

FINAL 12/7/11

**HISTORICAL FUNDING - EDUCATIONAL UNITS ONLY
MONTANA UNIVERSITY SYSTEM (MUS)
FISCAL YEARS 1988 - 2012 (25 Years of History)**

FISCAL YEAR	GENERAL FUND ^(1,2)	TUITION	SIX-MILL LEVY	OTHER	TOTAL CURRENT UNRESTRICTED BUDGET	STATE SUPPORT (General Fund + Six-Mill)	Budgeted Resident FTE Students ⁽³⁾	State Support Per Budgeted Resident FTE	STATE SUPPORT AS % OF TOTAL	Actual Resident FTE Students-Info Only
2012	133,316,017	258,695,557	18,508,238	9,895,996	420,415,808	151,824,255	N/A	N/A	36.1%	
2011	131,434,006	236,364,336	17,018,698	4,572,464	389,389,504	148,452,704	N/A	N/A	38.1%	29,730
2010	133,629,465	218,155,115	18,318,027	2,915,765	373,018,372	151,947,492	N/A	N/A	40.7%	28,398
2009	138,977,163	208,516,914	16,369,436	3,681,286	367,544,799	155,346,599	26,756	5,806	42.3%	26,740
2008	125,093,960	204,832,437	17,565,323	4,138,541	351,630,261	142,659,283	26,756	5,332	40.6%	26,279
2007	112,552,060	200,726,725	13,679,000	3,545,448	330,503,233	126,231,060	27,175	4,645	38.2%	26,298
2006	111,395,004	188,215,243	13,385,001	2,558,151	315,553,399	124,780,005	26,942	4,631	39.5%	26,422
2005	101,381,233	172,721,055	12,362,999	6,355,565	292,820,852	113,744,232	N/A	N/A	38.8%	26,321
2004	107,186,837	158,086,393	12,235,000	5,946,357	283,454,587	119,421,837	N/A	N/A	42.1%	26,828
2003	101,347,323	147,022,505	12,036,912	2,970,384	263,377,124	113,384,235	25,207	4,498	43.1%	26,226
2002	104,849,450	120,897,552	11,868,912	3,002,673	240,618,587	116,718,362	25,004	4,668	48.5%	25,565
2001	95,844,703	112,934,296	15,280,000	2,504,907	226,563,906	111,124,703	24,871	4,468	49.0%	24,851
2000	94,922,977	108,577,974	14,809,000	2,313,795	220,623,746	109,731,977	24,622	4,457	49.7%	24,605
1999	89,087,185	109,576,801	14,319,118	3,134,954	216,118,058	103,406,303	24,898	4,153	47.8%	24,436
1998	87,464,402	100,240,444	13,864,000	2,448,861	204,017,707	101,328,402	24,477	4,140	49.7%	24,323
1997	87,966,179	89,719,958	13,840,000	731,686	192,257,823	101,806,179	25,418	4,005	53.0%	24,020
1996	83,648,540	81,440,201	15,079,000	764,437	180,932,178	98,727,540	24,759	3,988	54.6%	23,557
1995	84,320,589	68,346,098	14,807,000	699,409	168,173,096	99,127,589			58.9%	
1994	91,575,775	56,747,054	12,518,000	805,886	161,646,715	104,093,775			64.4%	
1993	96,418,127	48,575,393	14,644,261	630,350	160,268,131	111,062,388			69.3%	
1992	106,843,252	36,363,050	12,852,005	624,082	156,682,389	119,695,257			76.4%	
1991	91,125,964	34,126,897	12,817,999	1,281,955	139,352,815	103,943,963			74.6%	
1990	84,051,010	32,862,875	12,837,000	2,814,464	132,565,349	96,888,010			73.1%	
1989	78,394,914	28,773,909	13,714,294	4,291,643	125,174,760	92,109,208			73.6%	
1988	79,224,801	28,774,984	12,864,200	3,616,136	124,480,121	92,089,001			74.0%	
Average Annual Percentage Change	2.2%	9.6%	1.5%	4.3%	5.2%	2.1%			-2.9%	

(SEE NEXT PAGE FOR NOTES)

Note: This worksheet includes ongoing funding only; one-time-only funding is excluded

Sources: BOR Operating Budgets (Summary of Funding) FY 1988 - 1995

OCHE Submission to Legislative Audit Division (Cost of Education Historical Summary) FY 1996-2006

2007 - Board of Regents 2007 Biennium Budget Plan (projected)

2008 & 2009 - HB 13, HB 2 (MBARS), HB 63, HB 131 and MUS FY 2008 and FY 2009 Operating Budgets

2010 & 2011 - HB 2, HB 13, HB 645 State Fiscal Stabilization Funds/ARRA, ORP Statutory Appropriation, and MUS FY 2010 and FY 2011 Operating Budgets

2012 & 2013 - HB 2, ORP Statutory Appropriation, and MUS FY 2012 and FY 2013 Operating Budgets

Budgeted Resident FTE Students (LFD Biennial Fiscal Report)

Footnotes:

1) 2010 and 2011 general fund includes federal State Fiscal Stabilization Funds from the American Recovery and Reinvestment Act of 2009 (\$30.95M in FY 10 and \$28.57M in FY 11)

2) 2010 and 2011 general fund reflects Governor's 17-7-140 reductions (\$1.34M in FY 10 and \$1.35M in FY 11)

3) Reflects Resident FTE student enrollment estimate used by the legislature to set the appropriation. "N/A" indicates student enrollment was not a factor used to establish the appropriation.



STATE PERCENT SHARE CALCULATION FOR THE MONTANA UNIVERSITY SYSTEM EDUCATIONAL UNITS

FINAL – 12/20/2011

GUIDING PRINCIPLES

This worksheet is intended to show and calculate the historical “state percent share” of funding the MUS educational units. The worksheet includes ongoing state appropriations (general fund and six mill levy) as well as budgeted amounts for tuition and other revenue not appropriated by the legislature. Special state appropriations that are ongoing, but not impacting tuition, such as Yellow Bay and MSU Residency program, are excluded from the worksheet.

Normally, once the state funds are appropriated and the tuition and other funds budgets are approved by the Board of Regents, there would be no need to adjust the original appropriations and budgets when inserting the amounts on the worksheet. If there are valid reasons to adjust the original appropriations or budgets, the adjustments and reasons for the adjustments are documented in the attached appendices.

The Legislative Fiscal Division, the Office of the Commissioner of Higher Education, and the Governor’s Office of Budget and Program Planning have collaborated to develop the worksheet and reach consensus on the data and data sources for updating the worksheet. Staff from these offices will meet at least once each biennium to review the procedures and update as deemed necessary.

TIMING OF WORKSHEET PREPARATION

The worksheet is a product of the Legislative Fiscal Division and LFD staff is responsible for the preparation and upkeep of the worksheet after the collaborative work with OBPP and OCHE.

The worksheet will be updated by October 1 each year of the biennium and distributed to OBPP and OCHE when updated and/or posted to the LFD website at the time the worksheet is updated.

WORKSHEET DATA AND SOURCES

The original state general fund and six-mill levy appropriations set up on SABHRS at turnaround should reflect the legislative appropriations contained in the general appropriations act, the pay plan bill, and any other appropriation bills that provide operational funding. Generally the original SABHRS appropriations for *ongoing expenditures only* at the educational units funded from general fund and the six-mill levy are included in the state percent share worksheet. Any digression from this general principle should be agreed-upon between the LFD, OBPP, and OCHE and noted in this documentation.

The Regent-approved MUS operating budgets provide the tuition and other revenue original budget amounts that are included on the state percent share worksheet. The operating budgets are approved by the Regents at the September board meeting each year.

APPENDIX A

STATE PERCENT SHARE CALCULATION NOTES

2013 BIENNIUM NOTES

General Comment

OCHE and the LFD met November 21, 2011 and discussed the state percent share calculation for the 2013 biennium and the appropriate data sources.

The following was agreed to for the 2013 biennium:

General Fund

- Use HB2 legislative appropriations for the educational units and legislative audit funded from general fund and the six mill levy as recorded on original SABHRS
- Include the ORP statutory appropriation as recorded on original SABHRS

Tuition and Other Revenue

- Use original, Regent-approved operating budget amounts each fiscal year
- Other Revenue includes Transfer-in revenue category and is from the original, Regent-approved operating budget
- Regents approve operating budgets at September meeting each fiscal year

This discussion and agreement will be communicated with OBPP staff that was unable to attend the meeting.

2013 Biennium State Appropriations

The following subclasses (appropriations) were used in the state percent share worksheet:

280HH – MUS Ed Units Lump – General Fund

In comparison to the 2011 biennium, the original SABHRS lump sum general fund appropriation had been adjusted for breaking out Yellow Bay and MSU Residency program appropriations during the appropriation turnaround. The general fund in the original SABHRS appropriation in this subclass is included in this worksheet and is \$131,583,843 for FY 2012 and \$131,271,116 for FY 2013

280HH – MUS Ed Units Lump – State Special Revenue Six Mill Levy

Used the original appropriation from HB 2 and as recorded on SABHRS -- \$18,508,238 in FY 2012 and \$19,955,748 in FY 2013.

280HK – Leg Audit

Used the original appropriation from HB 2 and as recorded on SABHRS -- \$532,541 in FY 2012

280HM – MUS Ed Units Pay Plan

No state pay plan in the 2013 biennium

280S4 – ORP SA

This is state general fund, a statutory appropriation for ongoing expenditures. The original SABHRS appropriations amounts are included on the worksheet -- \$1,199,633 in FY 2012 and \$1,170,067 in FY 2013

2011 BIENNIUM NOTES

General Comment

OBPP, OCHE, and the LFD met June 17, 2010 and August 5, 2010 and discussed how to calculate the state percent share for the 2011 biennium and the appropriate data sources.

The three offices agreed to the following for the 2011 biennium:

General Fund

- Start with ongoing HB 2/13 legislative appropriations for general fund and the six mill levy as recorded on SABHRS at turnaround
- Include OCHE adjustments for SFSF/ARRA MOE/carryback, to the extent that biennial general fund for the educational units does not exceed the original legislative appropriation
- Include Governor's 17-7-140 general fund reductions and agreed to by the BOR; footnote this on the worksheet
- Include HB 645 Education SFSF appropriations because language in HB 645 allows the SFSF expenditures to be included in the budget base for the 2013 biennium funded from general fund (Fund 03488, subclass 280WF)
- Exclude all other HB 645 OTO appropriations

Tuition and Other Revenue

- Use original, Regent-approved operating budget amounts
- Regents approve operating budgets at September meeting each fiscal year

2011 Biennium State Appropriations

The following subclasses (appropriations) were used in the state percent share worksheet. Adjustments to original SABHRS appropriations are noted. Refer to the separate worksheet for specific amounts and adjustments.

280HH – MUS Ed Units Lump – General Fund

The original SABHRS general fund appropriation was adjusted for breaking out Yellow Bay and MSU Residency program appropriations into its own subclasses(HA0008), reallocation of the 2% ATB reduction (HB0002.UN), the Governor's reduction under 17-7-140 (GR001 and GR001.2) and the FY11 to FY10 carryback (FT003).

280HH – MUS Ed Units Lump – State Special Revenue Six Mill Levy

Used the original appropriation from HB 2 and as recorded on SABHRS.

280HK – Leg Audit

Used the original appropriation, adjusted for reallocation of the 2% ATB general fund reduction in HB 2.

280HM – MUS Ed Units Pay Plan

This is the ongoing pay plan cost allocated to the educational units from HB 13.

280WF – ARRA STAB FUND

This is SFSF Education funds from HB 645. The original appropriation as adjusted for the Governor's reductions and for the SFSF phase II application was used (see WB009.2). HB645 language allows expenditures from this appropriation to be included in the budget base for the 2013 biennium, funded from general fund. This funding is

included in “General Fund” in the state percent share worksheet, with a footnote indicating it is from the federal stimulus.

280S4 – ORP SA

This is state general fund, a statutory appropriation for ongoing expenditures. The original SABHRS appropriations amounts are included on the worksheet.

2011 BIENNIUM TUITION AND OTHER REVENUE

Tuition Revenue

- Used original, Regent-approved operating budget amounts for FY 10 and FY 11

Other Revenue

- Includes Transfer-in Revenue category
- Used original, Regent-approved operating budget amounts for FY 10 and FY 11