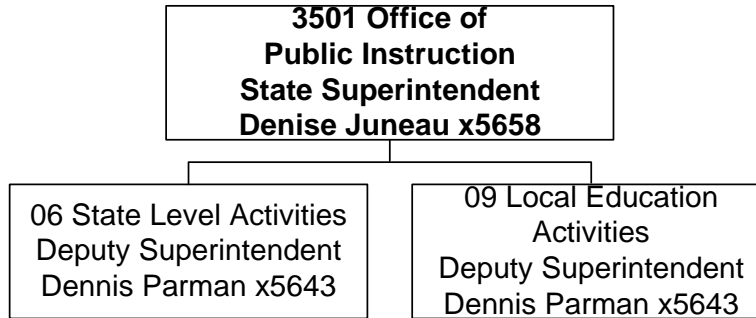


# OFFICE OF PUBLIC INSTRUCTION-3501

Please note that this agency also contains proprietary funding (see Section P).



**Mission Statement** - The Montana Office of Public Instruction provides vision, advocacy, support, and leadership for schools and communities to ensure that all students meet today's challenges and tomorrow's opportunities.

**Statutory Authority** - Title 20, MCA

**Language** - "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."

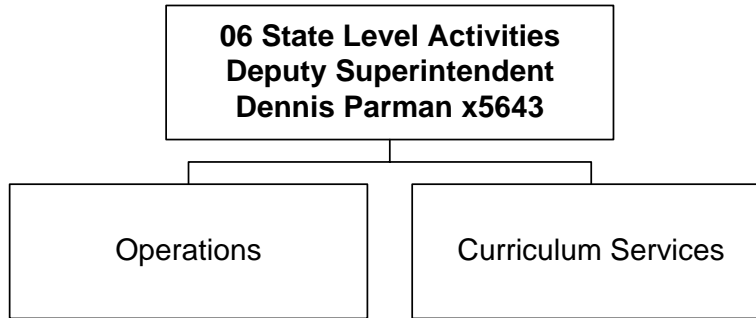
"All revenue up to \$1.1 million in the state traffic education account for distribution to schools under the provisions of 20-7-506 and 61-5-121 is appropriated as provided in Title 20, chapter 7, part 5."

"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."

Agency Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	165.86	0.00	0.00	165.86	0.00	0.00	165.86
Personal Services	9,958,949	717,956	0	10,676,905	715,295	0	10,674,244
Operating Expenses	14,806,100	(60,529)	1,290,600	16,036,171	(29,408)	1,290,600	16,067,292
Equipment & Intangible Assets	11,839	0	0	11,839	0	0	11,839
Local Assistance	564,594,849	118,340,185	2,833,083	685,768,117	122,022,189	4,243,215	690,860,253
Grants	132,029,203	7,736,980	0	139,766,183	11,386,980	0	143,416,183
Transfers	409,490	0	0	409,490	0	0	409,490
<b>Total Costs</b>	<b>\$721,810,430</b>	<b>\$126,734,592</b>	<b>\$4,123,683</b>	<b>\$852,668,705</b>	<b>\$134,095,056</b>	<b>\$5,533,815</b>	<b>\$861,439,301</b>
General Fund	560,053,258	133,130,310	(42,916,835)	650,266,733	136,843,804	(42,099,062)	654,798,000
State/Other Special	975,513	1,990	47,040,518	48,018,021	2,179	47,632,877	48,610,569
Federal Special	160,781,659	(6,397,708)	0	154,383,951	(2,750,927)	0	158,030,732
<b>Total Funds</b>	<b>\$721,810,430</b>	<b>\$126,734,592</b>	<b>\$4,123,683</b>	<b>\$852,668,705</b>	<b>\$134,095,056</b>	<b>\$5,533,815</b>	<b>\$861,439,301</b>

## OFFICE OF PUBLIC INSTRUCTION-3501 STATE LEVEL ACTIVITIES-06

Please note that this program also contains proprietary funding (see Section P).



**Program Description** - The State Level Activities program provides leadership and coordination of services to a variety of school and public groups. The staff provides assistance to the Superintendent of Public Instruction in performing statutorily prescribed duties. The program: 1) supports the Superintendent's statutory role with the Board of Public Education, Board of Regents, and Land Board; 2) is responsible for the distribution and accounting of state and federal funds provided to school districts; 3) maintains the information systems necessary to assess student achievement and the quality of Montana's elementary and secondary school system; and 4) provides assistance and information to school districts. The program administers all federal grants received by OPI, including: 1) curriculum assistance; 2) special education; 3) ESEA administration; 4) secondary vocational education administration; and 5) other educational services.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	165.86	0.00	0.00	165.86	0.00	0.00	165.86
Personal Services	9,958,949	717,956	0	10,676,905	715,295	0	10,674,244
Operating Expenses	13,722,264	(84,270)	1,290,600	14,928,594	(65,674)	1,290,600	14,947,190
Equipment & Intangible Assets	11,839	0	0	11,839	0	0	11,839
<b>Total Costs</b>	<b>\$23,693,052</b>	<b>\$633,686</b>	<b>\$1,290,600</b>	<b>\$25,617,338</b>	<b>\$649,621</b>	<b>\$1,290,600</b>	<b>\$25,633,273</b>
General Fund	8,966,070	149,887	1,175,600	10,291,557	168,852	1,175,600	10,310,522
State/Other Special	225,513	1,990	115,000	342,503	2,179	115,000	342,692
Federal Special	14,501,469	481,809	0	14,983,278	478,590	0	14,980,059
<b>Total Funds</b>	<b>\$23,693,052</b>	<b>\$633,686</b>	<b>\$1,290,600</b>	<b>\$25,617,338</b>	<b>\$649,621</b>	<b>\$1,290,600</b>	<b>\$25,633,273</b>

### -----Present Law Adjustments-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$26,239	\$26,239
FY 2013	\$39,952	\$39,952

#### **PL- 606 - Audiological Services -**

This present law adjustment of \$26,239 in FY 2012 and \$39,952 in FY 2013 will increase the Hearing Conservation Program (HCP) contract to ensure the continuation of the services at \$457,096 for FY 2012 and \$470,809 in FY 2013. This is a 3% increase per year to maintain audiological services. The Individuals with Disabilities Education Act requires public schools to have an effective child-find system in place for children through age 21 who are suspected of having disabilities. The Hearing Conservation Program is the primary method for schools to ensure proper identification of students with hearing impairments. Services for children with hearing impairments require timely and appropriate assessments of their hearing deficits.

**OFFICE OF PUBLIC INSTRUCTION-3501  
STATE LEVEL ACTIVITIES-06**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$18,000	\$18,000
FY 2013	\$18,000	\$18,000

**PL- 607 - National Board Certified Teachers-OTO (Restricted) -**

This request for \$18,000 general fund in each year of the 2013 biennium will allow OPI to pay up to ten one-time stipends of \$3,000 per teacher per year per 20-4-134, MCA, to Montana teachers who achieve certification from the National Board for Professional Teaching Standards. OPI base budget includes \$12,000 per year for these payments.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$114,878)	(\$114,878)
FY 2013	(\$114,878)	(\$114,878)

**PL- 55140 - 5% General Fund Reduction -**

This decision package reduces state level activities operating budget by \$114,878 in each year of the 2013 biennium as part of the compliance for 17-7-140, MCA, reductions. Consulting and professional services, printing, reference books and materials, minor equipment, non-employee travel, dues, and education grants are all part of the reductions.

-----**New Proposals**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$115,000	\$0
FY 2013	\$115,000	\$0

**NP- 605 - USDA Foods - Commodities -**

This request is to increase state special spending authority by \$115,000 each year of the biennium for additional costs of storage and shipping for USDA commodities provided to Montana school districts for breakfast programs. School districts receiving the USDA foods will reimburse the OPI for the cost of warehousing and shipping of the foods.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,168,000	\$1,168,000
FY 2013	\$1,168,000	\$1,168,000

**NP- 610 - Montana Digital Academy -**

This request is for a biennial, general fund appropriation of \$2,336,000 to support ongoing operations of the Montana Digital Academy (MDA).

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$7,600	\$7,600
FY 2013	\$7,600	\$7,600

**NP- 650 - National Clearinghouse (Restricted) -**

This request for \$7,600 per year is to fund data information access to the National Clearinghouse for student records. This will assist OPI and OCHE to better track student performance, identify areas with student remediation needs, and more accurately track student dropout/transfer rates.

**OFFICE OF PUBLIC INSTRUCTION-3501  
LOCAL EDUCATION ACTIVITIES-09**

<b>09 Local Education Activities Deputy Superintendent Dennis Parman x5643</b>
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**Program Description** - The Local Education Activities program is used by OPI to distribute various state and federal funds to local education agencies.

Program Proposed Budget	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Operating Expenses	1,083,836	23,741	0	1,107,577	36,266	0	1,120,102
Local Assistance	564,594,849	118,340,185	2,833,083	685,768,117	122,022,189	4,243,215	690,860,253
Grants	132,029,203	7,736,980	0	139,766,183	11,386,980	0	143,416,183
Transfers	409,490	0	0	409,490	0	0	409,490
<b>Total Costs</b>	<b>\$698,117,378</b>	<b>\$126,100,906</b>	<b>\$2,833,083</b>	<b>\$827,051,367</b>	<b>\$133,445,435</b>	<b>\$4,243,215</b>	<b>\$835,806,028</b>
General Fund	551,087,188	132,980,423	(44,092,435)	639,975,176	136,674,952	(43,274,662)	644,487,478
State/Other Special	750,000	0	46,925,518	47,675,518	0	47,517,877	48,267,877
Federal Special	146,280,190	(6,879,517)	0	139,400,673	(3,229,517)	0	143,050,673
<b>Total Funds</b>	<b>\$698,117,378</b>	<b>\$126,100,906</b>	<b>\$2,833,083</b>	<b>\$827,051,367</b>	<b>\$133,445,435</b>	<b>\$4,243,215</b>	<b>\$835,806,028</b>

-----**Present Law Adjustments**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$13,085,331	\$13,085,331
FY 2013	\$13,085,331	\$13,085,331

**PL- 901 - K-12 BASE Aid - Adjust to FY 2011 Funding Level -**

This present law adjustment of \$26.17 million general fund for the 2013 biennium brings K-12 funding to the FY 2011 funding level or \$13.09 million per year per (established in 20-9-306, MCA).

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$5,000,000	\$5,000,000
FY 2013	\$5,000,000	\$5,000,000

**PL- 902 - At-Risk Payment Restored (Restricted) -**

This request for \$10 million general fund in the 2013 biennium is to restore funding for the at-risk student payment found in 20-9-328, MCA.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$10,470,459	\$10,470,459
FY 2013	\$19,099,210	\$19,099,210

**PL- 903 - K-12 BASE Aid-Statutory Inflation Incrs (Rst/Bien) -**

This request is for \$29.57 million for the present law adjustment for the 2013 biennium. Increasing the basic and per-ANB entitlements by 1.90% in FY 2012 and by 1.53% in FY 2013 in accordance with 20-9-326, MCA, requires annual inflation-related adjustments to the basic and per-ANB entitlements. The increase is \$10.47 million in FY 2012 and \$19.10 million in FY 2013.

**OFFICE OF PUBLIC INSTRUCTION-3501  
LOCAL EDUCATION ACTIVITIES-09**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,481,605	\$1,481,605
FY 2013	\$1,481,846	\$1,481,846

**PL- 904 - Special Education Maintenance of Effort -**

This request is for \$2.9 million in the 2013 biennium to increase special education maintenance of effort to the FY 2011 appropriation level. Federal law requires the state to maintain fiscal effort from year to year in order to receive funds under the Individuals with Disabilities Act (IDEA), Part B. This funding was provided in HB 645 for the 2011 biennium, so the base expenditure was zero. Loss of this maintenance funding would result in an equal loss of federal special education funding for the state under the IDEA program. The request includes increased GTB costs of \$197,158 in FY 2012 and \$197,399 in FY 2013 associated with the state special education appropriation of \$1,284,447 per year.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$789,698	\$789,698
FY 2013	\$1,189,054	\$1,189,054

**PL- 906 - School Block Grants (Rst/Bien) -**

Present law (20-9-630 and 632, MCA) provides for an annual 0.76 percent increase in the county transportation and school district block grants. This is a general fund appropriation increase of \$789,698 in FY 2012 and \$1,189,054 in FY 2013.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$200,000	\$200,000
FY 2013	\$300,000	\$300,000

**PL- 907 - Pupil Transportation -**

This request funds the state obligation for pupil transportation required under 20-10-145, MCA. The formula-driven reimbursements are expected to increase by \$200,000 in FY 2012 and \$300,000 in FY 2013 over base year FY 2010. This amount is matched by county property taxes.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$11,550	\$11,550
FY 2013	\$17,182	\$17,182

**PL- 910 - School District Audit Filing Fees (Biennial) -**

The Office of Public Instruction requests an increase in general fund authority for school district audit filing fees. This increase will allow OPI to pay fees to the Department of Administration as required by 2-7-514(2), MCA. The projection assumes school district revenues, which are the basis for the fees, will increase 3 percent each year. This request includes \$11,550 for FY 2012 and \$17,182 for FY 2013. Base year expenditures were \$185,135. This is a biennial appropriation.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$15,206	\$15,206
FY 2013	\$27,731	\$27,731

**PL- 911 - School Lunch State Matching Requirement -**

The National School Lunch Act requires a state revenue match. OPI requests an increase of \$15,206 in FY 2012 and \$27,731 in FY 2013 to meet the matching requirements. This is a biennial total request for \$42,937.

**OFFICE OF PUBLIC INSTRUCTION-3501  
LOCAL EDUCATION ACTIVITIES-09**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$7,733,960	\$0
FY 2013	\$11,383,960	\$0

**PL- 912 - Federal Grant Award Adjustment - Program 09 -**

This request will increase and decrease appropriations for K-12 federal grant awards by \$7,733,960 in FY 2012 and \$11,383,960 in FY 2013. Total biennial increase is \$19,117,920. The following federal grant awards are adjusted: School Foods \$3.85 million in FY 2012 and \$6.0 million in FY 2013; IDEA-B \$3.0 million in FY 2012 and \$4.0 million in FY 2013; Title I-School Improvement \$1.0 million in FY 2012 and \$1.5 million in FY 2013; and Character Education is reduced by \$116,040 per year.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$72,585)	(\$72,585)
FY 2013	(\$72,588)	(\$72,588)

**PL- 913 - Biennial Appropriations - Program 09 -**

This proposal establishes biennial appropriations for adult basic education at \$1.05 million, gifted and talented at \$0.50 million, in-state treatment at \$1.58 million, and reduces Advancing Agricultural Education to \$0.11 million. Adult basic education base is increased \$2 to \$525,000 per year; gifted and talented base is increased \$3,018 to \$250,00 per year; in-state treatment base is increased \$24,040 to \$787,800 per year; and Advancing Agricultural Education is decreased to \$56,250 per year. The total biennial general fund decrease is \$145,173.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$87,385,855	\$87,385,855
FY 2013	\$81,933,879	\$81,933,879

**PL- 914 - Guarantee Account -**

In FY 2010, the one-time-only bonus paid for the Otter Creek coal lease on common school trust lands generated \$81,552,854.50. This amount offset general fund K-12 BASE aid expenditures in FY 2010. OPI base funding reflects the \$81.55 million in the guarantee account which is moved to the K-12 BASE aid general fund appropriation base in this decision package. An adjustment to the guarantee account is also included in this package to bring the account to the estimated level of funding of \$45,931,484 in FY 2012, and \$51,383,460 in FY 2013.

-----**New Proposals**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$945,398	\$945,398
FY 2013	\$1,726,730	\$1,726,730

**NP- 952 - Special Education Inflationary Increase -**

This decision package funds inflationary increases in the state appropriation for special education after the decision package 904 is approved, of \$2,672,128 for the biennium based on the same inflationary adjustment included for basic and per-ANB entitlements in section 20-9-326, MCA. The adjustment for inflation is \$945,398 (1.9%) for FY 2012 and \$1,726,730 (1.53%) for FY 2013. This proposal would increase the state special education appropriation to \$42.44 million for FY 2012 and \$43.09 million in FY 2013. The estimates of increased GTB costs associated with the state special education appropriation are \$154,099 in FY 2012 and \$286,120 in FY 2013.

**OFFICE OF PUBLIC INSTRUCTION-3501  
LOCAL EDUCATION ACTIVITIES-09**

-----Other Legislation Required to Implement HB2-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	(\$8,586,000)
FY 2013	\$0	(\$8,586,000)

**NP- 950 - School Facility Fund Switch (Restricted) -**

This decision package would change the source of funding for the school facility reimbursements (20-9-371, MCA) to K-12 schools from the general fund to the facility and technology fund. This change funds the school facility reimbursements at the FY 2010 base level of \$8.586 million each year of the 2013 biennium. This decision package is contingent on passage and approval of LC 360.

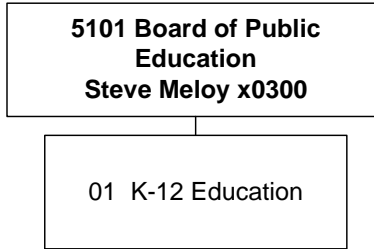
	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,887,685	(\$36,451,833)
FY 2013	\$2,516,485	(\$36,415,392)

**NP- 951 - Quality Educator Component Fund Switch (Restrict) -**

This decision package would increase the quality educator payment (20-9-327, MCA) by the inflationary factor (1.53%) as calculated in 20-9-326, MCA, for FY 2013 from \$3,042 to \$3,089 per FTE. The inflationary increase to the payment is \$592,360. Included in the request is a change in funding source for the quality educator payment to K-12 school districts from the general fund to the new state special Teach Montana fund. This change funds the quality educator payment portion of K-12 BASE Aid at \$38.3 million in FY 2012 and \$38.9 million in FY 2013. This request also includes \$1.9 million each year for increased GTB Aid to schools. This decision package is contingent on passage and approval of LC 360.

**Language Recommendations** - "Decision packages 950 and 951 are contingent on passage and approval of LC 360."

# BOARD OF PUBLIC EDUCATION-5101



**Mission Statement** - The Montana Constitution created and empowered the Board of Public Education to supervise, serve, maintain, and strengthen Montana's system of free quality public elementary and secondary schools. The Board exists to promote high academic achievement for all Montana students.

**Statutory Authority** - Article X, Section 9, Montana Constitution; 2-15-1507 and 2-15-1522, MCA.

**Program Description** - The staff of the Administration Program provides administration, research, clerical functions, and management of business affairs for all programs under the purview of the Board of Public Education as outlined in the powers and duties of 20-2-121, MCA.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	4.00	0.00	0.00	4.00	0.00	0.00	4.00
Personal Services	289,792	5,897	0	295,689	11,137	0	300,929
Operating Expenses	92,809	14,147	(3,890)	103,066	14,277	(3,890)	103,196
Equipment & Intangible Assets	0	0	0	0	0	0	0
Debt Service	1,782	0	0	1,782	0	0	1,782
<b>Total Costs</b>	<b>\$384,383</b>	<b>\$20,044</b>	<b>(\$3,890)</b>	<b>\$400,537</b>	<b>\$25,414</b>	<b>(\$3,890)</b>	<b>\$405,907</b>
General Fund	198,333	18,174	11,110	227,617	23,142	11,110	232,585
State/Other Special	186,050	1,870	(15,000)	172,920	2,272	(15,000)	173,322
<b>Total Funds</b>	<b>\$384,383</b>	<b>\$20,044</b>	<b>(\$3,890)</b>	<b>\$400,537</b>	<b>\$25,414</b>	<b>(\$3,890)</b>	<b>\$405,907</b>

-----**New Proposals**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$15,000
FY 2013	\$0	\$15,000

**NP- 101 - Research Fund Switch -**

The BPE Research Fund balance has been reduced over the past few biennia to a conservative level to allow reasonable cash flow and still maintaining funding for the purposes stated in 20-4-109, MCA. This decision package funds \$15,000 per year with general fund for the operating expenses previously paid with the state special revenue fund.



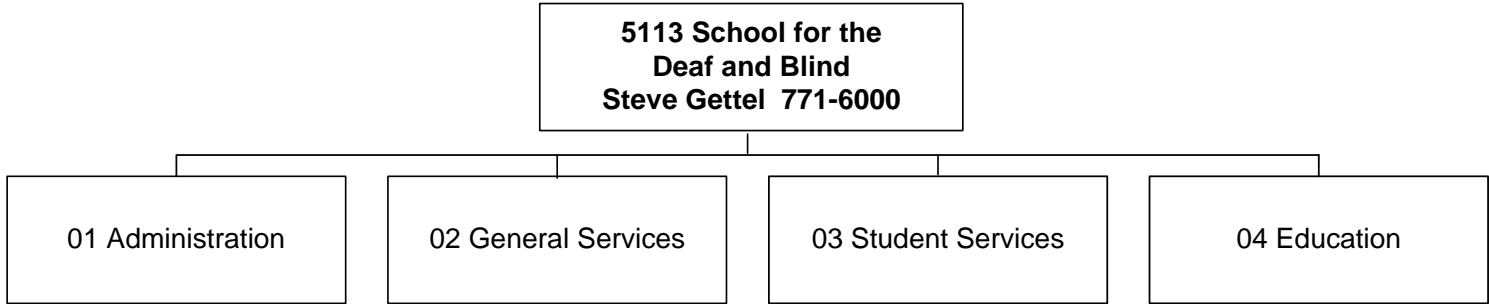
# BOARD OF PUBLIC EDUCATION-5101

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$3,890)	(\$3,890)
FY 2013	(\$3,890)	(\$3,890)

## **NP- 55140 - Governor's Budget Reductions -**

The Board of Public Education reduced the FY 2010 base budget by \$1,800 in FY 2010 as part of the compliance for 17-7-140, MCA, reductions in the 2011 Biennium. The additional reduction of \$7,779 in the 2013 Biennium equal \$3,890 per year to complete the BPE reduction request.

# SCHOOL FOR THE DEAF & BLIND-5113



**Mission Statement** - To provide to deaf children and blind children in the state of Montana a quality comprehensive education that will impart the opportunities to enable them to achieve their greatest potential of independence and success; and to serve as a resource center providing information, consultation, technical assistance, and leadership to (1) parents of deaf and/or blind children not yet enrolled in an educational program, (2) to public schools in the state having deaf and/or blind children enrolled, and (3) to organizations and individuals concerned with the provision of services to these children.

**Statutory Authority** - Title 20, Chapter 8, part 1, MCA.

Agency Proposed Budget	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	88.61	0.00	(1.25)	87.36	0.00	(1.25)	87.36
Personal Services	5,396,578	191,948	(77,275)	5,511,251	194,418	(77,263)	5,513,733
Operating Expenses	881,906	(41,791)	0	840,115	(77,189)	0	804,717
<b>Total Costs</b>	<b>\$6,278,484</b>	<b>\$150,157</b>	<b>(\$77,275)</b>	<b>\$6,351,366</b>	<b>\$117,229</b>	<b>(\$77,263)</b>	<b>\$6,318,450</b>
General Fund	5,865,460	212,393	(77,275)	6,000,578	179,277	(77,263)	5,967,474
State/Other Special	333,818	(65,087)	0	268,731	(64,899)	0	268,919
Federal Special	79,206	2,851	0	82,057	2,851	0	82,057
<b>Total Funds</b>	<b>\$6,278,484</b>	<b>\$150,157</b>	<b>(\$77,275)</b>	<b>\$6,351,366</b>	<b>\$117,229</b>	<b>(\$77,263)</b>	<b>\$6,318,450</b>

# SCHOOL FOR THE DEAF & BLIND-5113 ADMINISTRATION PROGRAM-01

**01 Administration**

**Program Description** - The Administration Program staff provide purchasing, accounting, personnel functions, and management of business affairs for the school.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	5.00	0.00	0.00	5.00	0.00	0.00	5.00
Personal Services	340,043	(3,052)	0	336,991	(3,878)	0	336,165
Operating Expenses	148,449	(4,516)	0	143,933	(41,628)	0	106,821
<b>Total Costs</b>	<b>\$488,492</b>	<b>(\$7,568)</b>	<b>\$0</b>	<b>\$480,924</b>	<b>(\$45,506)</b>	<b>\$0</b>	<b>\$442,986</b>
General Fund	485,214	(8,048)	0	477,166	(46,174)	0	439,040
State/Other Special	3,278	480	0	3,758	668	0	3,946
<b>Total Funds</b>	<b>\$488,492</b>	<b>(\$7,568)</b>	<b>\$0</b>	<b>\$480,924</b>	<b>(\$45,506)</b>	<b>\$0</b>	<b>\$442,986</b>

## SCHOOL FOR THE DEAF & BLIND-5113 GENERAL SERVICES-02

<b>02 General Services</b>
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**Program Description** - The General Services Program staff are responsible for general upkeep and maintenance of the school's eight buildings and 18.5 acre campus.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	4.00	0.00	0.00	4.00	0.00	0.00	4.00
Personal Services	155,398	10,520	0	165,918	10,953	0	166,351
Operating Expenses	353,369	(23,263)	0	330,106	(22,920)	0	330,449
<b>Total Costs</b>	<b>\$508,767</b>	<b>(\$12,743)</b>	<b>\$0</b>	<b>\$496,024</b>	<b>(\$11,967)</b>	<b>\$0</b>	<b>\$496,800</b>
General Fund	508,767	(12,743)	0	496,024	(11,967)	0	496,800
<b>Total Funds</b>	<b>\$508,767</b>	<b>(\$12,743)</b>	<b>\$0</b>	<b>\$496,024</b>	<b>(\$11,967)</b>	<b>\$0</b>	<b>\$496,800</b>

## SCHOOL FOR THE DEAF & BLIND-5113 STUDENT SERVICES-03

**03 Student Services**

**Program Description** - The Student Services Program provides residential care for children living at the school.

Program Proposed Budget	Base Budget	PL Base	New	Total	PL Base	New	Total
Budget Item	Fiscal 2010	Adjustment	Proposals	Exec. Budget	Adjustment	Proposals	Exec. Budget
	Fiscal 2010	Fiscal 2012	Fiscal 2012	Fiscal 2012	Fiscal 2013	Fiscal 2013	Fiscal 2013
FTE	29.74	0.00	(0.50)	29.24	0.00	(0.50)	29.24
Personal Services	1,166,592	114,748	(20,592)	1,260,748	114,899	(20,612)	1,260,879
Operating Expenses	123,994	409	0	124,403	1,552	0	125,546
<b>Total Costs</b>	<b>\$1,290,586</b>	<b>\$115,157</b>	<b>(\$20,592)</b>	<b>\$1,385,151</b>	<b>\$116,451</b>	<b>(\$20,612)</b>	<b>\$1,386,425</b>
General Fund	1,275,193	115,157	(20,592)	1,369,758	116,451	(20,612)	1,371,032
Federal Special	15,393	0	0	15,393	0	0	15,393
<b>Total Funds</b>	<b>\$1,290,586</b>	<b>\$115,157</b>	<b>(\$20,592)</b>	<b>\$1,385,151</b>	<b>\$116,451</b>	<b>(\$20,612)</b>	<b>\$1,386,425</b>

-----**New Proposals**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$20,592)	(\$20,592)
FY 2013	(\$20,612)	(\$20,612)

**NP- 55400 - 4% Personal Services Reduction -**

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. MSDB student services program 24/7 cottage positions have been exempted from this reduction. This decision package reduces the student services program by \$20,592 in FY 2012 and \$20,612 in FY 2013 to implement the budget reduction. The reduction includes the elimination of 0.50 FTE.

# SCHOOL FOR THE DEAF & BLIND-5113 EDUCATION-04

**04 Education**

**Program Description** - The Education Program provides an education for children with hearing and/or sight loss that prevents them from receiving a quality education in their local schools. The Education Program serves visually and hearing impaired children who remain in their local school districts by providing deaf/blind educational support services to the students' local schools. The program also offers "mainstream" programs for on-campus students in a joint effort with the Great Falls public school system. Additionally, pursuant to 20-8-102(3), MCA, the school is charged with the responsibility of tracking a child identified as hearing or visually impaired from the time of impairment identification through the child's exit from intervention or educational services.

Program Proposed Budget	Base Budget	PL Base	New	Total	PL Base	New	Total
Budget Item	Fiscal 2010	Adjustment	Proposals	Exec. Budget	Adjustment	Proposals	Exec. Budget
	Fiscal 2010	Fiscal 2012	Fiscal 2012	Fiscal 2012	Fiscal 2013	Fiscal 2013	Fiscal 2013
FTE	49.87	0.00	(0.75)	49.12	0.00	(0.75)	49.12
Personal Services	3,734,545	69,732	(56,683)	3,747,594	72,444	(56,651)	3,750,338
Operating Expenses	256,094	(14,421)	0	241,673	(14,193)	0	241,901
<b>Total Costs</b>	<b>\$3,990,639</b>	<b>\$55,311</b>	<b>(\$56,683)</b>	<b>\$3,989,267</b>	<b>\$58,251</b>	<b>(\$56,651)</b>	<b>\$3,992,239</b>
General Fund	3,596,286	118,027	(56,683)	3,657,630	120,967	(56,651)	3,660,602
State/Other Special	330,540	(65,567)	0	264,973	(65,567)	0	264,973
Federal Special	63,813	2,851	0	66,664	2,851	0	66,664
<b>Total Funds</b>	<b>\$3,990,639</b>	<b>\$55,311</b>	<b>(\$56,683)</b>	<b>\$3,989,267</b>	<b>\$58,251</b>	<b>(\$56,651)</b>	<b>\$3,992,239</b>

-----Present Law Adjustments-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$26,938	\$26,938
FY 2013	\$26,938	\$26,938

**PL- 1 - Extracurricular Compensation -**

The Montana School for the Deaf and Blind pays extracurricular compensation to employees who sponsor after-school activities which are not included in the base budget. Each biennium the school must submit a present law decision package to request funding for this item. This request is the same as was submitted and funded in the 2011 biennium. Extracurricular compensation including benefits total \$26,938 each year.

**SCHOOL FOR THE DEAF & BLIND-5113  
EDUCATION-04**

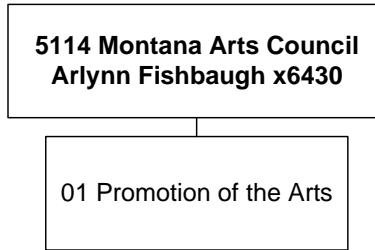
-----**New Proposals**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$56,683)	(\$56,683)
FY 2013	(\$56,651)	(\$56,651)

**NP- 55400 - 4% Personal Services Reduction -**

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. MSDB education program teachers have been exempted from this reduction. This decision package reduces the education program by \$56,683 in FY 2012 and \$56,651 in FY 2013 to implement the budget reduction. The reduction includes the elimination of 0.75 FTE.

# MONTANA ARTS COUNCIL-5114 PROMOTION OF THE ARTS-01



**Mission Statement** – The Montana Arts Council is the agency of state government established to develop the creative potential of all Montanans, advance education, spur economic vibrancy and revitalize communities through involvement in the arts.

**Statutory Authority** – 22-2-101-109, MCA.

**Program Description** – The Montana Arts Council cooperates with public and private institutions engaged in artistic and cultural activities. The council cooperates with public and private institutions engaged in artistic and cultural activities. The council: 1) recommends appropriate methods to encourage participation in and appreciation of the arts; 2) fosters interest in the state's cultural heritage; 3) expands the state's cultural resources; and 4) encourages and assists freedom of artistic expression through ongoing programs and council initiated projects. The council administers the Cultural and Aesthetic Projects Advisory Committee authorized in 22-2-302, MCA. This committee reviews all proposals for cultural and aesthetic project grants and presents its recommendations to the legislature.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	7.00	0.00	0.00	7.00	0.00	0.00	7.00
Personal Services	580,863	(42,083)	0	538,780	(40,866)	0	539,997
Operating Expenses	243,542	21,600	44,649	309,791	616	44,590	288,748
Grants	449,787	0	162,942	612,729	0	171,526	621,313
<b>Total Costs</b>	<b>\$1,274,192</b>	<b>(\$20,483)</b>	<b>\$207,591</b>	<b>\$1,461,300</b>	<b>(\$40,250)</b>	<b>\$216,116</b>	<b>\$1,450,058</b>
General Fund	465,294	(7,871)	(2,578)	454,845	(16,771)	(3,268)	445,255
State/Other Special	212,426	(9,643)	1,559	204,342	(12,301)	1,778	201,903
Federal Special	596,472	(2,969)	208,610	802,113	(11,178)	217,606	802,900
<b>Total Funds</b>	<b>\$1,274,192</b>	<b>(\$20,483)</b>	<b>\$207,591</b>	<b>\$1,461,300</b>	<b>(\$40,250)</b>	<b>\$216,116</b>	<b>\$1,450,058</b>

-----**New Proposals**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$204,793	\$0
FY 2013	\$213,378	\$0

**NP- 101 - FEDERAL FUNDS INCREASE -**

Federal funds from the National Endowment for the Arts have increased by just over \$200,000 for use primarily in rural Montana and in key arts education programs that help teachers meet state arts standards, in addition to projects geared to save Montana heritage in the traditional arts area. These funds will be utilized for grants and programs to benefit all Montanans and may not be used to supplant other state funding.



**MONTANA ARTS COUNCIL-5114  
PROMOTION OF THE ARTS-01**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$14,149	\$8,773
FY 2013	\$14,090	\$8,084

**NP- 102 - ARTS PRESENT LAW ADJUSTMENTS -**

The Arts Council requests present law adjustments to increase the *State of the Arts* newspaper costs for production, printing, and mailing circulation in the amount of \$2,741 in FY 2012 and \$2,878 in FY 2013; \$2,822 in FY 2012 and \$1,422 in FY 2013 for computer replacement on a five-year cycle; and \$8,586 in FY 2012 and \$9,790 in FY 2013 for rent increase per the existing ten-year lease. This decision package is funded with general fund, state special revenue, and federal funds totaling \$28,239 for the 2013 biennium.

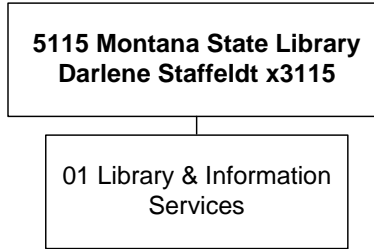
	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$11,351)	(\$11,351)
FY 2013	(\$11,352)	(\$11,352)

**NP- 55140 - GOVERNOR'S REDUCTIONS 2013 BIENNIUM -**

The 2013 Biennial budget for the Arts Council is reduced by \$22,703 to carry forward 17-7-140, MCA, reductions. There was no reduction from the base budget in the 2011 biennium. The Leadership Institute Online Program grants will be reduced by \$11,351 in FY 2012 and \$11,352 in FY 2013.

# MONTANA LIBRARY COMMISSION-5115 STATEWIDE LIBRARY RESOURCES-01

Please note that this agency also contains proprietary funding (see Section P).



**Mission Statement** - The Montana State Library meets the information needs of Montana government agency management and staff, ensures all Montana citizens have access to information created by their government, supports the role of all Montana libraries in delivering quality library content and services to their patrons, works to strengthen local community public libraries, ensures that Montanans who are visually or physically handicapped are provided access to library resources, and measures its successes by its patrons' and partners' successes.

**Statutory Authority** - Title 22, Chapter 1, and Title 90, Chapter 15, MCA.

**Program Description** - The State Library operations program provides 1) information services to state government employees and officials; 2) assistance to all public libraries; 3) reading material for all blind and physically handicapped Montana residents; 4) direction to the six library federations and 5) a centralized depository for natural resources information. This program also administers the state documents depository system, and coordinates the development of information resources and library information systems throughout the state. The program also manages the budgetary, personnel, and administrative functions of the State Library.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	30.50	0.00	(1.50)	29.00	0.00	(1.50)	29.00
Personal Services	2,064,578	(257,827)	(67,802)	1,738,949	(256,285)	(67,866)	1,740,427
Operating Expenses	2,069,966	(76,691)	3,600	1,996,875	(93,945)	0	1,976,021
Equipment & Intangible Assets	44,016	0	0	44,016	0	0	44,016
Grants	493,048	863,809	0	1,356,857	(136,191)	0	356,857
<b>Total Costs</b>	<b>\$4,671,608</b>	<b>\$529,291</b>	<b>(\$64,202)</b>	<b>\$5,136,697</b>	<b>(\$486,421)</b>	<b>(\$67,866)</b>	<b>\$4,117,321</b>
General Fund	2,722,517	66,858	(67,802)	2,721,573	51,146	(67,866)	2,705,797
State/Other Special	803,498	0	3,600	807,098	0	0	803,498
Federal Special	1,145,593	462,433	0	1,608,026	(537,567)	0	608,026
<b>Total Funds</b>	<b>\$4,671,608</b>	<b>\$529,291</b>	<b>(\$64,202)</b>	<b>\$5,136,697</b>	<b>(\$486,421)</b>	<b>(\$67,866)</b>	<b>\$4,117,321</b>

**MONTANA LIBRARY COMMISSION-5115  
STATEWIDE LIBRARY RESOURCES-01**

-----Present Law Adjustments-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$803,957	\$0
FY 2013	(\$196,045)	\$0

**PL- 1 - LSTA GRANTS (Restricted/Biennial) -**

Library Services and Technology Act (LSTA) funds are redefined each year. Projects are approved by the Library Commission and based on a five year plan. LSTA grants are requested as a biennial appropriation of \$1.4 million. LSTA is federal funding received every year with a two year award cycle.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$500	\$500
FY 2013	\$500	\$500

**PL- 2 - STANDARD COST ADJUSTMENTS -**

The request reestablishes zero-based per diem of \$500 per year for library commissioners and volunteer insurance. Also, the State Aid Interlibrary Loan Reimbursement Program law changed (10.102.4001, ARM) so funds are now distributed 50% to the Montana Shared Catalog and 50% to the Online Computer Library Center (OCLC) contract. No additional funding is requested for this account level change.

-----New Proposals-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$3,600	\$0
FY 2013	\$0	\$0

**NP- 4 - CONTINUING EDUCATION & CERTIFICATION Biennial/OTO -**

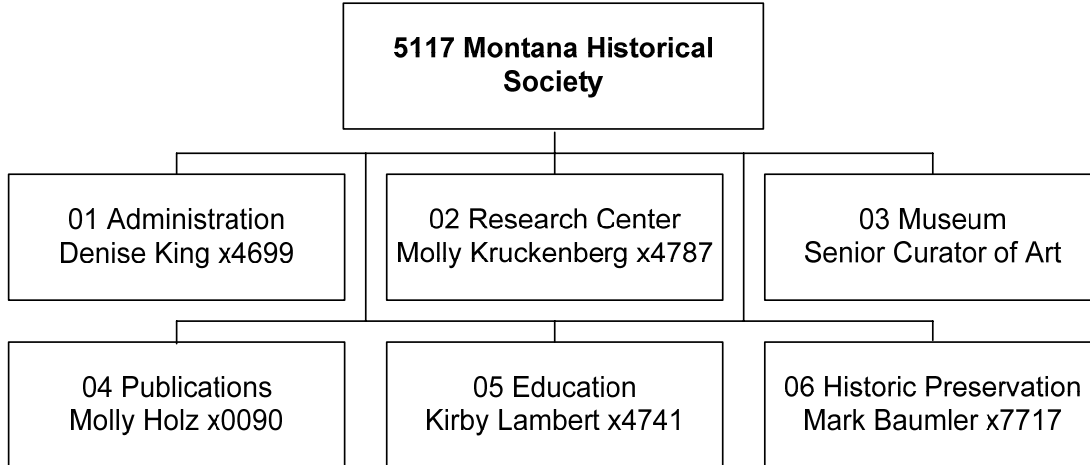
The Montana State Library collected a \$15 fee for enrollment in the certification program. The program has now changed and that a fee will no longer be charged. This is a request to spend the current balance of this account on training and certification activities. This is a one-time-only request for a state special revenue biennial appropriation of \$3,600.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$67,802)	(\$67,802)
FY 2013	(\$67,866)	(\$67,866)

**NP- 55004 - 4% PERSONAL SERVICES REDUCTION -**

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the State Library budget by \$67,802 per year in the 2013 biennium to implement the budget reduction. The reduction includes the elimination of 1.50 FTE.

# MONTANA HISTORICAL SOCIETY-5117



**Mission Statement** – To acquire, conserve, and advocate the protection of, provide broad access to, and interpret Montana's varied historical resources, thus promoting--for its citizens and for all others--the use, understanding, appreciation, and enjoyment of those resources.

**Statutory Authority** – Title 22, Chapter 3, MCA.

Agency Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	61.14	0.00	(1.31)	59.83	0.00	(1.31)	59.83
Personal Services	2,814,802	414,111	(92,236)	3,136,677	416,039	(92,289)	3,138,552
Operating Expenses	1,242,132	84,610	(33,355)	1,293,387	59,066	(49,355)	1,251,843
Equipment & Intangible Assets	6,954	0	(3,000)	3,954	0	(3,000)	3,954
Grants	88,389	0	0	88,389	0	0	88,389
Transfers	50,503	0	0	50,503	0	0	50,503
<b>Total Costs</b>	<b>\$4,202,780</b>	<b>\$498,721</b>	<b>(\$128,591)</b>	<b>\$4,572,910</b>	<b>\$475,105</b>	<b>(\$144,644)</b>	<b>\$4,533,241</b>
General Fund	2,641,116	376,199	(139,291)	2,878,024	349,296	(155,344)	2,835,068
State/Other Special	90,795	287	0	91,082	287	0	91,082
Federal Special	659,333	101,285	0	760,618	105,985	0	765,318
Proprietary	811,536	20,950	10,700	843,186	19,537	10,700	841,773
<b>Total Funds</b>	<b>\$4,202,780</b>	<b>\$498,721</b>	<b>(\$128,591)</b>	<b>\$4,572,910</b>	<b>\$475,105</b>	<b>(\$144,644)</b>	<b>\$4,533,241</b>

# MONTANA HISTORICAL SOCIETY-5117 ADMINISTRATION PROGRAM-01

**01 Administration  
Denise King x4699**

**Program Description** – The Administration Program provides supervision, administration, and coordination of the six programs in the Montana Historical Society. Program staff are responsible for the management, planning, direction, and leadership of the society. Activities include public information, payroll/personnel, fund raising, financial reporting, business management, security, building management, community outreach, and the society store.

Program Proposed Budget	Base Budget	PL Base	New	Total	PL Base	New	Total
Budget Item	Fiscal 2010	Adjustment	Proposals	Exec. Budget	Adjustment	Proposals	Exec. Budget
		Fiscal 2012	Fiscal 2012	Fiscal 2012	Fiscal 2013	Fiscal 2013	Fiscal 2013
FTE	17.79	0.00	(0.36)	17.43	0.00	(0.36)	17.43
Personal Services	938,392	23,081	(15,330)	946,143	24,387	(14,541)	948,238
Operating Expenses	542,692	35,717	(22,145)	556,264	758	(22,145)	521,305
<b>Total Costs</b>	<b>\$1,481,084</b>	<b>\$58,798</b>	<b>(\$37,475)</b>	<b>\$1,502,407</b>	<b>\$25,145</b>	<b>(\$36,686)</b>	<b>\$1,469,543</b>
General Fund	930,593	58,511	(37,475)	951,629	24,858	(36,686)	918,765
State/Other Special	90,121	287	0	90,408	287	0	90,408
Federal Special	100,818	0	0	100,818	0	0	100,818
Proprietary	359,552	0	0	359,552	0	0	359,552
<b>Total Funds</b>	<b>\$1,481,084</b>	<b>\$58,798</b>	<b>(\$37,475)</b>	<b>\$1,502,407</b>	<b>\$25,145</b>	<b>(\$36,686)</b>	<b>\$1,469,543</b>

-----**New Proposals**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$15,330)	(\$15,330)
FY 2013	(\$14,541)	(\$14,541)

**NP- 55004 - 4% Personal Services Reduction -**

The Governor has included a 4% reduction in general fund personal services budgets as part of his budget recommendations. This decision package reduces the administrative program by \$15,330 in FY 2012 and \$14,541 in FY 2013 to implement the budget reduction. The reduction includes the elimination of 0.36 FTE.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$22,145)	(\$22,145)
FY 2013	(\$22,145)	(\$22,145)

**NP- 55140 - 5% General Fund Reduction -**

The administrative program is reduced by \$22,145 in each year of the 2013 biennium as part of the compliance for 17-7-140, MCA, reductions. The reductions include staff travel to board meetings, \$2,945, and \$19,200 for computer replacement.

## MONTANA HISTORICAL SOCIETY-5117 RESEARCH CENTER-02

**02 Research Center  
Molly Kruckenberg x4787**

**Program Description** - The Research Center Program consists of the library, archives, and photograph archives functions. This program acquires, organizes, preserves, makes accessible to the public, and assists researchers with, published materials, historic records and manuscripts, photographs and related media, and oral histories illustrative of the history of Montana and the surrounding region. By statute, this program houses the official archives of state government.

Program Proposed Budget	Base Budget	PL Base	New	Total	PL Base	New	Total
Budget Item	Fiscal 2010	Adjustment	Proposals	Exec. Budget	Adjustment	Proposals	Exec. Budget
	Fiscal 2010	Fiscal 2012	Fiscal 2012	Fiscal 2012	Fiscal 2013	Fiscal 2013	Fiscal 2013
FTE	14.75	0.00	0.00	14.75	0.00	0.00	14.75
Personal Services	772,924	19,519	0	792,443	19,585	0	792,509
Operating Expenses	293,602	11,340	(27,210)	277,732	12,486	(27,210)	278,878
Equipment & Intangible Assets	6,954	0	(3,000)	3,954	0	(3,000)	3,954
<b>Total Costs</b>	<b>\$1,073,480</b>	<b>\$30,859</b>	<b>(\$30,210)</b>	<b>\$1,074,129</b>	<b>\$32,071</b>	<b>(\$30,210)</b>	<b>\$1,075,341</b>
General Fund	1,003,826	30,859	(30,210)	1,004,475	32,071	(30,210)	1,005,687
Proprietary	69,654	0	0	69,654	0	0	69,654
<b>Total Funds</b>	<b>\$1,073,480</b>	<b>\$30,859</b>	<b>(\$30,210)</b>	<b>\$1,074,129</b>	<b>\$32,071</b>	<b>(\$30,210)</b>	<b>\$1,075,341</b>

-----**New Proposals**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$30,210)	(\$30,210)
FY 2013	(\$30,210)	(\$30,210)

**NP- 55140 - 5% General Fund Reduction -**

The research program is reduced by \$30,210 in each year of the 2013 biennium as part of the compliance for 17-7-140, MCA, reductions. The reductions include \$21,500 per year for subscriptions to microfilm copies of daily newspapers; \$4,000 per year to reduce microfilming of non-daily Montana newspapers; and \$4,710 for subscriptions to journals, books, maps, and reference materials.

# MONTANA HISTORICAL SOCIETY-5117 MUSEUM PROGRAM-03

**03 Museum  
Senior Curator of Art**

**Program Description** - The Museum Program collects, preserves, and interprets the history of Montana through its material culture, collecting fine arts and historical, archaeological, and ethnological artifacts from Montana and the general geographic region. The program interprets its collections through exhibits, tours, and traveling exhibits. The program also coordinates with the society's Education program to orchestrate events, programs, and materials on Montana history for learners of all ages.

Program Proposed Budget	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	9.00	0.00	(0.95)	8.05	0.00	(0.95)	8.05
Personal Services	319,492	126,483	(76,906)	369,069	126,983	(77,748)	368,727
Operating Expenses	85,985	2,775	16,000	104,760	2,955	0	88,940
<b>Total Costs</b>	<b>\$405,477</b>	<b>\$129,258</b>	<b>(\$60,906)</b>	<b>\$473,829</b>	<b>\$129,938</b>	<b>(\$77,748)</b>	<b>\$457,667</b>
General Fund	392,172	129,258	(60,906)	460,524	129,938	(77,748)	444,362
State/Other Special	674	0	0	674	0	0	674
Proprietary	12,631	0	0	12,631	0	0	12,631
<b>Total Funds</b>	<b>\$405,477</b>	<b>\$129,258</b>	<b>(\$60,906)</b>	<b>\$473,829</b>	<b>\$129,938</b>	<b>(\$77,748)</b>	<b>\$457,667</b>

-----**New Proposals**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$16,000	\$16,000
FY 2013	\$0	\$0

**NP- 101 - Historic Structures Report - OTO (Restricted) -**

This request would provide for a Historical Structures Report (HSR) for the Original Governor's Mansion. A historic architect will identify and document the current physical condition of the structure including examination and assessment of the exterior and interior building fabric (masonry and stone, mortar joints, plaster and lathe, woodwork, etc.), roofing, windows, HVAC/mechanical and electrical systems, past repairs, etc. This is a one-time-only \$16,000 general fund expenditure.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$76,906)	(\$76,906)
FY 2013	(\$77,748)	(\$77,748)

**NP- 55004 - 4% Personal Services Reduction -**

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the museum program by \$76,906 in FY 2012 and \$77,748 in FY 2013 to implement the budget reduction. The reduction includes the elimination of 0.95 FTE.

## MONTANA HISTORICAL SOCIETY-5117 PUBLICATIONS PROGRAM-04

<b>04 Publications</b> <b>Molly Holz x0090</b>
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**Program Description** - The Publications Program promotes the study of Montana history and education through lectures, publications, and curriculum materials. The program publishes quarterly editions of the award-winning *Montana The Magazine of Western History*. It also publishes books under the Montana Historical Society Press imprint.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	5.00	0.00	0.00	5.00	0.00	0.00	5.00
Personal Services	249,932	9,735	0	259,667	9,327	0	259,259
Operating Expenses	172,896	7,566	0	180,462	8,340	0	181,236
Transfers	50,503	0	0	50,503	0	0	50,503
<b>Total Costs</b>	<b>\$473,331</b>	<b>\$17,301</b>	<b>\$0</b>	<b>\$490,632</b>	<b>\$17,667</b>	<b>\$0</b>	<b>\$490,998</b>
General Fund	141,653	(1,606)	0	140,047	173	0	141,826
Proprietary	331,678	18,907	0	350,585	17,494	0	349,172
<b>Total Funds</b>	<b>\$473,331</b>	<b>\$17,301</b>	<b>\$0</b>	<b>\$490,632</b>	<b>\$17,667</b>	<b>\$0</b>	<b>\$490,998</b>



## MONTANA HISTORICAL SOCIETY-5117 EDUCATION PROGRAM-05

<b>05 Education</b> <b>Kirby Lambert x4741</b>
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**Program Description** - The Education Program is comprised of three primary activities: Outreach and Interpretation, Historic Signs, and the Volunteer Program. The Outreach and Interpretation Program provides educational public programming of all types, both at the society's headquarters and throughout the state, for a wide range of audiences; plans and produces educational publications, curriculum materials, and instructional literature for broad distribution; plans and produces interpretive, place-based publications, articles, brochures, and tours for statewide distribution/implementation; oversees the National Register Sign Program for the State of Montana, producing interpretive signage for eligible structures and sites in all parts of the state; assists in the planning, production, and placement of non-Register signage in all parts of the state; assists in the planning, production, and distribution of interpretive permanent, temporary, provides reference services to the general public, teachers, students, technical users, and other like-minded institutions and organizations; and oversees the society's volunteer program, coordinating volunteers, and volunteer activities society-wide.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	5.85	0.00	0.00	5.85	0.00	0.00	5.85
Personal Services	126,631	161,278	0	287,909	161,110	0	287,741
Operating Expenses	37,615	856	0	38,471	897	0	38,512
<b>Total Costs</b>	<b>\$164,246</b>	<b>\$162,134</b>	<b>\$0</b>	<b>\$326,380</b>	<b>\$162,007</b>	<b>\$0</b>	<b>\$326,253</b>
General Fund	130,169	162,134	0	292,303	162,007	0	292,176
Proprietary	34,077	0	0	34,077	0	0	34,077
<b>Total Funds</b>	<b>\$164,246</b>	<b>\$162,134</b>	<b>\$0</b>	<b>\$326,380</b>	<b>\$162,007</b>	<b>\$0</b>	<b>\$326,253</b>

# MONTANA HISTORICAL SOCIETY-5117 HISTORIC PRESERVATION PROGRAM-06

**06 Historic Preservation  
Mark Baumler x7717**

**Program Description -** The Historic Sites Preservation Program (State Historic Preservation Office) administers the Montana Antiquities Act (MCA 22-3-421; ARM 10.121.901) and Montana's participation in the National Historic Preservation Act of 1966, as amended, with its federal programs, guidelines, and grants-in-aid for historic preservation. Staff provide technical assistance to all Montana property owners, including agencies, organizations, and the public. Staff maintains a statewide inventory of recorded historic and archaeological sites. Staff reviews state agencies compliance with state antiquities act. Staff review and comment on all proposed federally funded or permitted projects within the state to determine their effect on properties listed or eligible for listing in the National Register of Historic Places. Staff administers the National Register of Historic Places program in Montana through the state preservation review board. The office recommends certification of historic structures and rehabilitation projects for federal tax credits to citizens and businesses, as authorized by the Tax Reform Act of 1976. The program awards and administers pass-through federal grants to local governments participating in the federal Certified Local Government Program. The program may also award funds for historic survey and planning for historic areas and for bricks and mortar rehabilitation when funds are available.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	8.75	0.00	0.00	8.75	0.00	0.00	8.75
Personal Services	407,431	74,015	0	481,446	74,647	0	482,078
Operating Expenses	109,342	26,356	0	135,698	33,630	0	142,972
Grants	88,389	0	0	88,389	0	0	88,389
<b>Total Costs</b>	<b>\$605,162</b>	<b>\$100,371</b>	<b>\$0</b>	<b>\$705,533</b>	<b>\$108,277</b>	<b>\$0</b>	<b>\$713,439</b>
General Fund	42,703	(2,957)	(10,700)	29,046	249	(10,700)	32,252
Federal Special	558,515	101,285	0	659,800	105,985	0	664,500
Proprietary	3,944	2,043	10,700	16,687	2,043	10,700	16,687
<b>Total Funds</b>	<b>\$605,162</b>	<b>\$100,371</b>	<b>\$0</b>	<b>\$705,533</b>	<b>\$108,277</b>	<b>\$0</b>	<b>\$713,439</b>

-----**New Proposals**-----

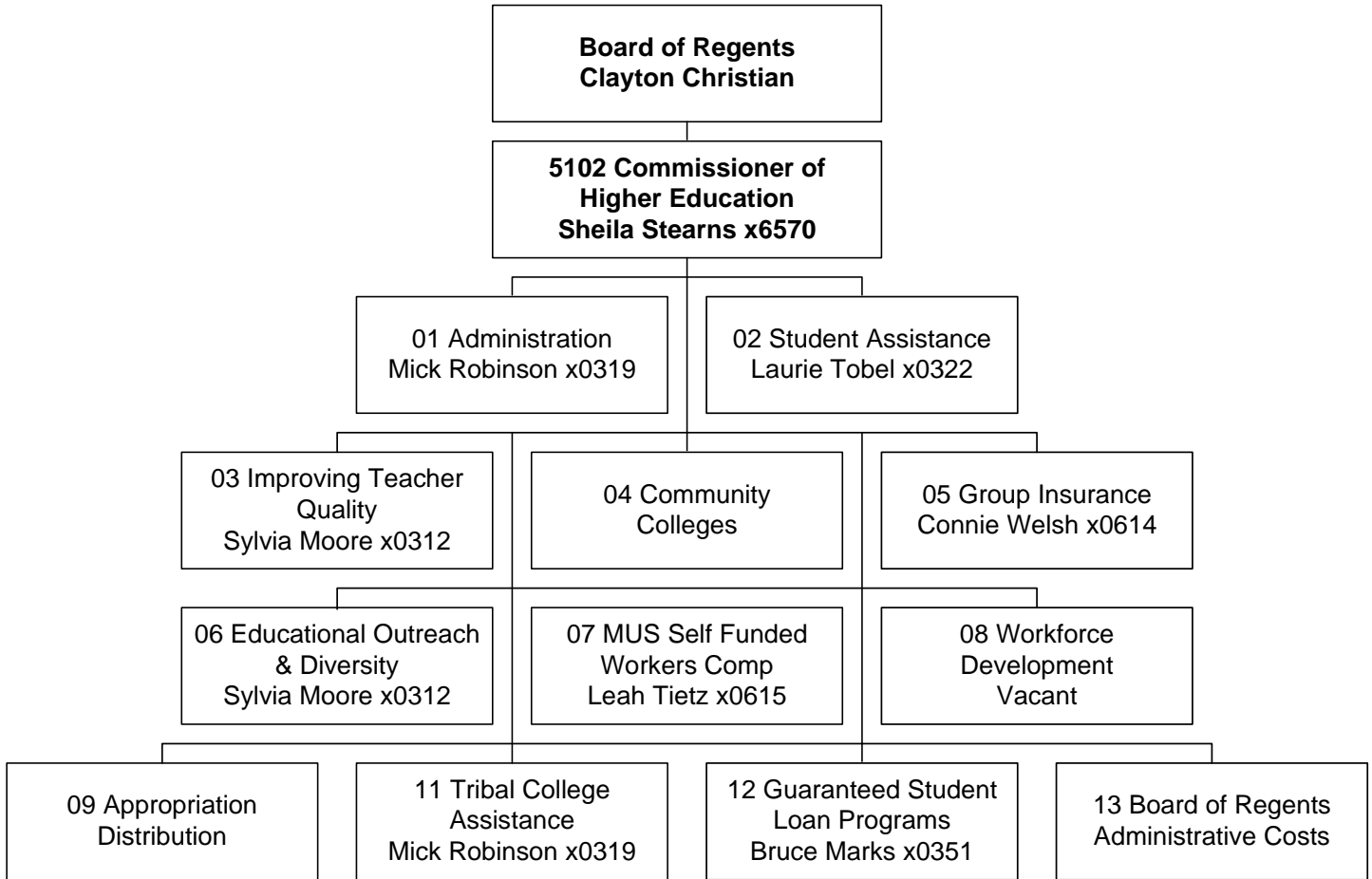
	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	(\$10,700)
FY 2013	\$0	(\$10,700)

**NP- 55140 - 5% General Fund Reduction -**

The historic preservation program general fund is reduced by \$10,700 in each year of the 2013 biennium as part of the compliance for 17-7-140, MCA, reductions. The agency will pay these expenditures with proprietary funds.

# COMMISSIONER OF HIGHER EDUCATION-5102

Please note that this agency also contains proprietary funding (see Section P).



**Mission Statement** - To serve students through the delivery of high quality, accessible postsecondary educational opportunities, while actively participating in the preservation and advancement of Montana's economy and society.

**Statutory Authority** - Article X, Section 9, Montana Constitution and 2-15-1506, MCA

**Language** - "Program 9 includes a reduction of \$2,212,550 general fund in FY 2012 and \$2,212,939 in FY 2013 to implement the 4% general fund personal services reduction. The Board of Regents must supply the Office of Budget and Program Planning and the Legislative Fiscal Division a list of the position numbers and FTE by campus and/or agency associated with the reduction by no later than August 1, 2011."

The executive recommends additional language in HB 2, but it is not printed in this book for space considerations.

## COMMISSIONER OF HIGHER EDUCATION-5102

Agency Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	104.05	(9.20)	(0.97)	93.88	(9.20)	(0.97)	93.88
Personal Services	5,405,153	559,991	(90,798)	5,874,346	578,862	(90,702)	5,893,313
Operating Expenses	5,047,869	148,925	151,916	5,348,710	86,051	104,716	5,238,636
Equipment & Intangible Assets	0	10,000	0	10,000	0	0	0
Local Assistance	8,687,831	90,565	2,716,039	11,494,435	70,000	2,666,562	11,424,393
Grants	16,202,303	2,540,282	750,083	19,492,668	2,190,448	789,083	19,181,834
Benefits & Claims	25,813,316	6,500,000	0	32,313,316	13,000,000	0	38,813,316
Transfers	179,030,609	11,368,862	1,502,546	191,902,017	12,583,105	3,842,157	195,455,871
Debt Service	43,480	0	0	43,480	0	0	43,480
<b>Total Costs</b>	<b>\$240,230,561</b>	<b>\$21,218,625</b>	<b>\$5,029,786</b>	<b>\$266,478,972</b>	<b>\$28,508,466</b>	<b>\$7,311,816</b>	<b>\$276,050,843</b>
General Fund	147,531,701	42,310,204	3,898,036	193,739,941	42,337,731	6,188,266	196,057,698
State/Other Special	19,535,696	291,323	0	19,827,019	1,738,762	0	21,274,458
Federal Special	73,082,748	(21,376,865)	1,131,750	52,837,633	(15,562,033)	1,123,550	58,644,265
Proprietary	80,416	(6,037)	0	74,379	(5,994)	0	74,422
<b>Total Funds</b>	<b>\$240,230,561</b>	<b>\$21,218,625</b>	<b>\$5,029,786</b>	<b>\$266,478,972</b>	<b>\$28,508,466</b>	<b>\$7,311,816</b>	<b>\$276,050,843</b>

**COMMISSIONER OF HIGHER EDUCATION-5102  
ADMINISTRATION PROGRAM-01**

<p><b>01 Administration</b> Mick Robinson x0319</p>
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**Program Description** - The administration program includes: 1) general administration of the university system, 2) academic, financial, and legal administration, 3) labor relations and personnel administration, and 4) student assistance administration. Article X, Section 9, of the Montana Constitution requires that the Board of Regents appoints the commissioner and prescribes his powers and duties.

Program Proposed Budget	Base Budget	PL Base	New	Total	PL Base	New	Total
Budget Item	Fiscal 2010	Adjustment	Proposals	Exec. Budget	Adjustment	Proposals	Exec. Budget
	Fiscal 2010	Fiscal 2012	Fiscal 2012	Fiscal 2012	Fiscal 2013	Fiscal 2013	Fiscal 2013
FTE	23.40	0.00	(0.97)	22.43	0.00	(0.97)	22.43
Personal Services	2,083,366	96,035	(90,798)	2,088,603	93,857	(90,702)	2,086,521
Operating Expenses	700,654	28,078	0	728,732	(23,038)	0	677,616
Equipment & Intangible Assets	0	10,000	0	10,000	0	0	0
Transfers	35,500	0	0	35,500	0	0	35,500
<b>Total Costs</b>	<b>\$2,819,520</b>	<b>\$134,113</b>	<b>(\$90,798)</b>	<b>\$2,862,835</b>	<b>\$70,819</b>	<b>(\$90,702)</b>	<b>\$2,799,637</b>
General Fund	2,309,441	123,539	(90,798)	2,342,182	59,939	(90,702)	2,278,678
Federal Special	429,663	16,611	0	446,274	16,874	0	446,537
Proprietary	80,416	(6,037)	0	74,379	(5,994)	0	74,422
<b>Total Funds</b>	<b>\$2,819,520</b>	<b>\$134,113</b>	<b>(\$90,798)</b>	<b>\$2,862,835</b>	<b>\$70,819</b>	<b>(\$90,702)</b>	<b>\$2,799,637</b>

-----Present Law Adjustments-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$16,100	\$16,100
FY 2013	\$8,008	\$8,008

**PL- 101 - Program 01 Operating Adjustment -**

The budget includes additional general fund for increased rent and information technology support. Rent is scheduled to increase \$1,870 in FY 2012 and \$3,778 in FY 2013. OCHE requests additional funding for the increase of bandwidth and replacement servers in support of the computer infrastructure. ITSD will increase bandwidth at a cost of \$4,230 per year and the replacement servers needed to house data warehouses and other OCHE operations are estimated at \$10,000 for the 2013 biennium.

**COMMISSIONER OF HIGHER EDUCATION-5102  
ADMINISTRATION PROGRAM-01**

-----**New Proposals**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$90,798)	(\$90,798)
FY 2013	(\$90,702)	(\$90,702)

**NP- 55400 - 4% Personal Services reduction -**

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the Administration program by \$90,798 in FY 2012 and \$90,702 in FY 2013 to implement the budget reduction. The reduction includes the elimination of 0.97 FTE.

## COMMISSIONER OF HIGHER EDUCATION-5102 STUDENT ASSISTANCE PROGRAM-02

<b>02 Student Assistance</b> Laurie Tobol x0322
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**Program Description -** This program includes all student grant funding. Types of grants include: work study, state grants, federal grant matching programs, and student grants for attending professional schools which are not available in Montana such as medicine, dentistry, and veterinary medicine. Title 20, Chapters 25 and 26, MCA, govern the program.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	1.50	0.00	0.00	1.50	0.00	0.00	1.50
Personal Services	93,243	18,588	0	111,831	18,466	0	111,709
Operating Expenses	48,332	5	0	48,337	10	0	48,342
Local Assistance	125,000	0	0	125,000	0	0	125,000
Grants	12,170,406	945,282	250,000	13,365,688	1,290,448	250,000	13,710,854
<b>Total Costs</b>	<b>\$12,436,981</b>	<b>\$963,875</b>	<b>\$250,000</b>	<b>\$13,650,856</b>	<b>\$1,308,924</b>	<b>\$250,000</b>	<b>\$13,995,905</b>
General Fund	12,145,759	962,763	(625,800)	12,482,722	1,307,883	(625,800)	12,827,842
State/Other Special	100,783	1,112	0	101,895	1,041	0	101,824
Federal Special	190,439	0	875,800	1,066,239	0	875,800	1,066,239
<b>Total Funds</b>	<b>\$12,436,981</b>	<b>\$963,875</b>	<b>\$250,000</b>	<b>\$13,650,856</b>	<b>\$1,308,924</b>	<b>\$250,000</b>	<b>\$13,995,905</b>

### -----Present Law Adjustments-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$362,036	\$362,036
FY 2013	\$464,202	\$464,202

**PL- 201 - WICHE/WWAMI/MN Dental -**

The executive recommends an additional \$362,036 in FY 2012 and \$464,202 in FY 2013 of general fund for first year students and continuing students at anticipated tuition levels in WICHE, WWAMI, and MN Dental professional student exchange programs.

WICHE/WWAMI/MN Dental:									
Program	Base Budget FY 2010	PL Base Adjustments FY 2012	New Proposals FY 2012	Total Ex. Budget FY 2012	PL Base Adjustments FY 2013	New Proposals FY 2013	Total Ex. Budget FY 2013	Biennial Total	
WICHE	2,234,467	153,467	-	2,387,934	90,233	-	2,330,700	4,718,634	
WWAMI	2,916,631	204,569	-	3,121,200	344,969	-	3,261,600	6,382,800	
MN Dentistry	88,000	4,000	-	92,000	29,000	-	117,000	209,000	
<b>Total</b>	<b>\$5,239,098</b>	<b>\$362,036</b>	<b>-</b>	<b>\$5,601,134</b>	<b>\$464,202</b>	<b>-</b>	<b>\$5,709,300</b>	<b>\$11,310,434</b>	

**COMMISSIONER OF HIGHER EDUCATION-5102  
STUDENT ASSISTANCE PROGRAM-02**

	<b><u>Total Agency Impact</u></b>	<b><u>General Fund Total</u></b>
FY 2012	\$107,000	\$107,000
FY 2013	\$107,000	\$107,000

**PL- 202 - Governor's Post Secondary Scholarship Program -**

This proposal restores the general fund appropriation to \$5,000,000 for scholarships to be awarded to Montana's Best and Brightest students in three categories; merit, merit-at-large, and need-based. The merit scholarship is awarded to one high school student at every Montana high school. The merit -at-large scholarship is awarded to applicants who are meritorious, well-written and involved in their community. The need based scholarship is awarded to students, demonstrating need, in academic categories, as determined by the Commissioner of Higher Education. The scholarships are renewable and can be used at a two-year or four-year institution in Montana.

Governor's Best & Brightest - Number of Scholarships Awarded				
Award Type	2010	2011	2012	2013
Merit-at-Large	234	166	167	175
Merit-High School	608	531	532	524
Subtotal	842	697	699	699
Need	927	1113	1102	1102
<b>Total Scholarships Awarded</b>	<b>1769</b>	<b>1810</b>	<b>1801</b>	<b>1801</b>

	<b><u>Total Agency Impact</u></b>	<b><u>General Fund Total</u></b>
FY 2012	\$476,246	\$476,246
FY 2013	\$719,246	\$719,246

**PL- 203 - Quality Educator Loan Forgiveness -**

This decision package requests \$476,246 in FY 2012 and \$719,246 in FY 2013 which will support the current pipeline of students, anticipating the return of those to be awarded in FY 2011, and allows the Board of Regents to provide 100+ teachers loan assistance in FY 2012 and 100+ teachers in FY 2013.

	<b><u>Total Agency Impact</u></b>	<b><u>General Fund Total</u></b>
FY 2012	\$33,284	\$33,284
FY 2013	\$33,284	\$33,284

**PL- 204 - GSL Reimbursement -**

The budget includes \$66,568 for the 2013 biennium for estimated costs to be paid to the MT Guaranteed Student Loan Program (MTGSLP), where administrative support is provided for a number of student assistance programs, including the High School Honors Fee Waiver, the Governor's Postsecondary Scholarship Program, the Montana Higher Education Grant, and the Baker Grant.

	<b><u>Total Agency Impact</u></b>	<b><u>General Fund Total</u></b>
FY 2012	\$17,251	\$0
FY 2013	\$17,251	\$0

**PL- 205 - Family Education Savings Plan -**

This request restores funding for personal services related to the administration of the Family Education Savings Plan. The position is reflected as vacant for snapshot purposes and as a result it is underfunded. In order to accurately reflect actual personal services costs for the position, an increase of \$17,251 in FY 2012 and FY 2013 is requested.



**COMMISSIONER OF HIGHER EDUCATION-5102  
STUDENT ASSISTANCE PROGRAM-02**

-----**New Proposals**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$250,000	\$250,000
FY 2013	\$250,000	\$250,000

**NP- 207 - Dual Enrollment -**

The executive recommends \$250,000 of general fund each year of the 2013 biennium for tuition mitigation and scholarships. Funding is contingent upon development of common tuition and fee structures across the Montana University System for dual enrollment courses.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	(\$875,800)
FY 2013	\$0	(\$875,800)

**NP- 55140 - Carry forward FY 11 17-7-140 reductions -**

This decision package carries forward \$875,800 of general fund reductions made in FY 2011 to meet 17-7-140, MCA into FY 2012 and FY 2013. The executive recommends a fund switch from state general fund to guaranteed student loan admin fund (03400) in lieu of a \$600,000 reduction to Quality Educator Loan Program and a \$275,800 reduction to WICHE/WWAMI/MN Dental program each year of the 2013 biennium.

**Language Recommendations -** Funding for Dual Enrollment (NP-207) is contingent upon development of common tuition and fee structures across the Montana University System.

**COMMISSIONER OF HIGHER EDUCATION-5102  
IMPROVING TEACHER QUALITY-03**

<b>03 Improving Teacher Quality</b> Sylvia Moore x0312
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**Program Description** - This program is a federal grant program aimed at upgrading teaching skills of teachers in math and science.

Program Proposed Budget	Base Budget	PL Base	New	Total	PL Base	New	Total
Budget Item	Fiscal 2010	Adjustment	Proposals	Exec. Budget	Adjustment	Proposals	Exec. Budget
	Fiscal 2010	Fiscal 2012	Fiscal 2012	Fiscal 2012	Fiscal 2013	Fiscal 2013	Fiscal 2013
FTE	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Personal Services	16,350	(1,350)	0	15,000	13,650	0	30,000
Operating Expenses	1,049	2,001	0	3,050	4,001	0	5,050
Grants	221,510	0	0	221,510	0	0	221,510
<b>Total Costs</b>	<b>\$238,909</b>	<b>\$651</b>	<b>\$0</b>	<b>\$239,560</b>	<b>\$17,651</b>	<b>\$0</b>	<b>\$256,560</b>
Federal Special	238,909	651	0	239,560	17,651	0	256,560
<b>Total Funds</b>	<b>\$238,909</b>	<b>\$651</b>	<b>\$0</b>	<b>\$239,560</b>	<b>\$17,651</b>	<b>\$0</b>	<b>\$256,560</b>

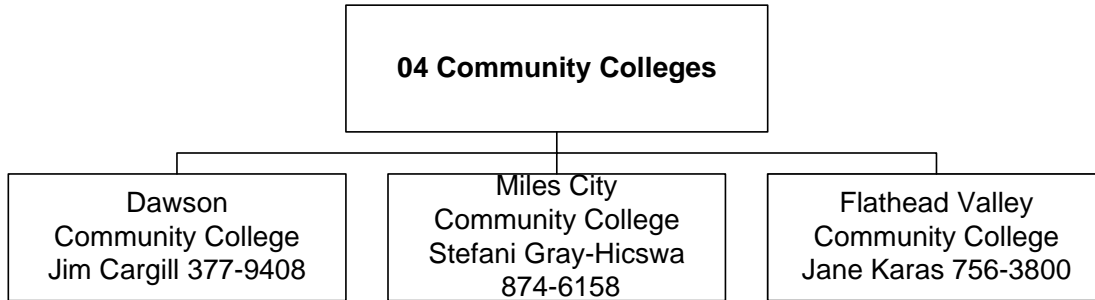
-----Present Law Adjustments-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$17,000	\$0
FY 2013	\$34,000	\$0

**PL- 301 - Improving Teacher Quality -**

This proposal adds \$17,000 federal authority in FY 2012 and \$34,000 federal authority in FY 2013 for an anticipated increase in federal grant funds for programs to improve teacher quality.

**COMMISSIONER OF HIGHER EDUCATION-5102  
COMMUNITY COLLEGE ASSISTANCE-04**



**Program Description** - This program distributes funds appropriated by the Legislature in support of the three community colleges: Miles Community College, Dawson Community College and Flathead Valley Community College. Each community college district has an elected board of trustees. The regents have statutory authority to control the community colleges in Title 20, Chapter 15, MCA.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Local Assistance	8,562,831	90,565	2,716,039	11,369,435	70,000	2,666,562	11,299,393
<b>Total Costs</b>	<b>\$8,562,831</b>	<b>\$90,565</b>	<b>\$2,716,039</b>	<b>\$11,369,435</b>	<b>\$70,000</b>	<b>\$2,666,562</b>	<b>\$11,299,393</b>
General Fund	8,562,831	90,565	2,716,039	11,369,435	70,000	2,666,562	11,299,393
<b>Total Funds</b>	<b>\$8,562,831</b>	<b>\$90,565</b>	<b>\$2,716,039</b>	<b>\$11,369,435</b>	<b>\$70,000</b>	<b>\$2,666,562</b>	<b>\$11,299,393</b>

-----Present Law Adjustments-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$20,565	\$20,565
FY 2013	\$0	\$0

**PL- 402 - Community College Audit Costs -**

This decision package requests the state funding percentage allocated to community college audit costs. Historically, the legislature has funded these costs at the same percentage share as the base budget for FY 2012; 50.8%. FY 2012 audit costs are split \$6,628 to Dawson Community College, \$7,309 to Flathead Community College, and \$6,628 to Miles Community College.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$70,000	\$70,000
FY 2013	\$70,000	\$70,000

**PL- 403 - Community College Banner Support -**

The executive recommends \$35,000 per year for the 2013 biennium for Dawson Community College and \$35,000 per year for Miles Community College in support of maintenance, implementation, and reporting of the Banner Management Information System.

**COMMISSIONER OF HIGHER EDUCATION-5102  
COMMUNITY COLLEGE ASSISTANCE-04**

-----**New Proposals**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$2,781,848	\$2,781,848
FY 2013	\$2,732,371	\$2,732,371

**NP- 401 - Community College Assistance Base Budget Request -**

This proposal updates enrollment projections for the 2013 biennium. The state share of 50.8% of the cost of education for FY 2012 and FY 2013 is \$3,925 and \$3,980 respectively per resident student FTE.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$65,809)	(\$65,809)
FY 2013	(\$65,809)	(\$65,809)

**NP- 55140 - Carry Forward FY 11 17-7-140 reductions -**

This decision package increases the allocation of 17-7-140, MCA, reductions to the community colleges that were limited in FY 2010 due to the State Fiscal Stabilization Fund maintenance of effort. Reductions are allocated as follows; \$12,298 to Dawson Community College, \$37,347 to Flathead Valley Community College, and \$16,164 to Miles Community College each year of the 2013 biennium.

The following table summarizes the increases in state funding for each campus.

Community College Assistance:							
Proposed Budget Budget Item	Base Budget FY 2010	PL Base Adjustments FY 2012	New Proposals FY 2012	Total Ex. Budget FY 2012	PL Base Adjustments FY 2013	New Proposals FY 2013	Total Ex. Budget FY 2013
Flathead Valley Community College	4,940,910	7,309	2,227,809	7,176,028	-	2,180,235	7,121,145
Dawson Community College	1,537,986	41,628	262,242	1,841,856	35,000	260,339	1,833,325
Miles Community College	2,083,935	41,628	225,988	2,351,551	35,000	225,988	2,344,923
<b>Grand Total Program 04</b>	<b>\$8,562,831</b>	<b>\$90,565</b>	<b>\$2,716,039</b>	<b>\$11,369,435</b>	<b>\$70,000</b>	<b>\$2,666,562</b>	<b>\$11,299,393</b>

**COMMISSIONER OF HIGHER EDUCATION-5102  
EDUCATIONAL OUTREACH & DIVERSITY-06**

<p><b>06 Educational Outreach &amp; Diversity</b> Sylvia Moore x0312</p>
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**Program Description** - This program is primarily a federally-funded program to decrease the dropout rate of disadvantaged students in high schools and increase their enrollment and retention in post-secondary education.

Program Proposed Budget	Base Budget	PL Base	New	Total	PL Base	New	Total
Budget Item	Fiscal 2010	Adjustment	Proposals	Exec. Budget	Adjustment	Proposals	Exec. Budget
		Fiscal 2012	Fiscal 2012	Fiscal 2012	Fiscal 2013	Fiscal 2013	Fiscal 2013
FTE	19.95	0.00	0.00	19.95	0.00	0.00	19.95
Personal Services	848,027	183,100	0	1,031,127	182,766	0	1,030,793
Operating Expenses	669,261	104,111	0	773,372	104,525	0	773,786
Grants	1,059,267	1,595,000	0	2,654,267	900,000	0	1,959,267
Transfers	1,400,000	900,000	0	2,300,000	900,000	0	2,300,000
<b>Total Costs</b>	<b>\$3,976,555</b>	<b>\$2,782,211</b>	<b>\$0</b>	<b>\$6,758,766</b>	<b>\$2,087,291</b>	<b>\$0</b>	<b>\$6,063,846</b>
General Fund	69,723	(978)	0	68,745	(1,139)	0	68,584
Federal Special	3,906,832	2,783,189	0	6,690,021	2,088,430	0	5,995,262
<b>Total Funds</b>	<b>\$3,976,555</b>	<b>\$2,782,211</b>	<b>\$0</b>	<b>\$6,758,766</b>	<b>\$2,087,291</b>	<b>\$0</b>	<b>\$6,063,846</b>

-----**Present Law Adjustments**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$7,987	\$0
FY 2013	\$8,452	\$0

**PL- 600 - Rent Increase -**

This decision package increases federal authority by \$7,987 in FY 2012 and \$8,452 in FY 2013 to cover the rent increase allocated to the federal programs.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$2,595,000	\$0
FY 2013	\$1,900,000	\$0

**PL- 601 - GEAR UP- Federal Authority -**

The budget includes \$2,595,000 in FY 2012 and \$1,900,000 in FY 2013 of additional federal authority necessary to implement GEAR UP programs. The GEAR UP grant has carry over funding that must be spent in FY 2012. The program is funded entirely with federal funds and is limited by the amount of the federal awards and approved carryover funds.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$1,452)	(\$1,452)
FY 2013	(\$1,452)	(\$1,452)

**PL- 602 - Continuation of 2% Reduction - 2009 Session -**

In accordance with 17-7-102 (10)(b), MCA, this decision package is necessary to continue the 2% general fund reduction from the 2009 session that was taken out of personal services by the agency. Operating expenditures will be reduced by \$1,452 each year of the 2013 biennium.

# COMMISSIONER OF HIGHER EDUCATION-5102 WORK FORCE DEVELOPMENT PROGRAM-08

**08 Workforce Development**  
Vacant

**Program Description -** The OCHE and the Office of Public Instruction coordinate the primarily federal efforts to support vocational education at the secondary and post-secondary levels.

Program Proposed Budget	Base Budget	PL Base	New	Total	PL Base	New	Total
Budget Item	Fiscal 2010	Adjustment	Proposals	Exec. Budget	Adjustment	Proposals	Exec. Budget
		Fiscal 2012	Fiscal 2012	Fiscal 2012	Fiscal 2013	Fiscal 2013	Fiscal 2013
FTE	5.00	0.00	0.00	5.00	0.00	0.00	5.00
Personal Services	250,332	125,332	0	375,664	125,010	0	375,342
Operating Expenses	142,726	8,048	156,950	307,724	8,570	109,750	261,046
Grants	2,310,118	0	99,000	2,409,118	0	138,000	2,448,118
Transfers	3,270,747	0	0	3,270,747	0	0	3,270,747
<b>Total Costs</b>	<b>\$5,973,923</b>	<b>\$133,380</b>	<b>\$255,950</b>	<b>\$6,363,253</b>	<b>\$133,580</b>	<b>\$247,750</b>	<b>\$6,355,253</b>
General Fund	90,063	4	0	90,067	4	0	90,067
Federal Special	5,883,860	133,376	255,950	6,273,186	133,576	247,750	6,265,186
<b>Total Funds</b>	<b>\$5,973,923</b>	<b>\$133,380</b>	<b>\$255,950</b>	<b>\$6,363,253</b>	<b>\$133,580</b>	<b>\$247,750</b>	<b>\$6,355,253</b>

-----Present Law Adjustments-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$8,068	\$0
FY 2013	\$8,618	\$0

**PL- 800 - Rent Increase -**

This decision package increases federal authority by \$8,068 in FY 2012 and \$8,618 in FY 2013 to cover the rent increase allocated to the Perkins federal program.

-----New Proposals-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$255,950	\$0
FY 2013	\$247,750	\$0

**NP- 801 - Paving the Way - New Federal Authority -**

The budget includes \$255,950 in FY 2012 and \$247,750 in FY 2013 of federal special revenue to promote rigorous career and technical program of study under the federal Carl D. Perkins Program.

# COMMISSIONER OF HIGHER EDUCATION-5102 APPROPRIATION DISTRIBUTION-09

## 09 Appropriation Distribution

**Program Description** - The Appropriation Distribution Program in the Office of the Commissioner of Higher Education (OCHE) is the conduit through which state funds flow to: 1) the university system units and colleges of technology and other campus related appropriations, and 2) the research/public service agencies.

Program Proposed Budget Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Personal Services	0	0	0	0	0	0	0
Transfers	174,252,684	10,468,862	1,502,546	186,224,092	11,683,105	3,842,157	189,777,946
<b>Total Costs</b>	<b>\$174,252,684</b>	<b>\$10,468,862</b>	<b>\$1,502,546</b>	<b>\$186,224,092</b>	<b>\$11,683,105</b>	<b>\$3,842,157</b>	<b>\$189,777,946</b>
General Fund	123,863,811	41,132,611	1,502,546	166,498,968	40,899,344	3,842,157	168,605,312
State/Other Special	19,434,913	290,211	0	19,725,124	1,737,721	0	21,172,634
Federal Special	30,953,960	(30,953,960)	0	0	(30,953,960)	0	0
<b>Total Funds</b>	<b>\$174,252,684</b>	<b>\$10,468,862</b>	<b>\$1,502,546</b>	<b>\$186,224,092</b>	<b>\$11,683,105</b>	<b>\$3,842,157</b>	<b>\$189,777,946</b>

-----Present Law Adjustments-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$749,211)	(\$749,211)
FY 2013	(\$1,017,573)	(\$1,017,573)

**PL- 901 - Statewide Present Law Adjustments -**

Each educational unit and agency completes a budget in MBARS. This decision package transfers \$3,155,541 in FY 2012 and \$2,876,820 in FY 2013 of statewide present law adjustments as a result of the personal services snapshot, vacancy savings, and fixed cost adjustments as determined by the state from the campuses and agencies to the OCHE budget where all state funding is transferred from. In addition, this decision package incorporates a reduction of \$3,904,752 in FY 2012 and \$3,894,394 in FY 2013 due to a GAAP adjustment at Montana State University which reclassifies certain present law expenditures for system consistency with the University of Montana.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$455,708	\$455,708
FY 2013	\$937,130	\$937,130

**PL- 902 - Library Inflation -**

This proposal increases spending authority to purchase library materials equal to base expenditures in FY 2010 and applies 6% inflation each year adding \$455,708 in FY 2012 and \$937,130 in FY 2013.

**COMMISSIONER OF HIGHER EDUCATION-5102  
APPROPRIATION DISTRIBUTION-09**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$455,153	\$455,153
FY 2013	\$704,243	\$704,243

**PL- 903 - Information Technology Increases -**

This proposal increases funding \$455,153 in FY 2012 and \$704,243 in FY 2013 for information technology (IT) costs including contractual software licenses and maintenance agreements, hardware maintenance agreements, and internet service costs.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$259,470	\$259,470
FY 2013	\$251,149	\$251,149

**PL- 904 - Admin Assessment -**

This request restores administrative assessments reclassified for financial statement purposes in the amount of \$259,470 in FY 2012 and \$251,149 in FY 2013.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,791,066	\$1,791,066
FY 2013	\$1,944,759	\$1,944,759

**PL- 905 - Utilities Inflation -**

This proposal funds projected cost increases in utilities of \$1,791,066 in FY 2012 and \$1,944,759 in FY 2013 for the educational units and the public service and research agencies.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$477,832	\$477,832
FY 2013	\$529,622	\$529,622

**PL- 906 - New Space -**

The budget includes \$477,832 in FY 2012 and \$529,622 in FY 2013 for operations and maintenance for space previously authorized but not included in the base budget for the Montana University System. Space authorized includes Animal Bioscience Facility, Northern Agricultural Research Center, and Eastern Agricultural Research Center.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$329,798	\$329,798
FY 2013	\$896,335	\$896,335

**PL- 907 - Other Operating -**

The administration recommends a \$329,798 increase in funding for FY 2012 and \$896,335 increase for FY 2013 for other operating costs including repair and maintenance, off campus rent, and gasoline expenses.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$4,460,867	\$4,460,867
FY 2013	\$4,452,604	\$4,452,604

**PL- 908 - Waivers -**

This decision package increases funding for mandatory fee waivers and restores faculty staff, dependent, graduate and TA/RA waivers \$8,913,471 for the 2013 biennium.



**COMMISSIONER OF HIGHER EDUCATION-5102  
APPROPRIATION DISTRIBUTION-09**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,394,026	\$1,394,026
FY 2013	\$1,394,026	\$1,394,026

**PL- 909 - Faculty Termination Costs -**

This proposal funds MUS agency and unit faculty termination costs at the state percentage of base level expenditures of \$1,394,026 per year for the 2013 biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$2,109	\$2,109
FY 2013	\$3,564	\$3,564

**PL- 910 - Lease of Office Space -**

This request provides \$5,673 for the 2013 biennium to fund the increase in lease costs for Fire Services Training School.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$103,149)	(\$103,149)
FY 2013	(\$103,149)	(\$103,149)

**PL- 911 - Agency O&M Reduction -**

This request adjusts the overhead operations allocation to estimated amounts for the 2013 biennium, reducing funding \$103,149 each year of the 2013 biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$28,511	\$28,511
FY 2013	\$28,511	\$28,511

**PL- 912 - Accounting Adjustment IDC -**

This request reinstates indirect cost expenditures that are eliminated for financial statement purposes and need to be budgeted \$28,511 each year of the 2013 biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$856,646	\$856,646
FY 2013	\$855,887	\$855,887

**PL- 913 - Overtime/Comp/Communication Device Allowance -**

This request funds overtime, comp time, and communication device allowance expenditures that are not captured by MBARS in the amount of \$856,646 in FY 2012 and \$855,887 in FY 2013.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$710,036	\$710,036
FY 2013	\$705,997	\$705,997

**PL- 914 - Agency Adjustments -**

This request reinstates medical benefits for the extension agents that is removed in MBARS and reclassifies personal service expenditures within Extension Service and Fire Services Training School. The request increases funding by \$710,036 in FY 2012 and \$705,997 in FY 2013.

**COMMISSIONER OF HIGHER EDUCATION-5102  
APPROPRIATION DISTRIBUTION-09**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$100,000	\$0
FY 2013	\$100,000	\$0

**PL- 915 - Motorcycle Safety Program -**

This request increases state special revenue funding \$100,000 each year of the 2013 biennium for the Montana motorcycle safety training program.

-----**New Proposals**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$200,000	\$200,000
FY 2013	\$200,000	\$200,000

**NP- 916 - PBS Satellite Up-Linking Fund -**

This request restores funding to Montana PBS \$400,000 for the 2013 biennium for the ongoing delivery of the Montana PBS signal to cable head-ends and Montana PBS transmitter and translator installations.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$200,000	\$200,000
FY 2013	\$200,000	\$200,000

**NP- 917 - Restore MSU Biodiesel Research -**

This decision package restores \$200,000 per year to the Montana State University Biodiesel Research which was funded with one-time-only funding in the 2011 biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$5,160,000	\$5,160,000
FY 2013	\$7,500,000	\$7,500,000

**NP- 918 - University System Funding -**

This decision package proposes \$2,580,000 in FY2012 and \$3,750,000 in FY2013 for each of the University of Montana and Montana State University systems and affiliated agencies (\$12,660,000 total) in order to enhance student learning, access and success, promote economic development, and more readily respond to workforce development needs by the system presidents subject to approval by the Board of Regents.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$749,642)	(\$749,642)
FY 2013	(\$749,642)	(\$749,642)

**NP- 55140 - Carry Forward FY 2011 17-7-140 reductions- Ed Units -**

This decision package increases the allocation of 17-7-140, MCA, reductions to the educational units that were limited in FY 2010 due to the State Fiscal Stabilization Fund maintenance of effort. A total of \$749,642 is allocated each year of the biennium to the educational units.

**COMMISSIONER OF HIGHER EDUCATION-5102  
APPROPRIATION DISTRIBUTION-09**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$1,095,262)	(\$1,095,262)
FY 2013	(\$1,095,262)	(\$1,095,262)

**NP- 55141 - Carry Forward FY 2011 17-7-140 reductions- Agencies -**

This decision package carries forward \$1,095,262 of 17-7-140, MCA, reductions made for the agencies in FY 2011. Agency reductions carry forward as follows each year of the 2013 biennium: Agricultural Experiment Station \$615,086, Extension Service \$288,363, Bureau of Mines and Geology \$96,664, Forestry Conservation Experimental Station \$57,929, and Fire Service Training School \$37,220.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$1,852,327)	(\$1,852,327)
FY 2013	(\$1,852,443)	(\$1,852,443)

**NP- 55401 - 4% Personal Services reduction-Educational Units -**

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the educational units by \$1,852,327 in FY 2012 and \$1,852,443 in FY 2013 to implement the budget reduction. The reduction includes the elimination of approximately 30.57 FTE.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$360,223)	(\$360,223)
FY 2013	(\$360,496)	(\$360,496)

**NP- 55402 - 4% Personal Services reduction-Agencies -**

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the agencies by \$360,223 in FY 2012 and \$360,496 in FY 2013 to implement the budget reduction. The reduction includes the elimination of approximately 5.21 FTE.

**Language Recommendations** - "Program 9 includes a reduction of \$2,212,550 general fund in FY 2012 and \$2,212,939 in FY 2013 to implement the 4% general fund personal services reduction. The Board of Regents must supply the Office of Budget and Program Planning and the Legislative Fiscal Division a list of the position numbers and FTE by campus and/or agency associated with the reduction by no later than August 1, 2011."

# COMMISSIONER OF HIGHER EDUCATION-5102 TRIBAL COLLEGE ASSISTANCE PROGRAM-11

**11 Tribal College  
Assistance  
Mick Robinson x0319**

**Program Description** - The program provides assistance to tribal colleges in Montana.

Program Proposed Budget								
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013	
FTE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Grants	441,002	0	401,083	842,085	0	401,083	842,085	
<b>Total Costs</b>	<b>\$441,002</b>	<b>\$0</b>	<b>\$401,083</b>	<b>\$842,085</b>	<b>\$0</b>	<b>\$401,083</b>	<b>\$842,085</b>	
General Fund	441,002	0	401,083	842,085	0	401,083	842,085	
<b>Total Funds</b>	<b>\$441,002</b>	<b>\$0</b>	<b>\$401,083</b>	<b>\$842,085</b>	<b>\$0</b>	<b>\$401,083</b>	<b>\$842,085</b>	

-----**New Proposals**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$458,998	\$458,998
FY 2013	\$458,998	\$458,998

**NP- 1101 - Funding for Non-Beneficiary Student Assistance -**

This request restores \$458,998 each year of the 2013 biennium that was appropriated to non-beneficiary students in HB 645 during the 2011 legislative session.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$57,915)	(\$57,915)
FY 2013	(\$57,915)	(\$57,915)

**NP- 55140 - Carry Forward FY 11 17-7-140 Reductions -**

This decision package carries forward \$57,915 of the reductions made in FY 2011 to meet 17-7-140, MCA, into FY 2012 and FY 2013. This reduction will reduce grants to non-beneficiary students.

# COMMISSIONER OF HIGHER EDUCATION-5102 GUARANTEED STUDENT LOAN PROGRAM-12

**12 Guaranteed Student  
Loan Program**  
Bruce Marks x0351

**Program Description** - GSL operates under federal regulation to guarantee federal student loans. GSL purchases and services student loans that have been defaulted, works to prevent default, collects outstanding principle from defaulted loans, and provides training and technical assistance to schools and lenders under Title 20, Chapter 26, MCA.

Program Proposed Budget	Base Budget	PL Base	New	Total	PL Base	New	Total
Budget Item	Fiscal 2010	Adjustment	Proposals	Exec. Budget	Adjustment	Proposals	Exec. Budget
		Fiscal 2012	Fiscal 2012	Fiscal 2012	Fiscal 2013	Fiscal 2013	Fiscal 2013
FTE	54.20	(9.20)	0.00	45.00	(9.20)	0.00	45.00
Personal Services	2,109,235	136,586	0	2,245,821	143,413	0	2,252,648
Operating Expenses	3,441,376	6,682	0	3,448,058	(8,017)	0	3,433,359
Benefits & Claims	25,813,316	6,500,000	0	32,313,316	13,000,000	0	38,813,316
Transfers	71,678	0	0	71,678	0	0	71,678
Debt Service	43,480	0	0	43,480	0	0	43,480
<b>Total Costs</b>	<b>\$31,479,085</b>	<b>\$6,643,268</b>	<b>\$0</b>	<b>\$38,122,353</b>	<b>\$13,135,396</b>	<b>\$0</b>	<b>\$44,614,481</b>
Federal Special	31,479,085	6,643,268	0	38,122,353	13,135,396	0	44,614,481
<b>Total Funds</b>	<b>\$31,479,085</b>	<b>\$6,643,268</b>	<b>\$0</b>	<b>\$38,122,353</b>	<b>\$13,135,396</b>	<b>\$0</b>	<b>\$44,614,481</b>

-----Present Law Adjustments-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$5,000,000	\$0
FY 2013	\$10,000,000	\$0

**PL- 1201 - Increase in Claim Payments -**

This decision package requests authority of \$5,000,000 in FY 2012 and \$10,000,000 in FY 2013 for the Montana Guaranteed Student Loan Program (MGSLP) to cover expected growth in claim payments under lender requests for assistance (LRA) filed for defaulted borrowers. The increase in the number of defaulted borrowers is attributed to the downturn in the economy. As the guarantor, MGSLP purchases the loan from the lender and is tasked with collecting on the loan. The increase in defaulted loans purchased in FY 2010 was 25%.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,500,000	\$0
FY 2013	\$3,000,000	\$0

**PL- 1202 - Increased Collection Costs -**

This decision package requests additional authority of \$1,500,000 in FY 2012 and \$3,000,000 in FY 2013 for the Montana Guaranteed Student Loan Program based on anticipated increases in collection costs related to the amount of default claims paid and the amount of defaulted loan dollars collected. With projected increases in claim payments based on a weak economy, there will be more collections and collection costs forwarded to the Department of Education. MGSLP has seen a 25% increase in FY 2010 in the number of defaulted claims filed.

**COMMISSIONER OF HIGHER EDUCATION-5102  
GUARANTEED STUDENT LOAN PROGRAM-12**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$355,871)	\$0
FY 2013	(\$355,112)	\$0

**PL- 1203 - MGSLP FTE Reduction -**

This decision package reduces authority to MGSLP approximately \$355,000 each year of the 2013 biennium based on the reduced staffing needs. Full Time Equivalents will be reduced from 54.20 to 45.00.

**COMMISSIONER OF HIGHER EDUCATION-5102  
BOARD OF REGENTS-ADMINISTRATION-13**

<b>13 Board of Regents</b> Clayton Christian 728-1500
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**Program Description** - - The Board of Regents program provides secretarial support, travel; and per diem for the Board of Regents. The Board of Regents has full power, responsibility, and authority to supervise, coordinate, manage, and control the Montana University System under Article X, Section 9, Montana Constitution, and 20-25-301, MCA.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Personal Services	4,600	1,700	0	6,300	1,700	0	6,300
Operating Expenses	44,471	0	(5,034)	39,437	0	(5,034)	39,437
<b>Total Costs</b>	<b>\$49,071</b>	<b>\$1,700</b>	<b>(\$5,034)</b>	<b>\$45,737</b>	<b>\$1,700</b>	<b>(\$5,034)</b>	<b>\$45,737</b>
General Fund	49,071	1,700	(5,034)	45,737	1,700	(5,034)	45,737
<b>Total Funds</b>	<b>\$49,071</b>	<b>\$1,700</b>	<b>(\$5,034)</b>	<b>\$45,737</b>	<b>\$1,700</b>	<b>(\$5,034)</b>	<b>\$45,737</b>

-----**Present Law Adjustments**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,700	\$1,700
FY 2013	\$1,700	\$1,700

**PL- 1301 - Board of Regents Per Diem -**

This request restores the Board of Regents per diem. The per diem is calculated based on 7 regents attending 6 meetings per year that run for 3 days at a rate of \$50 per day. Since there was \$4,600 in the base budget that carried forward to FY 2012 and FY 2013, the request is for the difference of \$1,700.

-----**New Proposals**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$5,034)	(\$5,034)
FY 2013	(\$5,034)	(\$5,034)

**NP- 55140 - Carry Forward FY 11 17-7-140 Reductions -**

This decision package carries forward \$5,034 of reductions in operating expenditures made in FY 2011 to meet 17-7-140, MCA, into FY 2012 and FY 2013.