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## **AGENCY OVERVIEW**

**665** ND STATE FAIR

**Date:** 12/13/2006

**Time:** 06:00:56

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## **STATUTORY AUTHORITY**

North Dakota Century Code Chapter 4-02.1.

## **AGENCY DESCRIPTION**

The North Dakota State Fair Association produces the State Fair for North Dakota. This nine day event includes the production of horse shows, 4H State Championship competitions, FFA State Championship competitions, several Junior Stock Shows, and open class competitions for hundreds of categories. The annual budget for the State Fair and All Seasons Arena complex exceeds \$5.0 million.

State Fair provides the facilities, administration, staffing judges, equipment, prizes and recognition for those who bring nearly 50,000 entries from every community in North Dakota.

The Association provides educational and entertaining exhibits along with special attractions that bring North Dakotan's together to celebrate their heritage and lifestyle each year.

## **AGENCY MISSION**

1. To meet the needs of North Dakota Fair goes through program changes determined by surveys of patrons & non-patrons
2. To keep the association financially solvent-
  - a. To continue to fund the Fair's general operations through user fees
  - b. Solicit private, corporate, city and county support for general operations and capital assistance
  - c. To retain the support of state government through accountability for awards/prizes and assistance with the loan established by the 1987 legislative session
  - d. To request state consideration for funding the Fair's asphalt repair and new grandstand

## **AGENCY PERFORMANCE MEASURES**

See major accomplishments.

## **MAJOR ACCOMPLISHMENTS**

Generated revenues to operate facilities through admissions, rents and gifts from friends.

Solicited \$18,329,147 in capital construction from non-state revenues for capital improvements.

Generated revenue of \$8,178,469 for capital improvements from admissions & rents.

Generated \$6.76 for every dollar the state has provided for capital improvements.

Received international awards for excellence in the fair agricultural program.

Hosted 46,893 competitive entries from 4H, FFA, & open class in 2005. 80% of these Fair entries came from North Dakotans under the age of 21.

Received entries from nearly every community in North Dakota.

Recognized state wide, regionally and nationally as a great attraction and The Show Place of North Dakota.

### **FUTURE CRITICAL ISSUES**

The costs to continue include the reduction of the capital payments for 2005-2007. The 2007-2009 payments are in the budget request as an other capital payment request.

**REQUEST SUMMARY**

665 ND STATE FAIR

Biennium: 2007-2009

Bill#: HB 1009

Date: 12/13/2006

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Description	Expenditures 2003-2005 Biennium	Present Budget 2005-2007	Budget Request Change	Requested Budget 2007-2009 Biennium	Optional Budget Request
<b>BY MAJOR PROGRAM</b>					
STATE SUPPORT	601,750	615,000	0	615,000	10,620,000
<b>TOTAL MAJOR PROGRAMS</b>	<b>601,750</b>	<b>615,000</b>	<b>0</b>	<b>615,000</b>	<b>10,620,000</b>
<b>BY LINE ITEM</b>					
OPERATING EXPENSES	0	0	0	0	0
CAPITAL ASSETS	210,000	210,000	0	210,000	10,560,000
PREMIUMS	391,750	405,000	0	405,000	60,000
<b>TOTAL LINE ITEMS</b>	<b>601,750</b>	<b>615,000</b>	<b>0</b>	<b>615,000</b>	<b>10,620,000</b>
<b>BY FUNDING SOURCE</b>					
GENERAL FUND	581,750	615,000	0	615,000	10,620,000
FEDERAL FUNDS	0	0	0	0	0
SPECIAL FUNDS	20,000	0	0	0	0
<b>TOTAL FUNDING SOURCE</b>	<b>601,750</b>	<b>615,000</b>	<b>0</b>	<b>615,000</b>	<b>10,620,000</b>
<b>TOTAL FTE</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

**REQUEST DETAIL**  
**665 ND STATE FAIR**  
**Biennium: 2007-2009**

**Bill#: HB 1009**

**Date: 12/13/2006**

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Description	Expenditures 2003-2005 Biennium	Present Budget 2005-2007	Budget Request Change	Requested Budget 2007-2009 Biennium	Optional Budget Request
<b>OPERATING EXPENSES</b>					
OTHER CAPITAL PAYMENTS	0	0	0	0	0
<b>TOTAL</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>CAPITAL ASSETS</b>					
LAND AND BUILDINGS	0	0	0	0	10,000,000
OTHER CAPITAL PAYMENTS	210,000	210,000	0	210,000	0
EXTRAORDINARY REPAIRS	0	0	0	0	560,000
<b>TOTAL</b>	<b>210,000</b>	<b>210,000</b>	<b>0</b>	<b>210,000</b>	<b>10,560,000</b>
<b>CAPITAL ASSETS</b>					
GENERAL FUND	210,000	210,000	0	210,000	10,560,000
FEDERAL FUNDS	0	0	0	0	0
SPECIAL FUNDS	0	0	0	0	0
<b>TOTAL</b>	<b>210,000</b>	<b>210,000</b>	<b>0</b>	<b>210,000</b>	<b>10,560,000</b>
<b>SPECIAL LINES</b>					
PREMIUMS	391,750	405,000	0	405,000	60,000
<b>TOTAL</b>	<b>391,750</b>	<b>405,000</b>	<b>0</b>	<b>405,000</b>	<b>60,000</b>
<b>SPECIAL LINES</b>					
GENERAL FUND	371,750	405,000	0	405,000	60,000
FEDERAL FUNDS	0	0	0	0	0
SPECIAL FUNDS	20,000	0	0	0	0
<b>TOTAL</b>	<b>391,750</b>	<b>405,000</b>	<b>0</b>	<b>405,000</b>	<b>60,000</b>
<b>FUNDING SOURCES</b>					
GENERAL FUND	581,750	615,000	0	615,000	10,620,000
FEDERAL FUNDS	0	0	0	0	0
SPECIAL FUNDS	20,000	0	0	0	0
<b>TOTAL FUNDING SOURCES</b>	<b>601,750</b>	<b>615,000</b>	<b>0</b>	<b>615,000</b>	<b>10,620,000</b>

**CHANGE PACKAGE SUMMARY**665 ND STATE FAIR  
Biennium: 2007-2009

Bill#: HB 1009

Date: 12/13/2006

Time: 06:00:56

Description	FTE	General Fund	Federal Funds	Special Funds	Total Funds
<b>AGENCY BUDGET CHANGES</b>					
Cost To Continue	.00	-210,000	0	0	-210,000
1 Capital Bond Payments	.00	210,000	0	0	210,000
<b>Agency Total</b>	<b>.00</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>OPTIONAL REQUEST</b>					
2 Increase Premiums for State Exhibitors	.00	60,000	0	0	60,000
3 Extraordinary repairs	.00	560,000	0	0	560,000
4 Capital Improvements	.00	10,000,000	0	0	10,000,000
<b>Optional Total</b>	<b>.00</b>	<b>10,620,000</b>	<b>0</b>	<b>0</b>	<b>10,620,000</b>

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**BUDGET CHANGES NARRATIVE**

665 ND STATE FAIR

Date: 12/13/2006

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<b>Change Group:</b> A	<b>Change Type:</b> A	<b>Change No:</b> 1	<b>Priority:</b> 1
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Capital Bond Payments -

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This request funds the state share of the bond payments. Total outstanding bond balance as of 7/1/06 is \$1,200,000 plus interest.

<b>Change Group:</b> A	<b>Change Type:</b> A	<b>Change No:</b> 100	<b>Priority:</b>
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OMB Exhibitor Premium Funding -

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The executive recommendation approves a \$12,150 general fund increase for fair exhibitor premiums.

The number of entries is increasing annually, which requires additional funding for prizes and awards to provide recognition for the effort and quality of exhibits.

<b>Change Group:</b> A	<b>Change Type:</b> A	<b>Change No:</b> 101	<b>Priority:</b>
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OMB Grandstand Construction Project -

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The executive recommendation approves construction of a new grandstand on the State Fair grounds. The \$10,000,000 project will be funded by \$5,000,000 general funds and \$5,000,000 special funds.

A new grandstand is needed for the increased seating capacity, handicap accessibility, restroom availability, and to improve the quality of the Fair Experience. Performers may require larger seating capacity than is currently available. Additionally, newly created spaces under the grandstand could be valuable assets for an increase in year-round business.

<b>Change Group: O</b>	<b>Change Type: A</b>	<b>Change No: 2</b>	<b>Priority: 1</b>
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Increase Premiums for State Exhibitors -

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This change would increase prizes and awards for state exhibitors. The number of entries is increasing annually. This requires additional funding for prizes and awards. This will provide a recognition for the effort and quality of exhibits.

<b>Change Group: O</b>	<b>Change Type: A</b>	<b>Change No: 3</b>	<b>Priority: 3</b>
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Extraordinary repairs -

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This change covers the extraordinary repairs requested. \$560,000 is requested in extraordinary repairs for parking lots and roads. The Fair has over 1 million square feet of asphalt that needs maintenance and repairs.

<b>Change Group: O</b>	<b>Change Type: A</b>	<b>Change No: 4</b>	<b>Priority: 2</b>
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Capital Improvements -

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A new grandstand is needed for the increased seating capacity, handicap accessibility, restroom availability, and to improve the quality of the Fair Experience. Performers may require larger seating capacity than is currently available. Additionally, newly created spaces under the grandstand could be valuable assets for an increase in year-round business.