

EXHIBIT 11

DATE 1/21/2005

HB _____

Executive (Schweitzer) Proposed Budget

Budget Item	Base Budget 2004	PL Base Adjustment 2006	New Proposals 2006	Total Budget 2006	PL Base Adjustment 2007	New Proposals 2007	Total Budget 2007	Biennial Budget 2006 - 2007
FTE	90.05	0.50	10.00	100.55	0.50	10.00	100.55	100.55
Personal Services	\$4,330,416	(\$183,633)	\$401,736	\$4,548,519	(\$183,110)	\$400,882	\$4,548,188	\$9,096,707
Operating Costs	\$4,088,619	\$222,024	\$508,414	\$4,817,257	\$214,208	\$506,449	\$4,909,476	\$9,626,733
Equipment & Intangibles	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Local Assistance	\$8,395,234	\$989,165	\$0	\$7,384,419	\$1,355,290	\$0	\$7,760,524	\$15,134,943
Grants	\$10,748,488	\$2,239,721	\$3,803,500	\$16,791,709	\$2,244,211	\$4,000,000	\$16,992,899	\$33,784,408
Benefits & Claims	\$19,921,785	\$8,936,000	\$0	\$28,857,785	\$11,170,000	\$0	\$31,091,785	\$59,949,570
Transfers	\$141,415,047	\$4,274,877	\$2,500,000	\$148,189,724	\$4,004,886	\$2,500,000	\$147,919,933	\$296,109,657
Total Costs:	\$186,899,789	\$16,477,974	\$7,211,650	\$210,589,413	\$18,805,485	\$7,407,331	\$213,112,605	\$423,702,018
General Fund	\$140,778,703	\$4,515,044	\$8,315,110	\$151,608,857	\$4,428,299	\$6,530,889	\$151,737,891	\$303,346,748
State/Other Special	\$13,101,000	\$1,210,001	\$13,390	\$14,324,391	\$1,504,000	(\$5,389)	\$14,599,111	\$28,923,602
Federal Special	\$33,020,086	\$10,752,929	\$883,150	\$44,856,165	\$12,873,186	\$882,331	\$46,775,603	\$91,431,768
Total Funds:	\$186,899,789	\$16,477,974	\$7,211,650	\$210,589,413	\$18,805,485	\$7,407,331	\$213,112,605	\$423,702,018

**Montana University System/Commissioner of Higher Education
Major Budget Highlights**

- ◆ The revised executive budget (Schweitzer budget) increases general fund \$5 million in the 2007 biennium to increase student assistance need-based grants and merit based scholarships.
- ◆ The revised executive budget (Schweitzer budget) increases general fund \$2.8 million in the 2007 biennium to increase tribal college assistance as follows:
 - \$300,000 for non-beneficiary student assistance
 - \$1.25 million for equipment
 - \$1.25 for the Indian Education for All program.
- ◆ The revised executive budget (Schweitzer budget) decreases general fund \$4.9 million by eliminating the Shared Leadership for a Stronger Montana Economy initiatives, including:
 - 2.00 FTE and \$640,000 general fund are eliminated from the Administration Program in the Office of the Commissioner of Higher Education
 - \$4.3 million general fund is eliminated from the university educational units and public service/research agencies
- ◆ Overall, the revised executive budget increases general fund spending in the Montana University System budget by a net of \$2.9 million in the 2007 biennium (\$7.8 million program increases less \$4.9 million Shared Leadership decrease)