

## 1 HOUSE BILL NO. 565

2 INTRODUCED BY R. COOK

3  
4 A BILL FOR AN ACT ENTITLED: "AN ACT REVISING THE ENTITLEMENT SHARE PAYMENT LAWS;  
5 REVISING ENTITLEMENT SHARE GROWTH RATES FOR FISCAL YEARS 2018 AND 2019; REVISING THE  
6 GROWTH RATE FOR THE REIMBURSEMENT FOR CLASS EIGHT TAX RATE REDUCTIONS AND  
7 EXEMPTIONS; PROVIDING REASONS FOR WHICH AN ENTITLEMENT SHARE PAYMENT MUST BE  
8 WITHHELD; AMENDING ~~SECTION~~ SECTIONS 15-1-121, 15-1-123, AND 20-9-630, MCA; AND PROVIDING  
9 AN IMMEDIATE EFFECTIVE DATE."  
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11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:  
12

13 **Section 1.** Section 15-1-121, MCA, is amended to read:

14 **"15-1-121. Entitlement share payment -- purpose -- appropriation.** (1) As described in 15-1-120(3),  
15 each local government is entitled to an annual amount that is the replacement for revenue received by local  
16 governments for diminishment of property tax base and various earmarked fees and other revenue that, pursuant  
17 to Chapter 574, Laws of 2001, amended by section 4, Chapter 13, Special Laws of August 2002, and later  
18 enactments, were consolidated to provide aggregation of certain reimbursements, fees, tax collections, and other  
19 revenue in the state treasury with each local government's share. The reimbursement under this section is  
20 provided by direct payment from the state treasury rather than the ad hoc system that offset certain state  
21 payments with local government collections due the state and reimbursements made by percentage splits, with  
22 a local government remitting a portion of collections to the state, retaining a portion, and in some cases sending  
23 a portion to other local governments.

24 (2) The sources of dedicated revenue that were relinquished by local governments in exchange for an  
25 entitlement share of the state general fund were:

26 (a) personal property tax reimbursements pursuant to sections 167(1) through (5) and 169(6), Chapter  
27 584, Laws of 1999;

28 (b) vehicle, boat, and aircraft taxes and fees pursuant to:

29 (i) Title 23, chapter 2, part 5;

30 (ii) Title 23, chapter 2, part 6;

- 1 (iii) Title 23, chapter 2, part 8;
- 2 (iv) 61-3-317;
- 3 (v) 61-3-321;
- 4 (vi) Title 61, chapter 3, part 5, except for 61-3-509(3), as that subsection read prior to the amendment  
5 of 61-3-509 in 2001;
- 6 (vii) Title 61, chapter 3, part 7;
- 7 (viii) 5% of the fees collected under 61-10-122;
- 8 (ix) 61-10-130;
- 9 (x) 61-10-148; and
- 10 (xi) 67-3-205;
- 11 (c) gaming revenue pursuant to Title 23, chapter 5, part 6, except for the permit fee in 23-5-612(2)(a);
- 12 (d) district court fees pursuant to:
- 13 (i) 25-1-201, except those fees in 25-1-201(1)(d), (1)(g), and (1)(j);
- 14 (ii) 25-1-202;
- 15 (iii) 25-9-506; and
- 16 (iv) 27-9-103;
- 17 (e) certificate of title fees for manufactured homes pursuant to 15-1-116;
- 18 (f) financial institution taxes collected pursuant to the former provisions of Title 15, chapter 31, part 7;
- 19 (g) all beer, liquor, and wine taxes pursuant to:
- 20 (i) 16-1-404;
- 21 (ii) 16-1-406; and
- 22 (iii) 16-1-411;
- 23 (h) late filing fees pursuant to 61-3-220;
- 24 (i) title and registration fees pursuant to 61-3-203;
- 25 (j) veterans' cemetery license plate fees pursuant to 61-3-459;
- 26 (k) county personalized license plate fees pursuant to 61-3-406;
- 27 (l) special mobile equipment fees pursuant to 61-3-431;
- 28 (m) single movement permit fees pursuant to 61-4-310;
- 29 (n) state aeronautics fees pursuant to 67-3-101; and
- 30 (o) department of natural resources and conservation payments in lieu of taxes pursuant to Title 77,

1 chapter 1, part 5.

2 (3) ~~(a) Except as provided in subsection (3)(b), the~~ The EXCEPT AS PROVIDED IN SUBSECTION (7)(B), THE  
 3 total amount received by each local government in the prior fiscal year as an entitlement share payment under  
 4 this section is the base component for the subsequent fiscal year distribution, and in each subsequent year the  
 5 prior year entitlement share payment, including any reimbursement payments received pursuant to subsection  
 6 (7), is each local government's base component. ~~Subject to subsection (3)(b), the~~ The sum of all local  
 7 governments' base components is the fiscal year entitlement share pool.

8 ~~(b) For fiscal year 2016, the fiscal year entitlement share pool is reduced by \$1,049,904.~~

9 (4) (a) ~~Subject to subsection (3)(b)~~ Except as provided in subsection SUBSECTIONS (4)(b)(iv) AND (7)(B),  
 10 the base entitlement share pool must be increased annually by an entitlement share growth rate as provided for  
 11 in this subsection (4). The amount determined through the application of annual growth rates is the entitlement  
 12 share pool for each fiscal year.

13 (b) By October 1 of each year, the department shall calculate the growth rate of the entitlement share  
 14 pool for the next fiscal year in the following manner:

15 (i) The department shall calculate the entitlement share growth rate based on the ratio of two factors of  
 16 state revenue sources for the first, second, and third most recently completed fiscal years as recorded on the  
 17 statewide budgeting and accounting system. The first factor is the sum of the revenue for the first and second  
 18 previous completed fiscal years received from the sources referred to in subsections (2)(b), (2)(c), and (2)(g)  
 19 divided by the sum of the revenue for the second and third previous completed fiscal years received from the  
 20 same sources multiplied by 0.75. The second factor is the sum of the revenue for the first and second previous  
 21 completed fiscal years received from individual income tax as provided in Title 15, chapter 30, and corporate  
 22 income tax as provided in Title 15, chapter 31, divided by the sum of the revenue for the second and third  
 23 previous completed fiscal years received from the same sources multiplied by 0.25.

24 (ii) Except as provided in ~~subsection~~ subsections (4)(b)(iii) and (4)(b)(iv), the entitlement share growth  
 25 rate is the lesser of:

26 (A) the sum of the first factor plus the second factor; or

27 (B) 1.03 for counties, 1.0325 for consolidated local governments, and 1.035 for cities and towns.

28 (iii) In no instance can the entitlement growth factor be less than 1. Subject to subsection (4)(b)(iv), the  
 29 entitlement share growth rate is applied to the most recently completed fiscal year entitlement payment to  
 30 determine the subsequent fiscal year payment.

1 (iv) For fiscal year 2016, the entitlement share growth rate is applied to the most recently completed fiscal  
 2 year entitlement payment minus \$1,049,904 to determine the subsequent fiscal year payment The entitlement  
 3 share growth rate, as described in this subsection (4), is:

4 (A) for fiscal year 2018, ~~1.0137~~; and 1.005;

5 (B) for fiscal year 2019, ~~1.01~~; 1.0187;

6 (C) FOR FISCAL YEAR 2020 AND THEREAFTER, DETERMINED AS PROVIDED IN SUBSECTION (4)(B)(II). THE RATE  
 7 MUST BE APPLIED TO THE ENTITLEMENT PAYMENT FOR THE PREVIOUS FISCAL YEAR AS IF THE PAYMENT HAD BEEN  
 8 CALCULATED USING ENTITLEMENT SHARE GROWTH RATES FOR FISCAL YEARS 2018 AND 2019 AS PROVIDED IN  
 9 SUBSECTION (4)(B)(II).

10 (5) As used in this section, "local government" means a county, a consolidated local government, an  
 11 incorporated city, and an incorporated town. A local government does not include a tax increment financing  
 12 district provided for in subsection (8). The county or consolidated local government is responsible for making an  
 13 allocation from the county's or consolidated local government's share of the entitlement share pool to each special  
 14 district within the county or consolidated local government in a manner that reasonably reflects each special  
 15 district's loss of revenue sources for which reimbursement is provided in this section. The allocation for each  
 16 special district that existed in 2002 must be based on the relative proportion of the loss of revenue in 2002.

17 (6) (a) The entitlement share pools calculated in this section, the amounts determined under 15-1-123(2)  
 18 for local governments, the funding provided for in subsection (8) of this section, and the amounts determined  
 19 under 15-1-123(4) for tax increment financing districts are statutorily appropriated, as provided in 17-7-502, from  
 20 the general fund to the department for distribution to local governments. ~~Except for the distribution made under~~  
 21 ~~15-1-123(2)(b), the distributions must be made on a quarterly basis.~~

22 (b) (i) The growth amount is the difference between the entitlement share pool in the current fiscal year  
 23 and the entitlement share pool in the previous fiscal year. The growth factor in the entitlement share must be  
 24 calculated separately for:

25 (A) counties;

26 (B) consolidated local governments; and

27 (C) incorporated cities and towns.

28 (ii) In each fiscal year, the growth amount for counties must be allocated as follows:

29 (A) 50% of the growth amount must be allocated based upon each county's percentage of the prior fiscal  
 30 year entitlement share pool for all counties; and

1 (B) 50% of the growth amount must be allocated based upon the percentage that each county's  
2 population bears to the state population not residing within consolidated local governments as determined by the  
3 latest interim year population estimates from the Montana department of commerce as supplied by the United  
4 States bureau of the census.

5 (iii) In each fiscal year, the growth amount for consolidated local governments must be allocated as  
6 follows:

7 (A) 50% of the growth amount must be allocated based upon each consolidated local government's  
8 percentage of the prior fiscal year entitlement share pool for all consolidated local governments; and

9 (B) 50% of the growth amount must be allocated based upon the percentage that each consolidated local  
10 government's population bears to the state's total population residing within consolidated local governments as  
11 determined by the latest interim year population estimates from the Montana department of commerce as  
12 supplied by the United States bureau of the census.

13 (iv) In each fiscal year, the growth amount for incorporated cities and towns must be allocated as follows:

14 (A) 50% of the growth amount must be allocated based upon each incorporated city's or town's  
15 percentage of the prior fiscal year entitlement share pool for all incorporated cities and towns; and

16 (B) 50% of the growth amount must be allocated based upon the percentage that each city's or town's  
17 population bears to the state's total population residing within incorporated cities and towns as determined by the  
18 latest interim year population estimates from the Montana department of commerce as supplied by the United  
19 States bureau of the census.

20 (v) In each fiscal year, the amount of the entitlement share pool before the growth amount or adjustments  
21 made under subsection (7) are applied is to be distributed to each local government in the same manner as the  
22 entitlement share pool was distributed in the prior fiscal year.

23 (7) (A) If the legislature enacts a reimbursement provision that is to be distributed pursuant to this section,  
24 the department shall determine the reimbursement amount as provided in the enactment and add the appropriate  
25 amount to the entitlement share distribution under this section. The total entitlement share distributions in a fiscal  
26 year, including distributions made pursuant to this subsection, equal the local fiscal year entitlement share pool.  
27 The ratio of each local government's distribution from the entitlement share pool must be recomputed to  
28 determine each local government's ratio to be used in the subsequent year's distribution determination under  
29 subsections (6)(b)(ii)(A), (6)(b)(iii)(A), and (6)(b)(iv)(A).

30 (B) FOR FISCAL YEAR 2018 AND THEREAFTER, THE GROWTH RATE PROVIDED FOR IN SUBSECTION (4) DOES NOT

1 APPLY TO THE PORTION OF THE ENTITLEMENT SHARE POOL ATTRIBUTABLE TO THE REIMBURSEMENT PROVIDED FOR IN  
 2 15-1-123(2). THE DEPARTMENT SHALL CALCULATE THE PORTION OF THE ENTITLEMENT SHARE POOL ATTRIBUTABLE TO  
 3 THE REIMBURSEMENT IN 15-1-123(2), INCLUDING THE APPLICATION OF THE GROWTH RATE IN PREVIOUS FISCAL YEARS,  
 4 FOR COUNTIES, CONSOLIDATED LOCAL GOVERNMENTS, AND CITIES AND, FOR FISCAL YEAR 2018 AND THEREAFTER, APPLY  
 5 THE GROWTH RATE FOR THAT PORTION OF THE ENTITLEMENT SHARE POOL AS PROVIDED IN 15-1-123(2).

6 (C) THE GROWTH AMOUNT RESULTING FROM THE APPLICATION OF THE GROWTH RATE IN 15-1-123(2) MUST BE  
 7 ALLOCATED AS PROVIDED IN SUBSECTIONS (6)(B)(II)(A), (6)(B)(III)(A), AND (6)(B)(IV)(A) OF THIS SECTION.

8 (8) (a) Except for a tax increment financing district entitled to a reimbursement under 15-1-123(4), if a  
 9 tax increment financing district was not in existence during the fiscal year ending June 30, 2000, then the tax  
 10 increment financing district is not entitled to any funding. If a tax increment financing district referred to in  
 11 subsection (8)(b) terminates, then the funding for the district provided for in subsection (8)(b) terminates.

12 (b) ~~Except for the reimbursement made under 15-1-123(4)(b), one-half~~ ONE-HALF of the payments  
 13 provided for in this subsection (8)(b) must be made by November 30 and the other half by May 31 of each year.  
 14 Subject to subsection (8)(a), the entitlement share for tax increment financing districts is as follows:

15	Deer Lodge	TIF District 1	\$2,833
16	<del>Deer Lodge</del>	<del>TIF District 2</del>	<del>2,813</del>
17	Flathead	Kalispell - District 2	4,638
18	Flathead	Kalispell - District 3	37,231
19	Flathead	Whitefish District	148,194
20	Gallatin	Bozeman - downtown	31,158
21	Missoula	Missoula - 1-1C	225,251
22	Missoula	Missoula - 4-1C	30,009
23	Silver Bow	<del>Butte - uptown</del>	<del>255,424</del>

24 (9) The estimated fiscal year entitlement share pool and any subsequent entitlement share pool for local  
 25 governments do not include revenue received from tax increment financing districts, from countywide  
 26 transportation block grants, or from countywide retirement block grants.

27 (10) When there has been an underpayment of a local government's share of the entitlement share pool,  
 28 the department shall distribute the difference between the underpayment and the correct amount of the  
 29 entitlement share. When there has been an overpayment of a local government's entitlement share, the local

1 government shall remit the overpaid amount to the department.

2 (11) A local government may appeal the department's estimation of the base component, the entitlement  
3 share growth rate, or a local government's allocation of the entitlement share pool, according to the uniform  
4 dispute review procedure in 15-1-211.

5 (12) ~~(a) Except as provided in 2-7-517, a payment required pursuant to this section may not be offset~~  
6 ~~by a debt owed to a state agency by a local government in accordance with Title 17, chapter 4, part 1.~~

7 ~~(b) A payment required pursuant to this section must be withheld if a local government fails to:~~

8 ~~—— (i) meet a statutory deadline provided for in 2-7-503(1), 7-6-611(2), 7-6-4024(3), or 7-6-4036(1); or AND~~

9 ~~—— (ii) remit, within 45 days of the end of a month, any amounts collected on behalf of the state and owed~~  
10 ~~to another taxing jurisdiction or the state as required by law.~~

11 (B) A PAYMENT REQUIRED PURSUANT TO THIS SECTION MUST BE WITHHELD IF A LOCAL GOVERNMENT:

12 (I) FAILS TO MEET A DEADLINE ESTABLISHED IN 2-7-503(1), 7-6-611(2), 7-6-4024(3), OR 7-6-4036(1); AND

13 (II) FAILS TO REMIT ANY AMOUNTS COLLECTED ON BEHALF OF THE STATE AS REQUIRED BY 15-1-504 OR ANY  
14 OTHER AMOUNTS OWED TO THE STATE OR ANOTHER TAXING JURISDICTION, AS OTHERWISE REQUIRED BY LAW, WITHIN 45  
15 DAYS OF THE END OF A MONTH.

16 (C) A PAYMENT REQUIRED PURSUANT TO THIS SECTION MAY BE WITHHELD IF, FOR MORE THAN 90 DAYS, A LOCAL  
17 GOVERNMENT FAILS TO:

18 (I) FILE A FINANCIAL REPORT REQUIRED BY 15-1-504;

19 (II) REMIT ANY AMOUNTS COLLECTED ON BEHALF OF THE STATE AS REQUIRED BY 15-1-504; OR

20 (III) REMIT ANY OTHER AMOUNTS OWED TO THE STATE OR ANOTHER TAXING JURISDICTION."

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22 **SECTION 2. SECTION 15-1-123, MCA, IS AMENDED TO READ:**

23 **"15-1-123. Reimbursement for class eight rate reduction and exemption -- distribution --**  
24 **appropriations.** (1) For the tax rate reductions in 15-6-138(3), the increased exemption amount in 15-6-138(4),  
25 the effective tax rate reductions on property under 15-6-145 because of the rate reductions required by the  
26 amendments of 15-6-138 in section 2, Chapter 411, Laws of 2011, and section 2, Chapter 396, Laws of 2013,  
27 and the effective tax rate reductions on property under 15-6-145 because of the increased exemption amount  
28 required by the amendment of 15-6-138 in section 2, Chapter 396, Laws of 2013, the department shall ~~for the~~  
29 ~~fiscal years ending June 30, 2014, and June 30, 2015, estimate for reimburse~~ each local government, as defined  
30 in 15-1-121(5), each school district, the county retirement fund under 20-9-501, the countywide school

1 transportation reimbursement under 20-10-146, each tax increment financing district, and the 6-mill university  
 2 levy for the purposes of 15-10-108 the difference between property tax collections under 15-6-138 as amended  
 3 by section 2, Chapter 411, Laws of 2011, and section 2, Chapter 396, Laws of 2013, and under 15-6-145 and  
 4 the property tax revenue that would have been collected under 15-6-138 and 15-6-145 if 15-6-138 had not been  
 5 amended by section 2, Chapter 411, Laws of 2011, and section 2, Chapter 396, Laws of 2013. The difference  
 6 is the annual reimbursable amount for each local government, each school district, each tax increment financing  
 7 district, and the 6-mill levy for the support of the Montana university system under 15-10-108.

8 (2) ~~(a)~~ The department shall distribute the reimbursements calculated in subsection (1) to local  
 9 governments with the entitlement share payments under 15-1-121(7) ~~for the fiscal year ending June 30, 2015.~~  
 10 ~~Local government reimbursements for subsequent years are made pursuant to the entitlement share~~  
 11 ~~recomputation as provided in 15-1-121(6).~~ For fiscal year 2018 and thereafter, the growth rate applied to the  
 12 reimbursement is one-half of the average rate of inflation for the prior 3 years.

13 (b) ~~For the fiscal year ending June 30, 2014, the department shall determine from the amount calculated~~  
 14 ~~under subsection (1) the amount that is attributable to personal property taxes that are not a lien on real property~~  
 15 ~~for each local government. By June 15, 2014, the department shall distribute the amount determined under this~~  
 16 ~~subsection (2)(b) for local governments as provided in 15-1-121(6)(a).~~

17 (3) ~~(a)~~ The office of public instruction shall distribute the reimbursements calculated in subsection (1)  
 18 to school districts with the block grants pursuant to 20-9-630 ~~for the fiscal year ending June 30, 2015.~~ School  
 19 district reimbursements for subsequent fiscal years are made pursuant to 20-9-630.

20 (b) ~~For the fiscal year ending June 30, 2014, the department shall determine from the amount calculated~~  
 21 ~~under subsection (1) the amount that is attributable to personal property taxes that are not a lien on real property~~  
 22 ~~for each school district. By November 30, 2014, the office of public instruction shall distribute the amount~~  
 23 ~~determined under this subsection (3)(b) in the same manner as the block grant is distributed by fund under~~  
 24 ~~20-9-630.~~

25 (4) ~~(a)~~ ~~For the fiscal year ending June 30, 2015, the~~ The amount determined under subsection (1) for  
 26 each tax increment financing district must be added to the reimbursement amount for the tax increment financing  
 27 district as provided in 15-1-121(8)(b) if the tax increment financing district is still in existence. If a tax increment  
 28 financing district that is entitled to a reimbursement under this section is not listed under 15-1-121(8)(b), the  
 29 reimbursement must be made to that tax increment financing district at the same time as other districts.

30 (b) ~~For the fiscal year ending June 30, 2014, the department shall determine from the amount calculated~~



1 under subsection (1) the amount that is attributable to personal property taxes that are not a lien on real property  
2 for each tax increment financing district. By June 15, 2014, the department shall distribute the amount determined  
3 under this subsection (4)(b) to each tax increment financing district as provided in 15-1-121(8) and to any other  
4 tax increment financing district that is entitled to a reimbursement under this section.

5 (5) (a) For the fiscal year ending June 30, 2015, the The amount determined under subsection (1) for  
6 the 6-mill university levy must be added to current collections and reimbursements for the support of the Montana  
7 university system as provided in 15-10-108.

8 (b) For the fiscal year ending June 30, 2014, the department shall determine from the amount calculated  
9 under subsection (1) the amount that is attributable to personal property taxes that are not a lien on real property  
10 for the 6-mill university levy. By June 15, 2014, the department of administration shall transfer the amount  
11 determined under this subsection (5)(b) from the general fund to the state special revenue fund for the support  
12 of the Montana university system as provided in 15-10-108.

13 (c)(b) Beginning in fiscal year 2013, the The department of administration shall transfer the amounts  
14 amount determined under this subsection (5) from the general fund to the state special revenue fund for the  
15 support of the Montana university system as provided in 15-10-108.

16 (6) (a) The office of public instruction shall distribute the reimbursements calculated in subsection (1)  
17 to the countywide retirement fund under 20-9-501 for the fiscal year ending June 30, 2015. One-half of the  
18 amount must be distributed in November and the remainder in May.

19 (b) For the fiscal year ending June 30, 2014, the department shall determine from the amount calculated  
20 under subsection (1) the amount that is attributable to personal property taxes that are not a lien on real property  
21 in the county. By November 30, 2014, the office of public instruction shall distribute the amount determined under  
22 this subsection (6)(b) to the countywide retirement fund.

23 (7) (a) The office of public instruction shall distribute the reimbursements calculated in subsection (1)  
24 to the county transportation fund reimbursement under 20-10-146 for the fiscal year ending June 30, 2015. The  
25 reimbursement must be made at the same time as countywide school transportation block grants are distributed  
26 under 20-9-632.

27 (b) For the fiscal year ending June 30, 2014, the department shall determine from the amount calculated  
28 under subsection (1) the amount that is attributable to personal property taxes that are not a lien on real property  
29 in the county. By November 30, 2014, the office of public instruction shall distribute the amount determined under  
30 this subsection (7)(b) to the county transportation reimbursement."

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**SECTION 3. SECTION 20-9-630, MCA, IS AMENDED TO READ:**

**"20-9-630. School district block grants.** (1) (a) The office of public instruction shall provide a block grant to each school district based on:

(i) the revenue received by each district in fiscal year 2001 from vehicle taxes and fees, corporate income taxes paid by financial institutions, aeronautics fees, state land payments in lieu of taxes, and property tax reimbursements pursuant to sections 167(1) through (5) and 169(6), Chapter 584, Laws of 1999; and

(ii) any reimbursement to be made to a school district pursuant to subsection (2).

(b) Block grants must be calculated using the electronic reporting system that is used by the office of public instruction and school districts. The electronic reporting system must be used to allocate the block grant amount into each district's budget as an anticipated revenue source by fund.

(2) If the legislature enacts a reimbursement provision that is to be distributed pursuant to this section, the office of public instruction shall determine the reimbursement amount as provided in the enactment and add the appropriate amount to block grant distributions under this section. ~~Except for the reimbursement made under 15-1-123(3)(b), the~~ The total of reimbursement distributions made pursuant to this subsection in a fiscal year must be added to all other distributions to the school district in the fiscal year to determine the distribution for the subsequent fiscal year.

(3) Each year, 70% of each district's block grant must be distributed in November and 30% of each district's block grant must be distributed in May at the same time that guaranteed tax base aid is distributed.

(4) (a) The block grant for the district general fund is equal to the amount received in fiscal year 2011 by the district general fund from the block grants provided for in subsection (1) and the amount received by the district general fund under subsection (2), ~~except the amount received under 15-1-123(3)(b).~~

(b) The block grant for the district transportation fund is equal to the amount received in fiscal year 2011 by the district transportation fund from the block grants provided for in subsection (1) and the amount received by the district transportation fund under subsection (2), ~~except the amount received under 15-1-123(3)(b).~~

(c) (i) The combined fund block grant is equal to the amount received in fiscal year 2011 and the amount received under subsection (2), ~~except the amount received under 15-1-123(3)(b).~~

(ii) The school district may deposit the combined fund block grant into any budgeted fund of the district."

**NEW SECTION. Section 4. Effective date.** [This act] is effective on passage and approval.

- END -