

HOUSE BILL NO. 79

1/07 Introduced
1/07 Referred to Education & Cultural Resources
1/10 Fiscal Note Requested
1/24 Fiscal Note Received
2/04 Hearing
Died in Committee

1 HOUSE BILL NO. 79
2 INTRODUCED BY HARRINGTON

3
4 A BILL FOR AN ACT ENTITLED: "AN ACT TO INCREASE THE MAXIMUM
5 GENERAL FUND BUDGET SCHEDULES FOR ELEMENTARY SCHOOLS AND
6 HIGH SCHOOLS BY 7 PERCENT FOR SCHOOL FISCAL YEAR 1985-86 AND
7 BY 7 PERCENT FOR SCHOOL FISCAL YEAR 1986-87; AMENDING
8 SECTIONS 20-9-316 THROUGH 20-9-319, MCA; AND PROVIDING AN
9 IMMEDIATE EFFECTIVE DATE."

10
11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

12 Section 1. Section 20-9-316, MCA, is amended to read:
13 "20-9-316. Elementary school maximum budget schedule
14 for ~~1983-84~~ 1985-86. (1) For each elementary school having
15 an ANB of nine or fewer pupils, the maximum shall be ~~\$18,627~~
16 \$20,535 if said school is approved as an isolated school.

17 (2) For schools with an ANB of 10 pupils but less than
18 18 pupils, the maximum shall be ~~\$18,627~~ \$20,535 plus ~~\$770-50~~
19 \$858.20 per pupil on the basis of the average number
20 belonging over nine.

21 (3) For schools with an ANB of at least 14 pupils but
22 less than 18 pupils that qualify for instructional aide
23 funding under 20-9-322, the maximum shall be ~~\$30,532~~ \$33,658
24 plus ~~\$770-50~~ \$858.20 per pupil on the basis of the average
25 number belonging over 14.

1 (4) For schools with an ANB of 18 pupils and employing
2 one teacher, the maximum shall be ~~\$25,634~~ \$28,258 plus
3 ~~\$770-50~~ \$858.20 per pupil on the basis of the average number
4 belonging over 18, not to exceed an ANB of 25.

5 (5) For schools with an ANB of 18 pupils and employing
6 two full-time teachers, the maximum shall be ~~\$40,926~~ \$45,116
7 plus ~~\$407-50~~ \$537.40 per pupil on the basis of the average
8 number belonging over 18, not to exceed an ANB of 50.

9 (6) For schools having an ANB in excess of 40, the
10 maximum on the basis of the total pupils (ANB) in the
11 district for elementary pupils will be as follows:

12 (a) For a school having an ANB of more than 40 and
13 employing a minimum of three teachers, the maximum of ~~\$17,009~~
14 \$1,994 shall be decreased at the rate of ~~\$1-76~~ \$1.94 for
15 each additional pupil until the total number (ANB) shall
16 have reached a total of 100 pupils.

17 (b) For a school having an ANB of more than 100
18 pupils, the maximum of ~~\$17,009~~ \$1,878 shall be decreased at
19 the rate of ~~\$1-61~~ \$1.77 for each additional pupil until the
20 ANB shall have reached 300 pupils.

21 (c) For a school having an ANB of more than 300
22 pupils, the maximum shall not exceed ~~\$17,302~~ \$1,524 for each
23 pupil.

24 (7) The maximum per pupil for all pupils (ANB) and for
25 all elementary schools shall be computed on the basis of the



1 amount allowed herein on account of the last eligible pupil
2 (ANB). All elementary schools operated within the
3 incorporated limits of a city or town shall be treated as
4 one school for the purpose of this schedule."

5 Section 2. Section 20-9-317, MCA, is amended to read:

6 "20-9-317. High school maximum budget schedule for
7 ~~1983-84~~ 1985-86. (1) For each high school having an ANB of
8 24 or fewer pupils, the maximum shall be ~~\$106,155~~ \$116,988.

9 (2) For a secondary school having an ANB of more than
10 24 pupils, the maximum ~~\$47,423~~ \$4,874 shall be decreased at
11 the rate of ~~\$24.12~~ \$26.59 for each additional pupil until
12 the ANB shall have reached a total of 40 such pupils.

13 (3) For a school having an ANB of more than 40 pupils,
14 the maximum of ~~\$47,037~~ \$4,449 shall be decreased at the rate
15 of ~~\$24.12~~ \$26.59 for each additional pupil until the ANB
16 shall have reached 100 pupils.

17 (4) For a school having an ANB of more than 100
18 pupils, a maximum of ~~\$27,590~~ \$2,854 shall be decreased at the
19 rate of ~~\$4.04~~ \$4.45 for each additional pupil until the ANB
20 shall have reached 200 pupils.

21 (5) For a school having an ANB of more than 200
22 pupils, the maximum of ~~\$27,186~~ \$2,409 shall be decreased by
23 ~~\$2.22~~ \$2.44 for each additional pupil until the ANB shall
24 have reached 300 pupils.

25 (6) For a school having an ANB of more than 300

1 pupils, the maximum of ~~\$17,964~~ \$2,165 shall be decreased at
2 the rate of ~~41~~ 45 cents until the ANB shall have reached 600
3 pupils.

4 (7) For a school having an ANB over 600 pupils, the
5 maximum shall not exceed ~~\$17,842~~ \$2,030 per pupil.

6 (8) The maximum per pupil for all pupils (ANB) and for
7 all high schools shall be computed on the basis of the
8 amount allowed herein on account of the last eligible pupil
9 (ANB). All high schools and junior high schools which have
10 been approved and accredited as junior high schools,
11 operated within the incorporated limits of a city or town,
12 shall be treated as one school for the purpose of this
13 schedule."

14 Section 3. Section 20-9-318, MCA, is amended to read:

15 "20-9-318. Elementary school maximum budget schedule
16 for ~~1984-85~~ 1986-87 and succeeding years. For ~~1984-85~~
17 1986-87 and succeeding school years, the elementary school
18 maximum budget schedule is as follows:

19 (1) For each elementary school having an ANB of nine
20 or fewer pupils, the maximum shall be ~~\$19,186~~ \$21,972 if
21 said school is approved as an isolated school.

22 (2) For schools with an ANB of 10 pupils but less than
23 18 pupils, the maximum shall be ~~\$19,186~~ \$21,972 plus ~~\$801.80~~
24 \$918.30 per pupil on the basis of the average number
25 belonging over nine.

1 (3) For schools with an ANB of at least 14 pupils but
 2 less than 18 pupils that qualify for instructional aide
 3 funding under 20-9-322, the maximum shall be ~~\$31,448~~ \$36,014
 4 plus ~~\$801.80~~ \$918.30 per pupil on the basis of the average
 5 number belonging over 14.

6 (4) For schools with an ANB of 18 pupils and employing
 7 one teacher, the maximum shall be ~~\$26,403~~ \$30,236 plus
 8 ~~\$801.80~~ \$918.30 per pupil on the basis of the average number
 9 belonging over 18, not to exceed an ANB of 25.

10 (5) For schools with an ANB of 18 pupils and employing
 11 two full-time teachers, the maximum shall be ~~\$42,154~~ \$48,275
 12 plus ~~\$502.10~~ \$575.10 per pupil on the basis of the average
 13 number belonging over 18, not to exceed an ANB of 50.

14 (6) For schools having an ANB in excess of 40, the
 15 maximum on the basis of the total pupils (ANB) in the
 16 district for elementary pupils will be as follows:

17 (a) For a school having an ANB of more than 40 and
 18 employing a minimum of three teachers, the maximum of ~~\$1,863~~
 19 \$2,133 shall be decreased at the rate of ~~\$1.81~~ \$2.07 for
 20 each additional pupil until the total number (ANB) shall
 21 have reached a total of 100 pupils.

22 (b) For a school having an ANB of more than 100
 23 pupils, the maximum of ~~\$1,754~~ \$2,009 shall be decreased at
 24 the rate of ~~\$1.65~~ \$1.89 for each additional pupil until the
 25 ANB shall have reached 300 pupils.

1 (c) For a school having an ANB of more than 300
 2 pupils, the maximum shall not exceed ~~\$1,424~~ \$1,630 for each
 3 pupil.

4 (7) The maximum per pupil for all pupils (ANB) and for
 5 all elementary schools shall be computed on the basis of the
 6 amount allowed herein on account of the last eligible pupil
 7 (ANB). All elementary schools operated within the
 8 incorporated limits of a city or town shall be treated as
 9 one school for the purpose of this schedule."

10 Section 4. Section 20-9-319, MCA, is amended to read:

11 "20-9-319. High school maximum budget schedule for
 12 ~~1984-85~~ 1986-87 and succeeding years. For ~~1984-85~~ 1986-87
 13 and succeeding school years, the high school maximum budget
 14 schedule is as follows:

15 (1) For each high school having an ANB of 24 or fewer
 16 pupils, the maximum shall be ~~\$109,340~~ \$125,177.

17 (2) For a secondary school having an ANB of more than
 18 24 pupils, the maximum ~~\$4,556~~ \$5,216 shall be decreased at
 19 the rate of ~~\$24.85~~ \$28.45 for each additional pupil until
 20 the ANB shall have reached a total of 40 such pupils.

21 (3) For a school having an ANB of more than 40 pupils,
 22 the maximum of ~~\$4,150~~ \$4,761 shall be decreased at the rate
 23 of ~~\$24.85~~ \$28.45 for each additional pupil until the ANB
 24 shall have reached 100 pupils.

25 (4) For a school having an ANB of more than 100

1 pupils, a maximum of ~~\$2,667~~ \$3,054 shall be decreased at the
2 rate of ~~\$4.16~~ \$4.76 for each additional pupil until the ANB
3 shall have reached 200 pupils.

4 (5) For a school having an ANB of more than 200
5 pupils, the maximum of ~~\$2,252~~ \$2,578 shall be decreased by
6 ~~\$2.28~~ \$2.61 for each additional pupil until the ANB shall
7 have reached 300 pupils.

8 (6) For a school having an ANB of more than 300
9 pupils, the maximum of ~~\$2,023~~ \$2,316 shall be decreased at
10 the rate of ~~42~~ 48 cents until the ANB shall have reached 600
11 pupils.

12 (7) For a school having an ANB over 600 pupils, the
13 maximum shall not exceed ~~\$1,897~~ \$2,172 per pupil.

14 (8) The maximum per pupil for all pupils (ANB) and for
15 all high schools shall be computed on the basis of the
16 amount allowed herein on account of the last eligible pupil
17 (ANB). All high schools and junior high schools which have
18 been approved and accredited as junior high schools,
19 operated within the incorporated limits of a city or town,
20 shall be treated as one school for the purpose of this
21 schedule."

22 NEW SECTION. Section 5. Effective date. This act is
23 effective on passage and approval.

-End-

STATE OF MONTANA
FISCAL NOTE

REQUEST NO. FNN064-85

Form BD-15

In compliance with a written request received January 10 19 85, there is hereby submitted a Fiscal Note for H.B. 79 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:

An act to increase the maximum general fund budget schedules for elementary schools and high schools by 7% for FY86 and 7% for FY87.

Because of the complex interaction of the Governor's new revenue proposals with the fiscal impact on public school support, this fiscal note presents two separate fiscal impacts, one using the Governor's proposals and one using existing assumptions.

BASIC ASSUMPTIONS:

1. Average number belonging (ANB) will be:

	<u>FY86</u>	<u>FY87</u>
Elementary	105,306	105,880
High School	46,692	47,338
Total	<u>151,998</u>	<u>153,218</u>

2. Statewide taxable valuation will be:

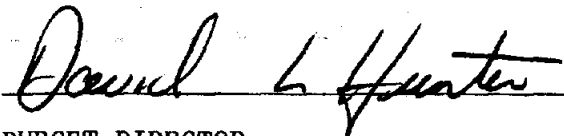
FY 1986	\$2,397,311,000
FY 1987	\$2,444,893,000

3. Current Schedules will cost:

FY 1986	\$272,332,000
FY 1987	\$274,659,000

4. Proposed Schedules will cost:

FY 1986	\$291,396,000
FY 1987	\$314,457,000



BUDGET DIRECTOR
Office of Budget and Program Planning

Date: JAN 23, 1985

FISCAL IMPACT:

1. Impact without incorporation of Governor's revenue proposals:

	<u>FY86</u>	<u>FY87</u>	<u>Biennium</u>
Equalization Revenue	<u>\$261,281,000</u>	<u>\$270,614,000</u>	<u>\$531,895,000</u>
Schedule Costs:			
Current Law	\$272,332,000	\$274,659,000	\$546,991,000
Proposed Law	<u>291,396,000</u>	<u>314,457,000</u>	<u>605,853,000</u>
Proposed Increase	<u>\$ 19,064,000</u>	<u>\$ 39,798,000</u>	<u>\$ 58,862,000</u>
General Fund Required:			
Proposed Cost	\$291,396,000	\$314,457,000	\$605,853,000
Available Revenue	<u>261,281,000</u>	<u>\$270,614,000</u>	<u>\$531,895,000</u>
General Fund Required	<u>\$ 30,115,000</u>	<u>\$ 43,843,000</u>	<u>\$ 73,958,000</u>

2. Impact with Governor's Proposals to increase the allocation of Local Impact Coal Tax Revenues and U.S. Oil and Gas Royalties to the public school equalization account.

	<u>FY86</u>	<u>FY87</u>	<u>Biennium</u>
Equalization Revenue	<u>\$271,240,000</u>	<u>\$280,410,000</u>	<u>\$551,650,000</u>
Schedule Costs:			
Proposed Law	\$272,332,000	\$274,659,000	\$546,991,000
Proposed Increase	<u>291,396,000</u>	<u>314,457,000</u>	<u>605,853,000</u>
Proposed Increase	<u>\$ 19,064,000</u>	<u>\$ 39,798,000</u>	<u>\$ 58,862,000</u>
General Fund Required:			
Proposed Cost	\$291,396,000	\$314,457,000	\$605,853,000
Available Revenue	<u>271,240,000</u>	<u>280,410,000</u>	<u>551,650,000</u>
General Fund Required	<u>\$ 20,156,000</u>	<u>\$ 34,047,000</u>	<u>\$ 54,203,000</u>