ongoing Budget Changes						
A-A 1 Cost to Continue		0.00	619,168	0	0	619,168
A-A 2 Inflationary Increases		0.00	246,151	0	0	246,151
A-A 20 2011-13 Adjusted FTE		100.32	0	0	0	0
A-A 3 Base Plus Incr for Extraord Repairs		0.00	417,244	0	0	417,244
A-A 4 State Priorities		5.50	875,133	0	0	875,133
A-A 5 Security and Emergency Preparedness		4.00	673,870	0	0	673,870
A-F 1 Remove Capital Assets Carryover		0.00	(1,218,798)	0	(136,921)	(1,355,719)
A-F 2 Remove Base Funding Extraord Repairs		0.00	(409,078)	0	0	(409,078)
Base Payroll Change		(100.32)	0	0	0	0
Total Ongoing Budget Changes		9.50	1,203,690	0	(136,921)	1,066,769
Total Base Budget Changes		9.50	303,690	0	(136,921)	166,769

BUDGET CHANGES NARRATIVE

239 Dickinson State University

Bill#: SB2003

Date: 12/07/2012

Time: 13:46:35

Change Group: A	Change Type: A	Change No: 1	Priority: 1
------------------------	-----------------------	---------------------	--------------------

Cost to Continue

The cost to continue adjustment includes the following:

- \$370,746 - Continuation of 12-13 legislatively funded salary increase @ 3%
- \$248,422 – Continuation of 11-13 retirement increases, including \$24,434 for underfunded increases in 11-13, due to calculation error

Change Group: A	Change Type: A	Change No: 2	Priority: 2
------------------------	-----------------------	---------------------	--------------------

Inflationary Increases

The inflationary increase adjustment includes the following:

- \$246,151 - Operating inflation (excluding utilities) of 2.9% for FY14 and 2.4% for FY15, based on projections from Economy.Com

Change Group: A	Change Type: A	Change No: 3	Priority: 3
------------------------	-----------------------	---------------------	--------------------

Base Plus Incr for Extraord Repairs

Currently, the campuses and Forest Service receive \$11,169,089 in base funding for extraordinary repairs, which is equivalent to an overall average of 14.7% of the OMB building and infrastructure formulas. In the IBARS process, we are required to remove base funding for extraordinary repairs (see change code AF2). The 2013-15 NDUS budget request includes a total increase of \$281,600 to provide increased base funding for facilities and infrastructure repairs and maintenance, equivalent to 15% of OMB building and infrastructure formulas. The AA3 budget change code includes restoring the base amount removed in change code AF2, as well as the requested increase to reach 15% of OMB formula. Dickinson State University's portion of the request is \$417,244. Base funding currently received in 2011-13 is \$409,078, and the requested increase in base funding for extraordinary repairs for 2013-15 is \$8,166.

A prioritized listing of extraordinary repair projects is included in the extraordinary repairs subschedule (because of IBAR's requirement to do so), however these priorities can very easily change, due to unforeseen circumstances and emergencies. The priority listing is only a best estimate at this time. The actual use of these dollars will be left to the discretion of the institutions (with appropriate approvals by the SBHE where required for projects greater than \$250,000). All NDUS entities will be given the authority to allocate dollars to repair and replacement priorities for regular repair and replacement projects as determined by each entity.

Change Group: A	Change Type: A	Change No: 4	Priority: 4
------------------------	-----------------------	---------------------	--------------------

State Priorities

Included in the SBHE's approved biennial budget request is a component for base funding to support initiatives tied to state needs/priorities, based on the following criteria:

- A. 10% of initiative must be funded by campus through demonstrated campus-specific efficiencies, which may not adversely affect the following areas:
 1. Student Success
 2. Campus mission, including essential academic programs
 3. Essential student services
 4. Repairs and maintenance
- B. Initiatives must address the following:
 1. ND workforce needs
 2. Demonstrated student demand
 3. Demonstrated business need

BUDGET CHANGES NARRATIVE**239 Dickinson State University****Bill#: SB2003****Date:** 12/07/2012**Time:** 13:46:35

4. Is consistent with SBHE strategic goals
5. Is compatible with campus mission, strategic plan, etc.
- C. In addition, priority will be given to requests that meet one of the following:
 1. Addresses one of the high potential program areas identified in Goal 3 of the SBHE Strategic Plan--Agriculture, Energy, Health Care, Life Sciences and Advanced Technology.
 2. Addresses one of the Department of Commerce 5 targeted industries for growth--Advanced Manufacturing, Energy, Value-Added Agriculture, Technology-Based Business and Tourism.
 3. Collaboration/partnerships (internal or external)
- D. No infrastructure projects (building or remodeling) will be considered

The following initiatives are included in this budget request:

Description:

Theodore Roosevelt Center Dickinson State University has undertaken a bold set of initiatives to serve students of Theodore Roosevelt--P-16 students and teachers, scholars, writers, filmmakers, journalists, and curious citizens. On the western edge of the North Dakota prairies, near Roosevelt's beloved badlands, we are creating a national Theodore Roosevelt Center which will serve as a Presidential Library, presenting the documents and artifacts of the 26th President of the United States. The Theodore Roosevelt Center makes North Dakota one of just 14 states to house such an important national institution. Taking advantage of the electronic revolution, the Center is digitizing every known Roosevelt item: letters, diaries, newspaper clippings, photographs, film, audio, cartoons, and anything else that can be called Rooseveltiana, and presenting them online at www.theodorerooseveltcenter.org. In partnership with major repositories such as the Library of Congress and Harvard University, we have already digitized more than 165,000 Roosevelt items. Of this number, approximately 17% have been cataloged and 6% have been reviewed and cleared for release to the website. We will continue gathering, indexing, and interpreting items, to create the most comprehensive and useful archive possible. This immense digital library will be freely available to individuals and institutions anywhere with access to the Internet. The digital library will be the centerpiece of a full set of curriculum materials and other website exhibits serving P-16 education. In addition, the electronic presentation of the digital library through our website will expose many "visitors" to western North Dakota, encouraging them to see that there is no substitute for visiting and walking in the footsteps of one of America's most remarkable men.

The initiative supports economic development and ND workforce needs:

Through its initiative to create a national Presidential Library for the 26th President of the United States, the Theodore Roosevelt Center has drawn history and library science professionals to the region, as well as visitors from 44 states and 2 Canadian provinces. Although the Center will not be a certified national Presidential Library like the Truman Library in Independence, Missouri, or the Johnson Library at Austin, Texas, at the other end of the Great Plains, the Center's work will attract many of the same citizens who plan their vacations to visit such facilities. It will deepen visitors' experience of Medora and Theodore Roosevelt National Park, and give people from elsewhere a fuller motivation to make travel plans to North Dakota. The Center also serves as a conduit for significant private and public gifts and grants to Dickinson State University.

Supports access and demonstrated student demand:

The creation of the Theodore Roosevelt Digital Library provides new opportunities for students in the humanities, particularly history and the social sciences, affording a significant resource for original primary document research. Such research is uncommon at many colleges and universities because, unless students attend schools in Washington, DC, New York City, or Boston, access to archives of primary sources is severely limited. Since the digital library is not bound by geographic parameters, students are able to explore a range of national issues. Furthermore, the vast quantity of documents available allows for a broad range of research topics and interpretations of those topics. Students can complete such work within a standard semester schedule. In short, student research is no longer limited to published primary documents, documents collected by the instructor, local collections, and secondary sources. Instead students are able to familiarize themselves with full archival research

BUDGET CHANGES NARRATIVE**239 Dickinson State University****Bill#: SB2003****Date:** 12/07/2012**Time:** 13:46:35

without incurring the costs of travel to and lodging near an archive, which have heretofore restricted such an opportunity. This change could significantly change the caliber of history education throughout the country.

Consistent with SBHE strategic goals:

Accessibility: The Theodore Roosevelt Center's resources are being made available entirely online, providing access for all North Dakota students to the primary source documents. In addition, the Center's document management systems are entirely web-based, making it possible for students from any institution to participate in internships or service learning opportunities. **Exceptional Education, Research, Training, and Service:** By bringing all the capacities of today's technology to the service of the humanities, the digitization of Theodore Roosevelt's documents and artifacts has garnered national attention as a model for presidential and historical research. Dickinson State University is on the cutting edge of the electronification of culture, and students have the unique opportunity to contribute to a project of national significance. **Flexible and Responsive System:** Through its outreach to the other North Dakota institutions of higher education, the Theodore Roosevelt Center affords opportunities for students in history and library science to demonstrate competence in the rapidly emerging field of digitization of historical archives.

Compatible with campus mission, strategic plan:

In accord with the mission of Dickinson State University, the Theodore Roosevelt Center contributes significantly to the cultural and economic opportunities in western North Dakota. The positive national attention to the Center's work has raised the profile of DSU, both with the partners in the digital library initiative, including the Library of Congress, Harvard University, and others; and with the many guests from all over the country who have visited Dickinson and Medora for our programs. The innovative, ambitious work being undertaken sets us apart.

Collaboration:

Internal: The Theodore Roosevelt Center collaborates closely with the Department of Social Sciences and with the Theodore Roosevelt Honors Leadership Program. **External:** Partners recruited by Dickinson State University to participate in the digital library effort include the Library of Congress, Harvard College Library, and the National Park Service. Initial conversations are underway with the National Archives and Records Administration and with the Huntington Library in San Marino, California. Within North Dakota, visits to VCSU, NDSU, and UND have opened opportunities for student internships; and as described above, collaboration with TR-related entities across the state is developing into a significant tourism initiative that will enhance the Medora tourist attraction.

Costs:

2013-2015 Estimated Costs \$972,370 - Includes 5.5 FTE positions including the following: TR Humanities Scholar (.5 FTE), Project Manager, Staff Historian, Digital Library Coordinator, Digital Library Assistant, and Volunteer and Office Coordinator.

Less: 10% match \$ 97,237 - Funded through savings/rebates from the implementation of a purchasing card program and savings resulting from lower costs and improved collections from the selection of a new collection vendor.

Net 2013-2015 Request \$875,133

Change Group: A	Change Type: A	Change No: 5	Priority: 5
------------------------	-----------------------	---------------------	--------------------

Security and Emergency Preparedness

BUDGET CHANGES NARRATIVE**239 Dickinson State University****Bill#: SB2003****Date:** 12/07/2012**Time:** 13:46:35

This request is intended to assist the NDUS in meeting federal and state and/or gubernatorial directives and to protect the lives of students, employees and the public as it relates to emergency preparedness planning and campus security. To facilitate appropriate emergency preparedness planning on each campus, which must be tailored to each individual campus and local and regional law enforcement and emergency services, but coordinated systemwide, the budget request includes funding to support an efficient systemwide approach, where a small team of employees would provide both system and individual campus assistance. The 2013-15 request includes a total of \$555,000 (\$185,000 each) for 3.0 new FTE positions, one each at UND, NDSU and the NDUS office. These three employees, in addition to limited current campus resources, would serve the entire system. In addition, \$50,000 is included for a systemwide train-the-trainer approach for planning and readiness.

The NDUS currently has over 37,000 headcount students who attend class on campus; about 12,000 residential students living in campus housing; approximately 12,000 full and part-time headcount employees, necessitating adequate 24x7 full-time campus security at each NDUS institution to ensure a safe and secure environment in which to study, live and work. Campus security staff fulfill many critical roles, including: 1.) Building Security (building lock/unlock, access control, key control, central alarm and surveillance monitoring); 2.) Public Safety (fire prevention education, fire inspection, emergency medical services, sexual assault and theft prevention); 3.) Communications (call intake – 911, dispatching services); 4.) Crime Investigation; 5.) Special Security (crowd control, high profile speakers); 6.) Parking Regulation and Control; 7.) Response

Several factors influence number of security staff: 1.) Student population; 2.) Age and gender profile; 3.) Location of institution; 4.) Number of buildings both on and off campus; 5.) Extent of on-campus housing; 6.) Days/times of classes; 7.) Campus size; 8.) Institutional and public expectations.

Given the above need and variables, the budget request includes the following total number of security staff (some of which are currently funded through allocation of campus resources): LRSC, MaSU, VCSU, DCB: 3 @ 24x7; BSC, WSC, NDSCS, DSU, MiSU: 6 @ 24x7. UND and NDSU currently provide limited 24x7 coverage, thus not additional campus security funding is requested for UND and NDSU. Given the amount of current campus resources dedicated to this effort and in consideration of three eight-hour shifts to achieve 24x7 coverage, the net 2013-15 state funding request for nine campuses (except UND and NDSU) is \$4,905,687 as follows: BSC \$671,900 (4 FTE); LRSC \$450,000 (3 FTE); WSC \$785,000 (5 FTE); NDSCS \$428,948 (1.75 FTE); **DSU \$673,870 (4 FTE)**; MaSU \$450,000 (3 FTE); MiSU \$545,969 (3 FTE); VCSU \$450,000 (3 FTE); DCB \$450,000 (3 FTE).

Change Group: A	Change Type: A	Change No: 20	Priority: 1
------------------------	-----------------------	----------------------	--------------------

2011-13 Adjusted FTE

Per HB1003 (Section 13), "the state board of higher education may adjust full-time equivalent positions as needed, subject to the availability of funds, for institutions and entities under its control. The university system shall report any adjustments to the office of management and budget before the submission of the 2013-15 biennium budget request." A report was run as of 4-30-2012 to determine the total "appropriated fte" as of that date. Consistent with the methodology used in previous biennia, the current year's annual budgets were used to estimate the amount supported by general fund only, based on the percentage of budgeted general fund revenue to total appropriated revenue. DSU's increase in GF FTE is the result of a decrease in tuition income, therefore an increased percentage of position costs were funded with state general funds.

Change Group: A	Change Type: E	Change No: 3	Priority: 1
------------------------	-----------------------	---------------------	--------------------

Remove Other One time Funding

To remove \$900,000 one-time operating funds at DSU (HB1003-Section2). \$150,000 of the one-time funding was to be utilized for student scholarships. \$75,000 was used during the first year of the biennium, the balance will be utilized during the 2012-2013 fiscal year. \$750,000 of the one-time funding was provided for the operations of the DSU Theodore Roosevelt Center. Approximately 50% of the total appropriation will be utilized each year of the biennium. The State Priority Initiative Request request of \$875,133 would provide ongoing support for the operations of the Theodore Roosevelt Center.

BUDGET CHANGES NARRATIVE**239 Dickinson State University****Bill#: SB2003****Date:** 12/07/2012**Time:** 13:46:35

Change Group: A	Change Type: F	Change No: 1	Priority: 1
------------------------	-----------------------	---------------------	--------------------

Remove Capital Assets Carryover

To remove \$1,355,719 capital assets carryover from 2009-11. Of the total, \$1,218,798 was funded with general funds, the remaining \$136,921 was funded with special funds for the following:

- Master plan, Stoxen schematic, asbestos and bond payoff \$370,307 GF
- Extraordinary repairs \$316,954 GF
- Deferred maintenance \$531,537 GF
- Badlands Activity Center \$136,921 OF

Change Group: A	Change Type: F	Change No: 2	Priority: 2
------------------------	-----------------------	---------------------	--------------------

Remove Base Funding Extraord Repairs

To remove \$409,078 base funding for extraordinary repairs. This base amount, plus an increase to the base, is being requested for 2013-15, and is reflected in change code AA3. The status of this funding to-date is: DSU has expended \$60,000 on interior finishes and \$30,000 on misc. small projects during the first year of the biennium. For fiscal year 2012-2013, \$229,078 will be expended on interior finishes, \$60,000 on structural repairs, and the remaining \$30,000 on misc. small projects.

Change Group: R	Change Type: A	Change No: 1	Priority:
------------------------	-----------------------	---------------------	------------------

Remove Initial Funding Request

Removes the initial funding request for DSU's portion (if any) of the following budget request items:

- Cost to Continue
- Inflationary Increases
- Increased Extraordinary Repairs
- State Priorities
- Security and Emergency Preparedness
- Student Mental Health
- Statewide Nursing Consortium
- Healthcare Workforce Initiative

Change Group: R	Change Type: A	Change No: 2	Priority:
------------------------	-----------------------	---------------------	------------------

Formula Funding Equalization

The Executive Budget includes funding to move the higher education institutions to a cost-based, per completed student credit hour (SCH) funding model. This adjustment equalizes current funding levels to the highest existing per SCH within each tier of institutions. Total funding provided equals \$21,090,261. Three institutions now at the highest level (University of North Dakota, Minot State University, and Williston State College) do not receive additional funding.

Equalized per Adjusted SCH amounts are as follows:

- Two-year Colleges - \$104.88
- Four-year Comprehensive Universities - \$98.75
- Research Institutions - \$66.35

BUDGET CHANGES NARRATIVE**239 Dickinson State University****Bill#: SB2003****Date:** 12/07/2012**Time:** 13:46:35

DSU's equalization payment is \$2,236,064.

Change Group: R	Change Type: A	Change No: 3	Priority:
------------------------	-----------------------	---------------------	------------------

Formula Funding

The Executive Budget includes funding to move the higher education institutions to a cost-based, per completed student credit hour (SCH) funding model. After funding levels were equalized, an inflationary factor of 6.15% per year was added for:

- Cost to continue adjustments
 - Salary and retirement contributions
 - Maintaining extraordinary repair levels at 15% of the OMB formula
 - Medical School class size increases
- 4% annual salary increases
- Health insurance premium increase
- State share of increased retirement contributions
- Operating expense inflation
- Utility cost increases

A factor of 2.5% was added to the non-research institutions for the Student Mental Health and Campus Security initiatives. Additionally, factor of .08% was added to the research institutions to fund the Statewide Nursing Consortium.

The final per Adjusted SCH payment amounts recommended in the Executive Budget are as follows:

- Two-year Colleges - \$117.60
- Four-year Comprehensive Universities - \$110.80
- Research Institutions - \$72.70

DSU's formula payment is \$3,054,133 and includes 1.00 FTE licensed student mental health counselor and 4.00 FTE for security personnel.