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**Appropriations for Distribution to Schools - HB 2 - 2011 Session
Legislative Action for K-12 Distribution to Schools - 2013 Biennium
By Fund and Decision Package Number
Program 09**

February 2, 2011

Page #	Present Law Adjustments		Fiscal 2012	Fiscal 2013	Biennium
Decision Package	General Fund				
	Base Aid Changes				
	DP95100	5% Cut to Adjusted Base	27,554,359	27,554,359	55,108,718
		Use ARRA HB 645 Funds to fund Base Budget for Direct State Aid	14,613,477	14,613,477	29,226,954
E-35	PL914	Guarantee Account	88,410,194	87,411,422	175,821,616
E-31	PL901	K-12 Base Aid - Adjust to FY 2011 Funding Level	17,529,094	16,999,780	34,528,875
		Direct State Aid	10,989,072	9,912,741	20,901,813
		General Fund GTB	1,385,811	1,000,458	2,386,269
		Retirement GTB	4,750,703	5,699,721	10,450,423
		Indian Ed for All	(16,557)	(21,007)	(37,564)
		Close Achievement Gap	81,200	69,000	150,200
		Quality Educator	338,867	338,867	677,734
E-35	PL 910	School District Audits	11,550	17,182	28,732
E-34	PL903	K-12 Base Aid Inflation Increase	10,499,556	19,084,786	29,584,343
		Direct State Aid	7,461,274	13,555,882	21,017,157
		General Fund GTB	3,038,282	5,528,904	8,567,186
E-34	PL904	Special Education Maintenance of Effort GTB Impact	245,459	250,571	496,030
		Total Base Aid Changes	\$ 158,863,690	\$ 165,931,577	\$ 324,795,267
E-33	PL902	At-Risk Payment Restored	5,000,000	5,000,000	10,000,000
E-34	PL904	Special Education Maintenance of Effort	1,284,447	1,284,447	2,568,894
E-35	PL906	School Block Grants	789,698	1,189,054	1,978,752
E-35	PL907	Pupil Transportation	200,000	300,000	500,000
E-35	PL911	School Lunch State Matching Requirement	15,206	27,731	42,937
E-35	PL913	Biennial Appropriations	(72,758)	(72,758)	(145,516)
		Total General Fund	\$ 166,080,283	\$ 173,660,051	\$ 339,740,334
E-35	PL912	Federal Increases	\$ 7,733,960	\$ 11,383,960	\$ 19,117,920
		Take ARRA money out of Federal and Put in General Fund	(14,613,477)	(14,613,477)	(29,226,954)
		Total Federal	\$ (6,879,517)	\$ (3,229,517)	\$ (10,109,034)
		Total Present Law Adjustments	159,200,766	170,430,534	329,631,300
New Proposals					
			Fiscal 2012	Fiscal 2013	Biennium
	Decision Package	General Fund			
E-37	NP950	School Facility Fund Switch	(8,586,000)	(8,586,000)	(17,172,000)
E-37	NP951	Quality Educator Fund Switch	(38,339,823)	(38,339,823)	(76,679,645)
E-37	NP951	Quality Educator Fund Switch - GTB Impact	1,887,685	1,924,126	3,811,811
E-38	NP952	Special Education - Increase for Inflation	791,299	1,440,610	2,231,909
E-38	NP953	Special Education - Increase for Inflation - GTB Impact	160,791	288,698	449,489
		Total General Fund - New Proposals	\$ (44,086,048)	\$ (43,272,389)	\$ (87,358,437)
		State Special Revenue Accounts			
E-37	NP950	Spend School Facility money out of Sch Facility & Tech Acct	\$ 8,586,000	\$ 8,586,000	\$ 17,172,000
E-37	NP951	Spend QE Educator Payment out of Teach Montana Acct	38,339,823	38,339,823	76,679,645
E37	NP951	Increase Quality Educator Payment by Inflation in FY 2013	-	592,359	592,359
		Total State Special - New Proposals	\$ 46,925,823	\$ 47,518,182	\$ 94,444,004
		Net Change General Fund Over FY08 Base (Present Law + New Proposals)	121,994,235	130,387,663	252,381,898
		Net Change All Funds Over FY10 Base	\$ 162,040,541	\$ 174,676,327	\$ 336,716,868
		State Spending in the 2010 general fund base budget			\$ 551,087,188
		BASE Aid paid for out of the Guarantee Fund (Interest and Income on State Lands)			133,317,339
		Total State Spending on K-12 - FY2010			\$ 684,404,527

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K-12 Guarantee Account Decision Package - PL 914

	Executive Request			HJR2	
	FY 2010	FY 2012	FY 2013	FY 2012	FY 2013
Arch Coal Bonus Payment - Base Aid	81.553	-	-	-	-
Regular Guarantee Account Base Aid	51.763	45.931	51.383	44.907	45.906
Total Guarantee Account Base Aid	133.315	45.931	51.383	44.907	45.906
Request - FY 2012 and FY 2013 less FY2010		87.384	81.932	88.408	87.410
Diference in GF Cost Request				1.024	5.478

PL 901 - Adjust to FY 2011 Funding Level - Executive v LFD

	Executive			LFD	
	FY 2010	FY 2012	FY 2013	FY 2012	FY 2013
Direct State Aid	226.394	11.910	11.472	10.989	9.913
General Fund GTB	137.838	(2.116)	(2.116)	1.386	1.000
Retirement GTB	25.303	2.878	3.315	4.751	5.700
Indian Ed for All	3.037	(0.018)	(0.018)	(0.017)	(0.021)
Close Achievement Gap	3.221	0.094	0.094	0.081	0.069
Quality Educator	38.001	0.339	0.339	0.339	0.339
Total Base Aid	433.794	13.085	13.085	17.529	17.000
Difference in GF K-12 Cost Request				4.444	3.914
Total Difference in GF Cost Request				5.468	9.392

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Legislative Fiscal Division

2/2/2011

Distribution to Schools, General Fund, State Special, and Federal Funds - Executive Proposal

Description	Base	PL Base	New	Total	PL Base	New	Total
	Budget 2010	Adjustments Fiscal 2012	Proposals Fiscal 2012	Fiscal 2012	Adjustments Fiscal 2013	Proposals Fiscal 2013	Fiscal 2013
Base Aid Summary	\$567,296,789	\$42,899,137	-\$36,291,347	\$573,904,579	\$50,965,796	-\$36,126,999	\$582,135,587
HB 2 General Fund	\$433,979,450	\$131,309,331	-\$36,291,347	\$528,997,434	\$138,377,218	-\$36,126,999	\$536,229,670
Guarantee Account	\$133,317,339	-\$88,410,194	\$0	\$44,907,145	-\$87,411,422	\$0	\$45,905,917

General Fund	Base	PL Base	New	Total	PL Base	New	Total
	Budget 2010	Adjustments Fiscal 2012	Proposals Fiscal 2012	Fiscal 2012	Adjustments Fiscal 2013	Proposals Fiscal 2013	Fiscal 2013
Base Aid	\$226,393,777	\$106,860,541	\$0	333,254,317	\$110,880,045	\$0	337,273,822
Direct State Aid	\$0	\$14,613,477	\$0	14,613,477	\$14,613,477	\$0	14,613,477
Direct State Aid - HB 645 ARRA	\$0	\$4,669,551	2,048,476	144,556,185	\$6,779,933	2,212,824	146,830,915
GTB - School General Fund	137,838,158	\$4,750,703	0	30,054,086	\$5,699,721	0	31,003,104
GTB - School Retirement	25,303,383	-\$16,557	0	3,020,484	-\$21,007	0	3,016,034
Indian Ed for All	3,037,041	\$81,200	0	3,302,200	\$69,000	0	3,290,000
Close Achievement Gap	3,221,000	\$338,867	-38,339,823	0	\$338,867	-38,339,823	0
Quality Educator	38,000,956	11,550	0	196,685	17,182	0	202,317
School District Audits	185,135	5,000,000	0	5,000,000	5,000,000	0	5,000,000
At Risk Payment	0	1,284,447	791,299	42,438,630	1,284,447	1,440,610	43,087,941
Special Education	40,362,884	200,000	0	12,621,927	300,000	0	12,721,927
Transportation	12,421,927	0	-8,586,000	0	0	-8,586,000	0
School Facility Reimbursement	8,586,000	24,040	0	787,800	24,040	0	787,800
Instate Treatment	763,760	0	0	1,000,000	0	0	1,000,000
Secondary Vo Ed	1,000,000	2	0	525,000	2	0	525,000
Adult Basic Ed	524,998	3,018	0	250,000	3,018	0	250,000
Gifted & Talented	246,982	15,206	0	663,861	27,731	0	676,386
School Food	648,655	789,698	0	52,546,854	1,189,054	0	52,946,210
HB 124 Block Grants	51,757,156	0	0	639,308	0	0	639,308
State Tuition Payments	639,308	-99,818	0	56,250	-99,818	0	56,250
HB 464 Advancing Agricultural Education in Montana	156,068	0	0	0	0	0	0
Total General Fund	\$551,087,188	\$138,525,924	-\$44,086,048	\$645,527,064	\$146,105,692	-\$43,272,389	\$653,920,492

State Special Revenue	\$750,000	\$0	\$0	\$750,000	\$0	\$0	\$750,000
Traffic Safety Distribution	\$0	\$0	\$8,586,000	\$8,586,000	\$0	\$8,586,000	\$8,586,000
Sch Facility & Technology Account - Debt Service	\$0	\$0	\$38,339,823	\$38,339,823	\$0	\$38,932,182	\$38,932,182
Sch Facility & Technology Account - Teach Montana	\$0	\$0	\$46,925,823	\$47,675,823	\$0	\$47,518,182	\$48,268,182
Total State Special	\$750,000	\$0	\$46,925,823	\$47,675,823	\$0	\$47,518,182	\$48,268,182

Statutory Appropriations	Base	PL Base	New	Total	PL Base	New	Total
	Budget 2010	Adjustments Fiscal 2012	Proposals Fiscal 2012	Fiscal 2012	Adjustments Fiscal 2013	Proposals Fiscal 2013	Fiscal 2013
Guarantee Account - Interest & Income	\$133,317,339	-\$88,410,194	\$0	\$44,907,145	-\$87,411,422	\$0	\$45,905,917
School Facility and Technology Account	\$134,317,339	-\$88,410,194	\$0	\$45,907,145	-\$87,411,422	\$0	\$46,905,917
Total Statutory	\$134,317,339	-\$88,410,194	\$0	\$45,907,145	-\$87,411,422	\$0	\$46,905,917

Distribution to Schools, General Fund, State Special, and Federal Funds - Executive Proposal

Description	Base		PL Base		New		PL Base		New	
	Budget	2010	Adjustments	Fiscal 2012	Proposals	Fiscal 2012	Adjustments	Fiscal 2013	Proposals	Fiscal 2013
Federal Special Revenue										
Direct State Aid - HB 645 ARRA	\$14,613,477		(\$14,613,477)		\$0		(\$14,613,477)		\$0	
Federal School Foods Programs	30,592,519		3,850,000		34,442,519		6,000,000		36,592,519	
ESEA - Title I - Assistance to Disadvantaged	39,097,170		-		39,097,170		-		39,097,170	
ESEA - Title I - Improvement	1,207,500		-		1,207,500		-		1,207,500	
ESEA - Title I - School Improvement	357,592		1,000,000		1,357,592		1,500,000		1,857,592	
ESEA - Title I - Migrant Education	796,747		-		796,747		-		796,747	
ESEA - Title I - Neglected & Delinquent	110,231		-		110,231		-		110,231	
ESEA - Title I - Part B - Even Start	329,427		-		329,427		-		329,427	
ESEA Title II - Teacher & Principal Training	12,646,394		-		12,646,394		-		12,646,394	
ESEA Title II - Math & Science	800,351		-		800,351		-		800,351	
ESEA Title II - Technology	1,333,753		-		1,333,753		-		1,333,753	
ESEA Title III - Language Acquisition	291,415		-		291,415		-		291,415	
ESEA Title IV - 21 st Cent Schools	5,316,566		-		5,316,566		-		5,316,566	
ESEA Title IV - Drug Free Schools	1,084,603		-		1,084,603		-		1,084,603	
ESEA Title V - Innovative Education	11,990		-		11,990		-		11,990	
Title V, Part D Character Education	116,040		(116,040)		-		(116,040)		-	
Title VI - Rural Low Income	223,258		-		223,258		-		223,258	
IDEA - Children w/ Disabilities	31,032,046		3,000,000		34,032,046		4,000,000		35,032,046	
IDEA - Preschool	1,126,777		-		1,126,777		-		1,126,777	
IDEA - Part D	181,751		-		181,751		-		181,751	
WIA Sect 503 Incentive Grant	174,806		-		174,806		-		174,806	
Adult Basic Education	1,020,157		-		1,020,157		-		1,020,157	
Carl Perkins	2,696,007		-		2,696,007		-		2,696,007	
Carl Perkins State Leadership	149,500		-		149,500		-		149,500	
Learn and Serve Montana	21,523		-		21,523		-		21,523	
Reading First	764,956		-		764,956		-		764,956	
Education of Homeless Children	99,244		-		99,244		-		99,244	
Migrant Incentive	84,390		-		84,390		-		84,390	
Total Federal Special	\$146,280,190		(\$6,879,517)		\$0		(\$3,229,517)		\$0	\$143,050,673

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School Facility and Technology Fund (02218)		
Fund Balance Projection 2013 Biennium		
Fund Balance (September 30, 2010)		56,169,718
FY 2011 QSFG Earnings		
FY 2011 Timber Revenue		2,390,843
FY 2011 Expenditures		
Administration - Commerce (HB 2)	(378,833)	
Emergency Grants	(78,515)	
Planning Grants	(483,509)	
ARRA School Formula Grants	(1,630,885)	
ARRA School Quick Start Grants	(415,703)	
Outstanding Grants	<u>(10,192,262)</u>	
Total Expenditures		<u>(13,179,706)</u>
Estimated Ending Fund Balance - (6/30/2011)		45,380,855
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Estimated Beginning Fund Balance (7/01/2011)		\$45,380,855
Revenue Projections ¹		
Public Land Trust Power Site Rent	\$8,470,261	
Timber Harvest Income	<u>5,300,000</u>	
2013 Biennium Revenues		13,770,261
Proposed Expenditures ²		
Administration - Commerce	(729,373)	
School Facility Fund Switch (Section E)	(17,172,000)	
Technology Statutory Appropriation (Annually \$1.0 million)	(2,000,000)	
Emergency Grants (Biennial)	(100,000)	
Planning Grants	(900,000)	
School Facility Grants	<u>(11,069,265)</u>	
Total Expenditures		<u>(31,970,638)</u>
Balance		\$27,180,478
Estimated Ending Fund Balance - (6/30/2013)		<u>\$27,180,478</u>

¹Based on RTIC estimates

²Based on executive budget proposal

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Legislative Fiscal Division

Item 2a is contingent on passage of a bill by the 2011 legislature that increases the per-ANB entitlements and the basic entitlements by 1.90 percent in FY 2012 and by another 1.53 percent in FY 2013. If legislation is not passed that increases the per-ANB entitlements and the basic entitlements by 1.90 percent in FY 2012 and another 1.53 percent in FY 2013, then item 2a is reduced by \$10,470,459 in FY 2012 and by \$19,099,210 in FY 2013.

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.