

MINUTES OF THE MEETING FOR THE JOINT APPROPRIATION ON EDUCATION SUBCOMMITTEE  
January 12, 1981

CHAIRMAN DONALDSON called the Executive Session for Supplemental Funding to order Monday, January 12, 1981 at 7:a.m. in room 104, Capitol Building, Helena, Montana.

All Committee members were present including Fiscal Analyst. Visitors are recorded, see attached.

CURT NICHOLS, Fiscal Analyst gave a briefing discussing the six options listed on EXHIBIT A.

SENATOR HAFHEY motioned to accept Option Five as the supplemental for enrollment for the University System totaling \$4,517,196.

A roll call vote was taken, the motion was lost. Five opposed and one, SENATOR HAFHEY affirmative.

REPRESENTATIVE BENGTON made a motion to accept Option Four as the enrollment supplemental for University Systems- a total of \$2,887,404. Motion was passed unanimously.

The utility supplemental on EXHIBIT B was discussed.

SENATOR HAFHEY made a motion to accept the Commissioner of Higher Education, JOHN RICHARDSON'S recommendation for the utilities supplemental and that this be a line item with reversion of unused funds not be spent, a total of \$1,879,582. Motion passed unanimously.

The millage supplemental was discussed as on EXHIBIT D.

REPRESENTATIVE BENGTON moved that an appropriation for \$565,700 be made for general fund to cover a shortfall in the millage. Motion passed unanimously.

The total of the three supplementals amount to \$5,332,686. Discussion was held on the Revenues EXHIBIT C.

SENATOR HAFHEY made a motion that we accept the Commissioner of Higher Education, JOHN RICHARDSON'S recommendation for \$1,551,071 for added revenues. That would reduce the general fund supplemental budget. Motion passed unanimously.

The total appropriation for the University System's general fund is \$3,781,615.

BRUCE SHIVELY gave his briefing on the supplemental appropriation for the School for the Deaf and Blind. See EXHIBIT E. Mr. Shively stated that based on his analysis, the School for the Deaf and Blind would have a surplus of some \$32,000 at the close of this fiscal year.

The Fiscal Analysts recommend a supplemental appropriation of \$124,095 for

the Interpreters Tutor program for \$100,000, supplemental for the Payroll Accrual with the provision that it be a line item, and left over would revert and \$20,133 for Title VI-C. The committee did not recommend the approval of the three supplementals amounting to \$22,000, retirement \$11,000, search for \$5,000 and student travel for \$6,000.

REPRESENTATIVE BENGTON moved to approve the supplemental for the Title VI-C program totalling \$20,133.

Motion passed unanimously.

REPRESENTATIVE BENGTON moved to approve the payroll accrual supplemental for \$100,000 and that it be a line item.

Motion passed unanimously.

SENATOR JACOBSON moved that the Interpreter Tutor supplemental be approved for \$124,095.

Motion passed unanimously.

REPRESENTATIVE BENGTON moved not to approve the three supplementals amounting to \$22,000 (Retirement \$11,000, Search \$5,000, and Student Travel \$6,000).

Motion did not pass. Four opposed and two, REPRESENTATIVE BENGTON and REPRESENTATIVE THOFT, voted affirmative.

The three supplementals were further discussed.

REPRESENTATIVE BENGTON moved that we do allow the \$22,000 for the three items.

Motion passed unanimously.

There was further discussion concerning the Interpreter Program being a separate supplemental from HB 114.

REPRESENTATIVE BENGTON moved that the Committee approves HB 114 to pass.

Motion passed unanimously.

REPRESENTATIVE THOFT moved that the supplemental appropriation for the School for the Deaf & Blind be reduced by the amount contained in HB 114.

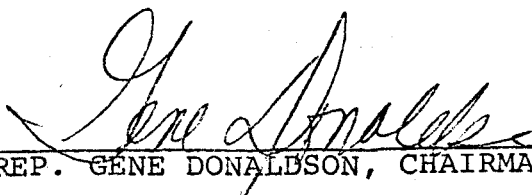
Motion passed unanimously.

The letter drafted to JOHN RICHARDSON, Commissioner of Higher Education was approved as read. (EXHIBIT F).

REPRESENTATIVE BENGTON made a motion to adopt the letter written to the commissioner of Higher Education, JOHN RICHARDSON.

Motion passed unanimously.

Meeting was adjourned at 8:50 a.m.

  
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REP. GENE DONALDSON, CHAIRMAN

Enrollment Supplemental

| OPTION  | 1       | 2       | 3                 | 4                 | 5      | 6       | 7 | 8 | 9 | 10      |
|---|---------|---------|-------------------|-------------------|--------|---------|---|---|---|---------|
|   | MSU     | UM      | EMC               | NMC               | UMC    | MEMST   |   |   |   | TOTAL   |
| Agreed Enrollment Increase  | 943     | 458     | 192               | 987               | 198    | 421     |   |   |   |         |
| 1 LFA Cost Per Student Without Absorption*                                | 1976    | 2067    | 1845              | 1852              | 1866   | 1933    |   |   |   |         |
| X Enrollment Increase   | X 943   | X 458   | X 192             | X 987             | X 198  | X 421   |   |   |   |         |
| TOTAL Cost without Absorption   | 1863368 | 946686  | 354240            | 531534            | 369468 | 813793  |   |   |   | 4879079 |
| ÷ 3 (Units Absorb 2/3 of Impact)  | 621123  | 315562  | 118080            | 177174            | 123156 | 271264  |   |   |   | 1626359 |
| Recommended Supplemental for Enrollment                                   |         |         |                   |                   |        |         |   |   |   |         |
| 2 Cost Per Student including Operations and Maintenance of Physical Plant | 2236    | 2404    | 2215              | 2213              | 2412   | 2480    |   |   |   |         |
| X Enrollment Increase   | X 943   | X 458   | X 192             | X 987             | X 198  | X 421   |   |   |   |         |
| TOTAL Cost without Absorption   | 2108548 | 1101032 | 425280            | 635131            | 477576 | 1027240 |   |   |   | 5774807 |
| + 3 (23 Absorb 6 Triad)   | 702849  | 367011  | 141760            | 211710            | 159192 | 342413  |   |   |   | 1924935 |
| Supplemental  |         |         |                   |                   |        |         |   |   |   |         |
| 3 OPTION 1 with 1/2 or 50% Absorption                                     | 931684  | 473343  | 177120            | 265762            | 184734 | 406896  |   |   |   | 2439539 |
| OPTION 2 with 1/2 or 50% Absorption                                       | 1054224 | 550516  | 212640            | 317566            | 238788 | 513620  |   |   |   | 2887404 |
| 4 COMMISSIONER at Higher Education (No Absor 6 Triad)                     | 1662904 | 807495  | 313008            | 540979            | 359747 | 833063  |   |   |   | 4527196 |
| 5 EXECUTIVE Budget Office (Absorb 5 Governmental)                         | 1378464 | 427033  | <del>156891</del> | <del>293263</del> | 229086 | 528153  |   |   |   | 3048920 |

\* Includes All Instructional, Library and Student Services except intercollegiate athletes and 10% of maintenance support to represent business office cleaning with students.

|  | 1 | 2 | 3       | 4       | 5      | 6      | 7      | 8      | 9 | 10      |
|--|---|---|---------|---------|--------|--------|--------|--------|---|---------|
|  |   |   | MSU     | UM      | EMC    | NUMC   | UMC    | MEMST  |   | TOTAL   |
| FY 1980 Supplementals                  |   |   | 225038  | 202393  | 51806  | —      | 12980  | 28168  |   |         |
| FY 1981 LEA ESTIMATE                   |   |   | 1230280 | 1607545 | 271710 | 129721 | 161583 | 235724 |   |         |
| FY 1981 Appropriations                 |   |   | 918136  | 724548  | 200637 | 138511 | 121079 | 144695 |   |         |
| FY 1981 Supplementals                  |   |   | 312144  | 282997  | 71073  | —      | 40504  | 91029  |   |         |
| TOTAL FY80 + FY81 Supplementals        |   |   | 537182  | 485390  | 128879 | —      | 53484  | 119197 |   | 1324132 |
| CHE Recommendation                     |   |   | 924556  | 553177  | 165604 | 28359  | 73664  | 134221 |   | 1879582 |
| Executive Budget Office Recommendation |   |   | 810030  | 589398  | 169252 | 20280  | 53492  | 112628 |   | 1755080 |

Suggested: Appropriate these amounts with a negative sign that may be unused funds never to the general fund.

REVENUES

Added REVENUES

LEA

Tuition  
Indirect Costs  
Other  
TOTAL

|  | 3        | 4        | 5        | 6         | 7       | 8       | 10       |
|--|----------|----------|----------|-----------|---------|---------|----------|
|  | MSU      | UM       | EMC      | NMC       | UMC     | MCMSU   | TOTAL    |
|  | 616,690  | 141,923  | 517,228  | 798,668   | 91,350  | 233,110 |          |
|  | 113,036  | (44,317) | 4289     | 4881      | 4000    | 61,803  |          |
|  | 469,760  | 152,919  | (15,484) | (232,360) | 40665   | 1769    |          |
|  | 1199,486 | 250,525  | 40533    | 61513     | 136,015 | 296,712 | 1984,284 |

CHE

Tuition  
Indirect Costs  
Other  
TOTAL

|  | 3        | 4        | 5        | 6        | 7      | 8       | 10       |
|--|----------|----------|----------|----------|--------|---------|----------|
|  | MSU      | UM       | EMC      | NMC      | UMC    | MCMSU   | TOTAL    |
|  | 599,810  | 116,438  | 13,907   | 61,399   | 72,295 | 145,537 |          |
|  | 21,120   | (56,467) | 21,000   | 7,000    | 4,000  | 7,603   |          |
|  | 469,760  | 34,645   | (34,762) | (19,939) | 12,313 | -0-     |          |
|  | 1090,690 | 94,616   | 145      | 48,460   | 95,588 | 221,572 | 1551,071 |



January 9, 1981

TO: Education Subcommittee  
FROM: Bruce Shively, Assistant Legislative Fiscal Analyst  
SUBJECT: School for the Deaf & Blind Supplemental Appropriation

Table I presents the total expenditures authorized for the school for the deaf and blind for fiscal 1981, the amount actually expended through the first half of fiscal 1981, the balance remaining, and the percent expended to date.

TABLE I - School for Deaf & Blind Expenditures FY 81

|                | <u>Authorized</u> | <u>Expenditure to Date</u> | <u>Balance Remaining</u> | <u>Percent Expended</u> |
|----------------|-------------------|----------------------------|--------------------------|-------------------------|
| Total Expenses | \$1,841,992       | \$814,572                  | \$1,027,420              | 44                      |

Table II presents projected costs for the remainder of fiscal 1981, the current balances, and a projected surplus of available revenues for the school for the deaf and blind. The projections are based on an average monthly expenditure multiplied by the remaining six months of the fiscal year.

TABLE II

| <u>Average Monthly Expenditure</u> | <u>Projected Costs (Jan.-June)</u> | <u>Balance Remaining December</u> | <u>Projected Surplus (Deficit) FYE 81</u> |
|------------------------------------|------------------------------------|-----------------------------------|---|
| \$165,768                          | \$994,608                          | \$1,027,420                       | \$32,812                                  |

Table II projects a surplus in available revenues for the school for the deaf and blind of approximately \$33,000 at the close of fiscal 1981. It appears from the above analysis that the operating budget of the school is capable of absorbing the requested supplemental appropriation for superintendent's retirement, replacement search, and student travel, totaling \$22,000.



F

*The Big Sky Country*

MONTANA STATE HOUSE OF REPRESENTATIVES



REP. GENE DONALDSON  
HOUSE DIST. 29  
3890 HELBERG DR.  
HELENA, MONT. 59601  
PH 227-5846

January 12, 1980

John Richardson, Commissioner  
Commissioner of Higher Education  
33 South Last Chance Gulch  
Helena, MT 59620

Dear Commissioner Richardson:

Application of the formula concepts adopted by the legislative finance committee has generated the listed amount for each campus of the university system. The finance committee recommended the individual campuses be allowed to determine how these funds would be distributed. This allows you to achieve the best performance from the funds provided. In keeping with that recommendation we request you to prepare and submit a budget allocating the amount shown. The subcommittee recognizes these allocations may be revised some in light of unanticipated circumstances arising between presentation to the subcommittee and adoption by the board of regents. However, granting such unforeseen circumstances, the allocations should as accurately as possible reflect planned usage of the funds. This will allow us to review the formula generated budget in relation to executive and regents budget request and determine the appropriate level of funding.

Formula Generated  
Current Unrestricted Amount

| <u>Unit</u> | <u>Fiscal 1982</u> | <u>Fiscal 1983</u> |
|-------------|--------------------|--------------------|
| MSU         | \$35,833,490       | \$38,792,845       |
| UM          | 29,919,685         | 32,620,629         |
| EMC         | 10,284,479         | 11,110,267         |
| NMC         | 4,932,770          | 5,385,311          |
| WMC         | 2,632,015          | 2,866,785          |
| MCMST       | 6,053,416          | 6,695,208          |

These amounts do not include funds to be allocated to each campus for added repair and maintenance.

These budget submittals should specify budgeted expenditures for each of the following programs for each year of the coming biennium. For each program list the anticipated number of FTE employees and the breakdown of expenditures between personal services and operating expenses.

Instruction  
Research  
Public Service  
Academic Support  
Student Services  
Institutional Support  
Operation and Maintenance of Physical Plant  
Scholarships and Fellowships (Remember mandatory fee waivers under  
this formula will be handled thru the commissioner's office.)

In addition to the above, list your planned expenditure for libraries and, separately, library acquisitions and intercollegiate athletics. Please include a brief narrative summary for each program discussing the major additions above the level funded in the current biennium.

The amounts for each campus are based upon salaries being increased nine percent each year of the biennium. In addition, instructional faculty receive an adjustment to bring them to the level of their peers. The pay increase is subject to action by the legislature and therefore adjustments may have to be made later.

Please indicate the approximate number of FTE instructional faculty and graduate teaching assistants you would have.

This information should be provided no later than Monday, February 2, to allow us and our staff time to review it before hearings. We also request that the allocation of added repair and maintenance funds be submitted the same time. Thank you for your cooperation.

Sincerely,



Gene Donaldson, Chairman  
Education Subcommittee

CN:ve:z

VISITORS' REGISTER

HOUSE APPROPRIATION ON SUB COMMITTEE:  
EDUCATION

BILL State Library

Date January 12, 1981

SPONSOR

| NAME              | RESIDENCE   | REPRESENTING                     | SUPPORT | OP |
|-------------------|-------------|----------------------------------|---------|----|
| R. Budd Gould     | Missoula    | District 98                      | ✓       |    |
| W. V. Nichols     | Helena      | Mont. State University           |         |    |
| V. L. Conner      | Great Falls | St. Library                      |         |    |
| Allen Scott       | Helena      | State Library                    |         |    |
| Lester Stewart    | Great Falls | State Library                    |         |    |
| Ruthie Johnson    | Helena      | State Library                    | ✓       |    |
| Carol E. Thompson | Helena      | State Library                    |         |    |
| Wm. M. ...        | Helena      | State Library                    | ✓       |    |
| Thomas Cooper     | Helena      | Mont. State Univ.                |         |    |
| Wanda J. ...      | Helena      | Mont. State Library              |         |    |
| Pat Deering       | Gr. Falls   | School for Deaf Bl.              | ✓       |    |
| Wm. H. ...        | Helena      | Library, ...                     | ✓       |    |
| Steve Shirley     | Helena      | <del>...</del>                   | ✓       |    |
| Tom Stearns       | Helena      | House Minority Leader            |         |    |
| Sharon ...        | Helena      | Mont. T. Ass'n for Bl.           | ✓       |    |
| Marybeth ...      | Helena      | " "                              | ✓       |    |
| Jenny Bennett     | Great Falls | Mont. Ass'n for Bl.              | ✓       |    |
| Marilyn ...       | Great Falls | " "                              |         |    |
| Susan ...         | Kalispell   | " "                              | ✓       |    |
| Phyllis ...       | Helena      | Mont. Ass'n B. ...               | ✓       |    |
| Wm. H. ...        | Butte       | " "                              | ✓       |    |
| S. D. Holmes      | Helena      | Institute of the Arts Foundation | ✓       |    |

IF YOU CARE TO WRITE COMMENTS, ASK SECRETARY FOR LONGER FORM.  
PLEASE LEAVE PREPARED STATEMENT WITH SECRETARY.

VISITORS' REGISTER

HOUSE APPROPRIATION ON SUB COMMITTEE  
EDUCATION

BILL State Library

Date January 12, 1981

SPONSOR \_\_\_\_\_

| NAME               | RESIDENCE   | REPRESENTING                     | SUPPORT | OPF |
|--------------------|-------------|----------------------------------|---------|-----|
| R. Budd Gould      | Missoula    | District 98                      | ✓       |     |
| [unclear]          | Helena      | [unclear]                        |         |     |
| J. M. Conroy       | Great Falls | St. Library                      |         |     |
| Allen [unclear]    | Helena      | State Library                    |         |     |
| Dorothy [unclear]  | Clarendon   | State Library                    |         |     |
| Robert [unclear]   | Helena      | State Library                    | ✓       |     |
| Gene [unclear]     | Missoula    | Dist. Library                    |         |     |
| John M. [unclear]  | Bozeman     | State Library                    | ✓       |     |
| William [unclear]  | Helena      | Int. State Library               |         |     |
| [unclear]          | Helena      | Int. State Library               |         |     |
| Bob [unclear]      | St. Falls   | School for Deaf                  | ✓       |     |
| [unclear]          | Helena      | Library Admin                    | ✓       |     |
| Steve Shirley      | Helena      | <del>St. Falls</del>             | ✓       |     |
| Tom Stearns        | Helena      | House Minority Leader            |         |     |
| Sharon [unclear]   | Helena      | Mont. Ass'n for Blind            | ✓       |     |
| Margaret [unclear] | Helena      | "                                | ✓       |     |
| Judy [unclear]     | Great Falls | Mont. Ass'n for Blind            | ✓       |     |
| Mark [unclear]     | St. Falls   | "                                | ✓       |     |
| Susan [unclear]    | Kalispell   | "                                | ✓       |     |
| Phyllis [unclear]  | Helena      | Mont. Ass'n Blind                | ✓       |     |
| Wanda [unclear]    | Butte       | "                                | ✓       |     |
| Rev. S. D. Holmes  | Helena      | Institute of the Arts Foundation | ✓       |     |

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PLEASE LEAVE PREPARED STATEMENT WITH SECRETARY.