INTRODUCED BILL

INTRODUCED BY Scilly Brodley Vincent Elling Dan 1 2 3

4 A BILL FOR AN ACT ENTITLED: "AN ACT TO EXTEND TO 99 YEARS 5 THE TERM FOR WHICH SCHOOL DISTRICT TRUSTEES MAY LEASE 6 BUILDINGS FROM THE COUNTY, ANDTHER DISTRICT, OR ANY PERSON; 7 ALLOWING SUCH TRUSTEES TO USE RENTAL MONEY COLLECTED FOR ANY 8 PROPER SCHOOL PURPOSE; AMENDING SECTIONS 75-6801, 75-8209, 9 AND 75-8211; REPEALING SECTION 75-7214, R.C.M. 1947."

10

11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

12 Section 1. Section 75-6801, R.C.M. 1947, is amended to 13 read as follows:

14 "75-6801. Fund definitions. As used in this Title
15 <u>title</u>, unless the context clearly indicates otherwiset.
16 A a "fund" means a separate detailed account of receipts and
17 expenditures for a specific purpose as authorized by law.
18 Funds are classified as follows:

19 (1) A "budgeted fund" means any fund for which a 20 budget must be adopted in order to expend any moneys from 21 such fund. The general fund, transportation fund, bus 22 depreciation reserve fund, elementary tuition fund, 23 retirement fund, debt service fund, leased facilities fund, 24 building reserve fund, adult education fund, nonoperating 25 fund, post-secondary postsecondary vocational-technical center funds and any other funds so designated by the
 legislature shall be budgeted funds.

3 (2) A "nonbudgeted fund" means any fund for which a 4 budget is not required in order to expend any moneys on 5 deposit in such fund. The school food services fund, 6 miscellaneous federal programs fund, building fund, housing 7 end--dormitory--fund, traffic education fund, interlocal 8 co-operative cooperative fund and any other funds so 9 designated by the legislature shall be nonbudgeted funds." 10 Section 2- Section 75-8209: 8-6.4- 1947, is amended to

10 Section 2. Section 75-8209, R.C.M. 1947, is amended to 11 read as follows:

12 "75-8209. Authorization to lease buildings for school 13 purposes. The trustees of any district shall--have--the 14 authority---to may lease buildings suitable for school 15 purposes when it is within the best interests of the 16 district to lease such building from the county, another 17 district, or any person. Except--as--provided--in--section 18 75-8203y--such Such lease may be for a term of not more than three-(3) 99 years and, when the lease is for a period of 19 time that is longer than the current school fiscal year, the 20 lease requirements for the succeeding school fiscal years 21 shall be an obligation of the final budgets for such years." 22 Section 3. Section 75-8211. R.C.M. 1947. is amended to 23 read as follows: 24

25 "75-8211. Leasing district property and disposition of

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1	any rentals. The trustees of any district shall-have-the
2	suthority-to may rent, lease, or let any buildings or
3	facilities of the district under the terms specified by the
4	trustees. Any money collected for such rental, lease, or
5	letting shall-be-deposited-to-the-credit-of-the-housingand
6	dormitoryfundorthatfundwhichfinances-the-cost-of
7	maintaining-such-real-propertyw_mayi_in_the_discretion_of
8	the trustees, be used for any proper school purpose and
9	deposited_insuch_fund_as_the_trustees_consider
10	appropriate."
11	Section 4. Repealer. Section 75-7214, R.C.N. 1947, is
12	repealed.

-End-

45th Legislature

Approved by Committee on State Administration

INTRODUCED BY Schilly Bradley Vincent Elling A 1 2 4

A BILL FOR AN ACT ENTITLED: "AN ACT TO EXTEND TO 99 YEARS
THE TERM FOR WHICH SCHOOL DISTRICT TRUSTEES MAY LEASE
BUILDINGS FROM THE COUNTY, ANDTHER DISTRICT, OR ANY PERSON;
ALLOWING SUCH TRUSTEES TO USE RENTAL MONEY COLLECTED FOR ANY
PROPER SCHOOL PURPOSE; AMENDING SECTIONS 75-6801, 75-8209,
AND 75-8211; REPEALING SECTION 75-7214, R.C.M. 1947."

10

11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

12 Section 1. Section 75-6801, R.C.N. 1947, is amended to 13 read as follows:

14 "75-6801. Fund definitions. As used in this Title
15 <u>title</u>, unless the context clearly indicates otherwiset.
16 * <u>a</u> "fund" means a separate detailed account of receipts and
17 expenditures for a specific purpose as authorized by law.
18 Funds are classified as follows:

19 (1) A "budgeted fund" means any fund for which a 20 budget must be adopted in order to expend any moneys from 21 such fund. The general fund, transportation fund, bus 22 depreciation reserve fund, elementary tuition fund, 23 retirement fund, debt service fund, leased facilities fund, 24 building reserve fund, adult education fund, nonoperating 25 fund, post-secondary postsecondary vocational-technical

SECOND READING

1 center fund, and any other funds so designated by the 2 legislature shall be budgeted funds.

3 (2) A "nonbudgeted fund" means any fund for which a 4 budget is not required in order to expend any moneys on 5 deposit in such fund. The school food services fund, 6 miscellaneous federal programs fund, building fund, housing 7 end--dormitory--fund, traffic education fund, interlocal 8 co-operative cooperative fund and any other funds so 9 designated by the legislature shall be nonbudgeted funds."

Section 2. Section 75-8209, R.C.M. 1947, is amended to 11 read as follows:

12 #75-8209. Authorization to lease buildings for school 13 purposes. The trustees of any district shall--have--the 14 authority---to may lease buildings suitable for school 15 purposes when it is within the best interests of the 16 district to lease such building from the county, another 17 district, or any person. Except-as--provided--in--section 18 75-8203y--such Such lease may be for a term of not more than 19 three-(3) 99 years and, when the lease is for a period of time that is longer than the current school fiscal year, the 20 21 lease requirements for the succeeding school fiscal years 22 shall be an obligation of the final budgets for such years." 23 Section 3. Section 75-8211, R.C.N. 1947, is amended to 24 read as follows:

25 **• 75-8211** Leasing district property and disposition of

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.

1	any rentals. The trustees of any district shallhavethe
2	outhorityto may rent, lease, or let any buildings or
3	facilities of the district under the terms specified by the
4	trustees. Any money collected for such rental, lease, or
5	letting shall-be-deposited-to-the-credit-of-the-housingand
6	dormitory-fund-or-that-fund-whick-finances-the-cost-of
7	maintaining-such-real-property=_mays_in_the_discretion_of
8	the trustees, be used for any proper school purpose and
9	deposited in such fund as the trustees consider
10	appropriate."
11	Section 4. Repealer. Section 75-7214, R.C.M. 1947, is
12	repealed.

-End-

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 BILL NO. 147

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 INTRODUCED BY
 Sull, Brodly, Viewent Culling Quies

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 4
 A BILL FOR AN ACT ENTITLED: "AN ACT TO EXTEND TO 99 YEARS

 5
 THE TERM FOR WHICH SCHOOL DISTRICT TRUSTEES MAY LEASE

 6
 BUILDINGS FROM THE COUNTY, ANDTHER DISTRICT, DR ANY PERSON;

 7
 ALLOWING SUCH TRUSTEES TO USE RENTAL MONEY COLLECTED FOR ANY

8 PROPER SCHOOL PURPOSE; AMENDING SECTIONS 75-6801, 75-8209,
 9 AND 75-8211; REPEALING SECTION 75-7214, R.C.M. 1947."

10

11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

12 Section 1. Section 75-6801, R.C.M. 1947, is amended to 13 read as follows:

14 "75-6801. Fund definitions. As used in this Title
15 <u>title</u>, unless the context clearly indicates otherwiset.
16 A <u>a</u> "fund" means a separate detailed account of receipts and
17 expenditures for a specific purpose as authorized by law.
18 Funds are classified as follows:

19 (1) A "budgeted fund" means any fund for which a 20 budget must be adopted in order to expend any moneys from 21 such fund. The general fund, transportation fund, bus 22 depreciation reserve fund, elementary tuition fund; 23 retirement fund, debt service fund, leased facilities fund; 24 building reserve fund, adult education fund; nonoperating 25 fund; post-secondary postsecondary vocational-technical center fundi and any other funds so designated by the
 legislature shall be budgeted funds.

3 (2) A "nonbudgeted fund" means any fund for which a 4 budget is not required in order to expend any moneys on 5 deposit in such fund. The school food services fund, 6 miscellaneous federal programs fund, building fund, housing 7 and--dormitory--fund, traffic education fund, interlocal 8 co-operative cooperative fund and any other funds so 9 designated by the legislature shall be nonbudgeted funds."

10 Section 2. Section 75-8209, R.C.M. 1947, is amended to 11 read as follows:

12 "75-8209. Authorization to lease buildings for school 13 purposes. The trustees of any district shall--have--the authority---to may lease buildings suitable for school 14 15 purposes when it is within the best interests of the 16 district to lease such building from the county, another 17 district, or any person. Except-as-provided-vin-section 18 75-8283y--such Such lease may be for a term of not more than 19 three-133 99 years and, when the lease is for a period of 20 time that is longer than the current school fiscal year, the lease requirements for the succeeding school fiscal years 21 22 shall be an obligation of the final budgets for such years." 23 Section 3. Section 75-8211, R.C.M. 1947, is amended to 24 read as follows: "75-8211. Leasing district property and disposition of 25

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THIRD READING

any rentals. The trustees of any district shall-have-the 1 outhority--to may rent, lease, or let any buildings or 2 facilities of the district under the terms specified by the 3 trustees. Any money collected for such rental, lease, or 4 letting shall-be-deposited-to-the-credit-of-the-housing--and 5 6 dormitory--fund--or--that--fund--which--Finances-the-cost-of 7 meinteining-such-rest-property: may: in the discretion of the trustees. be used for any proper school purpose and 8 9 deposited in such fund as the trustees consider appropriate." 10 Section 4. Repealer. Section 75-7214, R.C.M. 1947, is 11

12 repealed.

-End-

April 4, 1977

SENATE STANDING COMMITTEE REPORT Education Committee

That House Bill No. 147, third reading, be amended as follows: 1. Amend title, line 6. Following: "BUILDINGS" Insert: "OR LAND" Following: "COUNTY," Insert: "MUNICIPALITY," 2. Amend title, line 6. Following: "PERSON" Insert: "IF PRIOR APPROVAL OF THE QUALIFIED ELECTORS OF THE DISTRICT IS OBTAINED" 3. Amend title, line 8. Following: "75-6801," Insert: "75-7414." 4. Amend title, line 9. Following: AND 75-8211" Strike: "; REPEALING SECTION 75-7214" 5. Amend page 2, section 1, line 7. Following: "fund," Insert: "housing and dormitory fund," 6. Amend page 2, section 2, line 12. Following: "buildings" Insert: "or land" 7. Amend page 2, section 2, line 14. Following: "buildings" Insert: "or land" 8. Amend page 2, section 2, line 16. Following: "building" Insert: "or land" Following: "county," Insert: "municipality," 9. Amend page 2, section 2, line 18. Following: "such" Strike: "Such" "The" Insert: 10. Amend page 2, section 2, line 19. Following: "(3)" Strike: "99" "3" Insert: Following: "years" Strike: "and, when" Insert: "unless prior approval of the qualified electors of the district is obtained in the manner prescribed by law for school elections; in which case the lease may be for a term of not more than 99 years. Whenever"

Page 2 House Bill No. 147 April 4, 1977

11. Amend page 3, section 3, line 2.
Following: "buildings"
Insert: ", land"

12. Amend page 3, section 4, line 11.
Following: "Section 4."
Strike: "Repealer."

13. Amend page 3, section 4, line 12.
Following: line 11
Strike: "repealed."
Insert: "amended to read as follows:

"75-7214. Housing and dormitory fund. (1) The trustees of any district that provides pupil or teacher housing in district-owned buildings under a lease or rental agreement with pupils or teachers or receives moneys under the provision of section 75-8211 shall may establish a hou ing and dormitory fund. All moneys received from such lease or rental agreements shall may be deposited with the county treasurer to the credit of the housing and dormitory fund, general fund, or the debt service fund, or any other appropriate fund. Whenever the end-of-the-year cash balance of the a housing and dormitory fund is more than three-thousand-dellars (\$3,000), such cash balance in excess of three-thousand dellars (\$3,000) shall be transferred to the general fund of the district.

(2) Any expenditure of moneys from the a housing and dormitory fund shall be made for the maintenance and operation of the district-owned buildings to which the lease or rental agreements apply or for the acquisition of additional housing or dormitory facilities. The financial administration of the housing and dormitory fund shall be in accordance with the financial administration provisions of this title for a nonbudgeted fund." April 6, 1977

SENATE COMMITTEE OF THE WHOLE

That House Bill No. 147 be amended as follows:

1. Amend Senate Standing Committee amendment no. 3.
Strike: "75-7414"
Insert: "75-7214"

1	HOUSE BILL NO. 147	1	building reserve fund, adult education fund, nonoperating
2	INTRODUCED BY SCULLY, BRADLEY, VINCENT, ELLERD, DAVIS	2	fund, post-secondary postsecondary vocational-technica)
3		3	center fund, and any other funds so designated by the
4	A BILL FOR AN ACT ENTITLED: "AN ACT TO EXTEND TO 99 YEARS	4	legislature shall be budgeted funds.
5	THE TERM FOR WHICH SCHOOL DISTRICT TRUSTEES MAY LEASE	5	(2) A "nonbudgeted fund" means any fund for which a
6	BUILDINGS OR LAND FROM THE COUNTY, BUNICIPALITY, ANOTHER	6	budget is not required in order to expend any moneys on
7	DISTRICT. OR ANY PERSON IE PRIOR APPROVAL OF THE JUALIFIED	7	deposit in such fund. The school food services fund,
8	ELECTORS OF THE DISTRICT IS OBTAINED; ALLOWING SUCH TRUSTEES	8	miscellaneous federal programs fund, building fund, housing
9	TO USE RENTAL MONEY COLLECTED FOR ANY PROPER SCHOOL PURPOSE;	9	and-dormitory-fundy <u>HOUSING_AND_DORMITORY_EUND+</u> traffic
10	AMENDING SECTIONS 75-6801, 75-7414 75-7214, 75-8209, AND	10	education fund, interlocal co-operative <u>cooperative</u> fund and
11	75-8211 ;-REPEALING~SECTION-75~7214 , R.C.H. 1947."	11	any other funds so designated by the legislature shall be
12		12	nonbudgeted funds."
13	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:	13	Section 2. Section 75-8209; R.C.M. 1947; is amended to
14	Section 1. Section 75-6801, R.C.M. 1947, is amended to	14	read as follows:
15	read as follows:	15	"75—8209• Authorization to lease buildings <u>OR_LAND</u> for
16	#75-6801. Fund definitions. As used in this fitle	16	school purposes. The trustees of any district shall-have-the
17	title, unless the context clearly indicates otherwisers	17	authority-to may lease buildings <u>OR LAND</u> suitable for school
18	* a "fund" means a separate detailed account of receipts and	18	purposes when it is within the best interests of the
19	expenditures for a specific purpose as authorized by law-	19	district to lease such building <u>DR_LAND</u> from the county,
20	Funds are classified as follows:	20	MUNICIPALITY, another district, or any person. Exceptas
21	(1) A "budgeted fund" means any fund for which a	21	providedin-section-75-0203v-such <u>Such IHE</u> lease may be for
22	budget must be adopted in order to expend any moneys from	22	a term of not more than three(3) <u>99</u> 3 years andywhen
23	such fund. The general fund, transportation fund, bus	23	UNLESS PRIOR APPROVAL DE THE QUALIFIED ELECTORS OF THE
24	depreciation reserve fund, elementary tuition fund,	24	DISTRICT IS OBTAINED IN THE MANNER PRESCRIBED BY LAW FOR
25	retirement fund, debt service fund, leased facilities fund,	25	SCHOOL ELECTIONS; IN WHICH CASE THE LEASE MAY BE FOR A TERM
	REFERENCE BILL		-2- H8 147

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1 <u>DF NOT MORE THAN 99 YEARS</u> wHENEVER the lease is for a 2 period of time that is longer than the current school fiscal 3 year, the lease requirements for the succeeding school 4 fiscal years shall be an obligation of the final budgets for 5 such years."

6 Section 3. Section 75-8211, R.C.M. 1947, is amended to 7 read as follows:

8 #75-8211. Leasing district property and disposition of 9 any rentals. The trustees of any district shall-have-the 10 authority to may rent, lease, or let any buildings, LAND or 11 facilities of the district under the terms specified by the 12 trustees. Any money collected for such rental, lease, or letting shall-be-deposited-to-the-credit-of-the-housing--ond 13 14 dormitory--fund--or--that--fund--which--finances-the-cost-of 15 mainteining-such real-property, may, in the discretion of 16 the trustees, be used for any proper school purpose and 17 deposited in such fund as the trustees consider 18 appropriate."

Section 4. Repeaters Section 75-7214, R.C.M. 1947, is
 repeateds AMENDED TO READ AS FOLLOWS:

21 "75-7214. Housing and dormitory fund. (1) The trustees 22 of any district that provides pupil or teacher housing in 23 district-owned buildings under a lease or rental agreement 24 with pupils or teachers or receives moneys under the 25 provision of section 75-8211 shall y establish a housing

-3-

H8 147

1 and dormitory fund. All moneys received from such lease or 2 rental agreements shall may be deposited with the county 3 treasurer to the credit of the housing and dormitory fund, 4 general fund, or the debt service fund<u>, or any other</u> 5 appropriate fund. Whenever the end-of-the-year cash balance 6 of the a housing and dormitory fund is more than three 7 thousand-dollars-(\$3,000), such cash balance in excess of 8 three-thousand-dollars-f\$3.000+ shall be transferred to the 9 general fund of the district.

10 (2) Any expenditure of moneys from the a housing and dor itory fund shall be made for the maintenance and 11 12 operation of the district-owned buildings to which the lease 13 or rental agreements apply or for the acquisition of 14 additional housing or dormitory facilities. The financial administration of the housing and dormitory fund shall be in 15 16 accordance with the financial administration provisions of 17 this title for a nonbudgeted fund.*

-End-

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