



FY06 Spending Authority

Issue Brief No. 6 – January 2006

Synopsis: The Legislature provides 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 is requesting additional federal funds spending authority of \$4,708,082 and \$2,046,400 of other funds for the current FY06 budget cycle, to cover unanticipated growth in expenses. The universities are also requesting authority for 21.0 federal FTEs and 11.5 other FTEs.

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 FY07 budget request.
- Expenditures through December 2005 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.
- The public universities in South Dakota are having considerable success in obtaining grants. Grant activity requires additional authority and is hard to project. From FY04 to FY05, grant expenses increased by \$9 million and are anticipated to increase another \$10 million in FY06.
- Enrollments are at an all time high. This generates additional activity in all aspects of the university: 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>
Black Hills State			4.5
Dakota State University			
Personal Service	\$200,000	\$75,000	
Operating Expense	<u>\$400,000</u>	<u>\$65,000</u>	
Subtotal	\$600,000	\$140,000	6.0
South Dakota State			
Personal Service	\$980,000		
Operating Expense	<u>\$2,178,072</u>	<u>\$1,256,400</u>	
Subtotal	\$3,158,072	\$1,256,400	
USD - Medical School			
Personal Service	\$700,000	\$144,027	
Operating Expense	<u>\$250,000</u>	<u>\$505,973</u>	
Subtotal	\$950,000	\$650,000	22.0
Total			
Personal Service	\$1,880,010	\$219,027	
Operating Expense	<u>\$2,828,072</u>	<u>\$1,827,373</u>	
Total	\$4,708,082	\$2,046,400	32.5

Request Detail

	Federal	Other	Federal FTE	Other FTE
Black Hills State University				
Temporary help to implement new Finance System				2.0
Recruiter located in Sioux Falls				0.5
Admissions Recruiter				1.0
Faculty for Vocational Technical Agreement				1.0
Total				4.5
Dakota State University				
Title III Student Success 5 year grant	\$250,000		2.5	
Information Assurance Federal Earmark	\$170,000		1.0	
Department of Ed Earmark - web nutrition	\$100,000			
Department of Defense Capacity Building	\$80,000		0.5	
State Contract for Small Business Innovative Research		\$50,000		
Rapid City Regional Hospital Respiratory Care Program		\$90,000		2.0
Total	\$600,000	\$140,000	4.0	2.0
SD State University				
National Institute of Health grant first year projected expenses	\$950,000			
NASA grant to Geographic Institute of Science	\$150,000			
Federal Aviation Administration chemistry grant for fuel efficiency	\$165,000			
NASA Eurasian grant to Geographic Institute of Science	\$569,735			
National Science Foundation EPSCoR supplemental grant	\$307,237			
Department of Health Human Services	\$266,909			
Health Resources and Services Admin nursing grant				
National Science Foundation EPSCoR planning grant	\$165,000			
National Science Foundation Water Environmental Engineering	\$207,615			
Research Center grant on breaking wave				
Department of Health Human Services	\$196,413			
Health Resources and Services Admin pharmacy grant				
Environmental Protection Agency chemistry grant on bmp Soil	\$97,033			
NASA grant to Geographic Institute of Science	\$83,130			
2010 Initiative grants - various departments		\$156,400		
Food Service increased expenditures for dining room equipment		\$1,100,000		
Total	\$3,158,072	\$1,256,400		
University of SD - Sanford School of Medicine				
Translational Regulation of p53 Induction in Breast Cancer	\$66,087		2.5	
Health Research with Tribes in SD, MT, WY	\$723,258		11.9	
Quentin N. Burdick Program for Rural Interdisciplinary Training	\$160,655		2.6	
Center for Infectious Disease Research and Vaccinology		\$131,333		2.5
Structural, Molecular & Behavioral Mechanisms Underlying Motor Recovery in the Acute Phase of Traumatic Brain Injury		\$58,409		1.0
South Dakota Signal Transduction Center		\$80,258		
Wegner Center Library Coalition		\$75,000		
Technology Services		\$95,000		.75
Research Support – Biomedical Research Infrastructure Pilot		\$90,000		
Resident Corporation Operations		\$70,000		.75
Student Fees Increase Revenue – Doctorate in Physical Therapy		\$50,000		
Total	\$950,000	\$650,000	17.0	5.0
Total	\$4,708,072	\$2,046,400	21.0	11.5