

HB 524 INTRODUCED BY SANDS  
REDUCE SCHOOL FUNDING SCHEDULES BY 1 PERCENT FOR  
1987-88 AND MAINTAIN THAT LEVEL

1/29 INTRODUCED  
1/29 REFERRED TO EDUCATION & CULTURAL RESOURCES  
1/29 FISCAL NOTE REQUESTED  
2/02 FISCAL NOTE RECEIVED  
2/11 HEARING  
2/21 TABLED IN COMMITTEE

1 House BILL NO. 524  
2 INTRODUCED BY Scand

3  
4 A BILL FOR AN ACT ENTITLED: "AN ACT TO REDUCE THE MAXIMUM  
5 GENERAL FUND BUDGET SCHEDULES FOR ELEMENTARY AND HIGH  
6 SCHOOLS BY 1 PERCENT FOR SCHOOL FISCAL YEAR 1987-88 AND TO  
7 MAINTAIN THOSE SCHEDULE AMOUNTS FOR SUCCEEDING SCHOOL FISCAL  
8 YEARS; AMENDING SECTIONS 20-9-318 AND 20-9-319, MCA; AND  
9 PROVIDING AN IMMEDIATE EFFECTIVE DATE."

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

12 Section 1. Section 20-9-318, MCA, is amended to read:  
13 "20-9-318. Elementary school maximum budget schedule  
14 for ~~1986-87~~ 1987-88 and succeeding years. For ~~1986-87~~  
15 1987-88 and succeeding school years, the elementary school  
16 maximum budget schedule is as follows:

17 (1) For each elementary school having an ANB of nine  
18 or fewer pupils, the maximum shall be ~~\$20,150~~ \$19,957 if  
19 said school is approved as an isolated school.

20 (2) For schools with an ANB of 10 pupils but less than  
21 18 pupils, the maximum shall be ~~\$20,150~~ \$19,957 plus ~~\$842-50~~  
22 \$834 per pupil on the basis of the average number belonging  
23 over nine.

24 (3) For schools with an ANB of at least 14 pupils but  
25 less than 18 pupils that qualify for instructional aide

1 funding under 20-9-322, the maximum shall be ~~\$33,042~~ \$32,711  
2 plus ~~\$842-50~~ \$834 per pupil on the basis of the average  
3 number belonging over 14.

4 (4) For schools with an ANB of 18 pupils and employing  
5 one teacher, the maximum shall be ~~\$27,741~~ \$27,463 plus  
6 ~~\$842-50~~ \$834 per pupil on the basis of the average number  
7 belonging over 18, not to exceed an ANB of 25.

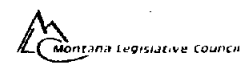
8 (5) For schools with an ANB of 18 pupils and employing  
9 two full-time teachers, the maximum shall be ~~\$44,290~~ \$43,847  
10 plus ~~\$527-60~~ \$522.30 per pupil on the basis of the average  
11 number belonging over 18, not to exceed an ANB of 50.

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

15 (a) For a school having an ANB of more than 40 and  
16 employing a minimum of three teachers, the maximum of ~~\$17,957~~  
17 \$1,938 shall be decreased at the rate of ~~\$1-90~~ \$1.88 for  
18 each additional pupil until the total number (ANB) shall  
19 have reached a total of 100 pupils.

20 (b) For a school having an ANB of more than 100  
21 pupils, the maximum of ~~\$17,043~~ \$1,825 shall be decreased at  
22 the rate of ~~\$1-74~~ \$1.72 for each additional pupil until the  
23 ANB shall have reached 300 pupils.

24 (c) For a school having an ANB of more than 300  
25 pupils, the maximum shall not exceed ~~\$17,496~~ \$1,481 for each



1 pupil.

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

8 Section 2. Section 20-9-319, MCA, is amended to read:

9 "20-9-319. High school maximum budget schedule for  
10 ~~1986-87 1987-88~~ and succeeding years. For ~~1986-87 1987-88~~  
11 and succeeding school years, the high school maximum budget  
12 schedule is as follows:

13 (1) For each high school having an ANB of 24 or fewer  
14 pupils, the maximum shall be ~~\$114,045~~ \$113,696.

15 (2) For a secondary school having an ANB of more than  
16 24 pupils, the maximum ~~\$47,785~~ \$4,737 shall be decreased at  
17 the rate of ~~\$26.10~~ \$25.84 for each additional pupil until  
18 the ANB shall have reached a total of 40 such pupils.

19 (3) For a school having an ANB of more than 40 pupils,  
20 the maximum of ~~\$47,360~~ \$4,324 shall be decreased at the rate  
21 of ~~\$26.10~~ \$25.84 for each additional pupil until the ANB  
22 shall have reached 100 pupils.

23 (4) For a school having an ANB of more than 100  
24 pupils, a maximum of ~~\$27,002~~ \$2,774 shall be decreased at the  
25 rate of ~~\$4.37~~ \$4.32 for each additional pupil until the ANB

1 shall have reached 200 pupils.

2 (5) For a school having an ANB of more than 200  
3 pupils, the maximum of ~~\$27,365~~ \$2,341 shall be decreased by  
4 ~~\$2.40~~ \$2.37 for each additional pupil until the ANB shall  
5 have reached 300 pupils.

6 (6) For a school having an ANB of more than 300  
7 pupils, the maximum of ~~\$27,125~~ \$2,104 shall be decreased at  
8 the rate of 44 cents until the ANB shall have reached 600  
9 pupils.

10 (7) For a school having an ANB over 600 pupils, the  
11 maximum shall not exceed ~~\$17,993~~ \$1,973 per pupil.

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

20 NEW SECTION. Section 3. Effective date. This act is  
21 effective on passage and approval.

-End-

STATE OF MONTANA - FISCAL NOTE

Form BD-15

In compliance with a written request, there is hereby submitted a Fiscal Note for HB524, as introduced.

DESCRIPTION OF PROPOSED LEGISLATION:

Reducing the maximum general fund budget schedules for elementary and high schools by 1% for school fiscal year 1987-88 and to maintain those schedule amounts for succeeding school fiscal years.

ASSUMPTIONS:

1. School districts will reduce their budgets by 1% and will not add it to the voted levy.
2. The maximum general fund budget without a vote is projected at \$285,435,000 in FY88 and \$286,185,000 in FY89 under current law.

FISCAL IMPACT:

	<u>FY88</u>			<u>FY89</u>		
<u>Expenditures:</u>	<u>Current Law</u>	<u>Proposed Law</u>	<u>Difference</u>	<u>Current Law</u>	<u>Proposed Law</u>	<u>Difference</u>
Foundation Payments	\$285,435,000	\$282,581,000	(\$2,854,000)	\$286,185,000	\$283,323,000	(\$2,862,000)
<u>Funding:</u>						
General Fund	\$ 42,476,000	\$ 39,622,000	(\$2,854,000)	\$ 34,626,000	\$ 31,764,000	(\$2,862,000)
State Special Revenue	<u>242,959,000</u>	<u>242,959,000</u>	<u>0</u>	<u>251,559,000</u>	<u>251,559,000</u>	<u>0</u>
TOTAL	\$285,435,000	\$282,581,000	(\$2,854,000)	\$286,185,000	\$283,323,000	(\$2,862,000)

*David L. Hunter* DATE 2/2/87  
 DAVID L. HUNTER, BUDGET DIRECTOR  
 Office of Budget and Program Planning

*Jack Sands* DATE \_\_\_\_\_  
 JACK SANDS, PRIMARY SPONSOR  
 Fiscal Note for HB524, as introduced.

**HB 524**