EXHIBIT 16
DATE 2/4/09
HB 2

Legislative Fiscal Division

Appropriations for Distribution to Schools - HB 2 - 2009 Session
Legislative Action for K-12 Distribution to Schools - 2011 Biennium
By Fund and Decision Package Number
Program 09

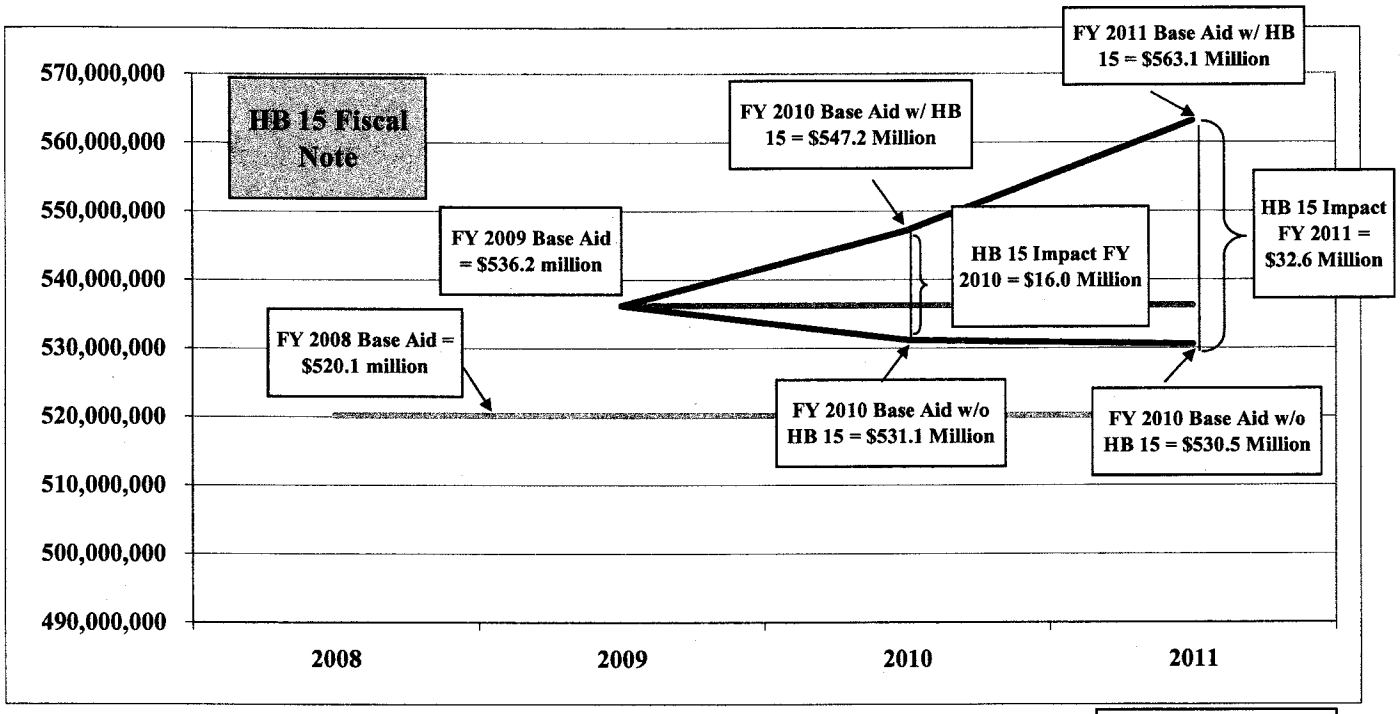
February 3, 2009

Page	Decision Package	Present Law Adjustments	Fiscal 2010	Fiscal 2011	Biennium
		General Fund			
		Base Aid Changes			
E-37-40	PL01	Inflation Adjustment (3.0% - FY10; 3.0% FY11)	26,626,025	42,010,006	68,636,031
E-37-40	PL01	At Risk Payment	109	109	218
E-37-40	PL01	Indian Ed For All - Fewer Students	(43,499)	(62,336)	(105,835)
NA	PL201	**ANB Adjustment - December 15th**	**401,429**	**821,983**	**1,223,412**
E-42	PL100	Adjustment for Lower Common School Revenue	2,495,998	**1,967,998**	**4,463,996**
	PL100	RTIC Guarantee Account Adjustment	136,377	(1,162,146)	**(1,025,769)**
		Total Base Aid Changes	$ 29,480,062	$ 44,737,760	$ 74,217,822
E-40	PL02	Special Education	1,233,764	1,233,764	2,467,528
E-40	PL04	Transportation	200,000	300,000	500,000
E-41	PL10	County and District HB 124 Block Grants - 0.76 percent per year	777,830	1,171,185	1,949,015
E-41	PL11	School Facilities Reimbursement	**525,000**	**525,000**	**1,050,000**
E-41	PL18	Other Biennial	319,024	319,024	638,048
		Total General Fund	$ 32,535,680	$ 48,286,733	$ 80,822,413
E-42	PL32	**Federal Increases**	$ 8,929,928	$ 11,754,928	$ 20,684,856
		Total Federal	$ 8,929,928	$ 11,754,928	$ 20,684,856
		Total Present Law Adjustments	41,465,608	60,041,661	101,507,269

	Decision Package	New Proposals	Fiscal 2010	Fiscal 2011	Biennium
		General Fund			
		Base Aid Changes			
E-43	NP05	Base Aid Increase due to Increase in Special Ed	$ 251,229	$ 508,584	759,813
E-43	~~NP28~~	~~Increase Quality Educator Payment from $3,042 to $3,142 &$3,242~~	~~1,300,000~~	~~2,600,000~~	~~3,900,000~~
E-43	~~NP99~~	~~Quality Schools Resource Sharing~~	~~100,000~~	~~100,000~~	~~200,000~~
E-44	~~NP101~~	~~Quality School Facilty Program - Divert Streambed Money~~	~~4,078,000~~	~~4,627,000~~	~~8,705,000~~
		Total Base Aid Changes	251,229	508,584	759,813
E-43	NP05	Increase Special Ed by 3 percent per Year	1,249,420	2,536,322	3,785,742
E-43	~~NP03~~	~~School Foods Equipment/Facility Mini Grants - OTO~~	~~150,000~~	~~-~~	~~150,000~~
		Total Other Changes in Distribution to Schools	1,249,420	2,536,322	3,785,742
		Total General Fund - New Proposals	$ 1,500,649	$ 3,044,906	$ 4,545,555
		Net Change General Fund Over FY08 Base (Present Law + New Proposals)	34,036,329	51,331,639	85,367,968
		Net Change All Funds Over FY08 Base	$ 42,966,257	$ 63,086,567	$ 106,052,824

State Spending in the 2008 general fund base budget	$ 633,561,264
BASE Aid paid for out of the Guarantee Fund (Interest and Income on State Lands)	53,802,998
Total State Spending on K-12 - FY2008	$ 687,364,262

	Decision Package	Elected Official Requests	Fiscal 2010	Fiscal 2011	Biennium
		General Fund			
		BASE Aid Changes			
	NP08	State Tuition for Homeless Students	$ 119,169	$ 122,744	241,913
	NP28	Raise Quality Educator payment $4,600 and $6,200	19,615,742	39,760,278	59,376,020
		At-Risk Student Payment - Inflationary Increase	150,000	304,500	454,500
	NP92	Quarter-time ANB funding for 135 hours	-	265,615	265,615
		Total BASE Aid Changes	$ 19,884,911	$ 40,453,137	$ 60,338,048
	NP22	Pupil Transportation - Increased Fuel Costs	1,642,000	1,642,000	3,284,000
	NP24	Gifted and Talented Programs	500,000	500,000	1,000,000
	NP94	Adult Basic Education Programs - Inflationary Increase	16,000	32,000	48,000
	NP95	Support of Regional Service Areas	1,250,000	1,250,000	2,500,000
		Total Other Changes in Distribution to Schools	3,408,000	3,424,000	6,832,000
		Total General Fund - New Proposals	$ 23,292,911	$ 43,877,137	$ 67,170,048


HB 15 Fiscal Note
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2008
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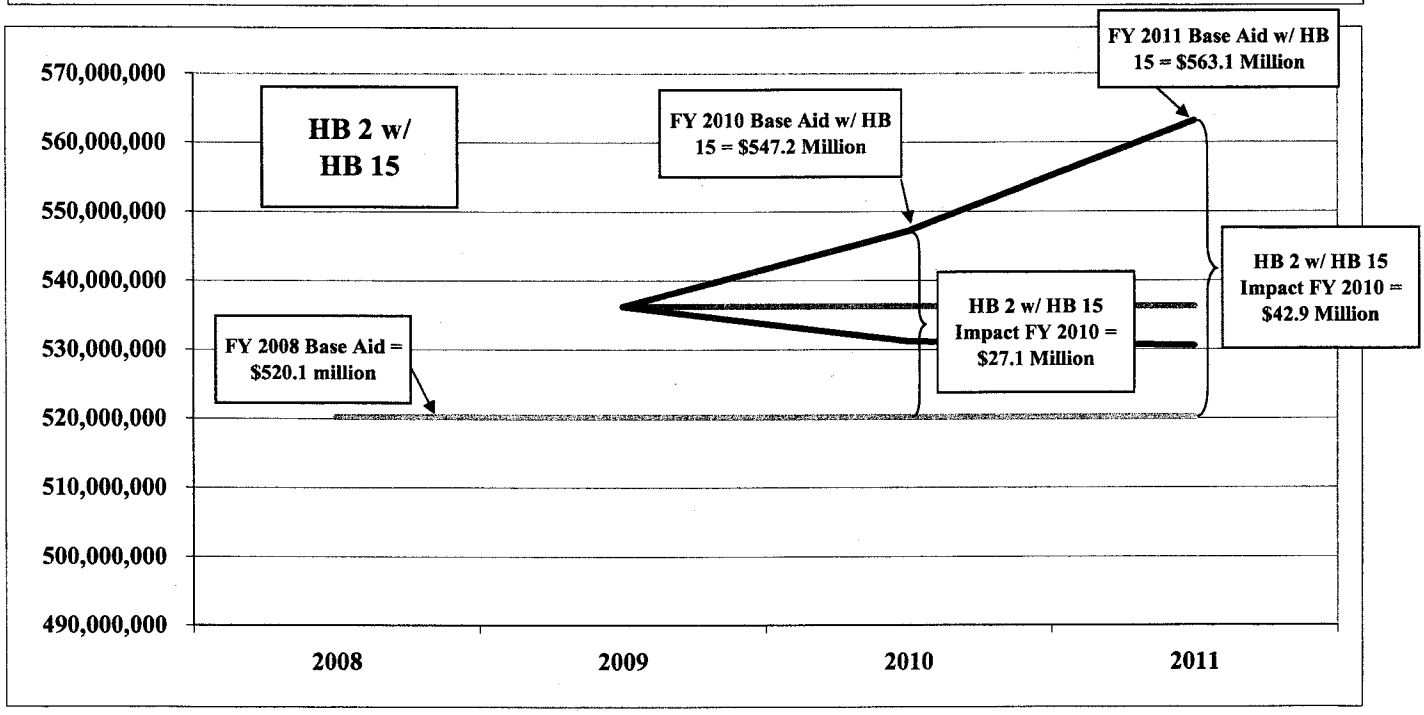
FY 2011 Base Aid w/ HB 15 = $563.1 Million
FY 2010 Base Aid w/ HB 15 = $547.2 Million
FY 2009 Base Aid = $536.2 million
FY 2008 Base Aid = $520.1 million
HB 15 Impact FY 2010 = $16.0 Million
HB 15 Impact FY 2011 = $32.6 Million
FY 2010 Base Aid w/o HB 15 = $531.1 Million
FY 2010 Base Aid w/o HB 15 = $530.5 Million


HB 2 w/ HB 15
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2008
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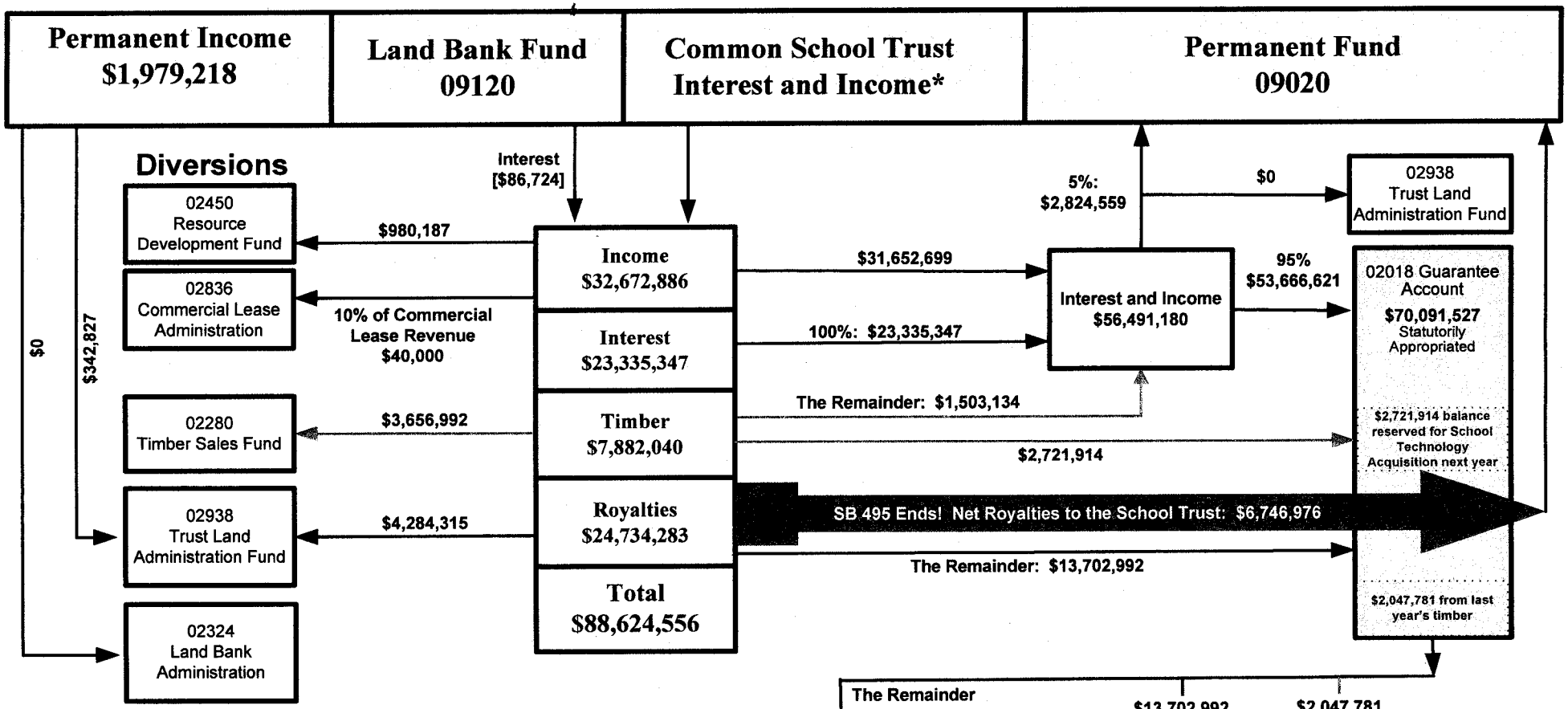
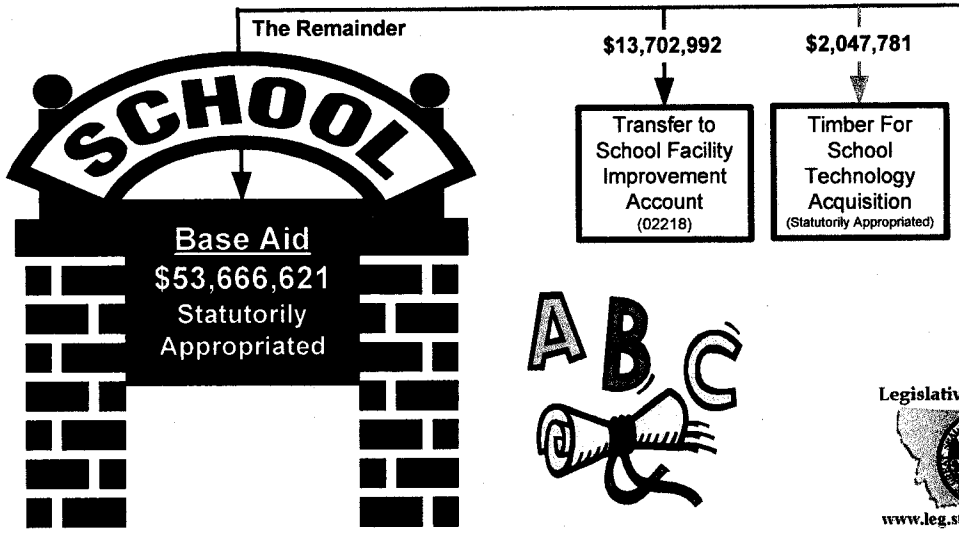
FY 2011 Base Aid w/ HB 15 = $563.1 Million
FY 2010 Base Aid w/ HB 15 = $547.2 Million
FY 2008 Base Aid = $520.1 million
HB 2 w/ HB 15 Impact FY 2010 = $27.1 Million
HB 2 w/ HB 15 Impact FY 2010 = $42.9 Million

Legislative Fiscal Division

Common School Trust - Fiscal 2010*

*As approved by RTIC





* Interest and income not recorded as trust revenue on SABHRS:

- Timber improvement fee
- Portion of recreational use fee
- Board of Investment's management fee

Updated by the LFD
November 2008

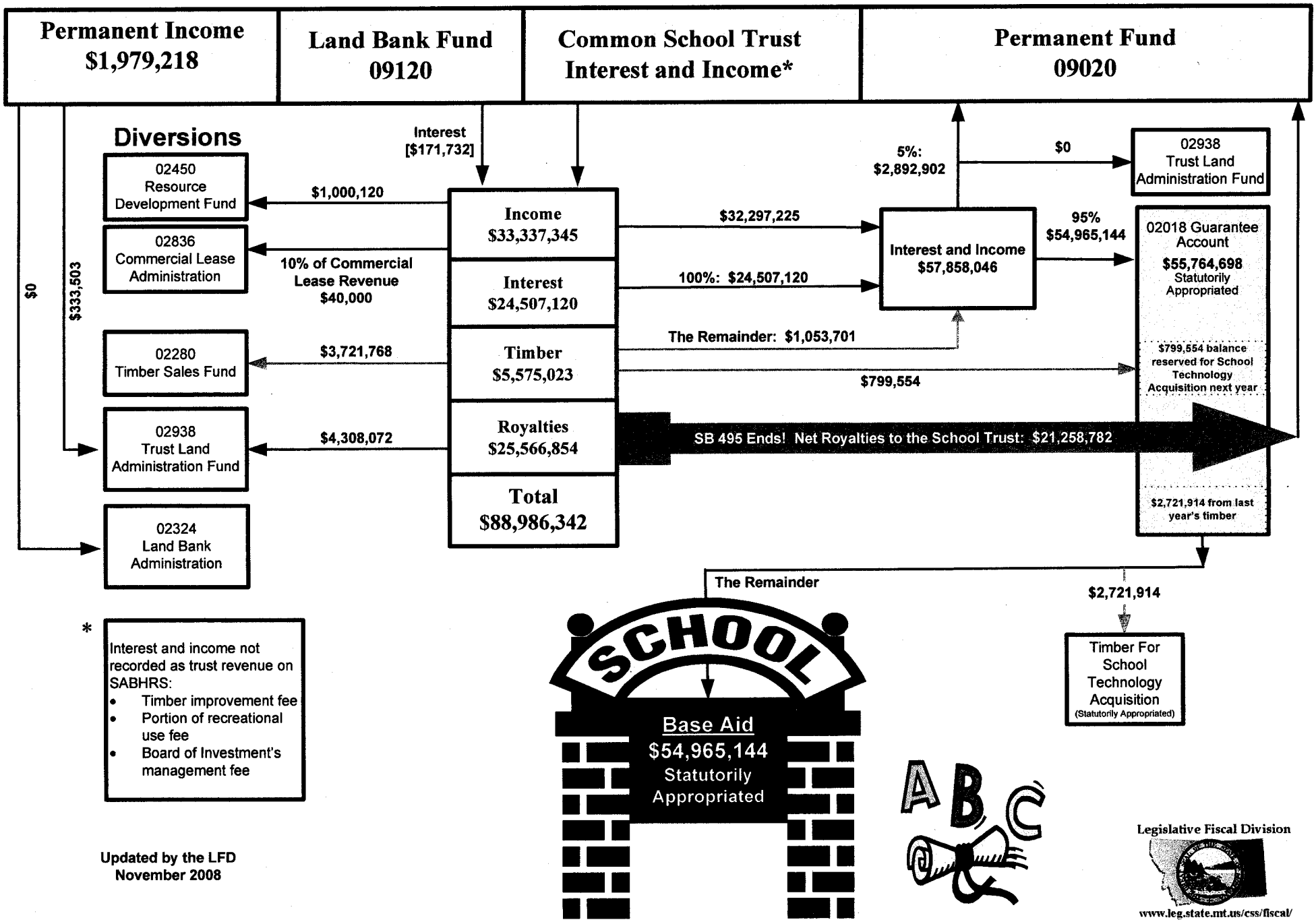
Legislative Fiscal Division

www.leg.state.mt.us/css/fiscal/

Legislative Fiscal Division

Common School Trust - Fiscal 2011*

*As approved by RTIC



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5-5-227. Revenue and transportation interim committee -- powers and duties -- revenue estimating and use of estimates. (1) The revenue and transportation interim committee has administrative rule review, draft legislation review, program evaluation, and monitoring functions for the department of revenue and the department of transportation and the entities attached to the departments for administrative purposes.

(2) (a) The committee must have prepared by December 1 for introduction during each regular session of the legislature in which a revenue bill is under consideration an estimate of the amount of revenue projected to be available for legislative appropriation.

(b) The committee may prepare for introduction during a special session of the legislature in which a revenue bill or an appropriation bill is under consideration an estimate of the amount of projected revenue. The revenue estimate is considered a subject specified in the call of a special session under 5-3-101.

(3) The committee's estimate, as introduced in the legislature, constitutes the legislature's current revenue estimate until amended or until final adoption of the estimate by both houses. It is intended that the legislature's estimates and the assumptions underlying the estimates will be used by all agencies with responsibilities for estimating revenue or costs, including the preparation of fiscal notes.

(4) The legislative services division shall provide staff assistance to the committee. The committee may request the assistance of the staffs of the office of the legislative fiscal analyst, the legislative auditor, the department of revenue, and any other agency that has information regarding any of the tax or revenue bases of the state.

History: En. Sec. 29, Ch. 19, L. 1999; amd. Sec. 14, Ch. 210, L. 2001; amd. Sec. 9, Ch. 114, L. 2003; amd. Sec. 2, Ch. 5, L. 2007.

Provided by Montana Legislative Services

Item 2a is contingent on passage of a bill by the 2009 legislature that increases the per-ANB entitlements and the basic entitlements by 3 percent in FY 2010 and by another 3 percent in FY 2011. If legislation is not passed that increases the per-ANB entitlements and the basic entitlements by 3 percent in FY 2010 and another 3 percent in FY 2011, then item 2a is reduced by $16,010,738 in FY 2010 and by $32,586,665 in FY 2011.

The office of public instruction may distribute funds from the appropriation for In-state Treatment to public school districts for the purpose of providing for educational costs of children with significant behavioral or physical needs.

All revenue up to $1.1 million in the traffic education account for distribution to schools under the provisions of 20-7-506 and 61-5-121 is appropriated as provided in Title 20, chapter 7, part 5.

All appropriations for federal special revenue programs in state level activities and in local education activities and all general fund appropriations in local educational activities are biennial.

	State Spending FY 2008	Projected State Spending 2010	2011
FY 2008 Spending on K-12, Base without OTO's	688,260,066		
FY 2008 OTO spending	42,379,981		
Total FY 2008 Spending	730,640,047		
State Spending with 3% and 3% - Executive Budget		718,904,593	736,727,903
Impact of New Proposals			
3% and 3% increase in entitlements		16,010,738	32,586,665
Special Education 3% and 3% increase		1,249,420	2,536,322
Total New Proposals		17,260,158	35,122,987
State Spending Without New Proposals		701,644,435	701,604,916
State Spending in 2011 Biennium Compared with FY 2008			
With New Proposals		11,735,454	(6,087,856)
Without New Proposals		28,995,612	29,035,131