

SB 301 INTRODUCED BY GAGE
SCHOOL TRUSTEES TO ESTABLISH RESERVE FUND FOR
SPECIAL SCHOOL PURCHASES

2/06 INTRODUCED
2/06 REFERRED TO EDUCATION & CULTURAL RESOURCES
2/11 HEARING
2/19 ADVERSE COMMITTEE REPORT ADOPTED 46 2

1 Senate BILL NO. 301
2 INTRODUCED BY [Signature]
3

4 A BILL FOR AN ACT ENTITLED: "AN ACT TO ALLOW THE TRUSTEES
5 OF A SCHOOL DISTRICT TO ESTABLISH A RESERVE FUND FOR
6 DESIGNATED SCHOOL PURCHASES."

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8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

9 Section 1. Reserve fund for designated school
10 purchases. (1) The trustees of a school district may
11 establish a reserve fund for the purpose of accumulating
12 funding for designated school purchases. For the purpose of
13 this section, "designated school purchase" means a purchase
14 of any nonsalary item allowed in the general fund budget of
15 a school district, including but not limited to textbooks
16 and equipment.

17 (2) At the end of a school fiscal year, the trustees
18 may appropriate the general fund end-of-year cash balance to
19 the designated school purchase reserve fund, not to exceed
20 25% of the total estimated cost of the designated purchases
21 for which the reserve fund was established. A designated
22 school purchase reserve fund may be used only for the stated
23 purpose of the fund.

24 Section 2. Codification instruction. Section 1 is
25 intended to be codified as an integral part of Title 20,

1 chapter 9, part 5, and the provisions of Title 20 apply to
2 section 1.

-End-

