

SENATE BILL 136

Introduced by Gage

1/13	Introduced
1/13	Referred to Education & Cultural Resources
1/13	First Reading
1/18	Hearing
1/18	Committee Report--Bill Passed
1/19	Fiscal Note Requested
1/19	Fiscal Note Received
1/19	2nd Reading Passed
1/20	3rd Reading Passed
	Transmitted to House
1/21	First Reading
1/21	Fiscal Note Printed
1/21	Referred to Education & Cultural Resources
2/08	Hearing
3/03	Committee Report--Bill Concurred
3/06	2nd Reading Concur Motion Failed

1 Sencott BILL NO. 136
2 INTRODUCED BY L.H.P.
3
4 A BILL FOR AN ACT ENTITLED: "AN ACT ALLOWING THE BOARD OF
5 TRUSTEES FOR A SCHOOL DISTRICT TO INCREASE THE MAXIMUM
6 GENERAL FUND BUDGET BY A CUMULATIVE RATE OF 4 PERCENT FOR
7 EACH YEAR, BEGINNING WITH FISCAL YEAR 1990; AMENDING SECTION
8 20-9-315, MCA; AND PROVIDING AN EFFECTIVE DATE."

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

11 **Section 1.** Section 20-9-315, MCA, is amended to read:

12 *20-9-315. Maximum general fund budget and exceptions.

13 (1) The total amount of the general fund budget of a
14 district may not be greater than the district's foundation
15 program as provided in 20-9-303, except when a district has
16 adopted a budget amendment under the provisions of 20-9-165
17 or when a district satisfies the requirements of 20-9-145
18 and 20-9-353.

19 (2) Notwithstanding the provisions of subsection (1),
20 for school fiscal year 1991 and succeeding years, a
21 district's maximum general fund budget may not exceed the
22 greater highest of:

23 (a) 135% of the foundation program amount provided for
24 in 20-9-303; or

25 (b) 104% of the district's general fund budget amount

1 for the previous school fiscal year, including any school
2 district expenses from the previous school fiscal year
3 approved for inclusion in this calculation by the
4 superintendent of public instruction under 20-9-147; or
5 (c) an amount not exceeding a cumulative increase of 4%
6 of the general fund budget in each fiscal year, beginning
7 with fiscal year 1990.

8 (3) Subsection (2) does not apply when the source of
9 funding for the excess amount is any of the following:

10 (a) Public Law 81-874 funds, until the state receives
11 approval of an application to equalize the funds under 20
12 U.S.C. 240(d); or

13 (b) general bonus payments under 20-6-401."

14 NEW SECTION. **Section 2.** Effective date. [This act] is
15 effective July 1, 1993.

-End-

STATE OF MONTANA - FISCAL NOTE

Form BD-15

In compliance with a written request, there is hereby submitted a Fiscal Note for SB0136, as introduced.

DESCRIPTION OF PROPOSED LEGISLATION: An act allowing the board of trustees for a school district to increase the maximum general fund budget by a cumulative rate of 4% for each year, beginning with fiscal year 1990; amending section 20-9-315, MCA; and providing an effective date.

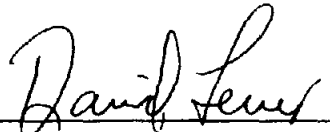
ASSUMPTIONS:


1. This bill has no effect on the foundation program schedules or guaranteed tax base aid.
2. Any additional budget authority authorized by this act will be funded with school district revenues.
3. OPI assumes additional costs would be incurred for: 1) staff time, 2) revised budget amendment forms, 3) revised school district financial manuals, 4) providing training to school district staff on revision, 5) reprogramming budget amendment and budget reporting programs, and 6) developing programs to calculate new caps for 514 school districts as required under this bill. Some of these revisions are likely to occur in FY93, with or without this bill, and all will be absorbed in FY93 and FY94 budgets.
4. OPI assumes an additional 0.50 FTE would be required at grade 15, costing a total of approximately \$16,275 and this would be absorbed in current FY93 and FY94 budgets.

FISCAL IMPACT: No impact on state revenues or expenditures.

EFFECT ON COUNTY OR OTHER LOCAL REVENUES OR EXPENDITURES:

Any increases in school district general fund budgets that result from this bill will be funded by district voted levies.

 1-19-93
DAVID LEWIS, BUDGET DIRECTOR DATE
Office of Budget and Program Planning

 1-20-93
DELWYN GAGE, PRIMARY SPONSOR DATE
Fiscal Note for SB0136, as introduced

SB 136

APPROVED BY COMM. ON EDUCATION
AND CULTURAL RESOURCES

Senate BILL NO. 136

INTRODUCED BY

A BILL FOR AN ACT ENTITLED: "AN ACT ALLOWING THE BOARD OF TRUSTEES FOR A SCHOOL DISTRICT TO INCREASE THE MAXIMUM GENERAL FUND BUDGET BY A CUMULATIVE RATE OF 4 PERCENT FOR EACH YEAR, BEGINNING WITH FISCAL YEAR 1990; AMENDING SECTION 20-9-315, MCA; AND PROVIDING AN EFFECTIVE DATE."

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

Section 1. Section 20-9-315, MCA, is amended to read:**"20-9-315. Maximum general fund budget and exceptions.**

(1) The total amount of the general fund budget of a district may not be greater than the district's foundation program as provided in 20-9-303, except when a district has adopted a budget amendment under the provisions of 20-9-165 or when a district satisfies the requirements of 20-9-145 and 20-9-353.

(2) Notwithstanding the provisions of subsection (1), for school fiscal year 1991 and succeeding years, a district's maximum general fund budget may not exceed the greater highest of:

(a) 135% of the foundation program amount provided for in 20-9-303; or

(b) 104% of the district's general fund budget amount

for the previous school fiscal year, including any school district expenses from the previous school fiscal year approved for inclusion in this calculation by the superintendent of public instruction under 20-9-147; or

(c) an amount not exceeding a cumulative increase of 4% of the general fund budget in each fiscal year, beginning with fiscal year 1990.

(3) Subsection (2) does not apply when the source of funding for the excess amount is any of the following:

(a) Public Law 81-874 funds, until the state receives approval of an application to equalize the funds under 20 U.S.C. 240(d); or

(b) general bonus payments under 20-6-401."

NEW SECTION. Section 2. Effective date. [This act] is effective July 1, 1993.

-End-

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