MINUTES

MONTANA HOUSE OF REPRESENTATIVES
51st LEGISLATURE - REGULAR SESSION

SUBCOMMITTEE ON EDUCATION

Call to Order: By Chairman Peck, on March 10, 1989, at 7:00 a.m.

ROLL CALL

Members Present: All

Members Excused: None

Members Absent: None

Staff Present: Keith Wolcott, Senior Fiscal Analyst
Sandy Whitney, Associate Fiscal Analyst
Joe Williams, Budget Analyst, OBPP
Claudia Johnson, Committee Secretary

Announcements/Discussion: None

HEARING ON UNIVERSITY SYSTEM

Tape No. 1\1:000

Presentation and Opening Statement:

Dr. Carrol Krause, Commissioner of Higher Education, presented an overall view from the Board of Regents and clarifications from Governor Stephens and conversations with the University Campuses.

Dr. Krause stated when they came into the Subcommittee hearings that the Board of Regents had the message from the Governor that there was $13 million dollars for the Board of Regents to increase the University System budget. Dr. Krause stated they understood there were errors in the Schwinden budget and the supplementals would not be included in the $13 million. Dr. Krause stated when the Governor's office informed them they were $3 million over the recommended amount, the chairman of the Board of Regents met with the Governor to seek clarification of those figures. Dr. Krause stated that with the supplementals in the base of the budget this year they didn't think it would be charged against the $13 million for this biennium along with the portion of the student assistance corrections that were not to be included. Dr. Krause stated after they received their clarification from the executive office the Board came back to the Subcommittee based upon those assumptions instead of the $3 million that had been discussed in the last meeting. Dr. Krause stated that Mr. Jack Noble, Deputy Commissioner of Higher Education, would go through the schedules of the cuts they made.

Mr. Noble addressed three handouts from yesterday on: 1) University System, 2) Vo-Tech Centers and, 3) Community Colleges. Mr. Noble stated they have shared these three handouts with the LFA and Executive office and they match with their numbers and actions of the Subcommittee to date. Starting with the University System handout, see Exhibit 1, Mr. Noble stated that the handout showed the approved reconciliation and summary of the sources available and the sources of the general fund. Mr. Noble stated that the revised general fund that the Board of Regents used is the $212,854,778. The uses for those funds are for; 1) The six campuses, for $158,477,966. 2) Other agencies including the mods for the University System for $32,014,966 3) Five Vo-Tech Centers for $13,811,368. 4) Vo-Tech Administration for $164,326. 5) Bond Payments for $1,447,973. 6) Community Colleges for $6,389,962 for a total of $212,305,808 and leaves $1,451,030 to cut. Mr. Noble stated their recommendation for cuts is to remove the Vo-Tech Bond payments and the State Workstudy Mod. Mr. Noble stated this would leave the rest of the SubCommittee action in tack.

Mr. Joe Williams, OBPP, stated that Governor Stephens felt that due to the misconceptions of the budget regarding the supplementals and the Schwinden error that it would be appropriate and in good faith to help rectify the budget and recommended a $1.5 million dollar increase to be met half way by the Board of Regents. Mr. Williams stated this does not represent the plan of the Board of Regents and that it would be up to the Subcommittee if they liked the way the plan was laid out.

(091)
Dr. Krause stated there were two items to discuss; 1) 2 mill levy. Dr. Krause stated the Board of Regents are recommending the 2 mill levy be used as a source of funding for the bond payments. Dr. Krause felt that it is important to use the 2 mill levy for items that are specific to Vo-Ed and Community Colleges. 2) Dr. Krause stated that the Subcommittee has $1.6 or $1.7 million in general fund for replacement of the 2 mill levy. Dr. Krause stated they are looking at the possibility of including the bond payments for the Vo-Tech Centers in that sum assuming the 2 mill levy passes.

Dr. Krause stated that the best obvious way to cut the budget if the 2 mill levy does not go through would be to reduce the program modifications that are remaining, and he felt that the first priority of the Subcommittee and the Board of Regents is to maintain the formula component of the budget and it is an equitable way of distributing the funds and resources that are available. Dr. Krause stated in order to reach the $1.4 million, they would have to take the second year of the transition money from both Northern Montana

College and Western Montana College along with the mods for the Law School of Accreditation, Water Research and the Spring Wheat Breeding Program so they wouldn't have to go into the formula component.

Mr. Noble commented that the first year of the biennium the millage account was approximately that amount in the minus and that it had been discussed as to why it had run over back to the special session when Legislature had put in the $3 million dollars. Mr. Noble stated if Legislature had used an appropriate millage estimate there would have been that much more general fund in the base of the first year of the biennium. Mr. Noble stated the current status of the millage account that had been projected by the Board of Regents for the end of February would have been on a $13 million dollar revenue projection of only $37,000. Mr. Noble stated that is only 3/10 of 1 percent margin that is being worked on that millage account at this time. Mr. Noble stated the reason for removing the supplemental request for the six mill levy shortfall was the understanding that the $544,000 would go into the base.

Questions From SubCommittee Members:

(125)
Rep. Peck asked Mr. Noble who they had the understanding with? Mr. Noble replied it was the Board of Regents understanding from the beginning to put those supplementals into the base with the information that came into the Office of Budget and Planning. Rep. Peck asked Mr. Noble regarding the Vo-Tech bond payment if there are Vo-Tech Centers out there now asking if the equity be bought out or will there be a transfer of titles. Dr. Krause answered that at this time it is just discussions and not a reality. Dr. Krause stated he would like for the Subcommittee to put in any appropriation bill that the bond payments and continuation of bond payments schedule is dependent on transfer of title, and that the Board of Regents would have a firm letter of understanding with those Vo-Tech Centers that the Board of Regents receive titling under those payments. Dr. Krause stated they are communicating with those centers and is confident that the Board would have such a letter.

(165)
Rep. Peck asked Dr. Krause if he had any knowledge if the levies are still being made for those bonds. Dr. Krause replied that he thought the bond documents require the levy until those bonds are paid, and Dr. Krause thought the money goes into their building program and is paying for other needs of the centers.

(186)
Rep. Marks commented that the negotiation was for $15 million,

not $15.5 million. Rep. Marks stated there was no misunderstanding in the beginning as to where the Subcommittee was on the base, supplementals, etc., Rep. Marks stated the Board of Regents had been asked to come back in on line and now they come back in and want the Subcommittee to find the funding.

(201)
Rep. Kadas disagreed and felt the Commissioner's office had received the information from the Governor's office and presented it to the Subcommittee assuming it to be true and correct. Rep. Kadas stated it is a little late to change the rules now and felt that the Governor's office could share some of the blame for the $3 million over the budget.

(231)
Sen. Jacobson stated that part of the problem is that in the normal pace of the Subcommittee, that the Subcommittee would has worked through the millage as have been done in other sessions and probably would have seen what belonged in the base before the Subcommittee begun to build the budget and look at the modifieds.

(268)
Rep. Peck asked Mike Craig what his position is with the Board of Regents. Mr. Craig stated they were pleased to hear that the Governor had softened on their stand, but are not pleased with the $3,000 coming out of the Workstudy program. Mr. Craig commented that the Student Body felt the money could have come from other areas. Rep. Peck asked Mr. Craig what the feeling is out there among the students in terms of the tuition increase? Mr. Craig stated the students are not pleased with the proposed 14 percent tuition increase and plan on taking it before the Board of Regents next week.

HEARING ON VO-TECH CENTERS

Tape No. 1\1:293

Presentation and Opening Statement:

Mr. Noble stated that the presentation for the Vo-Tech Centers is the same way the Subcommittee left it with the bond payments removed from the summaries. Mr. Noble stated that if the 2 mill levy did pass that the Subcommittee would have to come back and adjust both the budgets for the Vo-Techs and the Community Colleges. Mr. Noble stated that even if the Subcommittee didn't come back to address the expenditure side they would still have to come back to address the state to local ratio. Mr. Noble stated the 2 mill levy would come in as a portion on the state side and portions of the local levy and tuitions would be adjusted. Mr. Noble stated there would be a future adjustment for the Community Colleges if the 2 mill levy passes.

Questions From Subcommittee Members: Rep. Kadas asked Mr. Noble what would be recommended for the Vo-Techs if the 2 mill levy passes? Mr. Noble replied that the bond payments and the voted levy would be removed as a funding source and replace the general fund with the 2 mill levy.

Rep. Kadas asked Mr. Noble if he felt an obligation to increase the funding of Vo-Techs if the mill levy passes with what is in there now? Dr. Krause stated the intent is to replace the bond payments with the voted levy in the Board of Regents proposal. Dr. Krause stated there are some staffing needs of the Vo-Techs that should be considered and the Board of Regents tried to get the funding to a reasonable level to operate and asked that the staffing needs be considered by the Subcommittee if that occurs.

Rep. Marks asked Dr. Krause if he were stating that any money derived from the levy would be used to increase expenditures in the Board of Regents budget? Dr. Krause replied that the Board of Regents recommendation would be to leave the Vo-Tech budget in place except for the 2 mill levy to replace the $1.6 for the voted levy and replace the bonds and leave it in place.

(347)
Rep. Peck asked Dr. Krause what will happen if the 2 mill levy does not pass? Dr. Krause replied that they would have to eliminate the program modification to make up for the $1.4 million that is being recommended.

Rep. Peck commented to the Subcommittee Members that they can adopt or accept what has been submitted or reject it and try to find the money from some other source, but felt the Vo-Tech bond payments as suggested covers the reduction so there is really no change.

EXECUTIVE ACTION:

DISPOSITION OF VO-TECHS AND COMMUNITY COLLEGES BUDGET
Tape No. 1\1:384

Motion: Rep. Marks moved to reconsider previous action for the Vo-Techs and Community Colleges budget.

Amendments, Discussions, and Votes: The motion CARRIED unanimously.

Discussion: Sen. Jacobson commented if the Subcommittee took action to take the Vo-Tech bond payments out they could look to the 2 mill levy for that funding. Sen. Jacobson stated that it would be the students that would be the hardest hit. She stated that talking with the students and telling them that they would increase the state Workstudy Program because the $3,000 would make very little difference.

Motion: Sen. Jacobson moved to take the $1,447,973 out of the general fund.

Discussion: Rep. Marks stated he opposed that motion because there is no money in the general fund to do that and the only way that could be provided for would be if the 2 mill levy passes.

(390)
Rep. Peck stated he was confused by Sen. Jacobson's motion, and asked her if she meant for it to be taken out of the general fund instead. Sen. Jacobson replied that wasn't her intentions, that this money is in the general fund now. Rep. Peck stated that the 2 mill levy hasn't passed yet. Sen. Jacobson stated what she meant for her motion to mean was to remove the $1,445,973 from the general fund that has already been approved by the Subcommittee budget, with the understanding that it will be funded with the 2 mill levy or the Subcommittee will have to come back and look at the University mods, etc..

Motion: Rep. Peck clarified Sen. Jacobson's motion. The motion is to take the general fund allocation in the preliminary budget and indicate that it will be covered by the 2 mill levy if that bill passes and there would be no reduction in the state Workstudy.

Mr. Wolcott asked Rep. Peck for clarification because of the Subcommittee action already taken and asked if this is a recommendation to the Full Appropriations Committee for an amendment to HB 100. Rep. Peck stated it is directing the Subcommittee to make an amendment to the budget that will be presented in Appropriation's Committee later this morning.

Motion: Rep. Marks asked Rep. Bardanouve if this motion could be left open until the Board of Regents meet with the Governor. Rep. Marks made a substitute motion to wait until the B of R meets with Governor Stephens before the Subcommittee takes any action.

No vote was taken on Sen. Jacobson's motion to take the $1,447,973 out of the general fund.

(555)
Rep. Kadas opposed the motion stating that the Board of Regents has gone back to the Governor too many times and if the Subcommittee wants to take the mods out to do it now.

Sen. Jacobson stated that she would have to oppose the motion also. Sen. Jacobson stated that if the 2 mill levy does not pass that there would be a Plan B, and felt this was a reasonable recommendation.

Tape 1\2:000

<u>000</u>
<u>Rep</u>. Peck clarifying Rep. Marks substitute motion; to wait until executive session in the full House of Appropriation's Committee, and in the meantime have the Board of Regents and the Commissioner meet with the Governor and submit a alternative proposal and plan.

<u>Recommendation and Vote:</u> Rep. Kadas called the question. Roll call vote was taken and the motion CARRIED 4/3. Sen. Boylan, Sen. Jacobson and Rep. Kadas voted no.

There being no further business the Subcommittee was adjourned.

ADJOURNMENT

Adjournment At: 7:45 a.m.

Rep. Ray Peck

REP. Ray Peck, Chairman

RP/cj

5621.min

DAILY ROLL CALL

EDUCATION SUBCOMMITTEE

DATE March 10 1989

NAME	PRESENT	ABSENT	EXCUSED
REP. RAY PECK, CHAIRMAN	✓		
SEN. SWEDE HAMMOND, VICE CHAIRMAN	✓		
SEN. PAUL BOYLAN	✓		
SEN. JUDY JACOBSON	✓		
REP. MIKE KADAS	✓		
REP. BOB MARKS	✓		
SEN. DENNIS NATHE	✓		

Form CS-30A
Rev. 1985

EXHIBIT 1
DATE March 10, 1989
Higher Ed

SCHEDULE OF FINANCIAL RESOURCES AVAILABLE AND APPLIED AS OF 03/09/89

GENERAL FUND AVAILABLE:		
Schwinden - Total Higher Education		$196,301,564
Supplemental:		
Non-Resident Tuition Adjustments	$512,089	
Board of Regents	10,000	
Millage Portion	544,325	
Portion Allowed		1,066,414
Student Assistance Errors:		
SSIG Match	$440,000	
Rural Dentistry	46,800	
Total Corrections		486,800
Stephens' Proposal		13,000,000
TOTAL GENERAL FUND AVAILABLE		$210,854,778
USES OF GENERAL FUND:		
Six Campuses	$157,348,740	
Mods	1,129,226	
Total Six Campuses		158,477,966
Other Agencies	$ 31,645,526	
Mods	368,687	
Total Other Agencies		32,014,213
Five Vo-Techs		13,811,368
Vo-Tech Administration		164,326
Bond Payments		1,447,973
Community Colleges		6,389,962
TOTAL USES		$212,305,808
NET DIFFERENCE		$ 1,451,030
PROPOSED CUTBACKS:		
Vo-Tech Bond Payments		$ 1,447,973
State Workstudy Mod		3,057
		$ 1,451,030

241h

STEPHENS'/REGENTS' RECOMMENDATION
Education/Subcommittee Changes 03/09/89

UNIVERSITY SYSTEM **FUNDS WERE APPLIED AS FOLLOWS:**	**BIENNIUM TOTALS**
Formula Portion:	
MSU	$ 7,583,020
UM	3,771,112
EMC	2,710,960
NMC	686,673
WMCUM	569,864
TECH	1,999,119
TOTAL FORMULA PORTION - SIX CAMPUSES	**$17,320,748**
Modified Requests:	
Increase State Workstudy	$ 177,490
MBA Program - UM/EMC	298,926
New Space:	
UM	350,000
MSU	75,000
EMC	30,300
Water Research Center	225,000
Law Accreditation	150,000
AES - Spring Wheat	188,140
TOTAL MODIFIEDS	**$ 1,494,856**
TOTAL SIX CAMPUSES & MODIFIEDS	**$18,815,604**

FUNDS WERE PROVIDED BY:	**BIENNIUM TOTALS**
General Fund	$12,480,036
Millage	(1,698,200)
Tuition - Net	8,136,761
Scholarships & Fellowships	718,063
Indirect Cost	(1,104,276)
Other	283,220
NET	**$18,815,604**

210h(R)

STEPHENS'/REGENTS' FORMULA RECOMMENDATION
COMPARED TO ORIGINAL REGENT REQUEST
(Grey Book)

1) Enrollment - Average of the two prior years actual
No change from previous budget

2) Student/Faculty Ratio
1990 - Current ratio - No change
1991 - Adjust to peers by 1/8th of the difference

	Peer Ratio	Current Ratio	Previous Budget	Stephens'/ Regents'
MSU	16.14	17.84	17.50	17.63
UM	16.14	18.70	18.50	18.38
EMC	19.16	19.09	19.00	19.00
NMC	15.91	15.45	15.50	15.50
WMCUM	15.03	15.52	15.50	15.46
TECH	11.61	17.32	16.50	16.61

Cost of Stephens'/Regents' recommendation over current ratio $758,722

Cost difference from previous budget ($ 75,128)

3) Faculty salary - No change - 6%/6% 1990 - $3,163,924
Benefit rates - No change 1991 - $6,304,518

4) Instructional Support Formula Factors
1990 - Close peer gap by 1/8th - No change
1991 - Close peer gap by 1/8th - No change

Additional Cost:
1990 - $ 744,563
1991 - $1,510,480

5) Support Formula Factors
1990 - Close peer gap by 1/8th difference
- Designate 2/3 for libraries
1991 - Close peer gap by 1/12th difference
- Designate 2/5 for libraries

Cost	1990 Original Request	1990 Stephens'/ Regents'	1991 Original Request	1991 Stephens'/ Regents'
Close Gap	$1,511,302	$1,511,302	$3,100,194	$2,515,093
Library Designated	-0-	$1,000,000	-0-	$1,000,000

6) Physical Plant Program
1990 - Provide 4% on actual expenditures
1991 - Provide 4% on actual expenditures

The original budget provided for the campus request as submitted to the Executive Branch.

Increase	Biennium
Original Request	$2,061,066
Stephens'/Regents'	923,443
Difference	$1,137,623

7) Public Service and Research Programs - No change
Biennium cost increase $184,874

8) Other adjustments
- $250,000 per year Transition Funding added to NMC Instruction Program.
- $100,000 per year Transition Funding added to WMCUM Instruction Program.
- Salary adjustments to provide equity for affiliated faculty in AES, COOP, B of M, & Forestry:

	1990	1991
Agriculture Experiment Station	$204,700	$422,000
Coop Extension Service	147,000	302,500
Bureau of Mines	16,000	33,500
Forestry Experiment Station	13,400	27,500
Total Equity Adjustment	$381,100	$785,500

SUMMARY

Net Change In Biennium Cost By Program (Six Campuses)

	Original	Stephens'/ Regents'	Difference
Instruction	$ 9,541,320	$10,167,271	$ 625,951
Support	5,834,608	5,327,097	(507,511)
Research	165,640	165,640	-0-
Public Service	19,234	19,234	-0-
Plant	2,061,066	923,443	(1,137,623)
Scholarships	42,827	718,063	675,236
TOTAL	$17,664,695	$17,320,748	$ 343,947

211h

Enrollments, Student Faculty Ratios, Full-Time Equivalent Faculty

Campus	Two Year FTE Average Enrollment	Current Student/Faculty Ratio	1987 Peer Institution Ratio
MSU	9,476	17.84	16.14
UM	7,759	18.70	16.14
EMC	3,296	19.09	19.16
NMC	1,631	15.45	15.91
WMCUM	877	15.52	15.03
MCMST	1,578	17.32	11.61
TOTAL	24,617		

Regent Budget Request

Campus	1990	Campus/Peer Productivity Comparison	1991	Campus/Peer Productivity Comparison
MSU	17.84	111%	17.63	109%
UM	18.70	116%	18.38	114%
EMC	19.09	100%	19.00	99%
NMC	15.45	97%	15.50	97%
WMCUM	15.52	103%	15.46	103%
MCMST	17.32	149%	16.61	143%

	1990	1991
Cost of Adjustment	-0-	$758,722

Formula Faculty

Campus	1990	1991	Increase/ Decrease
MSU	531.17	537.49	6.32
UM	414.92	422.14	7.22
EMC	172.66	173.47	.81
NMC	105.57	105.23	(.34)
WMCUM	56.51	56.73	.22
MCMST	91.11	95.00	3.89
TOTAL	1,371.94	1,390.06	18.12

155T

Average Faculty Salaries and Benefits

Campus	1988 Regional Survey	LFA Discipline Index	Regional Survey X Index	Tax Capacity Factor	Tax Effort Factor	Regional Survey Adjusted
MSU	$38,240	1.05	$40,152	.86	1.06	$36,603
UM	$38,240	1.02	$39,005	.86	1.06	$35,557
EMC	$32,790	1.00	$32,790	.86	1.06	$29,891
NMC	$32,790	.97	$31,806	.86	1.06	$28,995
WMCUM	$32,790	.96	$31,478	.86	1.06	$28,696
MCMST	$35,243	1.14	$40,177	.86	1.06	$36,625

Regent Budget Request

Campus	1988 Regional Survey	Regent Request 1990 [1]	Percent of 1988 Survey	Regent Request 1991 [1]	Percent of 1988 Survey
MSU	$38,240	$33,100	87%	$35,086	92%
UM	$38,240	$33,100	87%	$35,086	92%
EMC	$32,790	$28,000	85%	$29,680	91%
NMC	$32,790	$27,000	82%	$28,620	87%
WMCUM	$32,790	$27,000	82%	$28,620	87%
MCMST	$35,243	$33,100	94%	$35,086	99%

[1] The formula request provides 6% increase per year for each campus.
1990 - Cost of adjustment $3,163,924
1991 - Cost of adjustment $6,304,518

Faculty Benefit Rates

Campus	1990	1991
MSU	19.919%	19.947%
UM	19.994%	20.022%
EMC	20.762%	20.818%
NMC	21.037%	21.037%
WMCUM	21.065%	21.093%
MCMST	19.996%	20.024%

156T

Formula Rates for Instructional Support and Support Programs

Campus	Instructional Support Rate Per FTE Student: 1987 Peer $/FTE	1987 Actual $/FTE	Actual as a Percent of Peers	Regent Request: 1990	Percent Incr.	1991	Percent Incr.	Percent of 1987 Peer $
MSU	$ 686	$ 456	67%	$ 485	6.4%	$ 514	6.0%	75%
UM	$ 686	$ 342	50%	$ 385	12.6%	$ 428	11.2%	62%
EMC	$ 405	$ 307	76%	$ 319	3.9%	$ 331	3.8%	82%
NMC	$ 463	$ 312	67%	$ 331	6.0%	$ 350	5.7%	76%
WMCUM	$ 490	$ 341	70%	$ 360	5.6%	$ 379	5.3%	77%
MCMST	$ 745	$ 494	66%	$ 525	6.3%	$ 557	6.1%	75%

1990 - Cost of adjustment over current $ 744,563
1991 - Cost of adjustment over current $1,510,480

Campus	Support Rate Per FTE Student: 1987 Peer $/FTE	1987 Actual $/FTE	Actual as a Percent of Peers	Regent Request: 1990	Percent Incr.	1991	Percent Incr.	Percent of 1987 Peer $
MSU	$1,874	$1,321	71%	$1,390	5.2%	$1,436	3.3%	77%
UM	$1,874	$1,306	70%	$1,377	5.4%	$1,424	3.4%	76%
EMC	$1,648	$1,443	88%	$1,469	1.8%	$1,486	1.2%	90%
NMC	$1,546	$1,453	94%	$1,465	.8%	$1,473	.5%	95%
WMCUM	$1,945	$1,511	78%	$1,566	3.6%	$1,602	2.3%	82%
MCMST	$2,403	$1,626	68%	$1,723	6.0%	$1,788	3.8%	74%

	1990	1991
Amount of adjustment designed for libraries	$1,000,000	$1,000,000
Total cost of adjustment (including libraries)	$1,511,302	$2,515,093

157T

University System Biennial Comparison
03/09/89

Campus	1988 Actual	1989 Appropriated	Stephens'/ Regents' 1990 Requested	Stephens'/ Regents' 1991 Requested	Biennial Change Amount	Biennial Change Percent
MSU	$ 43,835,949	$ 43,846,721	$ 46,418,345	$ 48,847,345	$ 7,583,020	8.65%
UM	36,169,716	36,759,817	37,270,426	39,430,219	3,771,112	5.17%
EMC	13,360,591	13,428,017	14,489,957	15,009,611	2,710,960	10.12%
NMC	7,783,723	7,995,264	8,110,009	8,355,651	686,673	4.35%
WMCUM	4,333,900	4,343,768	4,544,159	4,703,373	569,864	6.57%
MCMST	8,241,771	8,361,750	9,027,058	9,575,582	1,999,119	12.04%
TOTAL	$113,725,650	$114,735,337	$119,859,954	$125,921,781	$ 17,320,748	7.58%

Funding Sources:

Funding Sources	1988 Actual	1989 Appropriated	Stephens'/ Regents' 1990 Requested	Stephens'/ Regents' 1991 Requested	Biennial Change Amount	Biennial Change Percent
General Fund	$ 73,051,371	$ 73,312,189	$ 75,015,869	$ 82,332,871	$ 10,985,180[1]	7.51%
Millage	12,864,200	12,906,000	12,050,000	12,022,000	(1,698,200)	-6.59%
Tuition and Fees	23,139,768	23,909,257	27,592,893	27,592,893	8,136,761	17.29%
Scholarships & Fellow	2,944,341	3,001,420	3,331,912	3,331,912	718,063	12.08%
Indirect Costs	1,194,980	1,136,471	1,227,175	0	(1,104,276)	-47.36%
Other	530,990	470,000	642,105	642,105	283,220	28.29%
TOTAL	$113,725,650	$114,735,337	$119,859,954	$125,921,781	$ 17,320,748	7.58%

[1] Excludes $1,129,226 in program mods.

158T

University System Biennial Comparison
Education/Subcommittee Changes 03/09/89

Unit	1988 Actual	1989 Appropriated	Stephens'/ Regents' 1990 Requested	Stephens'/ Regents' 1991 Requested	Biennial Change Amount	Biennial Change Percent
Bureau of Mines	$ 1,278,505	$ 1,286,523	$ 1,307,014	$ 1,328,109	$ 70,095	2.73%
Ag. Exper. Station	8,552,467	8,641,392	8,915,858	9,133,330	855,329	4.97%
Coop. Ext. Service	3,760,943	4,363,435	4,199,540	4,383,273	458,435	5.64%
Forestry Station	632,550	644,954	654,455	667,253	44,204	3.46%
CHE - Administration	776,894	774,104	821,088	801,403	71,493	4.61%
CHE - GSL	1,129,443	1,416,493	1,573,879	1,375,166	403,109	15.83%
CHE - SHEEO	0	0	31,300	0	31,300	N/A
CHE - Talent Search	169,105	173,617	183,839	184,409	25,526	7.45%
CHE - Group Insurance	8,022,471	9,205,338	10,295,000	11,750,000	4,817,191	27.96%
CHE - Student Asst.	4,609,293	4,510,839	4,806,934	4,951,644	638,446	7.00%
CHE - Title II	115,599	161,561	161,561	161,561	45,962	16.58%
Board of Regents-Admin.	32,947	23,008	32,817	32,868	9,730	17.39%
Subtotal	29,080,217	31,201,264	32,983,285	34,769,016	7,470,820	
Campuses	113,725,650	114,735,337	119,859,954	125,921,781	17,320,748	
TOTAL UNIV. SYSTEM	$142,805,867	$145,936,601	$152,843,239	$160,690,797	$ 24,791,568	8.59%
Funding Sources:						
General Fund	$ 87,467,739	$ 88,775,590	$ 90,614,316	$ 98,379,949	$ 12,750,936[1]	7.23%
State Special	1,403,451	1,018,283	1,077,044	1,162,364	(182,326)	-7.53%
Federal Revenue	5,237,927	5,514,242	6,012,794	5,809,574	1,070,199	9.95%
Tuition and Fees-Net	23,139,768	23,909,257	27,592,893	27,592,893	8,136,761	17.29%
Scholarships & Fellow	2,944,341	3,001,420	3,331,912	3,331,912	718,063	12.08%
Millage	12,864,200	12,906,000	12,050,000	12,022,000	(1,698,200)	-6.59%
Indirect Costs	1,194,980	1,136,471	1,227,175	0	(1,104,276)	-47.36%
Other	8,553,461	9,675,338	10,937,105	12,392,105	5,100,411	27.98%
UNIV. SYSTEM FUNDING	$142,805,867	$145,936,601	$152,843,239	$160,690,797	$ 24,791,568	8.59%

1 Excludes Program Mods ($1,494,856).

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Schedule A

UNIVERSITY SYSTEM BIENNIUM COMPARISON
BY PROGRAM

PROGRAM	1987-88 ACTUAL	1988-89 APPROP	1989-90 STEPHENS'/REGENTS'	1990-91 STEPHENS'/REGENTS'	BIENNIUM CHANGE AMOUNT	BIENNIUM CHANGE PERCENT
INSTRUCTION	$59,371,002	$61,091,855	$62,986,341	$67,643,787	$10,167,271	8.44%
SUPPORT	34,025,350	32,272,128	35,441,486	36,183,089	5,327,097	8.04%
RESEARCH	1,115,208	1,088,206	1,184,158	1,184,896	165,640	7.52%
PUBLIC SERVICE	436,449	446,542	449,425	452,800	19,234	2.18%
PLANT OPERATION & MAINTENANCE	15,833,300	16,835,186	16,466,632	17,125,297	923,443	2.83%
SCHOLARSHIPS & FELLOWSHIPS	2,944,341	3,001,420	3,331,912	3,331,912	718,063	12.08%
	$113,725,650	$114,735,337	$119,859,954	$125,921,781	$17,320,748	7.58%
FUNDING:						
GENERAL FUND	$73,051,371	$73,312,189	$75,015,869	$82,332,871	$10,985,180	7.51%
TUITION & FEES - NET	23,139,768	23,909,257	27,592,893	27,592,893	8,136,761	17.29%
SCHOLARSHIPS & FELLOWSHIPS	2,944,341	3,001,420	3,331,912	3,331,912	718,063	12.08%
6-MILL	12,864,200	12,906,000	12,050,000	12,022,000	(1,698,200)	-6.59%
INDIRECT COSTS	1,194,980	1,136,471	1,227,175	0	(1,104,276)	-47.36%
OTHER	530,990	470,000	642,105	642,105	283,220	28.29%
	$113,725,650	$114,735,337	$119,859,954	$125,921,781	$17,320,748	7.58%

Schedule 3

MONTANA STATE UNIVERSITY
BIENNIUM BUDGET COMPARISON
BY PROGRAM

PROGRAM	1987-88 ACTUAL	1988-89 APPROP	1989-90 STEPHENS'/REGENTS'	1990-91 STEPHENS'/REGENTS'	BIENNIUM CHANGE AMOUNT	BIENNIUM CHANGE PERCENT
INSTRUCTION	$23,896,970	$24,491,863	$25,679,691	$27,490,718	$4,781,576	9.88%
SUPPORT	12,756,214	11,943,588	13,218,682	13,607,536	2,126,416	8.61%
RESEARCH	597,742	597,925	597,759	597,963	55	0.00%
PUBLIC SERVICE	11,876	10,300	10,749	10,752	(675)	-3.04%
PLANT OPERATION & MAINTENANCE	5,502,691	5,696,322	5,722,799	5,951,711	475,497	4.25%
SCHOLARSHIPS & FELLOWSHIPS	1,070,456	1,106,723	1,188,665	1,188,665	200,151	9.19%
	$43,835,949	$43,846,721	$46,418,345	$48,847,345	$7,583,020	8.65%
FUNDING:						
GENERAL FUND	$27,787,146	$27,628,940	$28,941,652	$32,244,678	5,770,244	10.41%
TUITION & FEES - NET	8,860,913	9,036,717	10,472,369	10,472,369	3,047,108	17.03%
SCHOLARSHIPS & FELLOWSHIPS	1,070,456	1,106,723	1,188,665	1,188,665	200,151	9.19%
6-MILL	5,081,359	5,097,870	4,642,923	4,632,133	(904,173)	-8.88%
INDIRECT COSTS	726,471	726,471	863,236	0	(589,706)	-40.59%
OTHER	309,604	250,000	309,500	309,500	59,396	10.61%
	$43,835,949	$43,846,721	$46,418,345	$48,847,345	$7,583,020	8.65%

Schedule C

UNIVERSITY OF MONTANA
BIENNIUM BUDGET COMPARISON
BY PROGRAM

PROGRAM	1987-88 ACTUAL	1988-89 APPROP	1989-90 STEPHENS'	1990-91 /REGENTS'	BIENNIUM CHANGE AMOUNT	BIENNIUM CHANGE PERCENT
INSTRUCTION	$19,034,131	$19,203,709	$19,467,013	$21,097,555	$2,326,728	6.08%
SUPPORT	10,472,740	10,397,629	10,731,185	11,048,816	909,632	4.36%
RESEARCH	470,281	446,534	536,137	536,582	155,904	17.00%
PUBLIC SERVICE	165,754	195,904	183,132	183,288	4,762	1.32%
PLANT OPERATION & MAINTENANCE	5,072,560	5,530,823	5,275,462	5,486,481	158,560	1.50%
SCHOLARSHIPS & FELLOWSHIPS	954,250	985,218	1,077,497	1,077,497	215,526	11.11%
	$36,169,716	$36,759,817	$37,270,426	$39,430,219	$3,771,112	5.17%
FUNDING:						
GENERAL FUND	$22,992,616	$23,132,155	$22,361,100	$24,811,015	1,047,344	2.27%
TUITION & FEES - NET	7,877,769	8,338,432	9,619,450	9,619,450	3,022,699	18.64%
SCHOLARSHIPS & FELLOWSHIPS	954,250	985,218	1,077,497	1,077,497	215,526	11.11%
6-MILL	3,910,717	3,923,424	3,775,530	3,766,757	(291,854)	-3.73%
INDIRECT COSTS	358,800	270,588	281,349	0	(348,039)	-55.30%
OTHER	75,564	110,000	155,500	155,500	125,436	67.60%
	$36,169,716	$36,759,817	$37,270,426	$39,430,219	$3,771,112	5.17%

Schedule D

EASTERN MONTANA COLLEGE
BIENNIUM BUDGET COMPARISON
BY PROGRAM

PROGRAM	1987-88 ACTUAL	1988-89 APPROP	1989-90 STEPHENS'/REGENTS'	1990-91 STEPHENS'/REGENTS'	BIENNIUM CHANGE AMOUNT	BIENNIUM CHANGE PERCENT
INSTRUCTION	$6,273,216	$6,612,129	$6,889,638	$7,311,399	$1,315,692	10.21%
SUPPORT	4,489,342	4,146,548	4,887,482	4,897,856	1,149,448	13.31%
RESEARCH	0	0	0	0	0	0.00%
PUBLIC SERVICE	248,996	231,447	246,653	249,869	16,079	3.35%
PLANT OPERATION & MAINTENANCE	2,026,517	2,084,794	2,107,578	2,191,881	188,148	4.58%
SCHOLARSHIPS & FELLOWSHIPS	322,520	353,099	358,606	358,606	41,593	6.16%
	$13,360,591	$13,428,017	$14,489,957	$15,009,611	$2,710,960	10.12%
FUNDING:						
GENERAL FUND	$8,340,682	$8,464,391	$8,945,302	$9,507,669	$1,647,898	9.81%
TUITION & FEES - NET	2,970,353	2,845,982	3,458,879	3,458,879	1,101,423	18.94%
SCHOLARSHIPS & FELLOWSHIPS	322,520	353,099	358,606	358,606	41,593	6.16%
6-MILL	1,672,347	1,677,780	1,651,294	1,647,457	(51,376)	-1.53%
INDIRECT COSTS	47,180	61,765	38,876	0	(70,069)	-64.32%
OTHER	7,509	25,000	37,000	37,000	41,491	127.63%
	$13,360,591	$13,428,017	$14,489,957	$15,009,611	$2,710,960	10.12%

Schedule E

NORTHERN MONTANA COLLEGE
BIENNIUM BUDGET COMPARISON
BY PROGRAM

PROGRAM	1987-88 ACTUAL	1988-89 APPROP	1989-90 STEPHENS'/REGENTS'	1990-91 STEPHENS'/REGENTS'	BIENNIUM CHANGE AMOUNT	BIENNIUM CHANGE PERCENT
INSTRUCTION	$3,926,710	$4,354,686	$4,239,888	$4,466,100	$424,592	5.13%
SUPPORT	2,516,985	2,213,388	2,427,809	2,402,463	99,899	2.11%
RESEARCH	0	0	0	0	0	0.00%
PUBLIC SERVICE	9,823	8,891	8,891	8,891	(932)	-4.98%
PLANT OPERATION & MAINTENANCE	1,076,366	1,146,577	1,119,421	1,164,197	60,675	2.73%
SCHOLARSHIPS & FELLOWSHIPS	253,839	271,722	314,000	314,000	102,439	19.49%
	$7,783,723	$7,995,264	$8,110,009	$8,355,651	$686,673	4.35%
FUNDING:						
GENERAL FUND	$5,500,609	$5,613,108	$5,507,469	$5,759,149	$152,901	1.38%
TUITION & FEES - NET	1,230,824	1,316,956	1,485,900	1,485,900	424,020	16.64%
SCHOLARSHIPS & FELLOWSHIPS	253,839	271,722	314,000	314,000	102,439	19.49%
6-MILL	771,852	774,360	775,403	773,602	2,793	0.18%
INDIRECT COSTS	4,237	14,118	4,237	0	(14,118)	-76.92%
OTHER	22,362	5,000	23,000	23,000	18,638	68.12%
	$7,783,723	$7,995,264	$8,110,009	$8,355,651	$686,673	4.35%

Schedule F

WESTERN MONTANA COLLEGE - U OF M
BIENNIUM BUDGET COMPARISON
BY PROGRAM

PROGRAM	1987-88 ACTUAL	1988-89 APPROP	1989-90 STEPHENS'	1990-91 /REGENTS'	BIENNIUM CHANGE AMOUNT	BIENNIUM CHANGE PERCENT
INSTRUCTION	$2,119,189	$2,344,394	$2,262,893	$2,398,465	$197,775	4.43%
SUPPORT	1,400,878	1,166,375	1,411,776	1,404,954	249,477	9.72%
RESEARCH	0	0	0	0	0	0.00%
PLANT OPERATION & MAINTENANCE	0	0	0	0	0	0.00%
PHYSICAL PLANT	732,309	750,530	761,601	792,065	70,827	4.78%
SCHOLARSHIPS & FELLOWSHIPS	81,524	82,469	107,889	107,889	51,785	31.58%
	$4,333,900	$4,343,768	$4,544,159	$4,703,373	569,864	6.57%
FUNDING:						
GENERAL FUND	$3,077,611	$3,048,273	$3,104,691	$3,267,745	$246,552	4.02%
TUITION & FEES - NET	734,394	784,446	890,252	890,252	261,664	17.23%
SCHOLARSHIPS & FELLOWSHIPS	81,524	82,469	107,889	107,889	51,785	31.58%
6-MILL	411,654	412,992	413,948	412,987	2,289	0.28%
INDIRECT COSTS	3,900	10,588	2,879	0	(11,609)	-80.13%
OTHER	24,817	5,000	24,500	24,500	19,183	64.34%
	$4,333,900	$4,343,768	$4,544,159	$4,703,373	$569,864	6.57%

Schedule G

MONTANA COLLEGE OF MINERAL SCIENCE & TECHNOLOGY
BIENNIUM BUDGET COMPARISON
BY PROGRAM

PROGRAM	1987-88 ACTUAL	1988-89 APPROP	1989-90 STEPHENS'/REGENTS'	1990-91 STEPHENS'/REGENTS'	BIENNIUM CHANGE AMOUNT	BIENNIUM CHANGE PERCENT
INSTRUCTION	$4,120,786	$4,085,074	$4,447,218	$4,879,550	$1,120,908	13.66%
SUPPORT	2,389,191	2,404,600	2,764,552	2,821,464	792,225	16.53%
RESEARCH	47,185	43,747	50,262	50,351	9,681	10.65%
PUBLIC SERVICE	0	0	0	0	0	0.00%
PLANT OPERATION & MAINTENANCE	1,422,857	1,626,140	1,479,771	1,538,962	(30,264)	-0.99%
SCHOLARSHIPS & FELLOWSHIPS	261,752	202,189	285,255	285,255	106,569	22.97%
	$8,241,771	$8,361,750	$9,027,058	$9,575,582	$1,999,119	12.04%
FUNDING:						
GENERAL FUND	$5,352,707	$5,425,322	$6,155,655	$6,742,615	$2,120,241	19.67%
TUITION & FEES - NET	1,465,515	1,586,724	1,666,043	1,666,043	279,847	9.17%
SCHOLARSHIPS & FELLOWSHIPS	261,752	202,189	285,255	285,255	106,569	22.97%
6-MILL	1,016,271	1,019,574	790,902	789,064	(455,879)	-22.39%
INDIRECT COSTS	54,392	52,941	36,598	0	(70,735)	-65.90%
OTHER	91,134	75,000	92,605	92,605	19,076	11.48%
	$8,241,771	$8,361,750	$9,027,058	$9,575,582	$1,999,119	12.04%

Schedule H

OTHER AGENCIES - MONTANA UNIVERSITY SYSTEM
BIENNIUM BUDGET COMPARISON

AGENCY	ACTUAL	APPROP	STEPHENS'	REGENTS'	AMOUNT	PERCENT
BUREAU OF MINES	$1,278,505	$1,286,523	$1,270,081	$1,308,772	$13,825	0.54%
AG EXPERIMENT STATION	8,552,467	8,641,392	8,847,306	9,076,182	729,629	4.24%
COOP EXTENSION SERVICE	3,760,943	4,363,435	4,163,298	4,318,210	357,130	4.40%
FOREST CONSERV STATION	632,550	644,954	643,721	667,196	33,413	2.62%
CHE - ADMINISTRATION	776,894	774,104	820,926	801,330	71,258	4.59%
CHE - GSL	1,129,443	1,416,493	1,573,654	1,375,389	403,107	15.83%
CHE - TALENT SEARCH	169,105	173,617	179,631	180,199	17,108	4.99%
CHE - SHEEO			46,300	0	46,300	
CHE - GROUP INSURANCE	8,022,471	9,205,338	10,295,000	11,750,000	4,817,191	27.96%
CHE - STUDENT ASSISTANCE	4,609,293	4,510,839	4,806,934	4,951,644	638,446	7.00%
CHE - TITLE II	115,599	161,561	161,561	161,561	45,962	16.58%
BOARD OF REGENTS - ADMIN	32,947	23,008	32,817	32,868	9,730	17.39%
	$29,080,217	$31,201,264	$32,841,229	$34,623,351	$7,183,099	11.92%
FUNDING:						
GENERAL FUND	$14,416,368	$15,463,401	$15,504,599	$15,989,957	$1,614,787	5.40%
STATE SPECIAL	1,403,451	1,018,283	1,125,113	1,210,874	(85,747)	-3.54%
FEDERAL	5,237,927	5,514,242	5,916,517	5,672,520	836,868	7.78%
OTHER	8,022,471	9,205,338	10,295,000	11,750,000	4,817,191	27.96%
	$29,080,217	$31,201,264	$32,841,229	$34,623,351	$7,183,099	11.92%

STEPHENS/REGENTS RECOMMENDATION
03/09/89

EXHIBIT 2
DATE March 10, 1989
HB Vo-tech

VO-TECH CENTERS:

Highlighted Summary

-- Increased Schwinden general fund by $604,283.
-- Increased tuition by 6.7% for additional revenue of $332,428.
-- Replaced the $3.4 million local voted levy with alternative revenue sources.
-- Provided for conversion of local employees to statewide classification system ($73,524).
-- Replaced indirect support services provided by the local school districts including conversion to central payroll ($775,616).

Summary

TABLE I

Funds Were Applied	Biennium Increase	Percent
Billings Vo-Tech	$ 90,495	2.5%
Butte Vo-Tech	146,956	4.6%
Great Falls Vo-Tech	310,999	8.5%
Helena Vo-Tech	107,705	2.2%
Missoula Vo-Tech	(39,907)	(.7%)
TOTAL Five Centers	$ 616,248	3.0%
Increase Perkins Grant	$1,933,381	25.2%
Regents Bond Payment	(1,454,690)	(.5%)
TOTAL VO-TECH SYSTEM	$1,094,939	3.7%

Funds Were Provided	Biennium Increase	Percent
General Fund	$3,724,097	36.3%
Education Trust Fund - Interest	166,562	106.5%
Education Trust Fund - Principal	(1,454,690)	100.0%
Tuition and Fees	332,428	9.4%
Federal	1,978,677	21.8%
Mandatory Millage	(74,794)	(4.5%)
Voted Millage	(3,418,911)	(100.0%)
Other	(158,430)	(100.0%)
TOTAL REVENUES	$1,094,939	3.7%

General Fund Summary

		Total Biennium
Stephens/Regents Recommendation:		
Vo-Techs	13,811,368	
Vo-Tech Administration	164,326	$13,975,694
Schwinden Recommendation:		
Vo-Techs	11,776,787	
Vo-Tech Administration	146,651	
Bond Payments	1,447,973	13,371,411
Net Increase		$ 604,283

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Vocational Technical Education System
Biennium Budgets FY90 & FY91

	1987-88 Actual	1988-89 Budgeted	1989-90 Stephens'/Regents'	1990-91 Stephens'/Regents'	$Biennial Change	%Biennial Change
Billings Vo-Tech	$1,765,935	$1,812,700	$1,845,772	$1,823,358	$90,495	2.53%
Butte Vo-Tech	1,602,168	1,593,020	1,682,279	1,659,865	146,956	4.60%
Great Falls Vo-Tech	1,759,516	1,901,681	1,997,305	1,974,891	310,999	8.49%
Helena Vo-Tech	2,396,176	2,443,545	2,484,920	2,462,506	107,705	2.23%
Missoula Vo-Tech	2,612,447	2,705,020	2,649,987	2,627,573	(39,907)	-0.75%
TOTALS	$10,136,242	$10,455,966	$10,660,263	$10,548,193	$616,248	2.99%
CHE - Carl D. Perkins Grant	$2,337,400	$5,349,919	$4,811,876	$4,808,824	$1,933,381	25.15%
Board of Regents - Bond Payment	792,778	661,912	0	0	(1,454,690)	-100.00%
TOTAL VOCATIONAL TECH SYSTEM	$13,266,420	$16,467,797	$15,472,139	$15,357,017	$1,094,939	3.68%
Funding:						
General Fund	$5,080,490	$5,171,107	$7,070,408	$6,905,286	$3,724,097	36.33%
Ed Trust Fund - Interest	156,438	0	141,000	182,000	166,562	106.47%
Tuition & Fees	1,621,417	1,922,295	1,938,070	1,938,070	332,428	9.38%
Federal	3,028,417	6,064,228	5,535,661	5,535,661	1,978,677	21.76%
Ed Trust Fund - Principal	792,778	661,912	0	0	(1,454,690)	-100.00%
Mandatory Millage	849,500	808,294	787,000	796,000	(74,794)	-4.51%
Voted Millage	1,600,950	1,817,961	0	0	(3,418,911)	-100.00%
Other	136,430	22,000	0	0	(158,430)	-100.00%
TOTAL VOCATIONAL FUNDING	$13,266,420	$16,467,797	$15,472,139	$15,357,017	$1,094,939	3.68%

TOTAL VOCATIONAL TECHNICAL CENTERS:

	FY88 ACTUALS	FY89 BUDGETED	FY90 STEPHENS	FY91 STEPHENS	$BIENNIAL CHANGE	%BIENNIAL CHANGE
INSTRUCTION	$6,006,700	$6,246,674	$6,121,160	$6,121,160	($11,054)	-0.09
SUPPORT	2,726,718	2,704,261	3,022,169	2,910,099	501,289	9.23
PLANT OPERATION & MAINTENANCE	1,402,824	1,505,031	1,516,934	1,516,934	126,013	4.33
	$10,136,242	$10,455,966	$10,660,263	$10,548,193	$616,248	2.99
FUNDING:						
GENERAL FUND	$5,010,031	$5,077,942	$6,986,719	$6,824,649	$3,723,395	36.91
TUITION & FEES	1,621,417	1,922,295	1,938,070	1,938,070	332,428	9.38
MANDATORY MILLAGE	849,501	808,294	787,000	796,000	(74,795)	-4.51
ADDITIONAL MILLAGE	1,600,950	1,817,961	0	0	(3,418,911)	-100.00
ED TRUST FUND - INTEREST	156,438	0	141,000	182,000	166,562	106.47
FEDERAL FUNDS	761,475	807,474	807,474	807,474	45,999	2.9
OTHER	136,430	22,000	0	0	(158,430)	-100.00
	$10,136,242	$10,455,966	$10,660,263	$10,548,193	$616,248	2.99

BILLINGS VOCATIONAL TECHNICAL CENTER:

	FY88 ACTUALS	FY89 BUDGETED	FY90 STEPHENS	FY91 STEPHENS	$BIENNIAL CHANGE	%BIENNIAL CHANGE
INSTRUCTION	$1,024,799	$1,061,200	$1,024,799	$1,024,799	($36,401)	-1.[illegible]
SUPPORT	474,697	449,958	543,574	521,160	140,079	15.[illegible]
PLANT OPERATION & MAINTENANCE	266,439	301,542	277,399	277,399	(13,183)	-2.3[illegible]
	$1,765,935	$1,812,700	$1,845,772	$1,823,358	$90,495	2.[illegible]
FUNDING:						
GENERAL FUND	$843,179	$829,216	$992,557	$978,725	$298,887	17.[illegible]
TUITION & FEES	293,928	345,450	345,884	345,884	52,390	8.[illegible]
MANDATORY MILLAGE	353,474	337,551	317,000	320,000	(54,025)	-7.[illegible]
ADDITIONAL MILLAGE	83,805	135,624	0	0	(219,429)	-100.00
ED TRUST FUND - INTEREST	31,302	0	25,472	32,878	27,048	86.[illegible]
FEDERAL FUNDS	76,749	164,859	164,859	145,871	69,122	28.[illegible]
OTHER	83,498	0	0	0	(83,498)	-100.[illegible]
	$1,765,935	$1,812,700	$1,845,772	$1,823,358	$90,495	2.[illegible]

BUTTE VOCATIONAL TECHNICAL CENTER:

	FY88 ACTUALS	FY89 BUDGETED	FY90 STEPHENS	FY91 STEPHENS	$BIENNIAL CHANGE	%BIENNIAL CHANGE
INSTRUCTION	$925,747	$961,322	$925,747	$925,747	($35,575)	-1.89
SUPPORT	467,739	418,369	546,850	524,436	185,178	20.90
PLANT OPERATION & MAINTENANCE	208,682	213,329	209,682	209,682	(2,647)	-0.63
	$1,602,168	$1,593,020	$1,682,279	$1,659,865	$146,956	4.60
FUNDING:						
GENERAL FUND	$890,540	$885,143	$1,137,885	$1,109,722	$471,924	26.58
TUITION & FEES	274,203	285,525	321,678	321,678	83,628	14.94
MANDATORY MILLAGE	68,232	56,240	61,000	62,000	(1,472)	-1.18
ADDITIONAL MILLAGE	223,049	228,117			(451,166)	-100.00
ED TRUST FUND - INTEREST	25,031	0	23,721	30,619	29,309	117.09
FEDERAL FUNDS	121,113	137,995	137,995	135,846	14,733	5.69
	$1,602,168	$1,593,020	$1,682,279	$1,659,865	$146,956	4.60

GREAT FALLS VOCATIONAL TECHNICAL CENTER:

	FY88 ACTUALS	FY89 BUDGETED	FY90 STEPHENS	FY91 STEPHENS	$BIENNIAL CHANGE	%BIENNIAL CHANGE
INSTRUCTION	$1,101,683	$1,277,498	$1,216,143	$1,216,143	$53,105	2.23%
SUPPORT	419,397	412,714	509,709	487,295	164,893	19.82%
PLANT OPERATION & MAINTENANCE	238,436	211,469	271,453	271,453	93,001	20.67%
	$1,759,516	$1,901,681	$1,997,305	$1,974,891	$310,999	8.49%
FUNDING:						
GENERAL FUND	$874,386	$860,196	$1,313,070	$1,268,496	$846,984	48.83%
TUITION & FEES	278,539	374,750	379,904	379,904	106,519	16.31%
MANDATORY MILLAGE	143,145	138,264	136,000	138,000	(7,409)	-2.63%
ADDITIONAL MILLAGE	316,985	387,000			(703,985)	-100.00%
ED TRUST FUND - INTEREST	24,241	0	26,860	34,670	37,289	153.83%
FEDERAL FUNDS	122,220	141,471	141,471	153,821	31,601	11.98%
	$1,759,516	$1,901,681	$1,997,305	$1,974,891	$310,999	8.49%

HELENA VOCATIONAL TECHNICAL CENTER:

	FY88 ACTUALS	FY89 BUDGETED	FY90 STEPHENS	FY91 STEPHENS	$BIENNIAL CHANGE	%BIENNIAL CHANGE
INSTRUCTION	$1,440,026	$1,447,026	$1,440,026	$1,440,026	($7,000)	-0.24%
SUPPORT	598,361	609,709	639,972	617,558	49,460	4.09%
PLANT OPERATION & MAINTENANCE	357,789	386,810	404,922	404,922	65,245	8.76%
	$2,396,176	$2,443,545	$2,484,920	$2,462,506	$107,705	2.23%
FUNDING:						
GENERAL FUND	$1,394,742	$1,303,744	$1,655,271	$1,639,507	$596,292	22.10%
TUITION & FEES	435,190	463,890	476,748	476,748	54,416	6.05%
MANDATORY MILLAGE	113,624	104,425	100,000	101,000	(17,049)	-7.82%
ADDITIONAL MILLAGE	297,541	353,533			(651,074)	-100.00%
ED TRUST FUND - INTEREST	40,673	0	34,948	45,111	39,386	96.84%
FEDERAL FUNDS	114,406	217,953	217,953	200,140	85,734	25.80%
	$2,396,176	$2,443,545	$2,484,920	$2,462,506	$107,705	2.23%

90/91 BIENNIUM MODIFIED REQUEST:

LAND IMPROVEMENT $50,000

MISSOULA VOCATIONAL TECHNICAL CENTER:

	FY88 ACTUALS	FY89 BUDGETED	FY90 STEPHENS	FY91 STEPHENS	$BIENNIAL CHANGE	%BIENNIAL CHANGE
INSTRUCTION	$1,514,445	$1,499,628	$1,514,445	$1,514,445	$14,817	0.49%
SUPPORT	766,524	813,511	782,064	759,650	(38,321)	-2.43%
PLANT OPERATION & MAINTENANCE	331,478	391,881	353,478	353,478	(16,403)	-2.27%
	$2,612,447	$2,705,020	$2,649,987	$2,627,573	($39,907)	-0.75%
FUNDING:						
GENERAL FUND	$1,007,184	$1,199,643	$1,887,936	$1,828,199	$1,509,308	68.39%
TUITION & FEES	339,557	452,680	413,856	413,856	35,475	4.48%
MANDATORY MILLAGE	171,026	171,814	173,000	175,000	5,160	1.51%
ADDITIONAL MILLAGE	679,570	713,687			(1,393,257)	-100.00%
ED TRUST FUND - INTEREST	35,191	0	29,999	38,722	33,530	95.28%
FEDERAL FUNDS	326,987	145,196	145,196	171,796	(155,191)	-32.87%
OTHER	52,932	22,000			(74,932)	-100.00%
	$2,612,447	$2,705,020	$2,649,987	$2,627,573	($39,907)	-0.75%

EXHIBIT 3
DATE March 10, 1989
community colleges

STEPHENS'/REGENTS' RECOMMENDATION

COMMUNITY COLLEGES:

Highlighted Summary

-- Increased Schwinden general fund by $295,657.
-- Increased support per student from $3,642 to $3,907 or 7.2%.
-- Adjusted projected tuition revenues by 74% next biennium.
-- Tuitions would have to be adjusted at the local level to be more in line with other public postsecondary institutions in Montana.
-- State/local funding ratio would change from 48/52 to 47/53.
-- Dawson and Flathead would have unrealizable budget authority due to I105 tax limits.

Summary

TABLE I

Funds Were Applied	Biennium Increase	Percent
Dawson Community College	$ 134,046	4.6%
Flathead Valley Community College	533,842	7.9%
Miles Community College	234,414	7.8%
TOTAL INCREASE	$ 902,302	7.1%

Funds Were Provided	Biennium Increase	Percent
General Fund	$ 297,150	4.9%
Tuition	946,580	74.4%
Mandatory Levy	(257,003)	2.4%
Other	(559,005)	(81.4%)
Unfunded I105 Limit	474,580	N/A
TOTAL FUNDING SOURCES	$ 902,302	7.1%

General Fund Summary

	Total Biennium
Stephens'/Regents' Recommendation	$6,389,962
Schwinden Recommendation	6,094,305
Net Increase	$ 295,657

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Community Colleges
Biennium 1990-91

Community College	1987-88 Estimated	1988-89 Budgeted	1989-90 Stephens'/Regents'	1990-91 Stephens'/Regents'	$Biennial Change	%Biennial Change
Dawson	$1,466,800	$1,456,800	$1,537,823	$1,519,823	$134,046	4.58%
Flathead Valley	3,379,216	3,379,776	3,655,417	3,637,417	533,842	7.90%
Miles	1,510,264	1,500,504	1,631,591	1,613,591	234,414	7.79%
Total Community Colleges*	$6,356,280	$6,337,080	$6,824,831	$6,770,831	$902,302	7.11%
Funding:						
General Fund	$3,051,014	$3,041,798	$3,207,671	$3,182,291	$297,150	4.88%
Tuition	557,336	566,132	1,040,044	1,030,004	946,580	84.26%
Mandatory Levy	2,404,168	2,386,407	2,266,786	2,266,786	(257,003)	-5.36%
Unfunded - I105 limitation	0	0	246,830	227,750	474,580	100.00%
Other	343,762	342,743	63,500	64,000	(559,005)	-81.43%
Community College Funding	$6,356,280	$6,337,080	$6,824,831	$6,770,831	$902,302	7.11%

DAWSON COMMUNITY COLLEGE:

	ESTIMATED FY88	BUDGETED FY89	STEPHENS FY90	STEPHENS FY91	$BIENNIAL CHANGE	%BIENNIAL CHANGE
STUDENT FTE	400	400	389	389	-22	-2.75%
SUPPORT PER STUDENT	$3,622	$3,642	$3,907	$3,907	$550	7.57%
AUDIT	$18,000		$18,000		$0	0.00%
TOTAL BUDGET	$1,466,800	$1,456,800	$1,537,823	$1,519,823	$134,046	4.58%
FUNDING SOURCES						
GENERAL FUND	$704,064	$699,264	$722,777	$714,317	$33,766	2.41%
MANDATORY LEVY	600,023	590,023	452,890	452,890	(284,266)	-23.89%
TUITION & FEES	125,000	125,000	209,619	209,619	169,238	67.70%
OTHER	37,713	42,513	18,000	18,000	(44,226)	-55.13%
I105 LIMITATION			134,537	124,997	259,534	100.00%
TOTAL	$1,466,800	$1,456,800	$1,537,823	$1,519,823	$134,046	4.58%
STATE %	48%	48%	47%	47%		
LOCAL %	52%	52%	53%	53%		
TOTAL %	100%	100%	100%	100%		

FLATHEAD VALLEY COMMUNITY COLLEGE:

	ESTIMATED FY88	BUDGETED FY89	STEPHENS FY90	STEPHENS FY91	$BIENNIAL CHANGE	%BIENNIAL CHANGE
STUDENT FTE	928	928	931	931	6	0.3[illegible]
SUPPORT PER STUDENT	$3,622	$3,642	$3,907	$3,907	$550	7.5[illegible]
AUDIT	$18,000		$18,000		$0	0.00%
TOTAL BUDGET	$3,379,216	$3,379,776	$3,655,417	$3,637,417	$533,842	7.9[illegible]
	=========	=========	=========	=========	=======	====
FUNDING SOURCES						
GENERAL FUND	$1,622,024	$1,622,292	$1,718,046	$1,709,586	$183,316	5.6[illegible]
MANDATORY LEVY	1,161,307	1,155,122	1,161,307	1,161,307	6,185	0.2[illegible]
TUITION & FEES	320,602	336,632	653,771	653,771	650,308	98.9[illegible]
OTHER	275,283	265,730	10,000	10,000	(521,013)	-96.30%
I105 LIMITATION			112,293	102,753	215,046	100.0[illegible]
TOTAL	$3,379,216	$3,379,776	$3,655,417	$3,637,417	$533,842	7.90%
	=========	=========	=========	=========	=========	====
STATE %	48%	48%	47%	47%		
LOCAL %	52%	52%	53%	53%		
TOTAL %	100%	100%	100%	100%		

MILES COMMUNITY COLLEGE:

	ESTIMATED FY88	BUDGETED FY89	STEPHENS FY90	STEPHENS FY91	$BIENNIAL CHANGE	%BIENNIAL CHANGE
STUDENT FTE	412	412	413	413	2	0.24%
SUPPORT PER STUDENT	$3,622	$3,642	$3,907	$3,907	$550	7.57%
AUDIT	$18,000		$18,000		$0	0.00%
TOTAL BUDGET	$1,510,264	$1,500,504	$1,631,591	$1,613,591	$234,414	7.79%
FUNDING SOURCES						
GENERAL FUND	$724,926	$720,242	$766,848	$758,388	$80,068	5.54%
MANDATORY LEVY	642,838	641,262	652,589	652,589	21,078	1.64%
TUITION & FEES	111,734	104,500	176,654	166,614	127,034	58.75%
OTHER	30,766	34,500	35,500	36,000	6,234	9.55%
I105 LIMITATION			0	0	0	
TOTAL	$1,510,264	$1,500,504	$1,631,591	$1,613,591	$234,414	7.79%
STATE %	48%	48%	47%	47%		
LOCAL %	52%	52%	53%	53%		
TOTAL %	100%	100%	100%	100%		

ROLL CALL VOTE

EDUCATION SUBCOMMITTEE

DATE March 10 AGENCY University System NUMBER

NAME	AYE	NAY
REP. RAY PECK, CHAIRMAN	✓	
SEN. SWEDE HAMMOND, VICE CHAIRMAN	✓	
SEN. PAUL BOYLAN		✓
SEN. JUDY JACOBSON		✓
REP. MIKE KADAS		✓
REP. BOB MARKS	✓	
SEN. DENNIS NATHE	✓	
TALLY	4	3

Claudia Johnson
Secretary

Chairman

Motion: Rep. Marks made a substitute motion from Sen. Jacobson's motion to take $1,447,973 out of the general fund. Rep Mar[ks] motion is to wait on Subcommittee action [un]til the Board of Regents meet with Governor Step[hens]

Form CS-31A
Rev. 1985