

Agency Budget Comparison

The following table summarizes the total legislative budget for the agency by year, type of expenditure, and source of funding.

Agency Budget Comparison								
Budget Item	Base Fiscal 2010	Approp. Fiscal 2011	Budget Fiscal 2012	Budget Fiscal 2013	Biennium Fiscal 10-11	Biennium Fiscal 12-13	Biennium Change	Biennium % Change
FTE	4.00	4.00	4.00	4.00	4.00	4.00	0.00	0.00%
Personal Services	289,792	298,929	295,446	300,687	588,721	596,133	7,412	1.26%
Operating Expenses	92,809	112,510	107,356	107,886	205,319	215,242	9,923	4.83%
Equipment & Intangible Assets	0	0	0	0	0	0	0	n/a
Debt Service	1,782	1,782	1,782	1,782	3,564	3,564	0	0.00%
Total Costs	\$384,383	\$413,221	\$404,584	\$410,355	\$797,604	\$814,939	\$17,335	2.17%
General Fund	198,333	227,589	216,664	222,033	425,922	438,697	12,775	3.00%
State Special	186,050	185,632	187,920	188,322	371,682	376,242	4,560	1.23%
Total Funds	\$384,383	\$413,221	\$404,584	\$410,355	\$797,604	\$814,939	\$17,335	2.17%

Agency Description

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.

Article X, Section 9 of the Montana Constitution establishes authority for the seven-member Board of Public Education (BPE). As per constitutional direction the board exercises "general supervision over the public school system" including the Montana School for the Deaf and Blind. General supervision includes activities such as school accreditation, teacher certification, standardization of policies and programs, and equalization of state aid distribution. The board, with recommendation from the Superintendent of Public Instruction, establishes the accreditation status of each school. This accreditation is the basis for local school district eligibility for state funding.

Per 20-2-101, MCA, the board combines with the Board of Regents to create the State Board of Education. The State Board of Education is responsible for general planning, coordination, and evaluation of the state education system, and for developing and submitting to the legislature the unified budget for Montana's educational system.

Agency Highlights

Board of Public Education Major Budget Highlights
<ul style="list-style-type: none"> ◆ The biennial budget increases by \$17,335 or 2.17% percent from the previous biennium ◆ The increase is attributed to statewide present law adjustments and a rent increase offset by a decrease in worker's compensation costs.

Summary of Legislative Action

The legislature approved a biennial budget of \$815,000 of which 46% is derived from teacher certification fees. The budget contains only statewide present law adjustments, authority for increased rent, and a decrease associated with HB 334 impacts to workers compensation costs.

Executive Budget Comparison

The following table compares the legislative budget in the 2013 biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Base Budget Fiscal 2010	Executive Budget Fiscal 2012	Legislative Budget Fiscal 2012	Leg - Exec. Difference Fiscal 2012	Executive Budget Fiscal 2013	Legislative Budget Fiscal 2013	Leg - Exec. Difference Fiscal 2013	Biennium Difference Fiscal 12-13
FTE	4.00	4.00	4.00	0.00	4.00	4.00	0.00	
Personal Services	289,792	295,689	295,446	(243)	300,929	300,687	(242)	(485)
Operating Expenses	92,809	103,466	107,356	3,890	103,996	107,886	3,890	7,780
Equipment & Intangible Assets	0	0	0	0	0	0	0	0
Debt Service	1,782	1,782	1,782	0	1,782	1,782	0	0
Total Costs	\$384,383	\$400,937	\$404,584	\$3,647	\$406,707	\$410,355	\$3,648	\$7,295
General Fund	198,333	228,017	216,664	(11,353)	233,385	222,033	(11,352)	(22,705)
State/Other Special	186,050	172,920	187,920	15,000	173,322	188,322	15,000	30,000
Total Funds	\$384,383	\$400,937	\$404,584	\$3,647	\$406,707	\$410,355	\$3,648	\$7,295

The legislature approved a biennial budget about 1% higher than the executive proposal. General fund is decreased over the biennium due to non approval of a fund switch and statewide present law adjustments. State special revenue increases due to statewide present law adjustments.

Funding

The following table shows program funding, by source, for the base year and for the 2013 biennium as adopted by the legislature.

Program Funding Table							
K-12 Education							
Program Funding	Base FY 2010	% of Base FY 2010	Budget FY 2012	% of Budget FY 2012	Budget FY 2013	% of Budget FY 2013	
01000 Total General Fund	\$ 198,333	51.6%	\$ 216,664	53.6%	\$ 222,033	54.1%	
01100 General Fund	198,333	51.6%	216,664	53.6%	222,033	54.1%	
02000 Total State Special Funds	186,050	48.4%	187,920	46.4%	188,322	45.9%	
02122 Advisory Council	111,048	28.9%	112,918	27.9%	113,320	27.6%	
02219 Research Fund	<u>75,002</u>	<u>19.5%</u>	<u>75,002</u>	<u>18.5%</u>	<u>75,002</u>	<u>18.3%</u>	
Grand Total	<u>\$ 384,383</u>	<u>100.0%</u>	<u>\$ 404,584</u>	<u>100.0%</u>	<u>\$ 410,355</u>	<u>100.0%</u>	

The Board of Public Education (BPE) is funded with general fund and state special revenue derived from teacher certification fees. Teacher certification fees are set in statute (20-4-109, MCA) to not exceed \$6.00 per year for each year the certificate is valid. The fee is split \$4.00 to fund the expenses of the statutorily required (2-15-1522, MCA) Certification Standards and Practices Advisory Council (CSPAC) and \$2.00 to activities in support of CSPAC and BPE.

Budget Summary by Category

The following summarizes the total budget by base, present law adjustments, and new proposals.

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2012	Budget Fiscal 2013	Biennium Fiscal 12-13	Percent of Budget	Budget Fiscal 2012	Budget Fiscal 2013	Biennium Fiscal 12-13	Percent of Budget
Base Budget	198,333	198,333	396,666	90.42%	384,383	384,383	768,766	94.33%
Statewide PL Adjustments	18,174	23,142	41,316	9.42%	20,044	25,414	45,458	5.58%
Other PL Adjustments	0	0	0	0.00%	0	0	0	0.00%
New Proposals	157	558	715	0.16%	157	558	715	0.09%
Total Budget	\$216,664	\$222,033	\$438,697		\$404,584	\$410,355	\$814,939	

Present Law Adjustments

The "Present Law Adjustments" table shows the changes to the adjusted base budget proposed by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments	-----Fiscal 2012-----					-----Fiscal 2013-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					5,897					11,137
Inflation/Deflation					(32)					(30)
Fixed Costs					14,179					14,307
Total Statewide Present Law Adjustments		\$18,174	\$1,870	\$0	\$20,044		\$23,142		\$0	\$25,414
Grand Total All Present Law Adjustments	0.00	\$18,174	\$1,870	\$0	\$20,044	0.00	\$23,142	\$2,272	\$0	\$25,414

New Proposals

New Proposals	Program	FTE	-----Fiscal 2012-----				-----Fiscal 2013-----			
			General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special
DP 103 - Rent Increase										
01	0.00	400	0	0	400	0.00	800	0	0	800
DP 95101 - 5% Reduction										
01	0.00	(9,917)	(9,302)	0	(19,219)	0.00	(9,917)	(9,302)	0	(19,219)
DP 96101 - Restore 5% Reduction										
01	0.00	9,917	9,302	0	19,219	0.00	9,917	9,302	0	19,219
DP 97100 - Reduction in Workers Compensation Costs										
01	0.00	(243)	0	0	(243)	0.00	(242)	0	0	(242)
Total	0.00	\$157	\$0	\$0	\$157	0.00	\$558	\$0	\$0	\$558

DP 103 - Rent Increase - The legislature approved a general fund increase of \$400 in FY 2012 and \$800 in FY 2013 to cover rent increases at the downtown Helena office. This increases rent to \$13,457 in FY 2012 and \$13,861 in FY 2013.

DP 95101 - 5% Reduction - The legislature initially applied a 5% base reduction to the department that resulted in a biennial reduction in general fund of \$19,834 and \$18,604 in state special revenue. This reduction was restored in DP 96101.

DP 96101 - Restore 5% Reduction - The legislature restored the 5% base reduction to the department described in 95101.

DP 97100 - Reduction in Workers Compensation Costs - The legislature reduced general fund support for worker's compensation costs based upon the anticipated impact of HB 334.