HOUSE SILL NG. 69

INTRODUCED BY DOBALDSON

BY REQUEST OF THE LECISLATIVE FINANCE COMMITTEE

IN THE HOUSE

January 6, 1981	Introduced and referred to Committee on Appropriations.			
January 7, 1981	Fiscal note requested.			
January 14, 1981	Fiscal note returned.			
February 23, 1981	Committee recommend bill do pass as amended. Report adopted.			
February 24, 1981	Bill printed and placed on members' desks.			
	On motion rules suspended and bill placed on second reading this day.			
	Second reading, do pass.			
	On motion rules suspended and bill placed on third reading this day.			
	Correctly engrossed.			
February 25, 1981	Third reading, passed. Ayes, 95; Nocs, C. Transmitted to Senate.			
IN THE SENATE				
March 3, 1981	Introduced and referred to Committee on Finance and Claims.			
Narch 18, 1981	Committee recommend bill be concurred in. Report adopted.			

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Harch	20, 1981	Second reading, concurred in.
March	23, 1931	Third reading, not concurred in. Ayes, 23; Noes, 24.
		On motion Senate reconsider its action taken on third reading and rerefer to second reading. Motion adopted.
March	24, 1981	Second reading, concurred in.
March	26, 1981	Third reading, concurred in. Ayes, 37; Noes, 9.
	IN THE H	OUSD
March	27, 1931	Returned from Senate. Con- curred in. Sent to enrolling.
March	30, 1981	Correctly enrolled.
March	31, 1981	Signed by Speaker.
April	1, 1981	Signed by President.
		Delivered to Governor.
April	7, 1981	Returned from Covernor with recommended amendments.
April	9, 1981	Second reading, Governor's amendments concurred in.
		On motion rules suspended and bill placed on third reading this day.
		Third reading, Governor's amendments concurred in. Ayes, 91; Noes, 2. Trans- mitted to Senate.

IN THE SENATE

April 10, 1981

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Bill received from House.

April	11,	1981	Passed consideration.
April	13,	1981	Second reading, Governor's amondments concurred in.
April	14,	1981	Third reading, Covernor's amendments concurred in. Ayes, 44; Noes, 3.

IN THE HOUSE

April 15, 1981

Returned from Senate. Concurred in. Sent to enrolling.

Reported correctly enrolled.

47th Legislature

LC 0564/01

1 HOUSE BILL NO. 69 INTRODUCED BY _____DONALDSON г 3 BY REQUEST OF THE LEGISLATIVE FINANCE COMMITTEE 4 A BILL FOR AN ACT ENTITLED: MAN ACT TO REVISE THE 5 6 APPROPRIATION AND BUDGET PROCEDURES RELATING TO COMMUNITY 7 COLLEGES: AMENDING SECTIONS 20-15-403 AND 20-15-404, MCA; 3 AND REPEALING SECTIONS 20-15-302, 20-15-303, 20-15-306, AND 20-15-307, MCA: AND PROVIDING AN IMMEDIATE EFFECTIVE DATE.* 9 10 11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 12 NEW_SECTION. Section 1. Proposed budget. The board of trustees of a community college district shall submit a 13 14 proposed budget to the board of regents by August 15 15 immediately preceding each regular legislative session. The 16 proposed budget shall be for the next biennium and in a form 17 approved by the state budget director and the commissioner 18 of higher education and shall be calculated in the same 19 manner as the operating budget described in [section 4]. The board of regents shall review the proposed budget and all 20 its components and make any changes it determines necessary. 21 22 By the following September 1, the board of regents shall 23 submit its proposal for funding the community colleges to 24 the budget director and the legislative fiscal analyst. 25 NEW_SECTION. Section 2. Appropriation. It is the 1 intent of the legislature that all community college 2 spending, other than from restricted funds or funds 3 generated by an optional, voted levy, be controlled under provisions of the state general appropriations act. The 4 unrestricted budget shall be based on a calculated dollar 5 amount per full-time equivalent student. The student count 6 7 may not include those enrolled in community service courses 8 as defined by the board of regents.

<u>NEH_SECTION</u> Section 3. Funding sources. The annual
 operating budget of a community college district shall be
 financed from the following sources:

12 (1) the estimated revenues to be realized from student
13 tuition and fees, except those related to community service
14 courses as defined by the board of regents;

15 (2) a mandatory mill levy on the community college 16 district;

17 (3) the 1-mill adult education levy authorized under 18 provisions of 20-15-305;

19 (4) the state general fund appropriation;

29 (5) an optional voted levy on the community college
21 district that shall be submitted to the electorate in
22 accordance with general school election laws;

23 (6) all other income, revenue, balances, or reserves
24 not restricted by a source outside the community college
25 district to a specific purpose;

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1 (7) income, revenue, balances, or reserves restricted 2 by a source outside the community college district to a 3 specific purpose. Student fees paid for community service 4 courses as defined by the board of regents shall be 5 considered restricted to a specific purpose.

6 <u>NEW_SECTION</u> Section 4. Calculation and approval of 7 operating budget. (1) Annually by June 15, the board of 8 trustees of a community college district shall submit to the 9 board of regents in a form acceptable to the board of 10 regents an operating budget that shall be calculated and 11 presented as follows:

12 (a) The general appropriations act shall specify for
13 each college the factor that, when multiplied by the general
14 fund appropriation, yields the total unrestricted spending
15 authority.

(b) An estimate of items specified in subsections (1),
(3), and (6) of [section 3] shall be added to the state
general fund appropriation and the total subtracted from the
total unrestricted spending authority. The difference shall
be obtained by a mandatory levy.

(c) The funding obtained under subsections (1) through
(4) and (6) of [section 3] is the amount of the unrestricted
budget. A detailed expenditure schedule shall be submitted
for the unrestricted budget.

25 (d) The amount estimated to be raised by the voted

1 levy shall be detailed separately in an expenditure 2 schedule.

3 (e) The spending of each restricted funding source4 shall be detailed separately in an expenditure schedule.

5 (f) The expenditure schedules provided in subsections
6 (c), (d), and (e) of subsection (1) shall be aggregated into
7 the total community college budget.

8 (g) If revenues to the unrestricted budget exceed 9 estimates, the excess shall be used to reduce the mandatory 10 levy in the subsequent year unless the board of regents 11 approves a budget amendment, in which case the unrestricted 12 expenditures per student may not exceed the amount approved 13 by the legislature.

14 (2) The board of regents shall review the proposed 15 total operating budget and all its components and make any 16 changes it determines necessary. A board of trustees of a 17 community college district shall operate within the limits 18 of the operating budget approved by the board of regents.

19 <u>NEW_SECTIONs</u> Section 5. Tax levy. On the second 20 Monday in August, the board of county commissioners of any 21 county where a community college district is located shall 22 fix and levy a tax on all the real and personal property 23 within the community college district at the rate required 24 to finance the mandatory mill levy prescribed by subsection 25 (1)(b) of [section 4] and the voted levy prescribed by

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subsection (5) of [section 3] if one has been approved by the voters. When a community college district has territory in more than one county, the board of county commissioners in each county shall fix and levy the community college district tax on all the real and personal property of the community college district situated in its county.

Section 6. Section 20-15-403, MCA, is amended to read: 7 "20-15-403, Applications of other school district d 9 provisions. (1) When the term "school district" appears in the following sections outside of Title 20, the term 10 11 includes community college districts and the provisions of 12 those sections applicable to school districts apply to 13 community college districts: 2-9-101, 2-9-111, 2-9-316, 2-16-114, 2-15-602, 2-15-614, 2-19-703, 7-3-1101, 7-6-2604, 14 15 7-6-2801, 7-7+123, 7-8-2214, 7-8-2215, 7-8-2216, 7-11-103, 16 7-12-4106, 7-13-110, 7-13-210, 7-15-4206, 10-1-703+ 17 15-1-101, 15-6-204, 15-16-101, 15-16-601, 15-18-108, ±5-24-502y 15-24-505, 15-30-221, 15-55-106, 15-70-301, 18 19 15-73-322, 17-5-101, 17-5-202, 17-6-103, 17-6-204, 17-6-213, 17-7-201, 18-1-102, 18-1-105, 18-1-112, 18-1-201, 18-2-101, 20 18+2+103, 18-2+113, 18-2-114, ±0+2+±15, 18+2-404, 18+2-403, 21 13-5-205, 19-1-102, 19-1-602, 19-1-311, 22-1-309, 25-1-402, 22 23 27-19-405+ 33+20-1104+ 39-3-104+ 39-4-107+ 39-31-103+ 24 39-31-334, 39-71-116, 39-71-117, 39-71-2106, 39-71-2206, 25 40-5-237, 40-8-8249-40-6-1259-40-8-1249 41-5-912, 49-3-101,

1 49-3-102, 53-20-304, 77-3-321, 82-10-201, 82+10-202, 2 82-10-203, 85-7-2158, and 90-6-208 and Rules 4D(2)(g) and 3 15(c). M.R.Civ.P., as amended. 4 (2) When the term "school district" appears in a section outside of Title 20 but the section is not listed in 5 6 subsection (1), the school district provision does not apply 7 to a community college district." 8 Section 7. Section 20-15-404, MCA, is amended to read: Q "20-15-404. Trustees to adhere to certain other laws. 10 Unless the context clearly indicates otherwise, the trustees 11 of a community college district shall: 12 (1) adhere to the teachers' retirement provisions of 13 Title 19, chapter 4, as awended; 14 (2) adhere to the provisions of 20-1-201, 20-1-205, 15 20-1-211, and 20-1-212, as amended; 16 (3) adhere to the school property provisions of 17 20-6-605, 20-6-621, 20-6-622, 20-6-624, 20-6-631, and 20+6-633 through 20+6-636; as amended; 18 19 (4) adhere to the adult education provisions of 20 20-7-701 through 20-7-712, as amended:

(5) adhere to the administration of finances
provisions of 20+9-115, 20+9-134, subsections (2), (3), (4),
and (5) of 20-9-161, 20-9-163, 20-9-165, 20-9-207 through
20-9-210, 20-9-215, and 20-9-221 through 20-9+224, as
abended;

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(6) adhere to the school bond provisions of 20-9-401 1 through 20-9-412, 20-9-421 through 20-9-446, 20-9-451 2 3 through 20-9-456, and 20-9-461 through 20-9-465, as amended; 4 (7) adhere to the special purpose funds provisions of 20-9-501-through 20-9-502: 20-9-503, 20-9-507, 20-9-508, and 5 20-9-511, as amended; 6 7 (8) adhere to the educational cooperative agreements provisions of 20-9-701 through 20-9-704, as amended; 8 9 (9) adhere to the school elections provisions of Title 10 20, chapter 20, as amended; 11 (10) adhere to the students' rights provisions of 20-25-511 through 20-25-516, as amended; and 12 13 (11) adhere to the health provisions of 50-1-206." Section 8. Repealer. Sections 20-15-302, 20-15-303, 14 20-15-306, and 20-15-307, MCA, are repealed. 15 16 Section 9. Effective date. This act is effective on 17 passage and approval. -End-

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STATE OF MONTANA

REQUEST NO. 50-81

FISCAL NOTE

Form BD-15

In compliance with a written request received <u>January 7</u>, , 19 <u>81</u>, there is hereby submitted a Fiscal Note for <u>H. B. 69</u> pursuant to Title 5, Chapter 4, Part 2 of the Montana Code Annotated (MCA).

Background information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to members of the Legislature upon request.

DESCRIPTION OF PROPOSED LEGISLATION:

HB 69 proposes to revise the appropriation and budget procedures relating to the community colleges.

COMMENTS:

No dollar amount can be arrived at from the information given in HB 69. General fund support is determined by the following formula:

Nur	nber of FTE Students
<u>X</u>	Cost per Student
	Total Budget
<u>X</u>	% of State Support
(General Fund Support

Because the legislature will determine all factors of the calculation, i.e., Number of FTE Students, Cost per Student, and % of State Support, it is impossible to determine what the fiscal impact is.

BUDGET DIRECTOR Office of Budget and Program Planning Date: 1-13-81

47th Legislature

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App	proved	by	Comm.
on	Approp	pria	tions

1	HOUSE BILL NO. 69
2	INTRODUCED BY DONALDSON
3	BY REQUEST OF THE LEGISLATIVE FINANCE COMMITTEE
4	
5	A BILL FOR AN ACT ENTITLED: "AN ACT TO REVISE THE
6	APPROPRIATION AND BUDGET PROCEDURES RELATING TO COMMUNITY
7	COLLEGES; AMENDING SECTIONS 20-15-403 AND 20-15-404, MCA;
8	AND REPEALING SECTIONS 20-15-302, 20-15-303, 20-15-306, AND
9	20-15-307, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE."
10	
11	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
12	<u>NEW SECTION.</u> Section 1. Proposed budget. The board of

trustees of a community college district shall submit a 13 proposed budget to the board of regents by August 15 14 15 immediately preceding each regular legislative session. The 16 proposed budget shall be for the next biennium and in a form 17 approved by the state budget director and the commissioner 18 of higher education and shall be calculated in the same 19 manner as the operating budget described in [section 4]. The 20 board of regents shall review the proposed budget and all 21 its components and make any changes it determines necessary. 22 By the following September 1, the board of regents shall 23 submit its proposal for funding the community colleges to 24 the budget director and the legislative fiscal analyst. 25 NEW SECTION. Section 2. Appropriation. It is the

1 intent of the legislature that all community college z spending, other than from restricted funds or funds 3 generated by an optional, voted levy, be controlled under provisions of the state general appropriations act. The 4 unrestricted budget shall be based on a calculated dollar 5 6 amount per full-time equivalent student. The student count 7 may not include those enrolled in community service courses 8 as defined by the board of recents. 9 NEW SECTION. Section 3. Funding sources. The annual operating budget of a community college district shall be 10 11 financed from the following sources: 12 (1) the estimated revenues to be realized from student 13 tuition and fees, except those related to community service 14 courses as defined by the board of regents; 15 (2) a mandatory will levy on the community college 16 district: 17 (3) the 1-mill adult education levy authorized under 18 provisions of 20-15-305; 19 (4) the state general fund appropriation; 20 (5) an optional voted levy on the community college district that shall be submitted to the electorate in 21 22 accordance with general school election laws; 23 (6) all other income, revenue, balances, or reserves 24 not restricted by a source outside the community college 25 district to a specific purpose;

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1 (7) income, revenue, balances, or reserves restricted 2 by a source outside the community college district to a 3 specific purpose. Student fees paid for community service 4 courses as defined by the board of regents shall be 5 considered restricted to a specific purpose.

6 <u>NEW-SECTION-</u>--Section-4.--Calculation-and--approval--of 7 operating--budget.---<u>fl</u>--Annually--by-June-LSr-the-board-of 8 trustees-of-a-community-college-district-shall-submit-to-the 9 board-of-regents-in--a--form--acceptable--to--the--board--of 10 regents--an--operating--budget--that-shall-be-calculated-and 11 presented-as-follows:

12 fat--The-general-appropriations-act-shall--specify--for
13 each-college-the-factor-thaty-when-multiplied-by-the-general
14 fund--appropriationy--yields-the-total-unrestricted-spending
15 authority=

16 (b)--An-estimate-of-items-specified-in-subsections-(1)* 17 (3)*-and-(6)-of-[section-3]-shall--be--added--to--the--state 18 general-fund-appropriation-and-the-total-subtracted-from-the 19 total--unrestricted-spending-authority*-The-difference-shall 20 be-obtained-by-a-mandatory-levy* 21 (c)--The-funding-obtained-under-subsections-(1)-through

22 (4)-and-(6)-of-[section-3]-is-the-amount-of-the-unrestricted
23 budgetw-A-detailed-expenditure-schedule-shall--be--submitted
24 for-the-unrestricted-budgetw

25 fd}--The---amount--estimated--to--be-raised-by-the-vated

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1	levyshallbedetailedseparatelyinanexpenditure
2	schedułer
3	te)Thespendingofeachrestricted-funding-source
4	shall-be-detailed-separately-in-an-expenditure-schedule.
5	(f)The-expenditure-schedules-provided-insubsections
6	tet+-fdt+-and-(e)-of-subsection-flt-shall-be-aggregated-into
7	the-total-community-college-budget.
8	fg}Ifrevenuestotheunrestrictedbudget-exceed
9	estimatesy-the-excess-shall-be-used-to-reduce-themandatory
10	levyinthesubsequentyearunless -the-board-of-regents
11	approves-a-budget-smendmenty-in-whi ch-ca se-theunrestricted
12	expendituresper-student-may-not-exceed-the-amount-approved
13	by-the-legislature.
14	t2;The-board-of-regentsshallreviewtheproposed
15	tota]operatingbudget-and-a]]-its-components-and-ma ke- any
16	changes-it-determines-necessarys-A-board-oftrusteesofa
17	communitycollegedistrict-shall-operate-within-the-limits
18	of-the-operating-budget-approved-by-the-board-of-regents.
19	NEW SECTION. SECTION 4. CALCULATION AND APPROVAL OF
20	OPERATING BUDGET. (1) ANNUALLY BY JUNE 15, THE BOARD OF
21	TRUSTEES OF A COMMUNITY COLLEGE SHALL SUBMIT AN OPERATING
22	BUDGET TO THE BOARD OF REGENTS FOR THEIR REVIEW. THE
23	OPERATING BUDGET OF THE COMMUNITY COLLEGE SHALL BE FINANCED
24	IN THE FOLLOWING MANNER:
25	(A) GENERAL FUND APPROPRIATION. THE GENERAL FUND

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1	APPROPRIATION SHALL REPRESENT A SPECIFIC PERCENTAGE OF THE
z	TOTAL UNRESTRICTED BUDGET AUTHORIZED BY THE LEGISLATURE AND
3	APPROVED BY THE REGENTS. THIS PERCENTAGE SHALL BE SPECIFIED
4	IN THE APPROPRIATIONS ACT APPROPRIATING FUNDS TO THE
5	COMMUNITY COLLEGES FOR EACH BIENNIUM.
6	(B) AN ESTIMATE OF REVENUES TO BE GENERATED BY STUDENT
7	TUITION AND FEES, AND ALL OTHER UNRESTRICTED INCOME.
8	REVENUES. OR BALANCES SHALL BE ADDED TO THE STATE GENERAL
9	FUND APPROPRIATION AND THE TOTAL UNRESTRICTED BUDGET. THE
10	DIFFERENCE SHALL BE OBTAINED BY A MANDATORY LEVY.
11	(C) THE FUNDING OBTAINED IN SUBSECTION (B) OF
12	SUBSECTION (1) IS THE AMOUNT OF THE UNRESTRICTED BUDGET. A
13	DETAILED EXPENDITURE SCHEDULE FOR THE UNRESTRICTED BUDGET
14	SHALL BE SUBMITTED TO THE BOARD OF REGENTS FOR THEIR REVIEW
15	AND APPROVAL.
16	(D) THE AMOUNT ESTIMATED TO BE RAISED BY THE VOTED
17	LEVY SHALL BE DETAILED SEPARATELY IN AN EXPENDITURE
18	SCHEDULE.
19	(E) THE SPENDING OF EACH RESTRICTED FUNDING SOURCE
20	SHALL_BE_DETAILED_SEPARATELY_IN_AN_EXPENDITURE_SCHEDULE.
21	(F) THE EXPENDITURE SCHEDULES PROVIDED IN SUBSECTIONS
22	(C)+ (D)+ AND (E) OF SUBSECTION (1) SHALL REPRESENT THE
23	IOTAL OPERATING BUDGET OF THE COMMUNITY COLLEGE.
24	(G) IF REVENUES TO THE UNRESTRICTED BUDGET EXCEED
25	ESTIMATES, THE EXCESS SHALL BE USED TO REDUCE THE MANDATORY

ł LEVY IN THE SUBSEQUENT YEAR. 2 (2) THE BOARD OF REGENTS SHALL REVIEW THE PROPOSED 3 TOTAL OPERATING BUDGET AND ALL ITS COMPONENTS AND MAKE ANY CHANGES IT DETERMINES NECESSARY. A BOARD OF TRUSTEES OF A 4 5 COMMUNITY COLLEGE DISTRICT SHALL OPERATE WITHIN THE LIMITS OF THE OPERATING BUDGET APPROVED BY THE BOARD OF REGENTS. 6 7 NEW SECTION. Section 5. Tax levy. On the second Monday in August, the board of county commissioners of any 8 9 county where a community college district is located shall 10 fix and levy a tax on all the real and personal property 11 within the community college district at the rate required 12 to finance the mandatory mill levy prescribed by subsection 13 (1)(b) of [section 4] and the voted levy prescribed by 14 subsection (5) of [section 3] if one has been approved by 15 the voters. When a community college district has territory 16 in more than one county, the board of county commissioners 17 in each county shall fix and levy the community college 18 district tax on all the real and personal property of the 19 community college district situated in its county. Section 6. Section 20-15-403, MCA, is amended to read: 20 21 "20-15-403, Applications of other school district 22 provisions. (1) When the term "school district" appears in 23 the following sections outside of Title 20, the term 24 includes community college districts and the provisions of

25 those sections applicable to school districts apply to

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1 community college districts: 2-9-101, 2-9-111, 2-9-316, 2-16-114, 2-16-602, 2-16-614, 2-18-703, 7-3-1101, 7-6-2604, 2 7-6-2801, 7-7-123, 7-8-2214, 7-8-2215, 7-8-2216, 7-11-103, 3 4 7-12-4106+ 7-13-110, 7-13-210, 7-15-4206, 10-1-703+ 5 15-1-101, 15-6-204, 15-16-101, 15-16-601, 15-18-108-15-24-582v--15-24-585v 15-30-221v 15-55-106v 6 15-70-301+ 7 15-70-322+ 17-5-101+ 17-5-202+ 17-6-103+ 17-6-204+ 17-6-213+ 17-7-201, 18-1-102, 18-1-105, 18-1-112, 18-1-201, 18-2-101, 8 18-2-103, 18-2-113, 18-2-114, 18-2-115, 18-2-404, 18-2-408, 9 10 18-5-205+ 19-1-102+ 19-1-602+ 19-1-811+ 22-1-309+ 25-1-402+ 11 27-18-406, 33-20-1104, 39-3-104, 39-4-107, 39-31-103, 12 39-31-304, 39-71-116, 39-71-117, 39-71-2106, 39-71-2206, 13 40-6-237, 40-8-124-40-8-125-40-8-128+ 41-5-912+ 49-3-101+ 14 49-3-102, 53-20-304, 77-3-321, 82-10-201, 82-10-202, 15 82-10-203, 85-7-2158, and 90-6-208 and Rules 40(2)(g) and 16 15(c), M.R.Civ.P., as amended.

17 (2) When the term "school district" appears in a 18 section outside of Title 20 but the section is not listed in 19 subsection (1), the school district provision does not apply 20 to a community college district."

21 Section 7. Section 20-15-404, MCA, is amended to read:
22 "20-15-404. Trustees to adhere to certain other laws.
23 Unless the context clearly indicates otherwise, the trustees
24 of a community college district shall:

25 (1) adhere to the teachers' retirement provisions of

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Title 19, chapter 4, as amended; 1 2 (2) adhere to the provisions of 20-1-201, 20-1-205. 20-1-211+ and 20-1-212+ as amended; 3 4 (3) adhere to the school property provisions of 5 20-6-605, 20-6-621, 20-6-622, 20-6-624, 20-6-631, and 6 20-6-633 through 20-6-636, as amended; (4) adhere to the adult education provisions of 7 20-7-701 through 20-7-712. as amended; 8 9 (5) adhere to the administration of finances provisions of 20-9-115, 20-9-134, subsections (2), (3), (4), 10 11 and (5) of 20-9-161, 20-9-163, 20-9-165, 20-9-207 through 12 20-9-210, 20-9-215, and 20-9-221 through 20-9-224, as 13 amended: (6) adhere to the school bond provisions of 20-9-401 14 through 20-9-412, 20-9-421 through 20-9-446, 20-9-451 15 through 20-9-456, and 20-9-461 through 20-9-465, as amended; 16 (7) adhere to the special purpose funds provisions of 17 20-9-501-through 20-9-502, 20-9-503, 20-9-507, 20-9-508, and 18 19 20-9-511, as amended; (8) adhere to the educational cooperative agreements 20 21 provisions of 20-9-701 through 20-9-704, as amended; (9) adhere to the school elections provisions of Title 22. 20, chapter 20, as amended; 23

24 (10) adhere to the students' rights provisions of

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25 20-25-511 through 20-25-516+ as amended; and

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- 1 (11) adhere to the health provisions of 50-1-206.*
- 2 Section 8. Repeater. Sections 20-15-302, 20-15-303,
- 3 20-15-306, and 20-15-307, MCA, are repealed.
- 4 Section 9. Effective date. This act is effective on
- 5 passage and approval.

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-End-

1 1 HOUSE BILL NO. 69 2 2 INTRODUCED BY DONALDSON 3 BY REQUEST OF THE LEGISLATIVE FINANCE COMMITTEE 3 4 4 5 A BILL FOR AN ACT ENTITLED: "AN ACT TO REVISE THE 5 APPROPRIATION AND BUDGET PROCEDURES RELATING TO COMMUNITY 6 6 7 COLLEGES: AMENDING SECTIONS 20-15-403 AND 20-15-404, MCA: 7 AND REPEALING SECTIONS 20-15-302, 20-15-303, 20-15-306, AND 8 8 20-15-307, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE." 9 9 10 10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA: 11 11 12 12 NEW SECTION. Section 1. Proposed budget. The board of 13 trustees of a community college district shall submit a 13 14 14 proposed budget to the board of regents by August 15 immediately preceding each regular legislative session. The 15 15 16 16 proposed budget shall be for the next biennium and in a form 17 17 approved by the state budget director and the commissioner 18 18 of higher education and shall be calculated in the same 19 19 manner as the operating budget described in [section 4]. The 20 20 board of regents shall review the proposed budget and all 21 21 its components and make any changes it determines necessary. 22 22 By the following September 1, the board of regents shall 23 23 submit its proposal for funding the community colleges to 24 the budget director and the legislative fiscal analyst. 24 25 NEW SECIION. Section 2. Appropriation. It is the

intent of the legislature that all community college spending, other than from restricted funds or funds generated by an optional, voted levy, be controlled under provisions of the state general appropriations act. The unrestricted budget shall be based on a calculated dollar amount per full-time equivalent student. The student count may not include those enrolled in community service courses as defined by the board of regents. NEW SECTION. Section 3. Funding sources. The annual operating budget of a community college district shall be financed from the following sources: (1) the estimated revenues to be realized from student tuition and fees, except those related to community service courses as defined by the board of regents; (2) a mandatory will levy on the community college district; (3) the 1-mill adult education levy authorized under provisions of 20-15-305; (4) the state general fund appropriation; (5) an optional voted levy on the community college district that shall be submitted to the electorate in accordance with general school election laws: (6) all other income, revenue, balances, or reserves not restricted by a source outside the community college 25 district to a specific purpose:

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THIRD READING

1 (7) income, revenue, balances, or reserves restricted 2 by a source outside the community college district to a 3 specific purpose. Student fees paid for community service 4 courses as defined by the board of regents shall be 5 considered restricted to a specific purpose.

6 <u>NEW-SEETION</u>--Section-4w--Ealculotion-and-approval--of 7 operating--budgetw---<u>fil</u>--Annually--by-June-15w-the-board-of 8 trustees-of-a-community-college-district-shall-submit-to-the 9 board-of-regents-in--a--form--acceptable--to--the--board-of 10 regents--an--operating--budget--that-shall-be-calculated-and 11 presented-as-follows+

12 (a)--The-general-appropriations-act-shall--specify--for 13 each-college-the-factor-thaty-when-multiplied-by-the-general 14 fund--appropriationy--yields-the-total-unrestricted-spending 15 authority=

16 (b)--An-estimate-of-items-specified-in-subsections-(1)* 17 (3)*-and-(6)-of-[section-3]-shall--be--added--to--the--state 18 general-fund-appropriation-and-the-total-subtracted-from-the 19 total--unrestricted-spending-authority*-The-difference-shall 20 be-abtained-by-a-mandatory-levy* 21 (c)--The-funding-obtained-under-subsections-(1)-through 22 t4)-and-(6)-of-[section-3]-is-the-amount-of-the-unrestricted]

23 budgetw-A-detailed-expenditure-schedule-shall--be--submitted
 24 for-the-unrestricted-budgetw

25 fd}--The---amount--estimated--to--be-raised-by-the-voted

-3-

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L	levyshallbedetailedseparatelyinanexpenditure
2	schedułer
3	te}Thespendingofeachrestricted-funding-sourc e
4	shall-be-detailed-seporately-in-an-expenditure-schedule+
5	{f}The-expenditure-schedules-provided-insubsections
6	{c} v-{d}v-and-{e}-of-subsection-{l}-shall-be-aggregated-into
7	the-total-community-college-budget.
8	tg}Ifrevenuestotheunre stricted budget-exceed
9	estimatesy-the-excess-shall-be-used-to-reduce-themandatory
10	}evyinthesubsequentyearunless-the-board-of-regents
11	approves-a-budget-amendmenty-in-which-case-theunrestricted
12	expendituresper-student-may-not-exceed-the-amount-approved
13	by-the-legislature.
14	t2)The-board-of-regentsshattreviewtheproposed
15	totaloperatingbudget-and-all-its-components-and-make-any
16	changes-it-determines-necessaryw-A-board-oftrusteesofa
17	communitycollegedistrict-shall-operate-within-the-limits
18	of-the-operating-budget-approved-by-the-board-of-regents.
19	NEW SECTION. SECTION 4. CALCULATION AND APPROVAL OF
20	OPERATING BUDGET. (1) ANNUALLY BY JUNE 15, THE BOARD OF
21	TRUSTEES OF A COMMUNITY COLLEGE SHALL SUBMIT AN OPERATING
2 2	BUDGET TO THE BOARD OF REGENTS FOR THEIR REVIEW. THE
23	OPERATING BUDGET OF THE COMMUNITY COLLEGE SHALL BE FINANCED
24	IN THE FOLLOWING MANNER:
25	(A) GENERAL FUND APPROPRIATION. THE GENERAL FUND

-4-

 1
 APPROPRIATION_SHALL_REPRESENT_A_SPECIFIC_PERCENTAGE_OF__THE

 2
 TOTAL__UNRESTRICTED_BUDGET_AUTHORIZED_BY_THE_LEGISLATURE_AND

 3
 APPROVED_BY_THE_REGENTS. THIS_PERCENTAGE_SHALL_BE__SPECIFIED

 4
 IN__THE__APPROPRIATIONS_ACT__APPROPRIATING_EUNDS_TO_THE

 5
 COMMUNITY_COLLEGES_FOR_EACH_BIENNIUM.

6 (B) AN ESTIMATE OF REVENUES TO BE GENERATED BY STUDENT 7 TUITION AND FEES, AND ALL OTHER UNRESTRICTED INCOME, 8 REVENUES, OR BALANCES SHALL BE ADDED TO THE STATE GENERAL 9 FUND APPROPRIATION AND THE TOTAL UNRESTRICTED BUDGET. THE 10 DIFFERENCE SHALL BE OBTAINED BY A MANDATORY LEVY. 11 (C) THE FUNDING OBTAINED IN SUBSECTION (B) UF

12 SUBSECTION (1) IS THE AMOUNT OF THE UNRESTRICTED BUDGET. A 13 DETAILED EXPENDITURE SCHEDULE FOR THE UNRESTRICTED BUDGET 14 SHALL BE SUBMITTED TO THE BOARD OF REGENTS FOR THEIR. REVIEW 15 AND APPROVAL.

 16
 (D) THE AMOUNT ESTIMATED TO BE RAISED BY THE VOIED

 17
 LEVY SHALL BE DETAILED SEPARATELY IN AN EXPENDITURE

 18
 SCHEDULE.

 19
 (E) THE SPENDING OF EACH RESTRICTED FUNDING SOURCE

 20
 SHALL BE DETAILED SEPARATELY IN AN EXPENDITURE SCHEDULE.

21 (F) THE EXPENDITURE SCHEDULES PROVIDED IN SUBSECTIONS 22 (C), (D), AND (E) OF SUBSECTION (1) SHALL REPRESENT THE 23 TOTAL OPERATING BUDGET OF THE COMMUNITY COLLEGE.

24 (G) IF REVENUES TO THE UNRESTRICTED BUDGET EXCEED 25 ESTIMATES, THE EXCESS SHALL BE USED TO REDUCE THE MANDATORY

-5-

ı	LEVY IN THE SUBSEQUENT YEAR.
z	(2) THE BOARD OF REGENTS SHALL REVIEW THE PROPOSED
3	TOTAL OPERATING BUDGET AND ALL ITS COMPONENTS AND MAKE ANY
4	CHANGES IT DETERMINES NECESSARY. A BOARD OF TRUSTEES OF A
5	COMMUNITY COLLEGE DISTRICT SHALL OPERATE WITHIN THE LIMITS
6	OF THE OPERATING BUDGET APPROVED BY THE BOARD OF REGENTS.
7	<u>NEW_SECIION.</u> Section 5. Tax levy. On the second
8	Monday in August, the board of county commissioners of any
9	county where a community college district is located shall
10	fix and levy a tax on all the real and personal property
11	within the community college district at the rate required
12	to finance the mandatory mill levy prescribed by subsection
13	(1)(b) of [section 4] and the voted levy prescribed by
14	subsection (5) of [section 3] if one has been approved by
15	the voters. When a community college district has territory
16	in more than one county, the board of county commissioners
17	in each county shall fix and levy the community college
18	district tax on all the real and personal property of the
19	community college district situated in its county.
20	Section 6. Section 20-15-403, MCA, is amended to read:
21	"20-15-403. Applications of other school district
22	provisions. (1) When the term "school district" appears in

22 provisions. (1) when the term "school district" appears in 23 the following sections outside of Fitle 20, the term 24 includes community college districts and the provisions of 25 those sections applicable to school districts apply to

-6-

community college districts: 2-9-101, 2-9-111, 2-9-316, 1 2 2-16-114, 2-16-602, 2-16-614, 2-18-703, 7-3-1101, 7-6-2604, 7-6-2801, 7-7-123, 7-8-2214, 7-8-2215, 7-8-2216, 7-11-103, 3 7-12-4106, 7-13-110, 7-13-210, 7-15-4206+ 4 10-1-703+ 5 15-1-101, 15-6-204, 15-16-101, 15-16-601+ 15-18-108. 6 15-24-502+--15-24-505+ 15-30-221+ 15-55-106+ 15-70-301. 7 15-70-322, 17-5-101, 17-5-202, 17-6-103, 17-6-204, 17-6-213, 17-7-201. 18-1-102. 18-1-105. 18-1-112. 18-1-201. 18-2-101. 8 9 18-2-103, 18-2-113, 18-2-114, 18-2-115, 18-2-404, 18-2-408, 10 18-5-205, 19-1-102, 19-1-602, 19-1-811, 22-1-309, 25-1-402, 27-18-406, 33-20-1104, 39-3-104, 39-4-107, 39-31-103, 11 39-31-304, 39-71-116, 39-71-117, 39-71-2106, 39-71-2206, 12 40-6-237, 40-8-124-40-8-125-40-8-128+ 41-5-912, 49-3-101+ 13 14 49-3-102, 53-20-304, 77-3-321, 82-10-201, 82-10-202, 15 82-10-203, 85-7-2158, and 90-6-208 and Rules 4D(2)(q) and 16 15(c), M.R.Civ.P., as amended.

17 (2) When the term "school district" appears in a 18 section outside of Title 20 but the section is not listed in 19 subsection (1), the school district provision does not apply 20 to a community college district."

21 Section 7. Section 20-15-404, MCA, is amended to read:
22 "20-15-404. Trustees to adhere to certain other laws.
23 Unless the context clearly indicates otherwise, the trustees
24 of a community college district shall:

25 (1) adhere to the teachers' retirement provisions of

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1 Title 19, chapter 4, as amended;

- 2 (2) adhere to the provisions of 20-1-201, 20-1-205,
- 3 20-1-211, and 20-1-212, as amended;

4 (3) adhere to the school property provisions of 5 20-6-605, 20-6-621, 20-6-622, 20-6-624, 20-6-631, and 6 20-6-633 through 20-6-636, as amended;

7 (4) adhere to the adult education provisions of
8 20-7-701 through 20-7-712, as amended;

9 (5) adhere to the administration of finances 10 provisions of 20-9-115, 20-9-134, subsections (2), (3), (4), 11 and (5) of 20-9-161, 20-9-163, 20-9-165, 20-9-207 through 12 20-9-210, 20-9-215, and 20-9-221 through 20-9-224, as 13 amended;

 14
 (6) adhere to the school bond provisions of 20-9-401

 15
 through 20-9-412, 20-9-421 through 20-9-446, 20-9-451

 16
 through 20-9-456, and 20-9-461 through 20-9-465, as amended;

 17
 (7) adhere to the special purpose funds provisions of

 18
 20-9-501-through 20-9-502, 20-9-503, 20-9-507, 20-9-508, and

 19
 20-9-511, as amended;

20 (8) adhere to the educational cooperative agreements
21 provisions of 20-9-701 through 20-9-704, as amended;

22 (9) adhere to the school elections provisions of Title

23 20, chapter 20, as amended;

24 (10) adhere to the students' rights provisions of 25 20-25-511 through 20-25-516, as amended; and

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.

1 (11) adhere to the health provisions of 50-1-206."

2 Section 8. Repealer. Sections 20-15-302, 20-15-303,

3 20-15-306, and 20-15-307, NCA, are repealed.

4 Section 9. Effective date. This act is effective on

5 passage and approval.

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-End-

47th Legislature

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1	HOUSE BILL NO. 69	1	intent of the legislature that all community college
2	INTRODUCED BY DONALDSON	2	spending, other than from restricted funds or funds
3	BY REQUEST OF THE LEGISLATIVE FINANCE COMMITTEE	3	generated by an optional, voted levy, be controlled under
4		4	provisions of the state general appropriations act. The
5	A BILL FOR AN ACT ENTITLED: "AN ACT TO REVISE THE	5	unrestricted budget shall be based on a calculated dollar
6	APPROPRIATION AND BUDGET PROCEDURES RELATING TO CUMMUNITY	6	amount per full-time equivalent student. The student count
7	COLLEGES; AMENDING SECTIONS 20-15-403 AND 20-15-404, MCA;	7	may not include those enrolled in community service courses
8	AND REPEALING SECTIONS 20-15-302, 20-15-303, 20-15-306, AND	8	as defined by the board of regents.
9	20-15-307, MCA; AND PROVIDING AN INMEDIATE EFFECTIVE DATE."	9	<u>NEW_SECTION.</u> Section 3. Funding sources. The annual
10		10	operating budget of a community college district shall be
11	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:	11	financed from the following sources:
12	NEW SECTION. Section 1. Proposed budget. The board of	12	(1) the estimated revenues to be realized from student
13	trustees of a community college district shall submit a	13	tuition and fees, except those related to community service
14	proposed budget to the board of regents by August 15	14	courses as defined by the board of regents;
15	immediately preceding each regular legislative session. The	15	(2) a mandatory mill levy on the community college
16	proposed budget shall be for the next biennium and in a form	16	district;
17	approved by the state budget director and the commissioner	17	(3) the 1-mill adult education levy authorized under
18	of higher education and shall be calculated in the same	18	provisions of 20-15-305;
19	manner as the operating budget described in [section 4]. The	19	(4) the state general fund appropriation;
20	board of regents shall_review the proposed budget and all	20	(5) an optional voted levy on the community college
21	its components and make any changes it determines necessary.	21	district that shall be submitted to the electorate in
22	By the following September 1. the board of regents shall	22	accordance with general school election laws;
23	submit its proposal for funding the community colleges to	23	(6) all other income, revenue, balances, or reserves
24	the budget director and the legislative fiscal analyst.	24	not restricted by a source outside the community college
25	NEW SECTION. Section 2. Appropriation. It is the	25	district to a specific purpose;

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REFERENCE BILL

1 (7) income, revenue, balances, or reserves restricted 2 by a source outside the community college district to a 3 specific purpose. Student fees paid for community service 4 courses as defined by the board of regents shall be 5 considered restricted to a specific purpose.

6 <u>NEW-SECTION</u>--Section-4*--Calculation-and--approval--of 7 operating--budget*---(1)--Annually--by-June-15*-the-board-of 8 trustees-of-a-community-college-district-shall-submit-to-the 9 board-of-regents-in--a--form--acceptable--to--the--board--of 10 regents--on--operating--budget--that-shall-be-calculated-and 11 presented-as-follows+

12 (a)--The-general-appropriations-act-shall--specify-for 13 each-college-the-factor-thaty-when-multiplied-by-the-general 14 fund--appropriationy--yields-the-total-unrestricted-spending 15 authority#

16 (b)--An-estimate-of-items-specified-in-subsections-(i)v 17 (3)v-and-(6)-of-[section-3]-shall--be--added--to--the--state 18 general-fund-appropriation-and-the-total-subtracted-from-the 19 total--unrestricted-spending-authorityv-The-difference-shall 20 be-obtained-by-a-mandatory-levyv 21 (c)--The-funding-obtained-under-subsections-(i)-through

22 (4)-and-(6)-of-[section-3]-is-the-amount-of-the-unrestricted
 23 budgetu-A-detailed-expenditure-schedule-shall--be--submitted
 24 for-the-unrestricted-budgetu

25 fdt--The--amount--estimated--to--be-raised-by-the-voted

- 3--

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1 +evy--shall--be--detailed--separately--in---an---expenditure 2 schedule_ 3 {e}--The--spending--of--each--restricted-funding-source shall-be-detailed-separately-in-an-expenditure-schedule# 4 5 ff}--The-expenditure-schedules-provided-in--subsections 6 tetv-fdty-and-fet-of-subsection-ftt-shall-be-aggregated-into 7 the-total-community-college-budget: 8 fat---If--revenues--to--the--unrestricted--budget-exceed 9 estimatesy-the-excess-shall-be-used-to-reduce-the--manuatory 10 levy--in--the--subsequent--year--unless-the-board-of-regents 11 approves-a-budget-amendmenty-in-which-case-the--unrestricted 12 expenditures--per-student-may-not-exceed-the-amount-approved. 13 by-the-legislature. 14 f2}--Fhe-board-of-regents--shall--review--the--proposed 15 total--operating--budget-and-all-its-components-and-make-any 16 changes-it-determines-necessarys-A-board-of--trustees--of--a 17 community--college--district-shall-operate-within-the-limits 18 of-the-operating-budget-approved-by-the-board-of-regents. 19 NEW SECTION. SECTION 4. CALCULATION AND APPROVAL OF 20 OPERATING BUDGET. (1) ANNUALLY BY JUNE 15, THE BOARD OF 21 TRUSTEES OF A COMMUNITY COLLEGE SHALL SUBMIT AN OPERATING 22 BUDGET TO THE BOARD OF REGENTS FOR THEIR REVIEW. THE 23 OPERATING BUDGET OF THE COMMUNITY COLLEGE SHALL BE FINANCED IN THE FOLLOWING MANNER: 24 (A) GENERAL FUND APPROPRIATION. THE GENERAL FUND 25

- 4-

 1
 APPROPRIATION_SHALL_REPRESENT A_SPECIFIC_PERCENTAGE_OF_THE

 2
 JOTAL_UNRESTRICTED_BUDGET_AUTHORIZED_BY_THE_LEGISLATURE_AND

 3
 APPROVED_BY_THE_REGENTS. THIS PERCENTAGE_SHALL_BE_SPECIFIED

 4
 IN_THE_APPROPRIATIONS_ACT_APPROPRIATING_FUNDS_TO_THE

 5
 COMMUNITY_COLLEGES_FOR_EACH_BIENNIUM.

6 (B) AN ESTIMATE OF REVENUES TO BE GENERATED BY STUDENT 7 TUITION AND FEES, AND ALL OTHER UNRESTRICTED INCOME. 8 REVENUES. OR BALANCES SHALL BE ADDED TO THE STATE GENERAL 9 FUND APPROPRIATION AND THE TOTAL UNRESTRICTED BUDGET. THE 10 DIFFERENCE SHALL BE OBTAINED BY A MANDATORY LEVY.

 11
 (C)__THE___FUNDING___OBTAINED___IN__SUBSECTION__(B)__OF

 12
 SUBSECTION_(1)_IS_THE_AMOUNT_OF_THE_UNRESTRICTED__BUDGET.__A

 13
 DETAILED__EXPENDITURE__SCHEDULE__FOR_THE_UNRESTRICTED_BUDGET

 14
 SHALL_BE_SUBMITTED_TO_THE_BOARD_OF_REGENTS_FOR_THEIR__REVIEW

 15
 AND_APPROVAL.

 16
 (D) THE AMOUNT ESTIMATED TO BE RAISED BY THE VOIED

 17
 LEVY SHALL BE DETAILED SEPARATELY IN AN EXPENDITURE

 18
 SCHEDULE.

 19
 (E)
 THE
 SPENDING
 OF
 EACH
 RESTRICTED
 FUNDING
 SOURCE

 20
 SHALL
 BE
 DETAILED
 SEPARATELY
 IN
 AN
 EXPENDITURE
 SCHEDULE.

 21
 (F) THE EXPENDITURE SCHEDULES PROVIDED IN SUBSECTIONS

 22
 (C) + (D), AND (E) OF SUBSECTION (1) SHALL REPRESENT THE

 23
 IOTAL OPERATING BUDGET OF THE COMMUNITY COLLEGE.

24 (G) IF REVENUES TO THE UNRESTRICTED BUDGET EXCEED 25 ESTIMATES: THE EXCESS SHALL BE USED TO REDUCE THE MANDATORY

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1 LEVY IN THE SUBSEQUENT YEAR. 2 121 THE BOARD OF REGENTS SHALL REVIEW THE PROPOSED 3 TOTAL OPERATING BUDGET AND ALL ITS COMPONENTS AND MAKE ANY 4 CHANGES IT DETERMINES NECESSARY. A BOARD OF TRUSTEES OF A 5 COMMUNITY COLLEGE DISTRICT SHALL OPERATE WITHIN THE LIMITS 6 OF THE OPERATING BUDGET APPROVED BY THE BOARD OF REGENTS. 7 NEW SECTION. Section 5. Tax levy. On the second 8 Monday in August, the board of county commissioners of any 9 county where a community college district is located shall fix and levy a tax on all the real and personal property 10 within the community college district at the rate required 11 to finance the mandatory mill levy prescribed by subsection 12 13 (1)(b) of [section 4] and the voted levy prescribed by 14 subsection (5) of [section 3] if one has been approved by 15 the voters. When a community college district has territory 16 in more than one county, the board of county commissioners 17 in each county shall fix and levy the community college district tax on all the real and personal property of the 18 19 community college district situated in its county. Section 6. Section 20-15-403, MCA, is amended to read: 20

21 #20-15-403. Applications of other school district 22 provisions. (1) when the term "school district" appears in 23 the following sections outside of Title 20, the term 24 includes community college districts and the provisions of 25 those sections applicable to school districts apply to

-6-

1 community college districts: 2-9-101, 2-9-111, 2-9-316, 2 2-16-114, 2-16-602, 2-16-614, 2-18-703, 7-3-1101, 7-6-2604, 3 7-6-2801, 7-7-123, 7-8-2214, 7-8-2215, 7-8-2216, 7-11-103, 7-12-4106, 7-13-110, 7-13-210, 7-15-4206. 4 10-1-703. 5 15-1-101, 15-6-204, 15-16-101, 15-16-601, 15-18-108. 6 15-24-502y--15-24-505y 15-30-221y 15-55-106y 15-70-301+ 7 15-70-322+ 17-5-101+ 17-5-202+ 17-6-103+ 17-6-204+ 17-6-213+ 8 17-7-201, 18-1-102, 18-1-105, 18-1-112, 18-1-201, 18-2-101, 9 18-2-103, 18-2-113, 18-2-114, 18-2-115, 18-2-404, 18-2-408, 18-5-205, 19-1-102, 19-1-602, 19-1-811, 22-1-309, 25-1-402, 10 27-18-406, 33-20-1104, 39-3-104, 39-4-107, 39-31-103, 11 12 39-31-304, 39-71-116, 39-71-117, 39-71-2106, 39-71-2206, 13 40-6-237, 40-8-124+-40-8-125+-40-8-128+ 41-5-912+ 49-3-101+ 14 49-3-102, 53-20-304, 77-3-321, 82-10-201, 82-10-202, 82-10-203, 85-7-2158, and 90-6-208 and Rules 4D(2)(g) and 15 15(c), M.R.Civ.P., as amended. 16

17 (2) When the term "school district" appears in a 18 section outside of Title 20 but the section is not listed in 19 subsection (1), the school district provision does not apply 20 to a community college district."

Section 7. Section 20-15-404. MCA. is amended to read:
 "20-15-404. Trustees to adhere to certain other laws.
 Unless the context clearly indicates otherwise. the trustees
 of a community college district shall:

25 (1) adhere to the teachers' retirement provisions of

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1 Title 19, chapter 4, as amended: 2 (2) adhere to the provisions of 20-1-201, 20-1-205, 20-1-211, and 20-1-212, as amended; 3 4 (3) adhere to the school property provisions of 5 20-6-605+ 20-6-621+ 20-6-622+ 20-6-624+ 20-6-631+ and 20-6-633 through 20-6-636, as amended; 6 (4) adhere to the adult education provisions of 7 8 20-7-701 through 20-7-712, as amended; 9 (5) adhere to the administration of finances provisions of 20-9-115, 20-9-134, subsections (2), (3), (4), 10 11 and (5) of 20-9-161, 20-9-163, 20-9-165, 20-9-207 through 12 20-9-210, 20-9-215, and 20-9-221 through 20-9-224, as 13 amended; 14 (6) adhere to the school bond provisions of 20-9-401 15 through 20-9-412, 20-9-421 through 20-9-446, 20-9-451 16 through 20-9-456, and 20-9-461 through 20-9-465, as amended; 17 (7) adhere to the special purpose funds provisions of 18 20-9-501-through 20-9-502: 20-9-503: 20-9-507: 20-9-508: and 19 20-9-511, as amended; 20 (8) adhere to the educational cooperative agreements 21 provisions of 20-9-701 through 20-9-704, as amended: 22 (9) adhere to the school elections provisions of Title 23 20, chapter 20, as amended; 24 (10) adhere to the students' rights provisions of 25 20-25-511 through 20-25-516+ as amended; and

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- 1 (11) adhere to the health provisions of 50-1-206."
- 2 Section 8. Repealer. Sections 20-15-302, 20-15-303,
- 3 20-15-306, and 20-15-307, MCA, are repealed.
- 4 Section 9. Effective date. This act is effective on
- 5 passage and approval.

-End-

April 6, 1981

GOVERNOR'S PROPOSED AMENDMENTS TO HOUSE BILL NO. 69; REFERENCE COPY, AS FOLLOWS:

1. Page 5, line 9
Following: "TOTAL"
Insert: "SUBTRACTED FROM THE TOTAL"

T	HOUSE BIEL NU. 69
Z	INTRODUCED BY DONALDSON
3	BY REQUEST OF THE LEGISLATIVE FINANCE COMMITTEE
4	
5	A BILL FOR AN ACT ENTITLED: "AN ACT TO REVISE THE
6	APPROPRIATION AND BUDGET PROCEDURES RELATING TO COMMUNITY
7	COLLEGES; AMENDING SECTIONS 20-15-403 AND 20-15-404. MCA;
8	AND REPEALING SECTIONS 20-15-302, 20-15-303, 20-15-306, AND
9	20-15-307, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE."
10	
11	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:
12	<u>NEW SECTION.</u> Section I. Proposed budget. The board of
13	trustees of a community college district shall submit a
14	proposed budget to the board of regents by August 15
15	immediately preceding each regular legislative session. The
16	proposed budget shall be for the next biennium and in a form
17	approved by the state budget director and the commissioner
18	of higher education and shall be calculated in the same
19	manner as the operating budget described in [section 4]. The
20	board of regents shall review the proposed budget and all
21	its components and make any changes it determines necessary.
22	By the following September 1_{1} the board of regents shall
23	submit its proposal for funding the community colleges to
24	the budget director and the legislative fiscal analyst.
25	NEW_SECTION. Section 2. Appropriation. It is the

intent of the legislature that all community college 1 Z spending, other than from restricted funds or funds generated by an optional, voted levy, be controlled under 3 4 provisions of the state general appropriations act. The 5 unrestricted budget shall be based on a calculated dollar amount per full-time equivalent student. The student count 6 7 may not include those enrolled in community service courses as defined by the board of regents. 8 9 NEW SECTION. Section 3. Funding sources. The annual 10 operating budget of a community college district shall be 11 financed from the following sources: 12 (1) the estimated revenues to be realized from student tuition and fees, except those related to community service 13 courses as defined by the board of regents; 14 15 (2) a mandatory mill levy on the community college 16 district; 17 (3) the 1-mill adult education levy authorized under 18 provisions of 20-15-305;

 \mathbf{c}

20 (5) an optional voted levy on the community college
21 district that shall be submitted to the electorate in
22 accordance with general school election laws;

(4) the state general fund appropriation;

19

23 (6) all other income, revenue, balances, or reserves
24 not restricted by a source outside the community college
25 district to a specific purpose;

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REFERENCE BILL: INCLUDES GOVERNOR'S AMENDMENTS DATED 4-6-81

1 (7) income, revenue, balances, or reserves restricted 2 by a source outside the community college district to a 3 specific purpose. Student fees paid for community service 4 courses as defined by the board of regents shall be 5 considered restricted to a specific purpose.

6 <u>NEW-SECTIONs</u>--Section-4w--Ealculation-and--approval--of 7 operating--budgetw---<u>tl</u>--Annually--by-June-15w-the-board-of 8 trustees-of-a-community-college-district-shall-submit-to-the 9 board-of-regents-in--o--form--acceptable--to--the--board--of 10 regents--an--operating--budget--that-shall-be-calculated-and 11 presented-as-follows+

12 ta)--The-general-appropriations-act-shall--specify--for
13 each-college-the-factor-thaty-when-multiplied-by-the-general
14 fund--appropriationy--yields-the-total-unrestricted-spending
15 authority-

16 (b)--An-estimate-of-items-specified-in-subsections-(i)+ 17 (3)+-and-(6)-of-[section-3]-shall--be--added--to--the--state 18 general-fund-appropriation-and-the-total-subtracted-from-the 19 total--unrestricted-spending-authority+-The-difference-shall 20 be-obtained-by-a-mandatory-levy+

21 (c)--The-funding-obtained-under-subsections-fi)-through
22 (4)-and-f6)-of-fsection-3]-is-the-amount-of-the-unrestricted
23 budgetw-A-detailed-expenditure-schedule-shall-be--submitted
24 for-the-unrestricted-budgetw

25 td)--The--amount--estimated--to--be-raised-by-the-voted

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1	levyshallbedetailedseparatelyinanexpenditure
2	schedułe.
3	{e}Thespendingofeachrestricted-funding-source
4	shall-be-detailed-seporately-in-on-expenditure-schedule.
5	{f}The-expenditure-schedules-provided-insubsections
6	tc;»-td;»-and-te;-of-subsection-tl;-shall-be-aggregated-into
7	the-total-community-college-budget.
8	(g}Ifrevenuestotheunrestrictedbudget-exceed
9	estimatesy-the-excess-shall-be-used-to-reduce-themandatory
10	levyinthesubsequentyearunless-the-board-of-regents
11	approves-a-budget-amendmentv-in-which-case-theunrestricted
12	expendituresper-student-may-not-exceed-the-amount-approved
13	by-the-legislature.
14	{2}The-board-of-regentsshallreviewthe proposed
15	totaloperatingbudget-and-all-its-components-and-make-any
16	changes-it-determines-necessary+-A-board-oftrusteesofe
17	communitycollegedistrict-shall-operate-within-the-limits
18	of-the-operating-budget-opproved-by-the-board-of-regents.
19	NEW SECTION. SECTION 4. CALCULATION AND APPROVAL OF
20	OPERATING BUDGET. (1) ANNUALLY BY JUNE 15, THE BOARD OF
21	TRUSTEES OF A COMMUNITY COLLEGE SHALL SUBMIT AN OPERATING
22	BUDGET TO THE BOARD OF REGENTS FOR THEIR REVIEW. THE
23	OPERATING BUDGET OF THE COMMUNITY COLLEGE SHALL BE FINANCED
24	IN_THE_FOLLOWING_MANNER:
25	(A) GENERAL FUND APPROPRIATION. THE GENERAL FUND

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1 APPROPRIATION SHALL REPRESENT A SPECIFIC PERCENTAGE OF THE TOTAL UNRESTRICTED BUDGET AUTHORIZED BY THE LEGISLATURE AND 2 APPROVED BY THE REGENTS. THIS PERCENTAGE SHALL BE SPECIFIED 3 IN THE APPROPRIATIONS ACT APPROPRIATING FUNDS TO THE 4 COMMUNITY COLLEGES FOR EACH BIENNIUM. 5 (B) AN ESTIMATE OF REVENUES TO BE GENERATED BY STUDENT 6 7 TUITION AND FEES, AND ALL OTHER UNRESTRICTED INCOME, 8 REVENUES, OR BALANCES SHALL BE ADDED TO THE STATE GENERAL FUND APPROPRIATION AND THE TOTAL SUBTRACTED FROM THE TOTAL 9 10 UNRESTRICTED BUDGET. THE DIFFERENCE SHALL BE OBTAINED BY A 11 MANDATORY LEVY. 12 (C) THE FUNDING OBTAINED IN SUBSECTION (B) OF 13 SUBSECTION (1) IS THE AMOUNT OF THE UNRESTRICTED BUDGET. A 14 DETAILED EXPENDITURE SCHEDULE FOR THE UNRESTRICTED BUDGET 15 SHALL BE SUBMITTED TO THE BOARD OF REGENTS FOR THEIR REVIEW AND APPROVAL. 16 17 (D) THE AMOUNT ESTIMATED TO BE RAISED BY THE VOTED 18 LEVY SHALL BE DETAILED SEPARATELY IN AN EXPENDITURE 19 SCHEDULE. 20 (E) THE SPENDING OF EACH RESTRICTED FUNDING SOURCE 21 SHALL BE DETAILED SEPARATELY IN AN EXPENDITURE SCHEDULE. 22 (F) THE EXPENDITURE SCHEDULES PROVIDED IN SUBSECTIONS 23 (C)+ (D)+ AND (E) OF SUBSECTION (1) SHALL REPRESENT THE 24 TOTAL OPERATING BUDGET OF THE COMMUNITY COLLEGE. 25 (G) IF REVENUES TO THE UNRESTRICTED BUDGET EXCEED -5-HB 69

1 ESTIMATES, THE EXCESS SHALL BE USED TO REDUCE THE MANDATORY 2 LEVY IN THE SUBSEQUENT YEAR. 3 (2) THE BOARD OF REGENTS SHALL REVIEW THE PROPOSED 4 TOTAL OPERATING BUDGET AND ALL ITS COMPONENTS AND MAKE ANY 5 CHANGES IT DETERMINES NECESSARY. A BOARD OF TRUSTEES OF A 6 COMMUNITY_COLLEGE DISTRICT SHALL OPERATE_WITHIN _THE LIMITS 7 OF THE OPERATING BUDGET APPROVED BY THE BOARD OF REGENTS. 8 NEW_SECTION. Section 5. Tax levy. On the second 9 Monday in August, the board of county commissioners of any 10 county where a community college district is located shall 11 fix and levy a tax on all the real and personal property 12 within the community college district at the rate required 13 to finance the mandatory mill levy prescribed by subsection 14 (1)(b) of [section 4] and the voted levy prescribed by 15 subsection (5) of [section 3] if one has been approved by the voters. When a community college district has territory 16 17 in more than one county, the board of county commissioners in each county shall fix and levy the community college 18 19 district tax on all the real and personal property of the 20 community college district situated in its county. 21 Section 6. Section 20-15-403, MCA, is amended to read: 22 "20-15-403. Applications of other school district provisions. (1) When the term "school district" appears in 23 the following sections outside of Title 20, the term 24

includes community college districts and the provisions of

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those sections applicable to school districts apply to 1 community college districts: 2-9-101, 2-9-111, 2-9-316, 2 2-16-114, 2-16-602, 2-16-614, 2-18-703, 7-3-1101, 7-6-2604, 3 7-6-2801, 7-7-123, 7-8-2214, 7-8-2215, 7-8-2216, 7-11-103, 4 7-12-4106. 7-13-110, 7-13-210, 7-15-4206, 10-1-703+ 5 15-1-101+ 15-6-204+ 15-16-101+ 15-16-601+ 15-18-108+ 6 15-24-582y---15-24-585y 15-30-221, 15-55-106, 15-70-301+ 7 15-70-322, 17-5-101, 17-5-202, 17-6-103, 17-6-204, 17-6-213, 8 17-7-201, 18-1-102, 18-1-105, 18-1-112, 18-1-201, 18-2-101, 9 18-2-103. 18-2-113. 18-2-114. 18-2-115. 18-2-404. 18-2-408. 10 11 18-5-205+ 19-1-102+ 19-1-602+ 19-1-811+ 22-1-309+ 25-1-402+ 27-18-406, 33-20-1104, 39-3-104, 39-4-107, 39-31-103, 12 13 39-31-304, 39-71-116, 39-71-117, 39-71-2106, 39-71-2206, 14 40-6-237, 40-8-124, 40-8-125, 40-8-128, 41-5-912, 49-3-101, 15 49-3-102, 53-20-304, 77-3-321, 82-10-201, 82-10-202, 16 82-10-203, 85-7-2158, and 90-6-208 and Rules 4D(2)(g) and 15(c), M.R.Civ.P., as amended. 17

18 (2) When the term "school district" appears in a 19 section outside of Title 20 but the section is not listed in 20 subsection (1), the school district provision does not apply 21 to a community college district."

Section 7. Section 20-15-404, MCA, is amended to read:
"20-15-404. Trustees to adhere to certain other laws.
Unless the context clearly indicates otherwise, the trustees
of a community college district shall:

1 (1) adhere to the teachers! retirement provisions of 2 Title 19, chapter 4, as amended: 3 (2) adhere to the provisions of 20-1-201, 20-1-205, 4 20-1-211+ and 20-1-212+ as amended; 5 (3) adhere to the school property provisions of 6 20-6-605+ 20-6-621, 20-6-622, 20-6-624, 20-6-631, and 7 20-6-633 through 20-6-636, as amended; 8 (4) adhere to the adult education provisions of 9 20-7-701 through 20-7-712, as amended; 10 (5) adhere to the administration of finances 11 provisions of 20-9-115, 20-9-134, subsections (2), (3), (4), and (5) of 20-9-161, 20-9-163, 20-9-165, 20-9-207 through 12 20-9-210, 20-9-215, and 20-9-221 through 20-9-224, as 13 14 amended: 15 (6) adhere to the school bond provisions of 20-9-401 through 20-9-412, 20-9-421 through 20-9-446, 20-9-451 15 through 20-9-456, and 20-9-461 through 20-9-465, as amended; 17 18 (7) adhere to the special purpose funds provisions of 19 20-9-501-through 20-9-502, 20-9-503, 20-9-507, 20-9-508, and 20 20-9-511, as amended: 21 (8) adhere to the educational cooperative agreements provisions of 20-9-701 through 20-9-704, as amended; 22 (9) adhere to the school elections provisions of Title 23 20, chapter 20, as amended; 24

25 {10} adhere to the students' rights provisions of

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20-25-511 through 20-25-516, as amended; and
 (11) adhere to the health provisions of 50-1-206.#
 Section 8. Repealer. Sections 20-15-302, 20-15-303,
 20-15-306, and 20-15-307, MCA, are repealed.
 Section 9. Effective date. This act is effective on
 passage and approval.

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State of Montana Office of the Governor Helena 39620

April 6, 1981

The Honorable Robert L. Marks Speaker of the House State Capitol Helena, Nontana 59620

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The Honorable Jean Turnage President of the Senate State Capitol Helena, Montana 59620

Dear Representative Marks and Senator Turnage:

In accordance with the power vested in me as Governor by the Constitution and the laws of the State of Montana, I hereby return House Bill No. 69, "AN ACT TO REVISE THE APPRO-PRIATION AND BUDGET PROCEDURES RELATING TO COMMUNITY COLLEGES; AMENDING SECTIONS 20-15-403 AND 20-15-404, MCA; AND REPEALING SECTIONS 20-15-302, 20-15-303, 20-15-306, AND 20-15-307, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE," without my signature and recommend the attached amendment for the following reason.

It appears that a phrase was inadvertently deleted from Section 4(1)(b) during the bill printing process. The proposed amendment is simply to insert the deletion.

I urge your concurrence in this amendment.

Sincerely,

TED SCHWINDEN Governor