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1-19-87

COMMUNITY COLLEGE FUNDING STUDY: FINAL REPORT

Submitted by:

The Legislative Finance Committee

July, 1981

Specifically, the total unrestricted budget of the community colleges is determined by multiplying the number of FTE students by an amount per student. The general fund appropriation is calculated by multiplying the total unrestricted budget by a fixed percentage of state support. The operation of the formula is illustrated in figure 1.

Figure 1
Formula Calculation of Community Colleges Unrestricted Budgets and General Fund Appropriation

$$\begin{array}{r}
 \text{Number of FTE Students} \\
 \times \text{Cost per Student} \\
 \hline
 \text{Total Unrestricted Budget} \\
 \times \% \text{ State Support} \\
 \hline
 \text{General Fund Appropriation}
 \end{array}$$

The general fund variables of the formula include the cost or expenditure per student, the number of full-time equivalent students, and the percentage of state support.

The remainder of the unrestricted budget is financed from a combination of local revenues including the mandatory levy, student tuition and fees, and other unrestricted revenues. The amount of the mandatory mill levy is determined by subtracting the general fund appropriation and estimates of student tuition and fees, and other unrestricted revenues from the total unrestricted budget. This aspect of the formula is illustrated in figure 2.

Figure 2
Formula Calculation of Mandatory Mill Levy

$$\begin{array}{r}
 \text{Total Unrestricted Budget} \\
 \text{minus general fund} \\
 \text{minus student tuition and fees} \\
 \hline
 \text{minus other unrestricted revenues} \\
 \hline
 \text{Mandatory Mill Levy}
 \end{array}$$

MINUTES OF THE MEETING
EDUCATION SUBCOMMITTEE
50TH LEGISLATURE

January 19, 1987

The meeting of the Education Subcommittee was called to order by Chairman Dennis Nathe at 7:30 a.m. on January 19, 1987 in Room 104 of the State Capitol for an overview of the Community Colleges.

ROLL CALL: All members were present. Also present were Dori Nielson, Jane Hamman and Taryn Purdy of the Legislative Fiscal Analyst Office, Sib Clack and Norm Rostocki of the Office of Budget and Program Planning, and Deb Thompson, Secretary.

COMMUNITY COLLEGES - OVERVIEW

(10-1-A-000)

Jane Hamman handed out a one page excerpt from the 1981 Community Colleges Funding Study showing the number of FTE students times the cost per student as the formula calculation for the unrestricted budgets. The percentage of state support determines the general fund appropriation (Exhibit 1). The exhibit also showed the formula calculation of the mandatory mill levy.

OFFICE OF PUBLIC INSTRUCTION - OVERVIEW

Taryn Purdy informed the committee about the issues the committee faced concerning OPI. The level of indirect costs that the committee assumed would directly offset the general fund. Other considerations would be the policy reorganization in OPI, the test validation fees of \$50,500 appropriated last session, whether the film library could be self supportive or if general fund should make up the difference, and how much computer equipment should be in the budget.

Norm Rostocki added that the distribution of the school foundation program feeds into subcommittee deliberations through OPI.

Chairman Nathe said the subcommittee would sit jointly with the Education Committee to hear the foundation program. There would be an adjustment later as legislation goes through on the foundation program related to OPI distribution.

Dr. Carroll Krause, Commissioner of the Higher Education, distributed a report on SJR 1 that was adopted in Special

Session III and the recommended language to repeal certain university system fee waivers (Exhibit 3). The members will have an opportunity to review the report prior to hearings on the university system.

The regular meeting was called to order at 7:57 a.m. for the presentations of the Community Colleges.

COMMUNITY COLLEGES

OBPP: Sib Clack reviewed the executive budget. The OBPP recommended maintaining the 49 percent level for general fund and for the audit cost. The state provides general fund support for a portion of the total current unrestricted fund (CUF) budget of the three community colleges. The amount of support is determined each legislative session according to a funding formula addressed in sections 10-15-310 and 10-15-312, MCA. The action of Special Session III reduced the general fund support level from the original 52 percent of the CUF budget to 49 percent. The executive budget froze enrollments at the fall 1986 FTE level for a total of 1,709 FTE students each year of the 1989 biennium.

LFA: Jane Hamman reviewed the analysis referring to pages F-31-38, Volume II of the 1989 biennium budget analysis report to the Legislature. She explained that there were four primary reasons for the differences between the executive budget and the LFA current level: 1) student enrollment with the executive budget providing funding for 31 fewer students each year; 2) cost factor, with the executive higher each year; 3) slightly lower percentage of state support for the unrestricted budget; and 4) slightly higher state support for the audit costs. Ms. Hamman explained the rationale for not using fall FTE, noting that total enrollment historically declines from fall enrollment at Dawson and Miles and increases at Flathead. She noted that the Dawson Ft. Peck adjustment revises the average percent change from fall to total year enrollment at Dawson to (2.3) percent. Ms. Hamman reviewed the LFA issue on tuition reporting that average tuition and fees in Montana are \$92 less per student than the west average. She noted that if tuition and fees at the three community colleges were increased to the west average, then state support could be reduced to 42.5 percent for a 1989 biennium general fund savings of \$872,000 without increasing the local mandatory mill levies.

(10-B-000)

AGENCY: Mr. Bill Lannan, Community College Coordinator from the Office of Commissioner of Higher Education in Helena, testified. He explained the governance as set out in Title 20, Chapter 15 of the Montana Codes. He pointed out the

funding of the Community Colleges that is shared by the state and the local districts. The local mandatory levy has increased as state funds have been cut from 52 percent to 49 percent. The LFA issue would potentially reduce general fund but increasing tuition and fees should not be used to reduce general fund.

Dawson Community College: President Donald Kettner discussed the importance of Dawson Community College in providing education to rural eastern Montana. He explained the need for funding at the projected fiscal 1987 enrollment level of 417 FTE. This factor analysis is based on 406 FTE last fall and 420 FTE on campus now. He also reported that Dawson employees and unions were one of the few state agencies to accept a pay freeze for fiscal 1987 (Exhibit 4).

Flathead Community College: President Howard Fryett explained the actual vs. funded FTE from 1980-1987 (Exhibit 5). The projected enrollment is 993 in fiscal 1988 and 1043 FTE in fiscal 1989. Additional cuts would drop this figure again.

Miles Community College: President Judson Flower handed out a chart of budget/funding history (Exhibit 6). He showed the progressive increasing cost to local taxpayers. He pointed out the history of the funding mechanism. The local millage and tax support could not be changed quickly in response to the funding cutbacks and that created problems. He summarized the FTE enrollment not counting the Crow tribe and cutbacks in Colstrip classes that led to FTE loss. The Custer County taxpayers have supported the Colstrip Center and it is hoped that the Colstrip area will vote to become part of the Miles Community College district. The college worked to revise the statutes last session to help make this possible, but there has not been a school election in the area since, so the electorate has been unable to vote on the issue. This lack of local financial support led to course reductions at Colstrip and loss of 30 FTE students there. Miles is projecting a total of 415 FTE students for fiscal 1987.

There were no further proponents or opponents to be heard during the Community College hearing.

Chairman Nathe announced the subcommittee would consider other pending action and then take executive action on the Community Colleges.

(Continued) EXECUTIVE ACTION - AUDIOLOGY

(10-2-A-041)

LFA: Jim Haubein reported back at the request of the subcommittee concerning statutes governing the audiology

program, and cost factors if the program were at OPI. Present statutory language is sufficient because 20-7-403, MCA, places the contractual responsibilities for the program in OPI. He distributed the memo from Gail Gray (Exhibit 7) listing the OPI audiology cost estimates for the 1989 biennium at \$310,200 each year of the biennium.

Merle DeVoe, administrator of the audiology program, stated that the screening aspect of the program would be changed by this OPI proposal and given back to the schools without additional funding for the schools (112). He recommended leaving the audiology program alone and not making another major change.

Claudette Morton, Executive Secretary of the Board of Public Education, does not recommend moving the program again because these are critical services. She noted that the program had 36 percent more money two years ago and that the board has been doing what the Legislature requested.

Judy Johnson, Assistant Superintendent of Educational Services for the Office of Public Instruction, answered questions about the possible move of audiology services to the agency. She noted that OPI did not request this move of Audiology back to OPI, but would do the best possible with the program if it is moved back to OPI. Audiology screening would be done locally in the schools, the same as visual screening. A massive training program for nurses or aides would be provided by OPI to make this possible.

Representative Peck moved to comply with the statute and place the audiology program in the Office of Public Instruction and budget the amount of \$310,000 annually as recommended by OPI.

Discussion followed. There was concern that the local taxpayer would be further burdened and the program was being bounced around. It was noted that the local schools all do other forms of screening now and have the county nurses, school nurses, aides, and parents involved in that effort. This change would increase the responsibility of the schools by adding audiology screening, but in an already ongoing program. Moving the audiology program to OPI was summed up as providing adequate service at an affordable level. It was noted that these services must and will be provided.

The motion PASSED with Senator Jergeson and Senator Jacobson voting NO.

(Continued) EXECUTIVE ACTION: VO-TECH CENTERS

Jim Haubein of the LFA reported on the draft of boilerplate language for the Vo-Tech Centers to conform with committee

intent concerning budget amendment procedures (Exhibit 8). The centers would be allowed flexibility and additional federal spending authority with a budget amendment. The drafted language included a maximum biennium figure for federal revenue.

After discussion, it was determined that the language should be more specific to the funding for each center and that staff would work out the draft language for the committee.

EXECUTIVE ACTION: - COMMUNITY COLLEGES

Reference was made to the subcommittee action worksheet on Community Colleges (Exhibit 1, 1a) that was passed out earlier (10-2-B-000). Jane Hamman reviewed that overall LFA current level is about \$16,000 higher than executive budget in fiscal 1988 and \$37,000 higher in fiscal 1989. A combination of factors were listed under Issues including student enrollment, the cost factor, and the percentage of state support.

Reference was made to the information that was distributed by the OBPP (Exhibit 2).

Student Enrollment: Senator Jergeson asked why different enrollment calculation techniques were used for the Vo-Tech Centers and whether a three year average could be used for the Community Colleges. Jane Hamman explained that the Community Colleges showed no clear trend in an enrollment pattern and that Flathead has been increasing annually. Senator Jergeson asked if the subcommittee could decide on a total appropriation and if the money could be distributed based on their actual enrollment. President Flower of Miles Community College stated that the colleges need a budget to be able to set the mill levies in advance.

Senator Jacobson moved to accept LFA current level enrollment of 1,740 FTE, increasing Dawson by 12 and decreasing Miles by 12, for enrollment figures of Dawson 400, Flathead 928, and Miles 412, for both years of the 1989 biennium. The motion PASSED unanimously.

Cost Factor: Chairman Nathe discussed the cost factor and how to handle the difference between the LFA and the OBPP.

Representative Peck moved to adopt LFA current level figures for the cost factor of \$3,622 per FTE for FY 88 and \$3,642 per FTE for FY 89. (596) The motion PASSED unanimously.

Percentage of State Support: The question was raised concerning the use of 49.4 percent instead of the amount used in the last session, or instead of a rounded figure.

The dollar amount that was cut in Special Session III resulted in a calculation of state funding at 49.4 percent. Since that was the action of the legislature it was carried forward to the 1989 biennium.

Senator Jacobson moved to accept a straight 49 percent figure for state support for the three Community Colleges for FY 88 and FY 89. The motion PASSED unanimously.

Support of Audit Costs: Senator Jacobson moved to accept state support of audit costs at 49 percent. The motion PASSED unanimously.

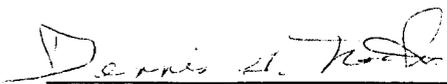
President Fryett, of Flathead Community College, asked whether, based on the unavailability of money, the legislature has thought of providing specific assistance concerning contractual law so no lawsuits result from adjustments. Substantial lawsuits could be a result of dismissals. Bill Lannan from the commissioner's office stated there is tenure policy at Flathead and union contracts at the colleges. Representative Peck reported that he did some research and that it appears the law is inclusive. A shortage of funds overrides all local agreements and contracts. A committee bill would be proposed if necessary to help with community college needs, Chairman Nathe advised.

(Continued) SUPPLEMENTAL: BOARD OF PUBLIC EDUCATION

The Board of Public Education has requested an additional \$10,000 for additional anticipated legal expenses above the fiscal 1987 supplemental of \$7,525 for the same purpose which was previously approved by the subcommittee.

No representative from the board of public education was present to comment. Representative Peck moved the subcommittee pass on to the full appropriation committee the supplemental request for the addition of \$10,000 for the underfunding of the school lawsuit with no recommendation (250). The motion PASSED unanimously.

ADJOURNMENT: Chairman Nathe announced the next meeting for Wednesday at 9:00 a.m. January 21. The meeting was adjourned at 11:07 a.m.


DENNIS NATHE, Chairman

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1-19-87

COMMUNITY COLLEGE FUNDING STUDY: FINAL REPORT

Submitted by:

The Legislative Finance Committee

July, 1981

Specifically, the total unrestricted budget of the community colleges is determined by multiplying the number of FTE students by an amount per student. The general fund appropriation is calculated by multiplying the total unrestricted budget by a fixed percentage of state support. The operation of the formula is illustrated in figure 1.

Figure 1
Formula Calculation of Community Colleges Unrestricted
Budgets and General Fund Appropriation

Number of FTE Students
X Cost per Student
Total Unrestricted Budget
X % State Support
General Fund Appropriation

The general fund variables of the formula include the cost or expenditure per student, the number of full-time equivalent students, and the percentage of state support.

The remainder of the unrestricted budget is financed from a combination of local revenues including the mandatory levy, student tuition and fees, and other unrestricted revenues. The amount of the mandatory mill levy is determined by subtracting the general fund appropriation and estimates of student tuition and fees, and other unrestricted revenues from the total unrestricted budget. This aspect of the formula is illustrated in figure 2.

Figure 2
Formula Calculation of Mandatory Mill Levy

Total Unrestricted Budget
minus general fund
minus student tuition and fees
minus other unrestricted revenues
Mandatory Mill Levy

Agency: Community Colleges

SUBCOMMITTEE ACTION

Community College	FY 1986 Actual	Executive	Fiscal 1988 Current Level	Difference	Executive	Fiscal 1989 Current Level	Difference	FY 86-88 % Change
Dawson	\$741,334	\$743,704	\$701,724	\$41,980	\$734,884	\$698,070	\$36,814	-5.3%
Flathead Valley	\$1,577,827	\$1,637,874	\$1,667,929	(\$30,055)	\$1,629,054	\$1,669,609	(\$40,555)	5.7%
Miles	\$865,002	\$738,274	\$766,138	(\$27,864)	\$729,454	\$762,839	(\$33,385)	-11.4%
Total	\$3,184,163	\$3,119,852	\$3,135,791	(\$15,939)	\$3,093,392	\$3,130,518	(\$37,126)	-1.5%
Funding								
General Fund	\$3,184,163	\$3,119,852	\$3,135,791	(\$15,939)	\$3,093,392	\$3,130,518	(\$37,126)	-1.5%

Add to (Subtract From)
LFA Current Level

COMMITTEE ACTION

ISSUES	Fiscal 1988	Fiscal 1989	Fiscal 1988	Fiscal 1989

A. CURRENT UNRESTRICTED BUDGET

1. Student Enrollment:

Exec	LFA	Difference
1709	1740	(31)

2. Cost Factor:

Year	Exec	LFA	Difference
FY 1988	\$3,694	\$3,622	\$72
FY 1989	\$3,694	\$3,642	\$52

B. GENERAL FUND ISSUES

3. Percentage of State Support: 0.4% difference
Executive uses 49%; Current Level uses 49.4%

4. State Support for Audits: 7.4% difference
Executive uses 49%; Current Level uses 41.6%

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EXECUTIVE BUDGET
COMMUNITY COLLEGES FOR 1989 BIENNIUM

The state provides general fund support for a portion of the total Current Unrestricted Fund budget of the three community colleges:

Dawson Community College in Glendive
Miles Community College in Miles City
Flathead Community College in Kalispell

The amount of support is determined each legislative session according to a funding formula addressed in sections 20-15-310 and 20-15-312, MCA.

The action of the June Special Session of the 49th Legislature effectively reduced the general fund support level from the original 52% of the CUF budget to 49%.

Budget Issues

The Executive budget freezes enrollments at the fall 1986 FTE level -- for a total of 1,709 FTE students each year of the 1989 biennium.

The support cost per FTE student reflects:

- o Only the FUNDED portion of the pay plan was included in the calculations of personal services costs;
- o No general inflation factor was applied to the operating costs portion of the support factor calculations.

The Executive recommends support of biennial audit costs at 49% of the audit amount.

EXECUTIVE BUDGET - BIENNIAL

FISCAL YEAR 1988

UNIT	COST/ STUDENT	FTE ENROLLMT EACH YR	TOTAL CUF BUDGET	GF PORTION (49%)	GF PORTION OF BIENNIAL AUDIT COSTS (49%)	TOTAL GF
DCC	\$3,694	406	\$1,499,764	\$734,834	\$8,680	\$743,704
FVCC	\$3,694	900	\$3,324,600	\$1,627,054	\$8,820	\$1,637,374
MCC	\$3,694	407	\$1,488,882	\$729,454	\$9,380	\$739,334
<hr/>						
Total		1,709	\$6,313,046	\$3,093,392	\$26,460	\$3,119,852

FISCAL YEAR 1989

UNIT	COST/ STUDENT	FTE ENROLLMT	TOTAL CUF BUDGET	GF PORTION (49%)
DCC	\$3,694	406	\$1,499,764	\$734,834
FVCC	\$3,694	900	\$3,324,600	\$1,627,054
MCC	\$3,694	407	\$1,488,882	\$729,454
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		1,709	\$6,313,046	\$3,093,392

UNIT	UNIT'S FTE ENROLLMT	UNIT'S TUITION ESTIMATE	UNIT'S AVERAGE TUITION/FTE	TUITION BASED ON CUF, FTE ENROLLMENT
DCC	406	\$115,000	\$284	\$115,304
FVCC	900	\$270,000	\$300	\$255,600
MCC	407	\$131,682	\$321	\$133,393
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	1,713	\$536,682		\$504,297

Derivation of mandatory levy/unit based on Executive FTE:

UNIT	FY88 CUF BUDGET (with audit)	GENERAL FUND PORTION*	TUITION/FEES PORTION	"OTHER" PORTION	FY88 MANDATORY LEVY AMOUNT
DCC	\$1,519,264	\$734,714	\$115,304	\$15,000	\$634,756
FVCC	\$3,342,600	\$1,637,374	\$255,600	\$23,000	\$1,426,136
MCC	\$1,506,882	\$739,274	\$133,393	\$13,000	\$567,015
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	\$6,368,746	\$3,111,362	\$504,297	\$51,000	\$2,627,897

UNIT	FY87 CUF BUDGET	GENERAL FUND PORTION	TUITION/FEES PORTION	"OTHER" PORTION	FY87 MANDATORY LEVY AMOUNT
DCC	\$1,499,764	\$734,834	\$115,304	\$15,000	\$634,576
FVCC	\$3,324,600	\$1,627,054	\$255,600	\$25,000	\$1,414,946
MCC	\$1,488,882	\$729,454	\$133,393	\$71,500	\$554,335
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	\$6,313,046	\$3,093,392	\$504,297	\$111,500	\$2,603,857



THE MONTANA UNIVERSITY SYSTEM

33 SOUTH LAST CHANCE GULCH
HELENA, MONTANA 59620-2602

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1/19/87

COMMISSIONER OF HIGHER EDUCATION

TO: Representative Dennis Nathe, Chairman,
Education Subcommittee/Appropriations

FROM: Carrol Krause *CK*
Commissioner of Higher Education

DATE: January 16, 1987

SUBJECT: Response to Senate Joint Resolution 1

Enclosed is a copy of the Board of Regents' response to SJR 1 adopted in the June Special Session of the 49th Legislature. I will be available to discuss the report with you at your convenience.

Two items in the report would involve legislation. One is payback for WICHE/WAMI students, and the other is the possibility of eliminating statutory fee waivers. Legislation providing two options to reduce costs of the WICHE/WAMI programs is included in that section of the report. The necessary legislation to eliminate statutory fee waivers (except for the Native American fee waivers) is attached.

Sponsors have not been solicited for these bills. We wanted the opportunity to discuss with you the possibility of filing these bills as Committee bills, if the Committee thought it advisable to do so.

Enclosures

c: Members, Education Subcommittee of Appropriations
Representative Donaldson
Senator Regan
w/enclosures

0827w

bc: Sib Clack, Governor's Budget Office
Dori Nielson, LFA
Secretary, Education Subcommittee

AN ACT TO REPEAL CERTAIN UNIVERSITY SYSTEM FEE WAIVERS

Section 1. Repealer. Sections 10-2-311 to 314, 20-25-421(3), and 53-30-213 are repealed.

Explanation: Deletes from the statutes the fee waiver sections that apply to veterans, war orphans, prisoners of war, etc., senior citizens, and students from the custodial institutions at Pine Hills and Mountain View.



This page is from the L.F.A.'s proposal (P. F-35) with agreed corrections (L.F.A.) and added projections.

T A B L E 2 (P. F-35)

Analysis of Fall Enrollment Data For Community Colleges

College	1983 Fall	FY84 Total	1984 Fall	FY85 Total	1985 Fall	FY86 Total	Ave. %		Calc. FY87 Total	1986-87 Winter
							Change F-T	1986 Fall		
Dawson	406	387	462	453	403	388	-2.3%	406	397	(420)
Net w/o F.P.C.C.	351	338	386	388	403	388	--	406	397	(420)
Projected FY 87	--	--	--	--	--	--	--	--	417	--

Proposed Boilerplate Language--Community Colleges

"Dawson, Miles and Flathead Community College are prohibited from including in student enrollment, used in calculating the unrestricted budget referred to in Section 20-15-310, MCA, student FTE from tribal community colleges or other educational centers established on tribally controlled lands."

FY 87 Projection Basis (Winter to Spring Quarter Enrollment decreases an average of 7.3%)

Actual Summer (86-87) = 37
 Actual Fall (86-87) = 406
 Present Winter (86-87) = 420
 Projected Spring (86-87) = 390

Annualized FY 87 = 417

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OBPP WORKSHEET
 COMMUNITY COLLEGE COST/FTE STUDENT - 1989 BIENNIUM
 Personal Services Cost/FTE

Community College	Percent Pers. Serv. to Total FY86 Request*	HB500 Approp. for FY87 Minus Audit Line-item	Derived Pers. Serv. From HB500 Approp.	Allocation of HB375 Pay Plan	Total GF Pers. Serv. Approp.s for Calculation	Total CUF Pers. Serv. for Calc.**	FY87 Student FTE - Set by 1985 Session	Personal Services Cost/FTE Student for 1989 Biennium
Dawson Flathead V. Miles	81.12 78.03 77.13	\$ 713,534 1,516,259 827,699	\$ 578,819 1,183,137 638,404	\$ 10,234 22,514 12,280	\$ 589,053 1,205,651 650,684	\$1,202,149 2,460,512 1,327,927	400 850 464	\$ 3,005 2,895 2,862

Operations Cost/FTE

Community College	Percent Operations to Total FY86 Request	HB500 Approp. for FY87 Minus Audit Line-item	Derived Operating From HB500	Total CUF for Operations Calculation**	FY87 Student FTE - Set by 1985 Session	Operations Cost/FTE Student for 1987 Biennium
Dawson Flathead V. Miles	18.88 21.97 22.88	\$ 713,534 1,516,259 827,699	\$ 134,715 333,122 189,378	\$ 274,929 679,841 386,486	400 850 464	\$ 687 800 833

Derivation of Aggregate Cost Factor

Community College	Personal Services Cost/FTE Student	Operations Cost/FTE Student	Total CUF Cost/FTE Student	AVERAGE AGGREGATE COST
Dawson Flathead V. Miles	\$ 3,005 2,895 2,862	\$ 687 800 833	\$ 3,692 3,695 3,695	\$ 3,694

* Taken from CHE Form 201 submitted by each unit for 1986 operational plans. (Audit costs removed from base)
 ** Derived by dividing percent of GF support (49%) into total GF appropriation.
 NOTE: HB500 and HB375 amounts reflect action of June, 1986, Special Session of the 49th Legislature. (HB 30)

OBPP WORKSHEET
 COMMUNITY COLLEGE COST/FTE STUDENT - 1989 BIENNIUM
 Personal Services Cost/FTE

Community College	Percent Pers. Serv. to Total FY86 Request*	HB500 Approp. for FY87 Minus Audit Line-item	Derived Pers. Serv. From HB500 Approp.	Allocation of HB375 Pay Plan	Total GF Pers. Serv. Approp.s for Calculation	Total CUP Pers. Serv. for Calc.**	FY87 Student FTE - Set by 1985 Session	Personal Services Cost/FTE Student for 1989 Biennium
Dawson	81.12	\$ 713,534	\$ 578,819	\$ 10,234	\$ 589,053	\$1,202,149	400	\$ 3,005
Flathead V. Miles	78.03	1,516,259	1,183,137	22,514	1,205,651	2,460,512	850	2,895
	77.13	827,699	638,404	12,280	650,684	1,327,927	464	2,862

Operations Cost/FTE

Community College	Percent Operations to Total FY86 Request	HB500 Approp. for FY87 Minus Audit Line-item	Derived Operating From HB500	Total CUP for Operations Calculation**	FY87 Student FTE - Set by 1985 Session	Operations Cost/FTE Student for 1987 Biennium
Dawson	18.88	\$ 713,534	\$ 134,715	\$ 274,929	400	\$ 687
Flathead V. Miles	21.97	1,516,259	333,122	679,841	850	800
	22.88	827,699	189,378	386,486	464	833

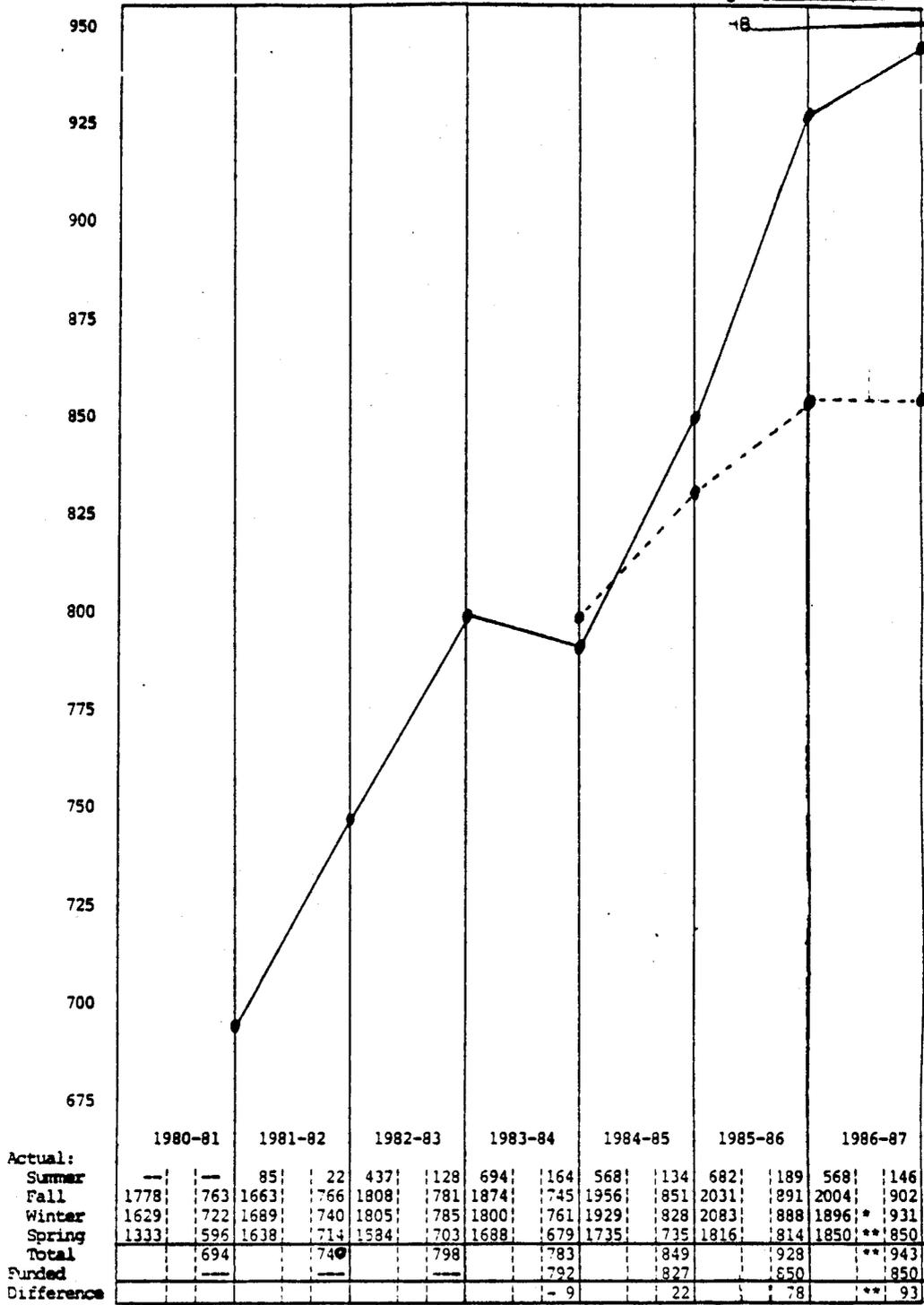
Derivation of Aggregate Cost Factor

Community College	Personal Services Cost/FTE Student	Operations Cost/FTE Student	Total CUP Cost/FTE Student	AVERAGE AGGREGATE COST
Dawson	\$ 3,005	\$ 687	\$ 3,692) \$ 3,694
Flathead V. Miles	2,895	800	3,695	
	2,862	833	3,695	

* Taken from CHE Form 201 submitted by each unit for 1986 operational plans. (Audit costs removed from base)
 ** Derived by dividing percent of GF support (49%) into total GF appropriation.
 NOTE: HB500 and HB375 amounts reflect action of June, 1986, Special Session of the 49th Legislature. (HD 30)

FLATHEAD VALLEY COMMUNITY COLLEGE
Actual vs. Funded FTE 1980-87

DATE 1-19-87



* 1/16/87
** Projected
--- Actual
---- Funded

REQUESTED:
1987-88 -- 993
1988-89 -- 1,013

5

COMMUNITY COLLEGE STUDENT FTE PROJECTIONS

Community College: Flathead Valley Community College

Fiscal Year 1988 Estimated Enrollment and Student FTE: 950

The actual enrollment for FY 86 was 928 FTE. Due to cuts in funding for FY 87, we anticipate an enrollment of 900 FTE. This figure, therefore, became our adjusted baseline projection. From this baseline of 900 FTE, we project the following increase in FTE: Lincoln County Center and in-district outreach: 15. The establishment of a Learning Center will improve student advising and retention with a resulting increase of 10 FTE. Recent changes in veteran's educational benefits will result in an additional 10 FTE. Increased offerings in the business/computer applications areas will result in 15 FTE. This combination will result in a 50 FTE increase for the 87-88 school year, for a total of 950 FTE for FY 88.

Fiscal Year 1989 Estimated Enrollment and Student FTE: 1000

The enrollment increase from the FY 88 base of 950 FTE is due to the following:

Lincoln County Center and in-district outreach: 20. The second year impact from the Learning Center will account for additional 5 FTE. The development and implementation of a Business Assistance Center will result in 15 FTE. A new administrative computing system will become fully operational, having a direct impact on recruiting, advising and retention resulting in 10 FTE. The total is a 50 FTE increase for the 88-89 school year, for a total of 1000 FTE for FY 89.

Additional Considerations relating to Enrollment:

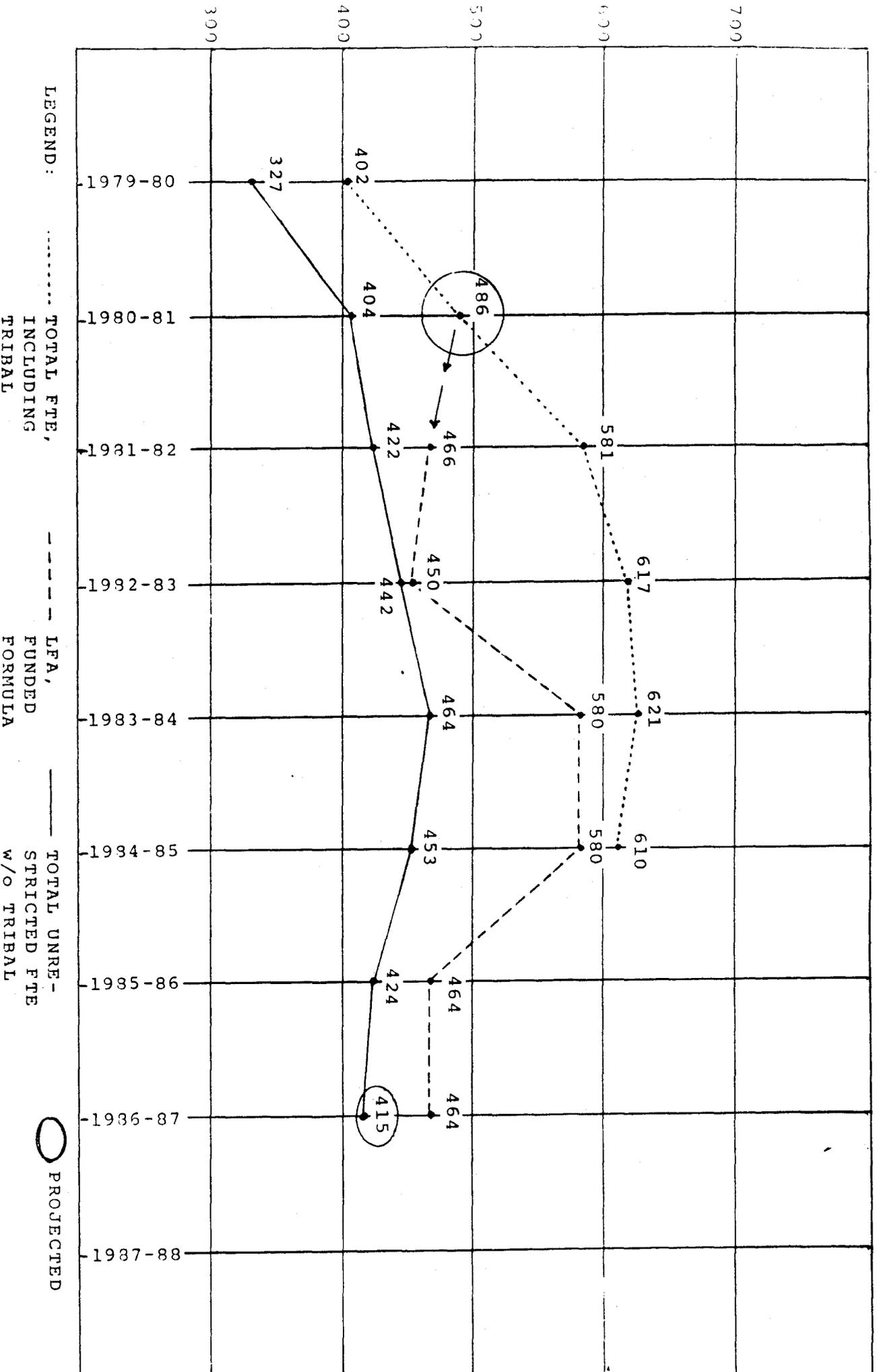
MILES COMMUNITY COLLEGE
 CHART OF BUDGET/FUNDING HISTORY

FTE FORMULA	Gen. Fund Budget	State Appropriation	Local District Levy		Total	Total Mills
			Gen. Fund Operations*	Retirement (Dollars)		
1970-71	\$ 312,557	\$ 103,127	\$ 78,383	\$ 11,966	\$ 90,349	6.47
<u>STATE APPROPRIATION/3-MILL BASIC LEVY</u>						
1971-72	345,200	201,388	83,353	9,215	92,568	6.41
1972-73	378,585	224,842	87,743	11,600	99,343	6.68
1973-74	406,504	245,000	93,904	34,175	128,079	8.32
1974-75	490,205	267,000	154,205	41,955	196,160	11.20
<u>65/35 STATE/LOCAL FUNDING</u>						
1975-76	587,986	350,642	227,818	55,230	283,048	12.80
1976-77	679,903	350,595	250,308	96,140	346,448	19.79**
1977-78	803,988	485,250	201,586	78,697	280,283	14.82
1978-79	944,640	547,673	300,939	81,694	382,633	19.87
1979-80	896,948	512,350	305,598	92,576	398,174	20.43
1980-81	1,058,015	551,907	314,084	101,235	415,319	21.03
<u>FTE FORMULA - 53/47 STATE/LOCAL</u>						
1981-82	1,470,230	779,222	546,825	55,230	546,825	26.04
1982-83	1,545,750	819,247	583,505	58,308	583,505	27.79
1983-84	1,953,911	1,035,573	669,683	66,969	669,683	38.27
1984-85	2,015,863	1,068,407	642,522	64,252	642,522	35.16+
<u>FTE FORMULA - 52/48 STATE/LOCAL</u>						
1985-86	1,701,413++	882,655	622,358	62,235	622,358	33.56
	Revised 1,683,760	865,002	(2% cutback, Gov.)		622,358	
1986-87	1,742,812	906,262	546,825	55,230	546,825	26.04
	Revised 1,742,812	871,262	(cancel payplan; 49.4//50.6 State/Local Share)		546,825	
	Revised 1,699,119	827,699	(5% cutback, SS) 659,112		659,112	38.33
	Revised 1,682,319	810,899	(2% cutback, Gov.)		659,112	38.33

* Includes Basic and Special Voted Levies through 1980-81.
 ** Higher-than-usual Special Levy for operational equipment.
 + Carryover funds reduced levy from prior year.
 ++ Significant loss of FTE from legislative severing of working relationship with Indian Tribes.

MILES COMMUNITY COLLEGE

ANNUAL FTE ENROLLMENT SUMMARY



January 17, 1987

To: Jim Haubein

From: Gail Gray 

Re: Audiology Cost Estimates for 1987 Biennium

I would preface all comments and figures with the statement that the Office of Public Instruction supports continued funding of the Hearing Conservation Program and the employment of a program administrator placed under the Board of Public Education.

If it is the decision of the Montana Legislature to move this program to the Office of Public Instruction, it must be noted that some basic changes in the program will be implemented. Without these changes it would not be possible to continue the program for the present appropriation. The most basic of these changes would be a change in responsibility for screening of children and youth for hearing problems from the HCP to the local school of which the student is a resident.

The OPI would need a fulltime specialist to oversee the program. This position would need to be a grade 16 with the option of experience steps awarded for state experience. Although a fulltime secretary would not be needed, parttime assistance would be necessary. Substantial travel expenses would be incurred for the first year of the program with a reduction for the second year as the training need would be somewhat reduced. Below are estimates of these costs.

Grade 16, Step 4-5	\$26,000
Benefits	5,200
Travel	4,000
Secretarial Ass.	3,000
inc. supplies	<u> </u>
	\$38,200

Contracted Evaluations
 5% of screened population evaluated by audiologist 118,000 screened annually
 \$40.00 per evaluation
 \$236,000

Contracted Services for participation in child Study Team and Individual Education Plan meetings, etc.
 \$80 x 150 \$12,000

Additional Equipment, particularly screening equipment, cost of

screening equipment with volume sale
\$20,000

TOTAL \$306,200

I cannot emphasize enough that if this proposal were adopted, it would result in a redistribution of responsibility, particularly in screening, from the HCP to the local school system with no funding to accompany it. This proposal will not ensure the same services as the present HCP. I would encourage the Committee to again review the status report on the HCP prepared by Merle DeVoe to compare differences.

cc. Judith Johnson
Claudette Morton

If the vocational technical centers can provide match, which is not the funds appropriated in House Bill 102, for federal funds above the \$1,614,948 appropriated in House Bill 102 for the biennium, then the centers may request a budget amendment for the matching and federal funds to pay for additional equipment and training.

JH1:bn:ss.

