STARS ACT

House Bill 252 (HB252), introduced in the 2025 Montana legislative session, is a comprehensive school funding and staffing reform bill designed to address key challenges facing Montana schools—especially around teacher recruitment, retention, and funding equity.

Key Elements of HB252 Relevant to Funding and Staffing

- 1. Enhanced Incentives for Teacher Base Pay
 - Sets state-supported goals for increasing starting teacher pay.
 - Beginning in FY2026, districts that meet starting salary targets (e.g., 11x the quality educator payment) receive enhanced quality educator and staff payments.
 - o Phased-in targets increase over time (e.g., 62% of average salary in FY26, rising to 70% by FY30).
- 2. Inclusion of Additional Staff in Funding Formulas
 - Expands the Quality Educator and Qualified Staff Payment to include:
 - Clerks performing defined fiscal and administrative duties.
 - Staff working under emergency authorization.
 - Increases funding for early-career teachers, especially those in the first 3 years.
- 3. Incentives for Resource Sharing
 - Districts that **share staff** (e.g., jointly employ teachers or specialists) can count shared personnel as full-time equivalents in each district for funding purposes.
- 4. "Future Ready" Graduation Incentives
 - Launches in FY2028.
 - Pays districts for graduates who earn college or CTE credits while in high
 - Tiered payments based on levels of achievement (e.g., associate's degree. 15–30 college credits, or equivalent etc.).
- 5. Advanced Opportunity and Transformational Learning Funding
 - Restores full funding to these innovative programs.
 - Supports dual credit, CTE, and student-centered learning models.
- 6. Housing Budget Authority Increases
 - Districts in high-cost housing areas can increase maximum general fund budgets, with a voted levy.
 - Additional funds must be spent on housing supports for staff—stipends, relocation assistance, district-owned housing, etc.
- 7. School Funding Dashboard
 - Legislative Fiscal Analysts must create an interactive dashboard to increase transparency and understanding of school funding data.

✓ Pros – Why You Might Support HB252

Benefit	Impact
⊚ Incentivizes Higher Teacher Pay	Encourages competitive salaries to improve recruitment and retention.
Brings More Money to Schools	Increases state aid, adds funding pathways for innovative programs, staffing, and housing.
Expands Funding to More Staff	Includes clerks and emergency-authorized staff in funding formulas—acknowledges their critical role.
Invests in Student Futures	Supports career/college readiness, dual credit, and CTE through the Future Ready and Advanced Opportunity programs.
helps with Housing Affordability	Budget authority increases target housing—a known barrier to retaining staff in certain areas.
Supports Collaboration	Rewards shared staffing between districts, easing workforce shortages.
Increases Accountability &	Public funding dashboard empowers better community and policy engagement.

Talking Points for Staff & Community

Transparency

- "This bill helps us **pay teachers more**, which directly supports our ability to attract and keep great educators."
- "HB252 increases our school's funding based on innovative programs, student achievement, and district collaboration."
- "By including **emergency-authorized staff and clerks**, the bill recognizes all the people doing the work in our schools."
- "It also acknowledges the cost of housing and provides budget flexibility to help staff live in the communities they serve."
- "Ultimately, this bill is about ensuring our kids have access to qualified teachers, meaningful opportunities, and a strong public education system."