

HOUSE BILL NO. 744

Introduced: 02/12/83

Referred to Committee on Education & Cultural Resources:

02/12/83

Hearing: 2/16/83

Died in Committee

1 House BILL NO. 744
 2 INTRODUCED BY Salgado
 3

4 A BILL FOR AN ACT ENTITLED: "AN ACT TO REQUIRE THE TRUSTEES
 5 OF A SCHOOL DISTRICT TO EARMARK THE CASH RESERVE AMOUNT FOR
 6 THE ENSUING SCHOOL FISCAL YEAR BY ANTICIPATING THE TOTAL
 7 GENERAL FUND WARRANTS AND THE REVENUE AVAILABLE FROM OTHER
 8 SOURCES FOR THE PERIOD FROM JULY 1 TO NOVEMBER 30; AMENDING
 9 SECTION 20-9-104, MCA; AND PROVIDING AN IMMEDIATE EFFECTIVE
 10 DATE."

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

13 Section 1. Section 20-9-104, MCA, is amended to read:

14 "20-9-104. General fund cash reserve. (1) At the end
 15 of each school fiscal year, the trustees of each district
 16 shall designate what portion of the general fund
 17 end-of-the-year cash balance shall be earmarked as cash
 18 reserve for the purpose of paying general fund warrants
 19 issued by the district from July 1 to November 30 of the
 20 ensuing school fiscal year. The amount of the general fund
 21 cash balance that is earmarked as cash reserve shall ~~may~~
 22 not:

23 (a) ~~exceed the total of the anticipated general fund~~
 24 ~~warrants up to November 30 and in no case may the cash~~
 25 ~~reserve exceed 35% of the final general fund budget for the~~

1 ensuing school fiscal year; ~~or~~

2 (b) ~~end--shall--not~~ be used for property tax reduction
 3 in the manner permitted by 20-9-141(1)(a) for other
 4 receipts.

5 (2) ~~In determining the cash reserve needs, the~~
 6 ~~trustees shall anticipate to the greatest extent possible~~
 7 ~~any other revenue that will be available for the payment of~~
 8 ~~general fund warrants from July 1 to November 30 of the~~
 9 ~~ensuing school fiscal year.~~

10 (3) Any portion of the general fund end-of-the-year
 11 cash balance that is not earmarked for cash reserve purposes
 12 shall be cash reappropriated which shall be used for
 13 property tax reduction as provided in 20-9-141(1)(b)(iii)."

14 ~~NEW SECTION.~~ Section 2. Effective date. This act is
 15 effective on passage and approval.

-End-

INTRODUCED BILL

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LC 744