

- 1 (6) participate in district boundary change actions in accordance with the provisions of the school
- 2 districts chapter of this title;
- 3 (7) organize, open, close, or acquire isolation status for the schools of the district in accordance with
- 4 the provisions of the school organization part of this title;
- 5 (8) adopt and administer the annual budget or a budget amendment of the district in accordance with
- 6 the provisions of the school budget system part of this title;
- 7 (9) conduct the fiscal business of the district in accordance with the provisions of the school financial
- 8 administration part of this title;
- 9 (10) establish the ANB, BASE budget levy, over-BASE budget levy, ~~additional levy, and~~ operating
- 10 reserve, ~~and state impact aid~~ amounts for the general fund of the district in accordance with the provisions of
- 11 the general fund part of this title;
- 12 (11) establish, maintain, budget, and finance the transportation program of the district in accordance
- 13 with the provisions of the transportation parts of this title;
- 14 (12) issue, refund, sell, budget, and redeem the bonds of the district in accordance with the provisions
- 15 of the bonds parts of this title;
- 16 (13) when applicable, establish, financially administer, and budget for the tuition fund, retirement fund,
- 17 building reserve fund, adult education fund, nonoperating fund, school food services fund, miscellaneous
- 18 programs fund, building fund, lease or rental agreement fund, traffic education fund, impact aid fund, interlocal
- 19 cooperative fund, and other funds as authorized by the state superintendent of public instruction in accordance
- 20 with the provisions of the other school funds parts of this title;
- 21 (14) when applicable, administer any interlocal cooperative agreement, gifts, legacies, or devises in
- 22 accordance with the provisions of the miscellaneous financial parts of this title;
- 23 (15) hold in trust, acquire, and dispose of the real and personal property of the district in accordance
- 24 with the provisions of the school sites and facilities part of this title;
- 25 (16) operate the schools of the district in accordance with the provisions of the school calendar part of
- 26 this title;
- 27 (17) set the length of the school term, school day, and school week in accordance with 20-1-302;
- 28 (18) establish and maintain the educational program of the schools of the district in accordance with

1 the provisions of the instructional services, textbooks, K-12 career and vocational/technical education, and
2 special education parts of this title. In undertaking its duties related to the district's educational program, the
3 board of trustees may:

4 (a) waive any specific course requirement otherwise required for graduation based on individual
5 student needs and performance levels, age, maturity, interest, and aspirations of the pupil, in consultation with
6 the pupil's parents or guardians; and

7 (b) provide credit for a course satisfactorily completed in a period of time shorter or longer than
8 normally required as set forth in 20-9-311(4)(d) or through content proficiency gained through alternative
9 means. Examples of alternative means by which content proficiency may be achieved include but are not
10 limited to correspondence, extension, and distance learning courses, adult education, summer school, work
11 study, work-based learning partnerships, and other experiential learning opportunities, custom-designed
12 courses, and challenges to current courses. Montana schools shall accept units of credit taken with the
13 approval of the accredited Montana school in which the student was then enrolled and which appear on the
14 student's official school transcript.

15 (19) establish and maintain the school food services of the district in accordance with the provisions of
16 the school food services parts of this title;

17 (20) make reports from time to time as the county superintendent, superintendent of public instruction,
18 and board of public education may require;

19 (21) retain, when considered advisable, a physician or registered nurse to inspect the sanitary
20 conditions of the school or the general health conditions of each pupil and, upon request, make available to any
21 parent or guardian any medical reports or health records maintained by the district pertaining to the child;

22 (22) for each member of the trustees, visit each school of the district not less than once each school
23 fiscal year to examine its management, conditions, and needs, except that trustees from a first-class school
24 district may share the responsibility for visiting each school in the district;

25 (23) procure and display outside daily in suitable weather on school days at each school of the district
26 an American flag representing the United States and manufactured in the United States that measures not less
27 than 3 feet by 5 feet;

28 (24) provide that an American flag representing the United States and manufactured in the United

1 States that measures at least 16 inches by 24 inches be prominently displayed in each classroom in each
2 school of the district no later than the beginning of the school year, except in a classroom in which the flag may
3 get soiled. Districts are encouraged to work with military organizations and civic groups to acquire flags through
4 donation, and this requirement is waived if the flags are not provided by a military organization or civic group.

5 (25) for grades 7 through 12, provide that legible copies of the United States constitution, the United
6 States bill of rights, and the Montana constitution printed in the United States or in electronic form are readily
7 available in every classroom no later than the beginning of the school year. Districts are encouraged to work
8 with civic groups to acquire the documents through donation, and this requirement is waived if the documents
9 are not provided by a civic group.

10 (26) adopt and administer a district policy on assessment for placement of any child who enrolls in a
11 school of the district from a nonpublic school that is not accredited, as required in 20-5-110;

12 (27) upon request and in compliance with confidentiality requirements of state and federal law,
13 disclose to interested parties school district student assessment data for any test required by the board of
14 public education;

15 (28) consider and may enter into an interlocal agreement with a postsecondary institution, as defined
16 in 20-9-706, that authorizes 11th and 12th grade students to obtain credits through classes available only at a
17 postsecondary institution;

18 (29) approve or disapprove the conduct of school on a Saturday in accordance with the provisions of
19 20-1-303; and

20 (30) perform any other duty and enforce any other requirements for the governance of the schools
21 pursuant to the constitutional power of supervision and control of schools vested in elected school boards
22 pursuant to Article X, section 8, of the Montana constitution as prescribed by this title, the policies of the board
23 of public education, or the rules of the superintendent of public instruction."

24

25 **Section 2.** Section 20-6-603, MCA, is amended to read:

26 **"20-6-603. Trustees' authority to acquire or dispose of sites and buildings -- when election**
27 **required.** (1) The trustees of a district may purchase, build, exchange, or otherwise acquire, sell, or dispose of
28 sites and buildings of the district. ~~Action-Except as provided in 20-6-604 and 20-6-621, action~~ may not be taken

1 by the trustees without the approval of the qualified electors of the district at an election called for the purpose
2 of approval unless:

3 (a) a bond issue has been authorized for the purpose of constructing, purchasing, or acquiring the site
4 or building;

5 ~~(b) an additional levy under the provisions of 20-9-353 has been approved for the purpose of~~
6 ~~constructing, purchasing, or acquiring the site or building;~~

7 ~~(e)(b)~~ the cost of constructing, purchasing, or acquiring the site or building is financed without
8 exceeding the maximum general fund budget amount for the district and, in the case of a site purchase, the site
9 has been approved under the provisions of 20-6-621; or

10 ~~(d)(c)~~ money is otherwise available under the provisions of this title and the ballot for the site approval
11 for the building incorporated a description of the building to be located on the site.

12 (2) Except for land that is granted to or held by the state in trust or land acquired by conditional deed
13 under the provisions of 20-6-605, the trustees may, upon approval by the electorate, accept as partial or total
14 consideration for the exchange of the land a binding written agreement by a public or private entity seeking the
15 exchange to use the property to provide a service that benefits the school district. The deed for the exchange of
16 land must contain reversionary clauses that allow for the return of the land to school district ownership if the
17 binding written agreement is not complied with.

18 (3) When an election is conducted under the provisions of this section, it must be called under the
19 provisions of 20-20-201 and must be conducted in the manner prescribed by this title for school elections. An
20 elector qualified to vote under the provisions of 20-20-301 may vote in the election. If a majority of those
21 electors voting at the election approve the proposed action, the trustees may take the proposed action."

22

23 **Section 3.** Section 20-6-621, MCA, is amended to read:

24 **"20-6-621. Selection of school sites -- approval election.** (1) (a) Except as provided in subsection
25 (1)(b), the trustees of a district may select the sites for school buildings or for other school purposes, but the
26 selection must first be approved by the qualified electors of the district before a contract for the purchase of a
27 site is entered into by the trustees.

28 (b) The trustees may purchase or otherwise acquire property contiguous to an existing site that is in

1 use for school purposes without a site approval election. The trustees may take an option on a site prior to the
2 site approval election.

3 (2) The election for the approval of a site must be called under the provisions of 20-20-201 and must
4 be conducted in the manner prescribed by this title for school elections. An elector who may vote at a school
5 site election is qualified to vote under the provisions of 20-20-301. If a majority of those voting at the election
6 approve the site selection, the trustees may purchase the site. A site approval election is not required when the
7 site was specifically identified in an election at which ~~an additional levy a building reserve levy~~ or the issuance
8 of bonds was approved for the purchase of the site.

9 (3) Any site for a school building or other building of the district that is selected or purchased by the
10 trustees must:

11 (a) be in a place that is convenient, accessible, and suitable;

12 (b) comply with the minimum size and other requirements prescribed by the department of public
13 health and human services; and

14 (c) comply with the statewide building regulations, if any, promulgated by the department of labor and
15 industry."

16

17 **Section 4.** Section 20-9-104, MCA, is amended to read:

18 **"20-9-104. General fund operating reserve.** (1) At the end of each school fiscal year, the trustees of
19 each district shall designate the portion of the general fund end-of-the-year fund balance that is to be
20 earmarked as operating reserve for the purpose of paying general fund warrants issued by the district from July
21 1 to November 30 of the ensuing school fiscal year. Except as provided in subsections (6) and (7), the amount
22 of the general fund balance that is earmarked as operating reserve may not exceed 10% of the final general
23 fund budget for the ensuing school fiscal year.

24 (2) The amount held as operating reserve may not be used for property tax reduction in the manner
25 permitted by 20-9-141(1)(b) for other receipts.

26 (3) Excess reserves as provided in subsection (6) may be appropriated to reduce the BASE budget
27 levy, ~~or the over-BASE budget levy, or the additional levy provided by 20-9-353.~~

28 (4) Except as provided in subsection (9), any portion of the general fund end-of-the-year fund

1 balance, including any portion attributable to a tax increment remitted under 7-15-4286(3) or 7-15-4291, that is
2 not reserved under subsection (2) or reappropriated under subsection (3) is fund balance reappropriated and
3 must be used for property tax reduction as provided in 20-9-141(1)(b) up to an amount not exceeding 15% of a
4 school district's maximum general fund budget.

5 (5) Except as provided in subsection (9), any unreserved fund balance in excess of 15% of a school
6 district's maximum general fund budget must be remitted to the state and allocated as follows:

7 (a) 70% of the excess amount must be remitted to the state to be deposited in the guarantee account
8 provided for in 20-9-622; and

9 (b) 30% of the excess amount must be remitted to the school facility and technology account.

10 (6) The limitation of subsection (1) does not apply when the amount in excess of the limitation is equal
11 to or less than the unused balance of any amount:

12 (a) received in settlement of tax payments protested in a prior school fiscal year;

13 (b) received in taxes from a prior school fiscal year as a result of a tax audit by the department of
14 revenue or its agents; or

15 (c) received in delinquent taxes from a prior school fiscal year.

16 (7) The limitation of subsection (1) does not apply when the amount earmarked as operating reserve
17 is \$10,000 or less.

18 (8) Any amounts remitted to the state under subsection (5) are not considered expenditures to be
19 applied against budget authority.

20 (9) Any portion of a tax increment remitted under 7-15-4286(3) or 7-15-4291 and deposited in the
21 district's general fund is not subject to the:

22 (a) 15% fund balance limit provided for in subsection (4); or

23 (b) provisions of subsection (5)."

24

25 **Section 5.** Section 20-9-141, MCA, is amended to read:

26 **"20-9-141. Computation of general fund net levy requirement by county superintendent.** (1) The
27 county superintendent shall compute the levy requirement for each district's general fund on the basis of the
28 following procedure:

- 1 (a) Determine the funding required for the district's final general fund budget less the sum of direct
2 state aid and the special education allowable cost payment for the district by totaling:
- 3 (i) the district's nonisolated school BASE budget requirement to be met by a district levy as provided
4 in 20-9-303; and
- 5 (ii) any general fund budget amount adopted by the trustees of the district under the provisions of 20-9-
6 308 and 20-9-353.
- 7 (b) Determine the money available for the reduction of the property tax on the district for the general
8 fund by totaling:
- 9 (i) the general fund balance reappropriated, as established under the provisions of 20-9-104;
10 (ii) amounts received in the last fiscal year for which revenue reporting was required for each of the
11 following:
- 12 (A) interest earned by the investment of general fund cash in accordance with the provisions of 20-9-
13 213(4); and
- 14 (B) any other revenue received during the school fiscal year that may be used to finance the general
15 fund, excluding any guaranteed tax base aid;
- 16 (iii) anticipated oil and natural gas production taxes;
- 17 (iv) pursuant to subsection (4), anticipated revenue from coal gross proceeds under 15-23-703;
- 18 (v) if applicable, a coal-fired generating unit closure mitigation block grant as provided in 20-9-638;
- 19 and
- 20 (vi) any portion of the increment remitted to a school district under 7-15-4286(3) or 7-15-4291 used to
21 reduce the BASE levy budget.
- 22 (c) Notwithstanding the provisions of subsection (2), subtract the money available to reduce the
23 property tax required to finance the general fund that has been determined in subsection (1)(b) from any
24 general fund budget amount adopted by the trustees of the district, up to the BASE budget amount, to
25 determine the general fund BASE budget levy requirement.
- 26 (d) Determine the sum of:
- 27 (i) any amount remaining after the determination in subsection (1)(c);
- 28 (ii) any portion of the increment remitted to a school district under 7-15-4286(3) or 7-15-4291 used to

1 reduce the over-BASE budget levy; and

2 (iii) any tuition payments for out-of-district pupils to be received under the provisions of 20-5-320
3 through 20-5-324, except the amount of tuition received for a pupil who is a child with a disability in excess of
4 the amount received for a pupil without disabilities, as calculated under 20-5-323(2).

5 (e) Subtract the amount determined in subsection (1)(d) from any additional funding requirement to be
6 met by an over-BASE budget amount, and a district levy as provided in 20-9-303, ~~and any additional financing~~
7 ~~as provided in 20-9-353~~ to determine any additional general fund levy requirements.

8 (2) The county superintendent shall calculate the number of mills to be levied on the taxable property
9 in the district to finance the general fund levy requirement for any amount that does not exceed the BASE
10 budget amount for the district by:

11 (a) dividing the amount determined in subsection (1)(c) by the sum of:

12 (i) the amount of guaranteed tax base aid that the district will receive for each mill levied, as certified
13 by the superintendent of public instruction; and

14 (ii) the current total taxable valuation of the district, as certified by the department of revenue under 15-
15 10-202, divided by 1,000; and

16 (b) if applicable, subtracting the result of dividing any overpayment of the BASE budget levy in the
17 prior year calculated as provided in 20-9-314(6)(b)(ii) that is available for reduction of the district's BASE budget
18 levy by the current total taxable valuation of the district, as certified by the department of revenue under 15-10-
19 202, divided by 1,000.

20 (3) The net general fund levy requirement determined in subsections (1)(c) and (1)(d) must be
21 reported to the county commissioners by the later of the first Tuesday in September or within 30 calendar days
22 after receiving certified taxable values by the county superintendent as the general fund net levy requirement
23 for the district, and a levy must be set by the county commissioners in accordance with 20-9-142.

24 (4) For each school district, the department of revenue shall calculate and report to the county
25 superintendent the amount of revenue anticipated for the ensuing fiscal year from revenue from coal gross
26 proceeds under 15-23-703."

27

28 **Section 6.** Section 20-9-306, MCA, is amended to read:

1 **"20-9-306. Definitions.** As used in this title, unless the context clearly indicates otherwise, the
2 following definitions apply:

3 (1) "BASE" means base amount for school equity.

4 (2) "BASE aid" means:

5 (a) direct state aid for 44.7% of the basic entitlement and 44.7% of the total per-ANB entitlement for
6 the general fund budget of a district;

7 (b) guaranteed tax base aid for an eligible district for any amount up to 35.3% of the basic entitlement,
8 up to 35.3% of the total per-ANB entitlement budgeted in the general fund budget of a district, and 40% of the
9 special education allowable cost payment;

10 (c) the total quality educator payment;

11 (d) the total at-risk student payment;

12 (e) the total Indian education for all payment;

13 (f) the total American Indian achievement gap payment;

14 (g) the total data-for-achievement payment; and

15 (h) the special education allowable cost payment.

16 (3) "BASE budget" means the minimum general fund budget of a district, which includes 80% of the
17 basic entitlement, 80% of the total per-ANB entitlement, 100% of the total quality educator payment, 100% of
18 the total at-risk student payment, 100% of the total Indian education for all payment, 100% of the total American
19 Indian achievement gap payment, 100% of the total data-for-achievement payment, and 140% of the special
20 education allowable cost payment.

21 (4) "BASE budget levy" means the district levy in support of the BASE budget of a district, which may
22 be supplemented by guaranteed tax base aid if the district is eligible under the provisions of 20-9-366 through
23 20-9-369.

24 (5) "BASE funding program" means the state program for the equitable distribution of the state's
25 share of the cost of Montana's basic system of public elementary schools and high schools, through county
26 equalization aid as provided in 20-9-331 and 20-9-333 and state equalization aid as provided in 20-9-343, in
27 support of the BASE budgets of districts and special education allowable cost payments as provided in 20-9-
28 321.

1 (6) "Basic entitlement" means:

2 (a) for each high school district:

3 (i) \$326,073 for fiscal year 2022 and \$334,453 for each succeeding fiscal year for school districts with
4 an ANB of 800 or fewer; and

5 (ii) \$326,073 for fiscal year 2022 and \$334,453 for each succeeding fiscal year for school districts with
6 an ANB of more than 800, plus \$16,304 for fiscal year 2022 and \$16,723 for each succeeding fiscal year for
7 each additional 80 ANB over 800;

8 (b) for each elementary school district or K-12 district elementary program without an approved and
9 accredited junior high school, 7th and 8th grade program, or middle school:

10 (i) \$54,344 for fiscal year 2022 and \$55,741 for each succeeding fiscal year for school districts or K-
11 12 district elementary programs with an ANB of 250 or fewer; and

12 (ii) \$54,344 for fiscal year 2022 and \$55,741 for each succeeding fiscal year for school districts or K-12
13 district elementary programs with an ANB of more than 250, plus \$2,718 for fiscal year 2022 and \$2,788 for
14 each succeeding fiscal year for each additional 25 ANB over 250;

15 (c) for each elementary school district or K-12 district elementary program with an approved and
16 accredited junior high school, 7th and 8th grade program, or middle school:

17 (i) for the district's kindergarten through grade 6 elementary program:

18 (A) \$54,344 for fiscal year 2022 and \$55,741 for each succeeding fiscal year for school districts or K-
19 12 district elementary programs with an ANB of 250 or fewer; and

20 (B) \$54,344 for fiscal year 2022 and \$55,741 for each succeeding fiscal year for school districts or K-
21 12 district elementary programs with an ANB of more than 250, plus \$2,718 for fiscal year 2022 and \$2,788 for
22 each succeeding fiscal year for each additional 25 ANB over 250; and

23 (ii) for the district's approved and accredited junior high school, 7th and 8th grade programs, or middle
24 school:

25 (A) \$108,690 for fiscal year 2022 and \$111,483 for each succeeding fiscal year for school districts or
26 K-12 district elementary programs with combined grades 7 and 8 with an ANB of 450 or fewer; and

27 (B) \$108,690 for fiscal year 2022 and \$111,483 for each succeeding fiscal year for school districts or
28 K-12 district elementary programs with combined grades 7 and 8 with an ANB of more than 450, plus \$5,434

1 for fiscal year 2022 and \$5,574 for each succeeding fiscal year for each additional 45 ANB over 450.

2 (7) "Budget unit" means the unit for which the ANB of a district is calculated separately pursuant to
3 20-9-311.

4 (8) "Direct state aid" means 44.7% of the basic entitlement and 44.7% of the total per-ANB
5 entitlement for the general fund budget of a district and funded with state and county equalization aid.

6 (9) "Maximum general fund budget" means a district's general fund budget amount calculated from
7 the basic entitlement for the district, the total per-ANB entitlement for the district, the total quality educator
8 payment, the total at-risk student payment, the total Indian education for all payment, the total American Indian
9 achievement gap payment, the total data-for-achievement payment, and the greater of the district's special
10 education allowable cost payment multiplied by:

11 (a) 175%; or

12 (b) the ratio, expressed as a percentage, of the district's special education allowable cost
13 expenditures to the district's special education allowable cost payment for the fiscal year that is 2 years
14 previous, with a maximum allowable ratio of 200%.

15 (10) "Over-BASE budget levy" means the district levy in support of any general fund amount budgeted
16 that is above the BASE budget and ~~below the maximum general fund budget for a district within the general~~
17 fund budget limits established in 20-9-308 and calculated as provided in 20-9-141.

18 (11) "Total American Indian achievement gap payment" means the payment resulting from multiplying
19 \$223 for fiscal year 2022 and \$229 for each succeeding fiscal year times the number of American Indian
20 students enrolled in the district as provided in 20-9-330.

21 (12) "Total at-risk student payment" means the payment resulting from the distribution of any funds
22 appropriated for the purposes of 20-9-328.

23 (13) "Total data-for-achievement payment" means the payment provided in 20-9-325 resulting from
24 multiplying \$21.73 for fiscal year 2022 and \$22.29 for each succeeding fiscal year by the district's ANB
25 calculated in accordance with 20-9-311.

26 (14) "Total Indian education for all payment" means the payment resulting from multiplying \$22.70 for
27 fiscal year 2022 and \$23.28 for each succeeding fiscal year times the ANB of the district or \$100 for each
28 district, whichever is greater, as provided for in 20-9-329.

1 (15) "Total per-ANB entitlement" means the district entitlement resulting from the following calculations
2 and using either the current year ANB or the 3-year ANB provided for in 20-9-311:

3 (a) for a high school district or a K-12 district high school program, a maximum rate of \$7,443 for
4 fiscal year 2022 and \$7,634 for each succeeding fiscal year for the first ANB, decreased at the rate of 50 cents
5 per ANB for each additional ANB of the district up through 800 ANB, with each ANB in excess of 800 receiving
6 the same amount of entitlement as the 800th ANB;

7 (b) for an elementary school district or a K-12 district elementary program without an approved and
8 accredited junior high school, 7th and 8th grade program, or middle school, a maximum rate of \$5,813 for fiscal
9 year 2022 and \$5,962 for each succeeding fiscal year for the first ANB, decreased at the rate of 20 cents per
10 ANB for each additional ANB of the district up through 1,000 ANB, with each ANB in excess of 1,000 receiving
11 the same amount of entitlement as the 1,000th ANB; and

12 (c) for an elementary school district or a K-12 district elementary program with an approved and
13 accredited junior high school, 7th and 8th grade program, or middle school, the sum of:

14 (i) a maximum rate of \$5,813 for fiscal year 2022 and \$5,962 for each succeeding fiscal year for the
15 first ANB for kindergarten through grade 6, decreased at the rate of 20 cents per ANB for each additional ANB
16 up through 1,000 ANB, with each ANB in excess of 1,000 receiving the same amount of entitlement as the
17 1,000th ANB; and

18 (ii) a maximum rate of \$7,443 for fiscal year 2022 and \$7,634 for each succeeding fiscal year for the
19 first ANB for grades 7 and 8, decreased at the rate of 50 cents per ANB for each additional ANB for grades 7
20 and 8 up through 800 ANB, with each ANB in excess of 800 receiving the same amount of entitlement as the
21 800th ANB.

22 (16) "Total quality educator payment" means the payment resulting from multiplying \$3,385 for fiscal
23 year 2022 and \$3,472 for each succeeding fiscal year by the sum of:

24 (a) the number of full-time equivalent educators as provided in 20-9-327; and

25 (b) as provided in 20-9-324, for a school district meeting the legislative goal for competitive base pay
26 of teachers, the number of full-time equivalent teachers that were in the first 3 years of the teacher's teaching
27 career in the previous year.

28 (17) "Total special education allocation" means the state payment distributed pursuant to 20-9-321 that

1 is the greater of the amount resulting from multiplying \$287.93 for fiscal year 2022 and \$286.02 for each
2 succeeding fiscal year by the statewide current year ANB or the amount of the previous year's total special
3 education allocation."
4

5 **Section 7.** Section 20-9-353, MCA, is amended to read:

6 **"20-9-353. Additional financing for general fund Over-BASE budget levy -- election for**

7 **authorization to impose.** (1) The trustees of a district may propose to adopt an over-BASE budget amount for
8 the district general fund that does not exceed the general fund budget limitations, as provided in 20-9-308. If the
9 trustees of a district are required to submit a proposition to finance an increase in the over-BASE budget
10 amount, pursuant to 20-9-308, to the electors of the district, the trustees shall comply with the provisions of
11 subsections (2) through (4) of this section.

12 (2) When the trustees of the district propose to adopt an over-BASE budget under subsection (1), any
13 increase in local property taxes authorized by 20-9-308(4) over revenue previously authorized by the electors of
14 the district or imposed by the district in any of the previous 5 years must be submitted to a vote of the qualified
15 electors of the district, as provided in 15-10-425. The trustees are not required to submit to the qualified
16 electors any increase in state funding of the basic or per-ANB entitlements or of the general fund payments
17 established in 20-9-327 through 20-9-330 approved by the legislature. When the trustees of a district determine
18 that a voted amount of financing is required for the general fund budget, the trustees shall submit the
19 proposition to finance the voted amount to the electors who are qualified under 20-20-301 to vote upon the
20 proposition. The election must be called and conducted in the manner prescribed by this title for school
21 elections and must conform to the requirements of 15-10-425. The ballot for the election must conform to the
22 requirements of 15-10-425.

23 (3) If the proposition on any additional financing for an increase in the over-BASE levy for the general
24 fund is approved by a majority vote of the electors voting at the election, the proposition carries and the trustees
25 may use any portion or all of the authorized amount in adopting the final general fund budget. The trustees shall
26 certify any additional over-BASE levy amount authorized by the election on the budget form that is submitted to
27 the county superintendent, and the county commissioners shall levy the authorized number of mills on the
28 taxable value of all taxable property within the district, as prescribed in 20-9-141.

1 (4) All levies adopted under this section must be authorized by the election conducted before August
2 1 of the school fiscal year for which it is effective.

3 ~~(5) If the trustees of a district are required to submit a proposition to finance an over-BASE budget~~
4 ~~amount, as allowed by 20-9-308, to the electors of the district, the trustees shall comply with the provisions of~~
5 ~~subsections (2) through (4) of this section."~~

6

7 **Section 8.** Section 20-20-105, MCA, is amended to read:

8 **"20-20-105. Regular school election day and special school elections -- limitation -- exception.**

9 (1) Except as provided in subsection (5), the first Tuesday after the first Monday in May of each year is the
10 regular school election day.

11 (2) Except as provided in subsections (4) and (5), a proposition requesting additional funding an
12 increase in the over-BASE budget levy under 20-9-353 may be submitted to the electors only once each
13 calendar year on the regular school election day.

14 (3) Subject to the provisions of subsection (2), other school elections may be conducted at times
15 determined by the trustees.

16 (4) In the event of an unforeseen emergency occurring on the date scheduled for the funding election
17 pursuant to subsection (2), the district will be allowed to reschedule the election for a different day of the
18 calendar year. As used in this section, "unforeseen emergency" has the meaning provided in 20-3-322(5).

19 (5) In years when the legislature meets in regular session or in a special session that affects school
20 funding, the trustees may order an election on a date other than the regular school election day but prior to
21 August 1 in order for the electors to consider a proposition requesting additional funding an increase in the
22 over-BASE levy under 20-9-353."

23

24 NEW SECTION. **Section 9. Effective date.** [This act] is effective July 1, 2023.

25

- END -