# HOUSE BILL NO. 129

T/ID THEFORGE	1/	10	Introduc	ced
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- 1/10 Referred to Education & Cultural Resources
- 1/16 Fiscal Note Requested
- 1/21 Hearing
- 1/24 Committee Report-Bill Do Pass 1/24 Fiscal Note Received
- 1/26 2nd Reading Do Not Pass 1/16 Bill Killed

1 HOUSE BILL NO. 129

INTRODUCED BY Kitselmon

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A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING EQUAL SHARING OF 10 PERCENT OF THE INCOME FROM THE LOCAL IMPACT AND EDUCATION TRUST FUND ACCOUNT BY POSTSECONDARY VOCATIONAL-TECHNICAL CENTERS AND ADULT BASIC EDUCATION PROGRAMS; AMENDING SECTION 90-6-211, MCA."

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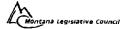
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24 25 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 90-6-211, MCA, is amended to read: "90-6-211. Disposition of interest from unexpended balance. The unexpended balance in the local impact and education trust fund account shall be invested as provided by statute by the board of investments. Of the income from such investments each year 10% shall be paid into the state special revenue fund for use by the superintendent of public instruction for purposes of the postsecondary vocational-technical centers and adult basic education programs in the state, subject to the budgeting authority of the legislature. Within the account under 20-9-513, the revenue is must be equally shared between the postsecondary vocational-technical centers and the adult basic education programs. Of the remaining 90% of the income from such investments, three-fourths shall be annually paid into the



state special revenue fund for state equalization aid to 1 2 public schools of the state and one-fourth each year shall 3 be paid to the board of regents of higher education for use by the institutions of higher learning in the state, subject 4 5 to the budgeting authority of the legislature. Except as provided in 90-6-205(4), the principal of the local impact and educational trust fund shall be dedicated to education 7 and forever remain inviolate and sacred to this purpose as provided in sections 3 and 10 of Article X of the Montana 10 constitution."

-End-

-2- INTRODUCED BILL
#8 129

### STATE OF MONTANA

### FISCAL NOTE

REQUEST NO. FNN 112-85

Form BD-15

In compliance with a written request received <u>January 18</u>

Fiscal Note for <u>H.B. 129</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:

House Bill 129 would require that postsecondary Vocational-Technical Centers and Adult Basic Education Programs share equally 10% of the income from the local impact and education trust fund account.

### ASSUMPTIONS:

- 1. Vocational Technical Centers and Adult Basic Education programs will have available to them 10% of the local impact and education trust fund interest earnings. (FY 1986 = \$1,009,000) (FY 1987 = \$1,102,000)
- 2. Vocational Technical Centers and the Adult Basic Education programs will share equally the funds available.
- 3. State funding for Adult Basic Education assistance will continue to be solely from local impact funds.
- 4. State funding for Vo-Techs will continue to have General Fund as the final source of revenue.

### FISCAL IMPACT:

Expenditures:	F	Y 1986	FY 1987	
•	Vo-Techs	ABE	Vo-Techs	ABE
Local Assistance				
Current Law	\$856,745	\$152,255	\$946,700	\$155,300
Proposed Law	504,500	504,500	551,000	551,000
Change	(\$352,245)	\$352,245	(\$395,700)	\$395,700
General Fund				
Increase Required	\$352,245	\$ 0	\$395,700	\$ 0

BUDGET DIRECTOR

Office of Budget and Program Planning

Date:

VAN 24, 1985

4B 129

FN2:L/3-4

Request No. FNN 112-85 Form BD-15 Page 2

## AFFECT ON COUNTY OR OTHER LOCAL REVENUE OF EXPENDITURES:

1. Less local monies would be required to finance adult basic education.

## LONG-RANGE EFFECTS OF PROPOSED LEGISLATION:

Vocational Technical Centers would increase their dependence on state general fund appropriations for funding programs.

## TECHNICAL OR MECHANICAL DEFECTS OR CONFLICTS WITH EXISTING LEGISLATION:

N/A

### APPROVED BY COMM. ON EDUCATION AND CULTURAL RESOURCES

HOUSE BILL NO. 129 1 2

INTRODUCED BY Kitselmin

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A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING EQUAL SHARING OF 10 PERCENT OF THE INCOME FROM THE LOCAL IMPACT AND **EDUCATION** TRUST FUND ACCOUNT POSTSECONDARY VOCATIONAL-TECHNICAL CENTERS AND ADULT BASIC EDUCATION PROGRAMS: AMENDING SECTION 90-6-211, MCA."

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-End-