

MINUTES OF THE MEETING OF THE JOINT APPROPRIATION SUBCOMMITTEE
ON EDUCATION

February 25, 1981

The Executive Session meeting of the Joint Appropriation Subcommittee on Education was called to order at 7:05 a.m. on Wednesday, February 25, 1981 by Chairman Donaldson in Room 104, Capitol Bldg., Helena, Montana.

All members present including Bruce Shively and Curt Nichols, Fiscal Analysts.

CURT NICHOLS gave a summary of the committee's decisions and what was remaining to be acted upon. (EXHIBIT A)

UNIVERSITIES - INSTRUCTION

REP. BENGTON moved to accept the LFA recommendation for Instructional Support for the Universities. MOTION PASSED UNANIMOUSLY.

VOCATIONAL TECHNICAL CENTERS

Discussion in regard to the Superintendent of Public Instruction transferring funds between personal services, operations, and equipment within each vocational technical center and the language needed. (EXHIBIT B)

SENATOR NELSON moved to accept the language for the bill. MOTION PASSED UNANIMOUSLY.

Discussion in regard to the Vo-Tech Contingency Fund language was held. (EXHIBIT C)

REP. THOFT moved to accept the Contingency Fund language for the Vo-Tech Centers. MOTION PASSED UNANIMOUSLY.

The committee also discussed the language for the one and a half mills for the Vo-Tech Centers.

JOHN BEBEE stated that the centers requested that the language be changed from "shall" to "must" levy one and a half mills.

REP. BENGTON moved to accept the language. MOTION PASSED UNANIMOUSLY.

COMMUNITY COLLEGES

BRUCE SHIVELY gave two different options for the Community College's Contingency Fund. (EXHIBIT D)

February 25, 1981

SENATOR JACOBSON moved to accept Option #2 for a Contingency Fund for the Community Colleges that compensates the colleges for enrollments that exceed the level funded by some 3%. MOTION PASSED UNANIMOUSLY.

BUREAU OF MINES

CURT NICHOLS discussed the Bureau of Mine's salaries. (EXHIBIT E) He stated that the Bureau would like more money put into their base because of increases they gave last year and a peer adjustment.

UNIVERSITIES - REVENUES

CURT NICHOLS stated that he would recommend going with a reasonable current estimate and deal with revenues when the problem arises. (A reduction of federal support.)

COMMISSIONER RICHARDSON stated that with the \$1 million reduction that they would contend that the projections on the revenue sides is still too high. (EXHIBIT F)

The committee discussed projected revenues and how to handle any federal cutbacks.

Meeting recessed at 8:30 a.m.

Meeting reconvened at 12:10 p.m.

The committee discussed the Montana State University Nursing Program.

REP. THOFT moved to accept the recommendation to revise the formula productivity ratios for nursing to 500 lower division, 300 upper division and 300 graduate division. MOTION PASSED UNANIMOUSLY with SENATOR JACOBSON excused.

REP. THOFT moved to appropriate the six mill levy to the University System in HB500. MOTION PASSED UNANIMOUSLY.

CURT NICHOLS explained the audit costs. (EXHIBIT G)

REP. THOFT moved that the total for audit costs for the Universities for FY 82 be \$199,850 and for FY 83 be \$130,150. MOTION PASSED UNANIMOUSLY.

February 25, 1981

REP. THOFT moved to use the current unrestricted level for the General Fund for Audit Costs for FY 82 for \$118,013 and for FY 83 for \$86,987. MOTION PASSED UNANIMOUSLY.

REP. THOFT moved the these appropriations for audit costs be a line item. MOTION PASSED UNANIMOUSLY.

COMMISSIONER RICHARDSON discussed the projected revenues for the University System. (EXHIBIT H & I)

PAT DOUGLAS gave the three options:

- (1) to accept the LFA which would result in a prudent management that would require a reduction in expenditures;
- (2) to accept the lower than the LFA level of expenditures and replace the indirect costs with General Fund money; and
- (3) a compromise between the LFA and the Commissioner's estimates with a reversion clause within the appropriation bill that if they exceed the remainder would revert to the General Fund.

The committee discussed the options.

REP. THOFT moved to accept the LFA revenues with the \$1 million reduction projected by the Commissioner's Office.

SENATOR JACOBSON made a substitute motion to accept the \$1 million projected for revenues plus \$650,000 less for a total of \$1,650,000 for estimated revenues. MOTION FAILED on a tie vote with three, REP. DONALDSON, REP. THOFT, and SENATOR NELSON all opposing.

REP. THOFT'S MOTION PASSED UNANIMOUSLY.

UNIVERSITIES - CONTINGENCY FUND

The committee discussed the Contingency Fund appropriation for the Universities for increased enrollment. (EXHIBIT J)

CURT NICHOLS explained the critical area adjustment for Montana Tech. (EXHIBIT K)

REP. BENGTON moved to accept the \$68,621 for the critical area adjustment for the biennium for Montana Tech. MOTION PASSED UNANIMOUSLY.

February 25, 1981

BUREAU OF MINES

The committee went back to EXHIBIT E to discuss the Bureau of Mine's salaries.

SENATOR HAFLEY moved to accept Item #1 for Personal Services to be raised to the Executive recommendation for \$32,878 for FY 82 and \$32,878 for FY 83. MOTION PASSED with one, REP. BENGTSOSON opposing,

The committee discussed whether or not they should make utilities a line item. No action was taken.

BRUCE SHIVELY gave the committee the Contingency Fund language for the Community Colleges to make sure it was the intent of the committee to have a Contingency Fund of 3%. (EXHIBIT L)

Meeting adjourned at 2:15 p.m.


REP. GENE DONALDSON, Chairman

pb

Votech

7-25-81

The superintendent of public instruction may transfer funds between personal services, operations and equipment within each vocational education center or between vocational education centers. The intent of the legislature is that these appropriated funds will not provide for salary increases at the vocational education centers above the state pay plan for fiscal years 1982 and 1983.

Contingency Fund Language

There is appropriated to the office of budget and program planning from the general fund for the purpose of funding underestimated enrollment at the five vocational technical centers \$94510 in fiscal year 1982 and \$102960 in fiscal year 1983. Any unused funds revert at the end of the fiscal year. If calculated allocations exceed appropriations the amounts shall be reduced by the same percentage at all centers receiving an allocation.

Projected Enrollment (FTE)

	1981	1982	1983
Billings	638	638	638
Butte	426	426	426
Greatfalls	596	596	596
Helena	868	868	868
Missoula	<u>720</u>	<u>720</u>	<u>720</u>
Total	<u>3248</u>	<u>3248</u>	<u>3248</u>

The budget director shall calculate the fiscal year 1982 and fiscal year 1983 contingency allocation for each center as follows:

1. For fiscal year 1982 the FY 1981 actual FTE enrollment must exceed the FY 1981 projected FTE enrollment by 6%.

The increase in FTE enrollment above the 6% would be multiplied times the FY 1982 instructional cost per FTE of \$1454.

2. For fiscal year 1983 the FY1982 actual FTE enrollment must exceed the FY1982 projected FTE enrollment by 6%. The increase in FTE enrollment above the 6% would be multiplied times the FY1983 instructional cost per FTE of \$1584.

The FTE enrollments ^{for each center} must be certified by the Office of Public Instruction to the budget director before the contingency funds are allocated.

Language

1. Millage received by the centers from the $\frac{1}{2}$ mill levy over \$1,569,834 will revert a like amount of general funds.
2. Receipt of state funds appropriated to the five technical centers is contingent upon each county in which the center resides levying 1.5 mills each fiscal year.
3. General fund of \$44,000 for fiscal year 1982 is appropriated to the office of budget and program planning. These funds are to be distributed to the Billings center if CETA funds utilized by the center are entirely discontinued at the federal level ^{for FY 1982}.
4. General fund of \$50,650 for fiscal year 1983 is appropriated to establish a summer school program at the Butte center. The contingency fund allocation for FY 1983 would not include the FTE generated by this summer school program.

Community College Contingency Fund Calculation

	1	2	3	4	5	6	7	8	9	10
Option 1: A comprehensive contingency fund program by many insurance in enrollees over these funds by the legislature -										
Mills Community College		1982 Contingency	1983 Contingency							Reserve
LFA Projected Enrollments	480	466	466					494	490	
College Projected Enrollments	492	516	516					492	516	
Difference	12	50	50					27	26	
\$ per FTE	\$ 1672	\$ 1821	\$ 1821					\$ 1672	\$ 1821	
Cost of Contingency	\$ 20,464	\$ 91,050	\$ 91,050					\$ -	\$ 65,556	\$ 65,556
Dixon Community College										
LFA Projected Enrollment	300	310	310					309	319	
College Projected Enrollment	310	310	310					310	310	
Difference	10	-	-					1	(9)	
\$ per FTE	\$ 1672	\$ 1821	\$ 1821					\$ 1672	\$ 1821	
Cost of Contingency	\$ 16,720	\$ -	\$ -					\$ 1672	\$ -	\$ 1672
Flathead Valley Community College										
LFA Projected Enrollments	694	674	674					715	694	
College Projected Enrollments	705	725	725					705	725	
Difference	11	51	51					(10)	31	
\$ per FTE	\$ 1672	\$ 1821	\$ 1821					\$ 1672	\$ 1821	
Cost of Contingency	\$ 18,392	\$ 92,871	\$ 92,871					\$ -	\$ 56,451	\$ 56,451
TOTAL COST OF CONTINGENCY	\$ 55,176	\$ 183,921	\$ 183,921					\$ 1672	\$ 172,007	\$ 172,007

Option 2: A contingency fund that compares the college's enrollment to that of the state's enrollment. If the college's enrollment is below the state's enrollment, the college receives a percentage of the difference. If the college's enrollment is above the state's enrollment, the college pays a percentage of the difference.

1982 Contingency

1983 Contingency

Reserve

Bureau of Mines Salaries

① The Bureau would like current level personal services raised to the executive recommendation

\$32878 in Fiscal 1982

\$32878 in Fiscal 1983

② The Bureau would like a "peer" adjustment of salaries raising them to \$27578 in the base year. They state their current average salary is \$24328. On 19 Faculty the cost would be:

$$\$27578 - \$24328 = \$3250 \times 19 = \$61,750 \text{ per year}$$

A. My records show the average salary of current level professionals to be \$26156. The 1981 "guideline" salary for Tech is \$20622. If this is converted to a fiscal year rate using 1.33 it would be an average of \$27,427. Therefore an alternative increase would be

$$27427 - 26156 = 1271 \times 19 = \$24,149 \text{ per year}$$



THE MONTANA UNIVERSITY SYSTEM

33 SOUTH LAST CHANCE GULCH
HELENA, MONTANA 59620

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COMMISSIONER OF HIGHER EDUCATION

TO: John A. Richardson
Commissioner of Higher Education

FROM: Jack Noble *JN*
Deputy Commissioner for
Management and Fiscal Affairs

DATE: February 24, 1981

SUBJECT: Montana Tech - Faculty Salary Problem

I believe the committee inadvertantly created a faculty salary problem at Montana Tech when it adopted column 1 of the faculty compensation options. The amounts in column 1 were derived from H. B. 483. (Last sessions appropriation bill.) They are considerably different than the 1981 actual compensation amounts for Montana Tech. Note the following relationships.

	<u>COLUMN 1</u> 1981 Current Level Guideline Compensation	Committee Adopted Ratio	<u>COLUMN 2</u> 1981 Peer Average Compensation	Peer Ratio
MSU	\$25,440	100%	\$26,639	100%
U of M	25,440	100%	26,639	100%
EMC	22,900	90%	23,999	90%
NMC	22,900	90%	22,327	84%
WMC	22,900	90%	22,327	84%
MCMST	24,043	94%	27,224	102%

The committee adopted column 1. This puts EMC, WMC, and NMC at 90% of the University average. Nearly everybody agrees to this relationship. However, in adopting column 1, the committee put Tech at 94% of the University average. This was never intended. The peer relationship in column 2 for Tech is 102%. This is the more appropriate relationship.

I estimate that the current existing faculty salary relationship for the current year is as follows:

MSU	100.0%
U of M	99.7%
EMC	93.4%
NMC	90.3%
WMC	92.1%
Tech	103.2%

The net result of the committee recommendation is very detrimental to

MEMO

TO: John A. Richardson
FROM: - Jack Noble
DATE: February 24, 1981
SUBJECT: Montana Tech - Faculty Salary Problem
Page 2

Montana Tech. Nearly all of the critical area salary component would be spent to get from the committee adopted 94% level to their actual 103% level.

I believe the committee's intent was to find a beginning faculty compensation point which does not include the peer catch-up component.

I would suggest the following column 1 modification.

	<u>Revised Column 1</u>	<u>Peer Ratio</u>
MSU	\$25,440	100%
U of M	25,440	100%
EMC	22,900	90%
NMC	22,900	90%
WMC	22,900	90%
MCMST	25,948	102%

This would provide the committee approved 90% for EMC, WMC, and NMC without penalizing Tech.

JHN/llt

Audits

	1	2	3	4	5	6
	TOTAL 82	Current Unrecorded	Current Other	TOTAL 83	Current Unrecorded	Other
EMC	14850	11138	3712	30150	22612	7538
UM	63750	31875	31875	21250	10625	10625
MSU	63750	31875	31875	21250	10625	10625
NMC	26250	19688	6562	8750	6562	2188
MCMST	22500	16875	5625	22500	16875	5625
WMC	8750	6562	2188	26250	19688	6562
	199850	118013	81837	130150	86787	43363

MONTANA UNIVERSITY SYSTEM

1981-82

	Tuition + Fees	LAND GRANT	OTHER	INDIRECT COSTS	Total Allocation	Unfunded Difference
	\$	\$	\$	\$	\$	\$
EASTERN	<8,687>		<34,000>	<10,021>	<52,708>	<16,092>
NORTHERN	<16,021>			<1,202>	<17,223>	<1,663>
MSU	75,327			<244,153>	<168,826>	<391,367>
TECH	<16,015>			<35,056>	<51,071>	<56,263>
UM	<62,129>	<20,000>	<20,400>	<71,897>	<174,426>	<115,276>
WESTERN	12,408			<2,077>	10,331	<3,365>
TOTALS	<15,117>	<20,000>	<54,400>	<364,406>	<453,923>	<584,016>

MONTANA UNIVERSITY System
 Summary of Allocation & UNFUNDED DIFFERENCE
 1981-83

	Total Allocation			Unfunded Difference		
	1981-82	1982-83	Total	1981-82	1982-83	Total
EASTERN	<52,709>	<66,877>	<119,585>	<16,082>	<21,365>	<37,447>
NORTHERN	<17,223>	<5501>	<22,724>	<1,663>	<2,440>	<4103>
MSU	<168,826>	<220,459>	<389,285>	<391,367>	<492,634>	<884,001>
TECH	<51,071>	<77,601>	<128,672>	<56,263>	<74,925>	<131,088>
UM	<174,426>	<210,695>	<385,121>	<115,276>	<153,136>	<268,412>
WESTERN	10,331	35,056	45,387	<3365>	<4635>	<8000>
TOTAL	<453,923>	<546,077>	<9,000,000>	<584,016>	<749,035>	<1,333,051>

MONTANA UNIVERSITY SYSTEM

1982-83

	Tuition + Fees	LAND GRANT	Other	INDIRECT costs	Total Allocation	Unfunde Difference
	\$	\$	\$	\$	\$	\$
EASTERN	<20,139>		<34,000>	<12,738>	<66,877>	<21,365>
NORTHERN	<4076>			<1,425>	<5501>	<2,440>
MSU	72,427			<292,886>	<220,459>	<492,634>
TECH	<33,107>			<44,494>	<77,601>	<74,925>
UM	<68,258>	<34,000>	<17,400>	<91,037>	<210,695>	<153,136>
WESTERN	37,863			<2807>	35,056	<4635>
Totals	<15,290>	<34,000>	<51,400>	<445,387>	<546,077>	<749,035>

WESTERN MONTANA COLLEGE

Total 2000

	LFA	ADJUSTMENT	Adj.	LFA	ADJUSTMENT	Adj.
	'82		'82	'83		'83
Tuition & Fees (Gross)	392376-	12408-	404784-	408255-	37863-	446118-
LESS:						
S+F	(32655-)	-	(47517-)	(35524-)		(49885-)
Tuition & Fees (Net)	358721-		357267-	372731-		396233-
Other:						
Land Grant	69000-	-	69000-	75000-	-	75000-
Indirect Cost	19000-	(3049-)	15951-	21000-	(5049-)	15951-
Miscellaneous	8000-	-	8000-	8000-	-	8000-
15% of Ind. Cost.	0	(2393-)	2393-	0	(2393-)	2393-
Net change		<u>6966-</u>			<u>30421-</u>	
1979-80	15951			15951		
Startfall	3049			3049		
15%	2393			2393		
	<u>5442</u>			<u>5442</u>		

MONTANA TECH

	L.F.F. '82	ADJUSTMENT	L.F.F. '82	L.F.F. '83	ADJUSTMENT	L.F.F. '83
Tuition & Fees (Gross)	1047424-	(16015-)	1031409-	1166755-	(33107-)	1133648-
LESS:						
S&F	127459-		166309-	140632-		173286-
Tuition & Fees (Net)	919965-		865100-	1026123-		993469-
Other:						
Land Grant	-	-	-			
Indirect Cost	321000-	(50787-)	270213-	349000-	(78787-)	270213-
Miscellaneous	16000-	-	16000-	16000-	-	16000-
15% of Ind. Cost	0	(40532-)	40532-	0	(40532-)	40532-
Net Change		(107334-)			(152426-)	
1979-80	<u>270213</u>			<u>270213</u>		
Difference	50787-			78787		
15%	<u>40532</u>			<u>40532</u>		
	91319			119319-		

UNIVERSITY OF MONTANA

	UFF '82	ADJUSTMENT	UFF '82	UFF '83	ADJUSTMENT	UFF '83
Tuition & Fees (Gross)	5614379 -	(62129 -)	5552250 -	6045398 -	(68258 -)	5977140 -
LESS:						
S&F	1644518 -		634824 -	1912121 -		682641 -
Tuition & Fees (Net)	4969861 -		4917426 -	5354186 -		6294499 -
Other:						
Land Grant	155000 -	(20000 -)	135000 -	169000 -	(34000 -)	135000 -
Indirect Cost	657000 -	(104263 -)	552737 -	714000 -	(164000 -)	552737 -
Miscellaneous	146700 -	(20400 -)	125600 -	146000 -	(17400 -)	128600 -
15% of Ind. Cost	0	(82911 -)	82911 -	0	(82911 -)	82911 -
Net Change		(473303 -)			(366569 -)	
1979-80	552737			552737		
Start 11 1570	104263 82911			161263 82911		
	187174			244174		

	LFA '82	ADJUSTMENT	REV '82	LFA '83	ADJUSTMENT	REV '83
Tuition & Fees (Gross)	6200680 -	75327 -	6276007 -	6536503 -	72427 -	6608930 -
LESS:						
S & F	1391757 -		665235 -	785210 -		743904 -
Tuition & Fees (Net)	5460923 -		5610772 -	5751293 -		5865026 -
Other:						
Land Grant	450000 -	-	450000 -	490000 -	-	490000 -
Indirect Cost	*1708000 -	(446259 -)	1261741 -	1858000 -	(596259 -)	1261741 -
Miscellaneous	390459 -	-	390459 -	390459 -	-	390459 -
15% Ind Cost	0	(189261 -)	189261 -	0	(189261 -)	189261 -
Net Change		(560193 -)			(713093 -)	

* Indirect Cost is in at 100%

1979-80	1261741		1261741
Staffall	446259		596259
15%	189261		189261
	635520		785520

	LF '82	ADJUSTMENT	RF '82	LF '83	ADJUSTMENT	RF '83
Tuition & Fees (Gross)	1626923 -	(8687 -)	1618236 -	1750555 -	(20139 -)	1700116 -
LESS:						
S&F	186257 -	-	199570 -	203431 -	-	201292 -
Tuition & Fees (Net)	1440666 -		1418666 -	1516824 -		1498824 -
Other:						
Land Grant	69000 -	-	69000 -	76000 -	-	76000 -
Indirect Cost	91000 -	(14651 -)	76349 -	99000 -	(62651 -)	76349 -
Miscellaneous	67000 -	(34000 -)	33000 -	67000 -	(34000 -)	33000 -
15% of Ind. Cost	13650 -	(11452 -)	11452 -	14850 -	(11452 -)	11452 -
Net Change		(68790 -)			(88242 -)	
	1667666		1,608,666			
	<u>1979-80</u>					
1979-80	16349					
Change	14651			22651		
15%	11452			11452		
	<u>26103</u>			<u>34103</u>		

DRAFT OF CONTINGENCY APPROPRIATION

There is appropriated to the office of budget and program planning from the general fund for the purpose of funding underestimated enrollment at units of the Montana university system \$484,142 in fiscal year 1983. Any unused funds revert at the end of the fiscal year. If calculated allocations exceed appropriations, the amounts shall be reduced by the same percentage at all schools receiving an allocation.

	<u>Projected Enrollment</u>			<u>Transition Adjustment</u>	<u>Net Variable Cost</u>
	<u>1981</u>	<u>1982</u>	<u>1983</u>	<u>1983</u>	<u>1983</u>
MSU	10,228	10,034	9,624	338	2,864
UM	8,145	8,043	7,968	84	2,769
EMC	3,078	3,040	2,912	98	2,599
WMC	820	795	767	27	2,722
NMC	1,353	1,294	1,244	53	3,217
MCMST	1,531	1,565	1,590	0	2,878

The budget director shall calculate the 1983 contingency allocation for each school as follows:

1. Subtract projected 1982 enrollment from actual 1982 enrollment. If the number is greater than zero,
2. Subtract from it the transitional adjustment for 1983. If the number is greater than zero.
3. Subtract from it an amount equal to 3 percent of 1983 projected enrollment. If the number is greater than zero.
4. Multiply it by the net variable cost for 1983.

K

AS CURRENTLY
APPROVED BY SUBCOMMITTEE

	"Guideline" Compensation <u>1981</u>	Approx. Value of Critical <u>Area Adjustment</u>	Average Compensation With Critical <u>Area Adjustment</u>
MSU-UM	25,440	2.5%	26,076
MCMST	24,043	9.0%	26,207
MCMST Percent of MSU-UM	94.5%		100.5%

Cost of Increasing MCMST's Average Compensation To 102 Percent of MSU-UM After Including Critical Area Adjustment.

1982	\$34,115
1983	<u>34,506</u>
Biennium	\$68,621 ✓

AS PROPOSED IN NOBLE MEMORANDUM

	"Guideline" Compensation <u>1981</u>	Approx. Value of Critical <u>Area Adjustment</u>	Average Compensation With Critical <u>Area Adjustment</u>
MSU-UM	25,440	2.5%	26,076
MCMST	25,948	9.0%	28,283
MCMST Percent of MSU-UM	102%		108.5%

Cost of Increasing MCMST's Average Compensation To 102 Percent of MSU-UM Before Including Critical Area Adjustment.

1982	\$166,211
1983	<u>168,116</u>
Biennium	\$334,327

Contingency Fund

1 2 3 4 5 6 7 8 9 10

	Project Id		Enrollments	
	Fiscal 81	Fiscal 82	Fiscal 82	Fiscal 83
MSU	10228	10034	9624	338
UM	8146	8043	7968	84
EMC	3078	3040	2912	98
NMC	1353	1294	1244	53
WMC	820	795	767	27
MCMST	1531	1565	1590	-0-

If Revised CHE Figures were attained
and a 3% Absorption were required

	1982		1982 under Estimate		Transition Enrollments	3% Absorption	To be funded from Contingency	1983 Unavailable Cost	Total Contingency
	CHE Proj	1982	1982 under Estimate	1982 under Estimate					
MSU	10647	10034	613	338	338	301	-0-	2864	-0-
UM	8397	8043	354	84	84	241	29	2769	80301
EMC	3216	3040	176	98	98	91	-0-	2599	-0-
NMC	1453	1294	159	53	53	39	67	3217	215539
WMC	875	795	80	27	27	24	29	2722	78938
MCMST	1650	1565	85	-0-	-0-	47	38	2878	109364

Costs with 2% Buffer
Costs with no Buffer

1772315
2467850

\$484142

Revised Enrollments for Budgeting*

	82		83		Change	
	Previous	Revised	Previous	Revised	82	83
	MSU	9964	10034	9892	9962	+ 70
UM	8135	8043	8142	8052	- 90	- 90
EML	3070	3040	3040	3010	- 30	- 30
NMC	1329	1294	1332	1297	- 35	- 35
WMC	750	795	749	794	+ 45	+ 45
MCMST	1525	1565	1552	1590	+ 40	+ 40

* higher of 3yr Average or actual Projection

L

Contingency Fund Language

There is appropriated \$122,007 in fiscal 1983 from the general fund to the Office of budget and program planning for the purpose of funding enrollment increases in excess of the enrollment funded by the legislature. Any unused funds will revert at the end of the fiscal 1983. If the calculated contingency allocation exceeds the appropriations, the amounts shall be reduced by the same percentage at all colleges receiving a contingency distribution.

Funded Enrollments (FTE)

College	<u>1982</u>
1. Miles Community College	466
2. Dawson Community College	310
3. Flathead Valley Community College	674

The budget director shall calculate the fiscal 1983 contingency allocation for each community college as follows:

1. The fiscal 1982 actual enrollments must exceed the funded enrollments for fiscal 1982 by 3 percent.
2. The increase in FTE enrollment above the 3 percent shall be multiplied by the fiscal 1983 cost per FTE of \$1,821.

The FTE enrollments for each ~~center~~^{center} must be certified by the commissioner of higher education prior to the release of contingency funds by the office of budget and program planning. The budget director shall release contingency funds to those colleges qualifying for such an allocation by July 1, 1982.