

Agency Change Package Detail

Department: 35010 - OFFICE OF PUBLIC INSTRUCTION

Version: 2019F0635010

Program: 06

Type: NP

Status: Included

Number: 601

Group: None

Description: 17-7-140 Reduction Program 06

Request Expenditures

	<u>Line Item</u>	<u>2018</u>	<u>2019</u>	<u>Biennium Total</u>
62000	Operating Expenses	(\$914,012)	(\$931,461)	(\$1,845,473)
	First Level Subtotal	(\$914,012)	(\$931,461)	(\$1,845,473)
Total Request Expenditures		(\$914,012)	(\$931,461)	(\$1,845,473)

Request Funding

	<u>Line Item</u>	<u>2018</u>	<u>2019</u>	<u>Biennium Total</u>
01100	General Fund	(\$914,012)	(\$931,461)	(\$1,845,473)
	Fund Type Subtotal	(\$914,012)	(\$931,461)	(\$1,845,473)
Total Request Funding		(\$914,012)	(\$931,461)	(\$1,845,473)

Description and Justification

For calculating the requested 10% reduction, the OPI exempted the OTO and base funding for the Montana Digital Academy in the amount of \$1,990,498 per year. Exempting the MTDA from the 10% budget cuts will prevent an immediate impact of reducing enrollments which would threaten the graduation of Montana students, particularly in rural districts. The OPI will achieve the reduction of just over \$900k per year by enforcing a hiring freeze on FTE paid by general fund and placing additional restrictions on operating expenses, especially travel and conferences. These expenditures are permissive. The impact of this reduction will significantly alter the way the OPI provides services to Montana schools and students.

Agency Change Package Detail

Department: 35010 - OFFICE OF PUBLIC INSTRUCTION

Version: 2019F0635010

Program: 09

Type: NP

Status: Included

Number: 901

Group: None

Description: 17-7-140 Reduction Program 09

Request Expenditures

	<u>Line Item</u>	<u>2018</u>	<u>2019</u>	<u>Biennium Total</u>
65000	Local Assistance	(\$2,937,602)	(\$2,937,602)	(\$5,875,204)
	First Level Subtotal	(\$2,937,602)	(\$2,937,602)	(\$5,875,204)
Total Request Expenditures		(\$2,937,602)	(\$2,937,602)	(\$5,875,204)

Request Funding

	<u>Line Item</u>	<u>2018</u>	<u>2019</u>	<u>Biennium Total</u>
01100	General Fund	(\$2,937,602)	(\$2,937,602)	(\$5,875,204)
	Fund Type Subtotal	(\$2,937,602)	(\$2,937,602)	(\$5,875,204)
Total Request Funding		(\$2,937,602)	(\$2,937,602)	(\$5,875,204)

Description and Justification

For calculating the requested 10% reduction, the OPI included the at-risk payment in BASE Aid which is exempt. The OPI will achieve the \$2,937,602 reduction in the Combined fund block grants which is 95.60% of the appropriation available after prior SB 261 adjustments. These combined block grants are mandatory as they are provided by 20-9-630, MCA "(c) (i) The combined fund block grant is equal to the amount received in fiscal year 2011 and the amount received under subsection (2), except the amount received under 15-1-123(3)(b). " The impact of this reduction will be severe as the districts have already budgeted this amount and cannot replace this money from any other source.