

House BILL NO. 390

INTRODUCED BY Koehler

A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING THE BOARD OF REGENTS TO USE AN AMOUNT EQUAL TO 5 PERCENT OF TUITION REVENUE COLLECTED IN THE PREVIOUS FISCAL YEAR TO SUPPORT THE WORK-STUDY PROGRAM; AMENDING SECTION 20-25-702, MCA; AND PROVIDING AN EFFECTIVE DATE."

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

Section 1. Section 20-25-702, MCA, is amended to read:

"20-25-702. Montana work-study program. (1) The Montana work-study program is hereby established to be administered by the board of regents of higher education as provided by this part.

(2) The board of regents shall use an amount equal to 5% of tuition revenue collected in the previous fiscal year to support the work-study program."

NEW SECTION. Section 2. Effective date. [This act] is effective July 1, 1995.

-END-

STATE OF MONTANA - FISCAL NOTE

Fiscal Note for HB0390, as introduced

DESCRIPTION OF PROPOSED LEGISLATION: A bill for an act entitled: "an act requiring the Board of Regents to use an amount equal to 5 percent of tuition revenue collected in the previous fiscal year to support the work-study program; amending section 20-25-702 MCA; and providing an effective date."

ASSUMPTIONS:

1. The provisions of this bill will apply to the six universities/colleges and the five colleges of technology.
2. There are no tuition rate increases in FY96. Increases in total tuition collected are the result of increased numbers and the mix of Western Undergraduate, resident and non-resident students. Tuition revenues are equal to tuition collections net of fee waivers. Net tuition collections are expected to be \$64,542,101 in FY95 and \$66,782,012 in FY96.
3. The current state work study program (\$500,000 in FY94) will be included in the revenues for this proposal. The FY96 and FY97 Governor's budget request for work study is adopted by the legislature.
4. The current federal work study program (\$2,325,719 in FY94) will not be included in revenues for this proposal.
5. The Regents must fund the increased level of work study with reductions in other areas or increases in tuition.

FISCAL IMPACT:

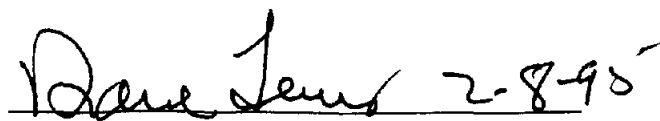
Expenditures:

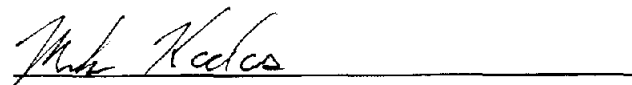
	<u>FY96</u>	<u>FY97</u>
Total state work study required by this bill	\$3,227,105	\$3,339,101
Governor's proposed state work study	\$653,008	\$666,153
Net increase in current unrestricted expenditures	<u>\$2,574,097</u>	<u>\$2,672,948</u>

Revenues:

Tuition increases of \$2,574,097 and \$2,672,948 will be required if offsetting reductions are not made in other college, university or college of technology expenditures.

TECHNICAL NOTES: It is not clear in the bill whether state and federal sources of work study may be included to reach the total of 5% of tuition collections. We assume the federal moneys are not included. The inclusion of federal revenues would reduce the fiscal impact significantly.


DAVE LEWIS, BUDGET DIRECTOR DATE
Office of Budget and Program Planning


MIKE KADAS, PRIMARY SPONSOR DATE

Fiscal Note for HB0390, as introduced

HB 390

APPROVED BY COM ON
APPROPRIATIONS

HOUSE BILL NO. 390

INTRODUCED BY KADAS

A BILL FOR AN ACT ENTITLED: "AN ACT REQUIRING THE BOARD OF REGENTS TO USE AN AMOUNT EQUAL TO ~~5~~ 2 PERCENT OF TUITION REVENUE COLLECTED IN THE PREVIOUS FISCAL YEAR TO SUPPORT THE WORK-STUDY PROGRAM; AMENDING SECTION 20-25-702, MCA; AND PROVIDING AN EFFECTIVE DATE."

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

Section 1. Section 20-25-702, MCA, is amended to read:

"20-25-702. Montana work-study program. (1) The Montana work-study program is hereby established to be administered by the board of regents ~~of higher education~~ as provided by this part.

(2) The board of regents shall use an amount equal to ~~5%~~ 2% of tuition revenue collected in the previous fiscal year to support the work-study program."

NEW SECTION. **Section 2. Effective date.** [This act] is effective July 1, 1995.

-END-

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2 INTRODUCED BY KADAS

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5 EQUAL TO ~~5~~ 2 PERCENT OF TUITION REVENUE COLLECTED IN THE PREVIOUS FISCAL YEAR TO
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