



FY07 Spending Authority

Issue Brief No. 4 – January 22, 2007

Synopsis: The Legislature authorizes federal and other spending authority as part of the general appropriations bill. Entities of the Board of Regents project their authority needs based on past expenditures, anticipated grants and contracts, projected enrollments and associated revenues, and special activities and related expenses. The projections are put together 12 months prior to the beginning of the fiscal year, which means the projection must cover a 24-month period into the future. The Board of Regents requests \$1,391,000 of additional “federal funds” spending authority and \$8,146,536 of “other funds” authority for the current FY07 budget cycle to cover unanticipated growth in expenses. The public universities are also requesting authority for 20 FTE.

Spending Authority

- The authority is a one-time request and does not impact the base budget. Base authority needs are addressed in the board’s FY08 budget request.
- Expenditures through December 2006 show that current authority levels will not be sufficient to address growth in grants and contracts expenses and expenditure of revenues generated from additional student fees and sales and services. Grant growth rate continues at a significant pace.
- Enrollments are at an all-time high. This generates additional activity in all aspects of the university’s operation: bookstores, food service, financial aid, sales and services, fee revenues, rental income, and self-support tuition. Expenses are incurred to provide the associated services.

Request Summary

	<u>Federal</u>	<u>Other</u>	<u>FTE</u>
Board of Regents Office			
Personal Service			
Operating Expense	<u>\$100,000</u>	<u>\$1,385,930</u>	
Subtotal	\$100,000	\$1,385,930	
Dakota State University			
Personal Service	\$125,000	\$326,000	
Operating Expense	<u>\$165,000</u>	<u>\$414,000</u>	
Subtotal	\$290,000	\$740,000	
USD			
Personal Service			
Operating Expense		<u>\$3,508,778</u>	
Subtotal		\$3,508,778	
USD - Medical School			
Personal Service			
Operating Expense		<u>\$1,358,280</u>	
Subtotal		\$1,358,280	20.0
South Dakota State			
Personal Service	\$200,000		
Operating Expense	<u>\$771,000</u>	<u>\$1,125,000</u>	
Subtotal	\$971,000	\$1,125,000	
SDSBVI			
Personal Service			
Operating Expense	<u>\$30,000</u>	<u>\$28,548</u>	
Subtotal	\$30,000	\$28,548	
Totals			
Personal Service	\$325,000	\$326,000	
Operating Expense	<u>\$966,000</u>	<u>\$7,820,536</u>	
Total	\$1,391,000	\$8,146,536	20.0

Request Detail

	Federal	Other	FTE
Board Office			
Title II Subgrants for Univeristy/K-12 partnerships	\$100,000		
HR/Finance Information Systems Project – Travel and Maintenance		\$779,573	
Regent Information Systems Operating Budget		\$484,769	
Veterinary Students' grant/scholarship - Increased Iowa State's tuition		\$92,769	
South Dakota Library Network Operating Budget		\$28,819	
Total	\$100,000	\$1,385,930	
Dakota State University			
Increased Financial Aid	\$140,000		
Dept of Defense Information Assurance Capacity Building	\$150,000		
Classroom Connections – SD Dept of Ed. Contract for professional development		\$235,000	
Tablet PC Contract with SDEHRA (South Dakota Health Records Assessment		\$365,000	
Increase in wireless mobile computing fees		\$140,000	
Total	\$290,000	\$740,000	
South Dakota State University			
National Cancer Institute Grant to study chemotherapy of ovarian cancer	\$71,000		
National Science Foundation grant for Horticulture Department	\$400,000		
State EPSCOR Grant	\$200,000		
Increased Financial Aid Awards	\$300,000	\$500,000	
Specialized Equipment for Print Lab		\$500,000	
Additional New Grant		\$500,000	
Increase in Indirect Cost Recovery		\$125,000	
Total	\$971,000	\$1,125,000	
University of South Dakota			
Growth resulting from the Promise, private, and USD Foundation scholarships		\$1,250,000	
Bush Foundation Grant and growth in various public service grants and contracts		\$500,000	
Growth in off-campus self-support courses and programs at USDSU		\$350,000	
General activity, support, and special discipline fee growth (enrollment and rate increase)		\$308,778	
Growth in various restricted grants and contracts		\$750,000	
Growth in Room & Board Fees (additional enrollment and marginal rate increase)		\$350,000	
Total		\$3,508,778	
University of South Dakota - Sanford School of Medicine			
Increased special discipline fees in Health Sciences		\$350,000	
Research grants and contracts growth		\$658,280	
Public service grants and contracts growth, additional grants overhead revenues		\$350,000	
Total		\$1,358,280	20.0
South Dakota School for the Blind and Visually Impaired			
Technology upgrades and staff professional development	\$30,000		
Educational Supplies and utilities		\$28,548	
Total	\$30,000	\$28,548	
Total	\$1,391,000	\$8,146,536	20.0

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