

**Office of Public Instruction** has \$1,097,555,166 in total authority, \$1,009,613,208 (92%) is HB 2 authority

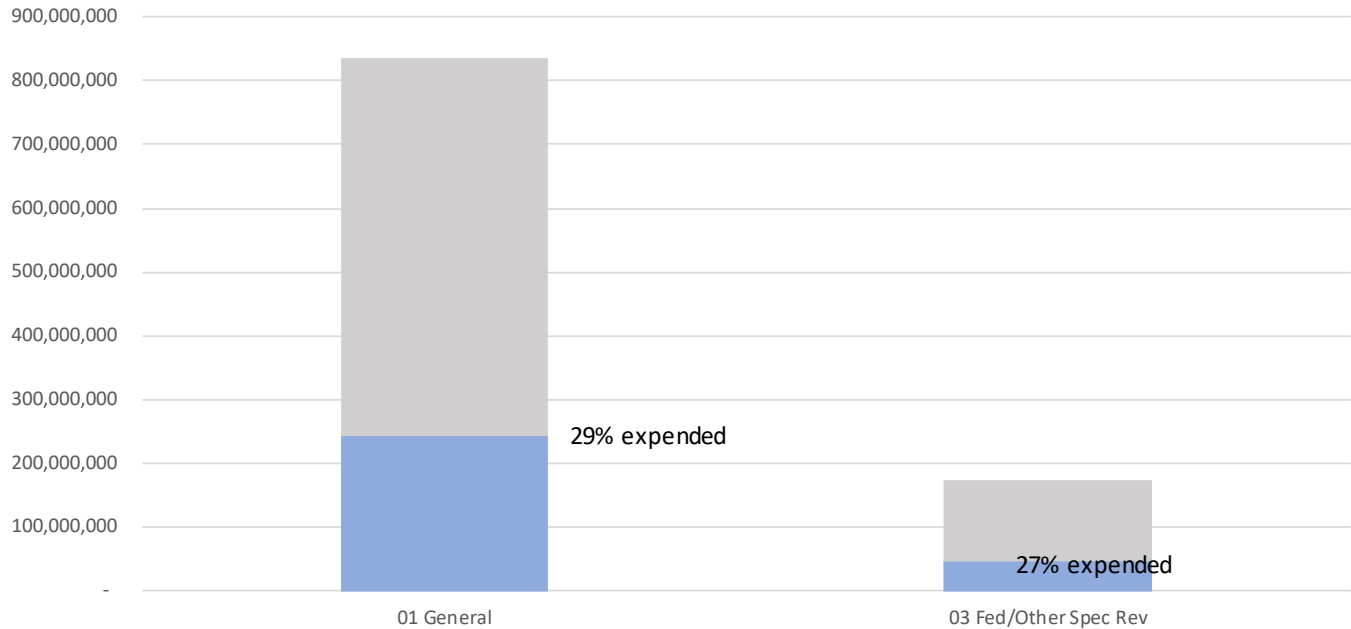
**HB 2 Expenditures**

**29%** of the agency's total HB2 budget has been expended, **38%** is the 5 year average

**HB 2 Expenditures**

**Budgeted vs. Expended**

by fund type



Expenditure Account	Budgeted	Expended	% Expended
Personal Services	12,846,313	4,344,065	34%
Operating Expenses	14,508,488	6,187,547	43%
Equipment & Intangible Assets	492,762	-	0%
Agency Program	Budgeted	Expended	% Expended
06 State Level Activities	28,544,180	12,100,675	42%
09 Local Education Activities	981,069,028	277,757,508	28%
<b>Total</b>	<b>1,009,613,208</b>	<b>289,858,183</b>	<b>29%</b>

The majority of the Office of Public Instruction’s HB 2 modified budget is from general fund, at 82.7%. State and federal special revenues make up the remaining percentage, with federal special revenue accounting for 17.1% of funding and state special revenue accounting for less than 1.0% of funding. OPI receives federal grants that support public education, school nutrition, education for the disadvantaged, special education, professional development for educators, and various other functions. Most of state special revenue utilized by the department is from the school facility account, which receives interest from the school facility sub-trust within the state coal trust. This money is then distributed to school districts to help support major maintenance.

OPI’s HB 2 modified budget was 28.7% expended as of the beginning of December 2019, which is lower than anticipated for this point in the fiscal year. The State Level Activities Program was 42.4% expended overall; within the program, personal services were 33.8% expended, operating expenses were 43.6% expended, and transfers-out were 99.5% expended. Personal services were slightly under-expended for this point in the fiscal

year due to vacant positions within the agency. Transfers-out were almost completely expended due to a one-time payment to the MTDA which occurred at the beginning at the fiscal year. Operating expenses were expended at a level consistent with this point in the fiscal year.

The Local Education Activities Program was 28.3% expended overall, which is lower than anticipated at this point in the fiscal year. Over the last five years, OPI has been on-average 39% expended at this point in the fiscal year. The low percentage expended so far for FY 2020 is due to a change in the pattern of payments for BASE Aid, which is specified in 20-9-344, MCA. Beginning in FY 2020, the November and December payments were swapped in order to better match payments to revenue collections (per a change made in HB 127 in the 2019 Legislative Session). As noted in the fiscal note, the November payment has typically been \$80.0 million higher than the December payment.

## HB 2 Modifications

### Negative modifications vs. positive modifications, by program

The budget was modified by \$60,177.

Agency Program	Leg Budget	Dec Modified Budget	Net Modifications
06 STATE LEVEL ACTIVITIES	28,549,003	28,544,180	(4,823)
09 LOCAL EDUCATION ACTIVITIES	981,004,028	981,069,028	65,000
Expenditure Account	Leg Budget	Dec Modified Budget	Net Modifications
Personal Services	12,851,136	12,846,313	(4,823)
Operating Expenses	14,508,488	14,508,488	-
Equipment & Intangible Assets	492,762	492,762	-
Local Assistance	824,079,754	824,144,754	65,000
Grants	155,102,551	155,102,551	-
Transfers-out	2,518,340	2,518,340	-
Fund Type	Leg Budget	Dec Modified Budget	Net Modifications
01 General	834,659,308	834,722,148	62,840
02 State/Other Spec Rev	2,613,476	2,613,412	(64)
03 Fed/Other Spec Rev	172,280,247	172,277,648	(2,599)
<b>Total</b>	<b>1,009,553,031</b>	<b>1,009,613,208</b>	<b>60,177</b>

The Office of Public Instruction has had several budget modifications so far in FY 2020, most significant of which were two fiscal transfers of the state tuition biennial appropriation of general fund from FY 2021 back to FY 2020 to make payments to schools, totaling \$65,000. There were also several relatively small adjustments to the budget.