

MINUTES OF THE MEETING FOR THE JOINT APPROPRIATION ON EDUCATION
SUBCOMMITTEE, January 13, 1981

Executive Session Meeting was called to order by Chairman Gene Donaldson at 8:05 a.m. on Tuesday, January 13, 1981 in Room 104, Capitol Building, Helena, Montana.

Roll call was taken. All members were present including the Fiscal Analysts.

Discussion regarding the University Supplemental was held. COMMISSIONER RICHARDSON gave a handout on the Committee's recommendation of January 12, 1981 and the Commissioner's alternative method. (EXHIBIT A & B) JACK NOBLE explained the differences. The alternative factor would be 33% rather than the previous 50%. They discussed the additional general fund amounting to \$242,433. This would make an overall total of \$4,024,058 for general fund moneys.

REPRESENTATIVE BENGTON moved that the Committee reconsider the University Supplemental.

Motion passed unanimously.

Further discussion regarding the University System was held at this time.

SENATOR NELSON moved that the Committee accept the Commissioner's proposal for \$242,433 additional general fund with a reversion factor and a change from 50% absorption factor to a 33% absorption factor.

Representative Bengton seconded the motion.

Roll call vote was taken. Motion passed unanimously.

The next discussion regarding the Office of Public Instruction's Transportation budget request began with a briefing by TOM CROSSER. This request is for \$505,000 for transportation deficits.

BOB STOCKTAN stated that deficiencies arise from increased cost and increasing numbers of students riding. Reimbursements are not made for busing to and from extra curricular activities. Last year 89% of the state one-third was paid, short 11% which is the \$505,000.

REPRESENTATIVE BENGTON moved that the Committee appropriate \$505,000 to the Office of Public Instruction for the transportation supplemental.

Motion passed unanimously.

CURT NICHOLS gave his briefing on the Vo-Tech Systems supplemental which covers all five Vo-Tech Centers. (EXHIBIT C).

The Legislative Fiscal Analyst's recommendation is for \$92,498. It requires the Vo-Tech Centers to absorb the FY 1981 millage deficiency of \$84,508. TOM CROSSER gave his briefing for the Executive Budget

Office's proposal. Their recommendation is for \$177,006. It makes up for the millage deficiency. TOM CROSSER pointed out that the problem is establishing their budgets for instruction setting the contracts for teachers and finding the revenue not coming in to cover the contracts. SENATOR NELSON moved that the Committee ask for further information in order to review January 15, 1981 the need for this supplemental. This would be presented by DR. KEY.

Motion carried with Chairman Donaldson opposing.

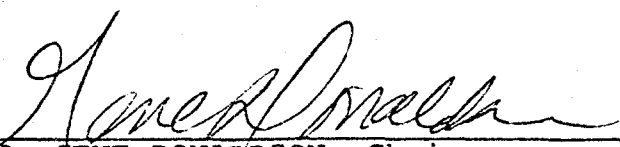
BRUCE SHIVELY discussed the Legislative Analyst's recommendation for the State Library as illustrated on Page 500 in the Legislative Analyst Handbook. (See attached exhibits from January 12, 1981 minutes). There is not a budget request for Washington Library Network, only amendment to remove language.

MR. CROSSER discussed the differences between the LFA's budget request and the Executive Budget Office's request. He mentioned that the Volunteer Coordinator Program funded in the Governor's budget. There was consideration on the coal severance tax of removal of language that prevents the state library to use those funds for operational costs. The WLN would come under operations. The approximate appropriation for WLN would be \$53,000 for the first year and \$27,000 for the second year.

REPRESENTATIVE BENGTON moved that the Committee appropriate \$24,447 for FY82 and \$24,420 for FY83 for the Volunteer Coordinator Program Budget, or a total of \$48,897.

Motion passed unanimously.

Meeting adjourned at 10 a.m.



REP. GENE DONALDSON, Chairman

Prepared by: JACK NOLLE
 DATE: JAN 12, 1981

9:30 AM
 MSU

U/M

EMC

NMC

WMC

MC&ST

TOTAL

ENROLLMENT INCREASE

COST PER STUDENT

TOTAL

50% ALLOCATED

EXTRACURRICULAR

UTILITIES

ALLIANCE

TOTAL SUPPLEMENTAL

LESS: OTHER FUNDS AVAILABLE

GENERAL FUND SUPPLEMENTAL

UTILITIES

ALLIANCE

TOTAL

GENERAL FUND SUPPLEMENT

AVAILABLE FOR ENROLLMENT

UNFUNDED ENROLLMENT

SUPPLEMENTAL EXPENDITURE PER STUDENT

NET ENROLLMENT SUPPLEMENT

+ ADDITIONAL STUDENTS

1979-80 COST PER STUDENT

| | | | | | | |
|---------|---------|---------|--------|--------|---------|---------|
| 945 | 458 | 193 | 287 | 198 | 421 | 3499 |
| 208548 | 1101032 | 425280 | 635131 | 477576 | 1027240 | |
| 1054274 | 550516 | 212440 | 317565 | 238788 | 513620 | |
| 1054274 | 550516 | 212440 | 317566 | 238788 | 513620 | 2857404 |
| 924566 | 553177 | 165604 | 28359 | 73665 | 134201 | 1879592 |
| 2207382 | 1296031 | 451286 | 375341 | 228859 | 673297 | 5332696 |
| 1090690 | 94612 | 145 | 48460 | 95588 | 221572 | 1551071 |
| 1116692 | 1201415 | 451641 | 326881 | 233271 | 451725 | 3781635 |
| 324566 | 553177 | 1165604 | 28359 | 73665 | 134201 | 1879592 |
| 228542 | 192202 | 73542 | 29416 | 16406 | 25456 | 565700 |
| 1153108 | 745515 | 249146 | 57775 | 90071 | 159677 | 2445292 |
| 1116692 | 1201415 | 451641 | 326821 | 233271 | 451725 | 3781635 |
| (36416) | 455900 | 202496 | 269106 | 143200 | 292048 | 1336333 |
| 943 | 458 | 193 | 287 | 198 | 421 | 3499 |
| (28.62) | 995 | 1654 | 937 | 723 | 692 | 535 |
| 1118 | 1202 | 1107 | 1106 | 1206 | 1220 | 1155 |
| 2713 | 2858 | 2747 | 2785 | 3001 | 3094 | 2798 |

COMMISSIONERS ALTERNATIVE METHOD

Approved By

3

| | 1 | 2 | 3 | 4 | 5 | 6 | TOTAL |
|-------------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|---------------|
| | MSU | UGM | EMC | NMC | WMC | MCMST | |
| 1) ABSORPTION FACTOR | | | | | | | |
| 2) EXECUTIVE UTILITIES ESTIMATE | | | | | | | |
| 3) SAME MILLAGE | | | | | | | |
| TOTAL ENROLLMENT SUPPLEMENTAL (D) | \$ 1,863,368 | \$ 946,686 | \$ 3,542,440 | \$ 5,315,244 | \$ 3,694,468 | \$ 8,137,933 | \$ 23,254,134 |
| 33% ASSASSATION | 620,501 | 315,246 | 1,179,611 | 1,769,997 | 1,230,322 | 2,709,993 | |
| NET ENROLLMENT ADJUSTMENT | \$ 1,242,867 | \$ 631,440 | \$ 2,362,729 | \$ 3,545,247 | \$ 2,464,146 | \$ 5,427,940 | \$ 23,254,134 |
| ADD: | | | | | | | |
| UTILITIES (EXECUTIVE PROPOSAL) | \$ 810,030 | \$ 589,398 | \$ 1,692,252 | \$ 2,022,800 | \$ 534,922 | \$ 1,126,288 | \$ 17,550,828 |
| MILLAGE | 228,542 | 197,338 | 735,412 | 294,416 | 164,066 | 254,566 | \$ 6,570,000 |
| TOTAL SUPPLEMENTAL | \$ 2,281,439 | \$ 1,413,176 | \$ 4,299,073 | \$ 4,042,223 | \$ 3,163,334 | \$ 6,808,844 | \$ 5,575,128 |
| LESS: OTHER FUNDS AVAILABLE | 1,090,690 | 946,116 | 1,451,145 | 484,600 | 955,888 | 2,315,722 | \$ 1,551,077 |
| GENERAL FUND SUPPLEMENTAL | \$ 1,190,749 | \$ 1,318,560 | \$ 4,727,228 | \$ 3,557,623 | \$ 2,207,446 | \$ 4,493,122 | \$ 4,023,405 |
| UTILITIES (EXECUTIVE PROPOSAL) | \$ 810,030 | \$ 589,398 | \$ 1,692,252 | \$ 2,022,800 | \$ 534,922 | \$ 1,126,288 | \$ 17,550,828 |
| MILLAGE | 228,542 | 197,338 | 735,412 | 294,416 | 164,066 | 254,566 | \$ 6,570,000 |
| TOTAL SUPPLEMENTAL | \$ 1,038,572 | \$ 781,736 | \$ 2,427,664 | \$ 4,969,616 | \$ 698,988 | \$ 1,380,854 | \$ 23,207,828 |
| GENERAL FUND SUPPLEMENT | 1,190,749 | 1,318,560 | 4,727,228 | 3,557,623 | 2,207,446 | 4,493,122 | \$ 4,023,405 |
| AVAILABLE FOR ENROLLMENT | \$ 1,581,177 | \$ 536,824 | \$ 2,266,134 | \$ 3,060,627 | \$ 1,508,443 | \$ 3,212,228 | \$ 17,032,277 |
| UNFUNDED ENROLLMENT | 943 | 458 | 1,921 | 287 | 178 | 431 | 2,499 |
| G. SUPPLEMENTAL SUPPORT PER STUDENT | \$ 161 | \$ 1,122 | \$ 1,221 | \$ 1,066 | \$ 762 | \$ 762 | \$ 68 |
| NET ENROLLMENT SUPPLEMENT | \$ 1,318 | \$ 1,378 | \$ 1,230 | \$ 1,230 | \$ 1,244 | \$ 1,289 | \$ 130 |
| ÷ ADDITIONAL STUDENTS | | | | | | | |
| (D) ANALYST'S APPROACH | | | | | | | |

Vote Supplemental

In FY1980 the vote had a deficiency in millage and tuition revenue of \$132524 below their appropriated FY80 amount. General fund authority of \$132524 was transferred from FY1981 to FY1980. This results in FY1981 being \$132524 short of the FY1981 appropriated amount.

| | 1980 | 1981 |
|--------|---------------------------|---|
| step ① | short \$132524 | step ② |
| | | ← move \$132524 to FY80 from general fund of FY81 |
| step ③ | no longer short in FY1980 | |

step ④ But now FY1981 is short \$132524 this is part of the requested supplemental.

step ⑤ 1981
132524 shortage

step ⑥ For FY1981 3 other factors are involved plus the \$132524

- A. Millage is estimated to be short of appropriated FY81 by \$84508
- B. Tuition is estimated to be over the appropriated FY81 by \$19,784
- C. Cash balance left over after FY1980 of \$40026

Executive

| | 1981 |
|----------------|---|
| ① General Fund | 132524 shortage (return to FY81 appropriated level) |
| Other Funds | (84508 millage shortage - 40026 cash balance) + 19784 tuition overage |

| | |
|----------------|---|
| ② General Fund | 132524 shortage + (84508 millage shortage - 40026 cash balance) <small>want this millage shortage covered with general fund</small> |
| Other Funds | 19784 tuition overage |

| | |
|----------------|--|
| ③ General Fund | 132524 + 44482 offset of millage & balance replace with general fund |
| Other Funds | 19784 tuition overage |

| | |
|----------------|--|
| ④ General Fund | 177006 ← Supplemental Total recommended by |
| Other Funds | 19784 |
| | expenditure. \$196790 total. |

~~1980~~ ~~1981~~

LFA

1981

General Fund 92498 (132524 - 40026 cash balances)
Other Funds 64724 (84508 millev. deficiency - 19784 millev. overage)

Recommend the legislature not guarantee revenues and the voters absorb any deficiencies in revenues or in this case \$64724 of other funds.

Supplemental recommended 92498 General Fund

Millage Information

| | | | |
|---|-----------|----------------------------|--|
| Appropriated FY 1980 | \$ 635280 | | |
| Request Collection FY 1980 | \$ 627020 | | |
| Appropriated & estimate to high cost collect this | \$ 8260 | | |
| Actual FY 80 collections | \$ 587550 | | |
| Appropriated FY 1981 | \$ 801510 | | |
| Request Collection FY 1981 | 769429 | | |
| Appropriated estimate to high cost collect this | \$ 37081 | | |
| Estimated FY 81 collections | \$ 717000 | | |
| | | 47730 actual deficiency | |
| | | 84510 estimated deficiency | |

Tuition Information

| | |
|----------------------|--------------|
| Appropriated FY 1980 | 629234 |
| Actual FY 1980 | 535715 |
| Deficiency 1980 | <u>93457</u> |
| Appropriated FY 1981 | 629234 |
| Estimated FY 1981 | 699018 |
| Deficiency 1981 | <u>19784</u> |

Tuition

Millage

| | 1 | 2 | 3 | 4 | 5 | 6 | 7 | 8 | 9 | 10 |
|--------------------------------------|----------------|--------------------|--------------|----------------|----------------|----------------|----------------|----------------|-------|-------|
| | FY 1980 actual | FY 1980 estimate | difference | FY 80 actual | FY 80 estimate | difference | | Total Millage | | |
| Bellingham | 122599 | 129276 | <66777> | 213422 | 227064 | <13642> | | 20319 | | |
| Battle | 73826 | 106248 | <32422> | 59789 | 70486 | <10697> | | 43119 | | |
| Brentfall | 87560 | 89770 | <1910> | 112811 | 119541 | <6730> | | 8640 | | |
| Helena | 134216 | 136400 | <2184> | 66148 | 69698 | <3550> | | 5734 | | |
| Massena | 117574 | 167840 | <50266> | 135380 | 148491 | <13111> | | 63377 | | |
| Total | <u>535775</u> | <u>629234</u> | <u>93459</u> | <u>587550</u> | <u>635280</u> | <u>47730</u> | | <u>141189</u> | | |
| Tuition Deficiency | \$ 93459 | | | | | | | | | |
| Millage Deficiency | \$ 47730 | | | | | | | | | |
| Deficiency from appropriated Revenue | \$ 141189 | | | | | | | | | |
| Actual supplemental for FY 1980 | \$ 132524 | | | | | | | | | |
| Student FTE | | Total years | | | | | | | | |
| Bellingham FTE | FY 1978 604 | FY 1979 681 | FY 1980 555 | Fall FY 78 527 | Fall FY 79 546 | Fall FY 80 458 | Fall FY 80 458 | Fall FY 81 520 | | |
| Battle FTE | 468 | 450 | 423 | 444 | 450 | 350 | 450 | 412 | | |
| Brentfall FTE | 480 | 489 | 494 | 423 | 387 | 431 | 431 | 528 | | |
| Helena FTE | 811 | 815 | 783 | 894 | 815 | 868 | 868 | 949 | | |
| Massena FTE | 705 | 572 | 659 | 653 | 554 | 667 | 667 | 715 | | |
| Total FTE | 3068 | 3007 | 2894 | 2921 | 2752 | 2774 | 2774 | 3124 | | |
| | 3068 | (5.07%) | 2894 | 2921 | (6.07%) | 2752 | 8% | 2774 | 12.6% | 3124 |
| | | | | | | | | | | 6.95% |

Enrollment Information

Fall Overhead