

## 1 HOUSE BILL NO. 2

2 INTRODUCED BY S. VICK

3 BY REQUEST OF THE OFFICE OF BUDGET AND PROGRAM PLANNING

4  
5 A BILL FOR AN ACT ENTITLED: "AN ACT APPROPRIATING MONEY TO VARIOUS STATE AGENCIES FOR THE BIENNIUM ENDING JUNE 30, 2003;  
6 AND PROVIDING AN EFFECTIVE DATE."

7  
8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

9  
10 NEW SECTION. **Section 1. Short title.** [This act] may be cited as "The General Appropriations Act of 2001".

11  
12 NEW SECTION. **Section 2. First level expenditures.** The agency and program appropriation tables in the legislative fiscal analyst narrative  
13 accompanying this bill, showing first level expenditures and funding for the 2003 biennium, are adopted as legislative intent.

14  
15 NEW SECTION. **Section 3. Severability.** If any section, subsection, sentence, clause, or phrase of [this act] is for any reason held  
16 unconstitutional, the decision does not affect the validity of the remaining portions of [this act].

17  
18 NEW SECTION. **Section 4. Appropriation control.** An appropriation item designated as "Biennial" may be spent in either year of the biennium.  
19 An appropriation item designated "Restricted" may be used during the biennium only for the purpose designated by its title and as presented to the  
20 legislature. An appropriation item designated "One Time Only" or "OTO" may not be included in the present law base for the 2005 biennium. The office  
21 of budget and program planning shall establish a separate appropriation on the statewide budgeting and accounting system for any item designated as

	General	State Special	Federal Special	Propri- etary	Other	Total	General	State Special	Federal Special	Propri- etary	Other	Total
	<u>Fund</u>	<u>Revenue</u>	<u>Revenue</u>				<u>Fund</u>	<u>Revenue</u>	<u>Revenue</u>			

"Biennial", "Restricted", "One Time Only", or "OTO". The office of budget and program planning shall establish at least one appropriation on the statewide budgeting and accounting system for any appropriation that appears as a separate line item in [this act].

**NEW SECTION. Section 5. Program definition.** As used in [this act], "program" has the same meaning as defined in 17-7-102, is consistent with the management and accountability structure established on the statewide budgeting and accounting system, and is identified as a major subdivision of an agency ordinaly numbered with an arabic numeral.

**NEW SECTION. Section 6. Personal services funding -- 2005 biennium.** (1) Except as provided in subsection (2), present law and new proposal funding budget requests for the 2005 biennium submitted under Title 17, chapter 7, part 1, by each executive, judicial, and legislative branch agency must include funding of first level personal services separate from funding of other expenditures. The funding of first level personal services by fund equivalent for each fiscal year must be shown at the fourth reporting level or equivalent in the budget request for the 2005 biennium submitted by October 30 to the legislative fiscal analyst by the office of budget and program planning.

(2) The provisions of subsection (1) do not apply to the Montana university system.

**NEW SECTION. Section 7. Totals not appropriations.** The totals shown in [this act] are for informational purposes only and are not appropriations.

**NEW SECTION. Section 8. Effective date.** [This act] is effective July 1, 2001.

**NEW SECTION. Section 9. Appropriations.** The following money is appropriated for the respective fiscal years:

A. GENERAL GOVERNMENT AND TRANSPORTATION

## 57th Legislature

Fiscal 2002Fiscal 2003

HB0002.01

	General <u>Fund</u>	State Special <u>Revenue</u>	Federal Special <u>Revenue</u>	Propri- <u>etary</u>	<u>Other</u>	<u>Total</u>	General <u>Fund</u>	State Special <u>Revenue</u>	Federal Special <u>Revenue</u>	Propri- <u>etary</u>	<u>Other</u>	<u>Total</u>
1	LEGISLATIVE BRANCH (1104)											
2	8,352,840	2,431,590	0	0	0	10,784,430	8,289,859	1,812,704	0	0	0	10,102,563
3	CONSUMER COUNSEL (1112)											
4	0	1,106,076	0	0	0	1,106,076	0	1,108,133	0	0	0	1,108,133
5	JUDICIARY (2110)											
6	9,879,334	1,669,691	413,725	0	0	11,962,750	9,848,413	1,678,959	413,725	0	0	11,941,097
7	MONTANA CHIROPRACTIC LEGAL PANEL (2115)											
8	0	15,000	0	0	0	15,000	0	15,000	0	0	0	15,000
9	GOVERNOR'S OFFICE (3101)											
10	3,294,396	454,715	2,045,000	0	0	5,794,111	3,239,049	305,419	45,500	0	0	3,589,968
11	COMMISSIONER OF POLITICAL PRACTICES (3202)											
12	352,660	0	0	0	0	352,660	349,043	0	0	0	0	349,043
13	OFFICE OF THE STATE AUDITOR (3401)											
14	356,945	3,294,998	0	0	0	3,651,943	355,658	3,227,046	0	0	0	3,582,704
15	The state auditor's office is appropriated in the 2003 biennium any reverted appropriation from the \$2,000,000 biennial 2001 appropriation available											
16	to the Montana comprehensive health association. The appropriation is to be provided to the association only if the amount of the annual assessment											
17	collected by the association is insufficient to meet incurred or estimated claims expenses of the association plan and the association portability plan and											
18	the operating and administrative expenses of the association. The appropriation may not be included in the base budget or the present law budget for the											
19	2005 biennium.											
20	DEPARTMENT OF TRANSPORTATION (5401)											
21	250,000	175,485,778	303,425,767	0	0	479,161,545	250,000	176,868,054	309,661,164	0	0	486,779,218

	General	State	Federal	Propri-		General	State	Federal	Propri-		
	Fund	Special	Special	etary	Other	Fund	Special	Special	etary	Other	Total
		Revenue	Revenue				Revenue	Revenue			

1 The department may adjust appropriations in the construction, maintenance, and transportation planning programs between state special and federal  
2 special revenue fund types if the total state special revenue authority for these programs is not increased by more than 10% of the total appropriations  
3 established by the legislature for each program. All transfers between fund types must be fully explained and justified by budget documents submitted to  
4 the office of budget and program planning, and all fund transfers of more than \$1 million in any 30-day period must be communicated to the legislative  
5 finance committee in a written report.

6 All federal special revenue appropriations in the department are biennial.

7 Item X includes a total of \$63,690 for the 2003 biennium for the Montana natural resources information system. Quarterly payments must be made  
8 upon receipt of the bills from the state library up to the total amount appropriated.

9 All appropriations in the construction program are biennial.

10 All appropriations in the maintenance program are biennial.

11 The motor pool program may charge rates necessary to establish and maintain a 60-day working capital balance to operate the program.

12 The equipment program may charge rates necessary to establish and maintain a 60-day working capital balance to operate the program.

13 All appropriations in the transportation planning program are biennial.

14 DEPARTMENT OF REVENUE (5801)

15	83,089,754	213,645	2,131,581	2,322,387	0	87,757,367	83,300,344	213,214	2,181,230	2,342,962	0	88,037,750
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16 In the event the department is unable to meet statutory service levels due to the increase in demand for liquor products, the department is allowed  
17 to hire additional temporary employees or pay overtime, whichever is determined to be the more cost-effective, to maintain required service levels to stores.  
18 The amount authorized is limited to a percentage of the approved personal services budget and is calculated as the year-to-date percentage increase in  
19 sales as compared to the same time period in the previous fiscal year. The office of budget and program planning may not authorize any increase until after  
20 the tenth month of the fiscal year.

21 Liquor division proprietary funds necessary to maintain adequate inventories, pay freight charges, and transfer profit and taxes to appropriate

	General <u>Fund</u>	State Special <u>Revenue</u>	Federal Special <u>Revenue</u>	Propri- <u>etary</u>	<u>Other</u>	<u>Total</u>	General <u>Fund</u>	State Special <u>Revenue</u>	Federal Special <u>Revenue</u>	Propri- <u>etary</u>	<u>Other</u>	<u>Total</u>
1	accounts are appropriated to the department in amounts not to exceed \$64,200,950 in fiscal year 2002 and \$67,857,880 in fiscal year 2003.											
2	DEPARTMENT OF ADMINISTRATION (6101)											
3	4,101,864	1,190,488	864,768	41,235	0	6,198,355	3,849,168	1,199,734	62,906	41,407	0	5,153,215
4	APPELLATE DEFENDER COMMISSION (6102)											
5	0	181,134	0	0	0	181,134	0	182,501	0	0	0	182,501
6	<hr/>											
7	<hr/>											
8	TOTAL SECTION A											
9	109,677,793	186,043,115	308,880,841	2,363,622	0	606,965,371	109,481,534	186,610,764	312,364,525	2,384,369	0	610,841,192
10												

	General	State Special	Federal Special	Propri- etary	Other	Total	General	State Special	Federal Special	Propri- etary	Other	Total
	<u>Fund</u>	<u>Revenue</u>	<u>Revenue</u>				<u>Fund</u>	<u>Revenue</u>	<u>Revenue</u>			

## B. HEALTH AND HUMAN SERVICES

## DEPARTMENT OF PUBLIC HEALTH AND HUMAN SERVICES (6901)

261,010,339	39,428,840	698,463,794	0	0	998,902,973	270,913,576	42,631,425	705,188,655	0	0	1,018,733,656
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The department may add FTE instead of contracting for services if it certifies to the office of budget and program planning that FTE are more cost-effective than contracting. FTE added through this language will be modified and may not be included in the 2005 biennium base budget.

Benefits for TANF are set at 40.5% of the poverty rate for each year of the biennium.

The provider rate increase provided for child care should reflect local markets.

The disability services division is authorized to pursue up to \$2.0 million federal funding in the biennium to enhance and improve services to persons with developmental disabilities. These additional federal funds may be expended by the division for services as long as those actions do not require or commit the state to additional general fund expenditures beyond the amount appropriated for the 2003 biennium by the legislature for the developmental disabilities community.

The senior and long-term care division is authorized to pursue up to \$14.4 million in state special and federal funding over the biennium sufficient to increase the Medicaid rates of county-affiliated nursing facilities through the intergovernmental transfers of state matching funds from counties. The additional federal funds may be expended by the division as long as those actions do not require or commit the state to additional general fund expenditures beyond the amount appropriated for the 2003 biennium by the legislature to the senior and long-term care division.

The senior and long-term care division is authorized to pursue up to \$2.0 million in federal funding over the biennium to enhance or improve division services or programs. These additional federal funds may be expended by the division on services as long as those actions do not require or commit the state to additional general fund expenditures beyond the amount appropriated for the 2003 biennium by the legislature to the division.

TOTAL SECTION B

57th Legislature

Fiscal 2002

Fiscal 2003

HB0002.01

	General <u>Fund</u>	State Special <u>Revenue</u>	Federal Special <u>Revenue</u>	Propri- <u>etary</u>	<u>Other</u>	<u>Total</u>	General <u>Fund</u>	State Special <u>Revenue</u>	Federal Special <u>Revenue</u>	Propri- <u>etary</u>	<u>Other</u>	<u>Total</u>
1	261,010,339	39,428,840	698,463,794	0	0	998,902,973	270,913,576	42,631,425	705,188,655	0	0	1,018,733,656

	General	State	Federal				General	State	Federal			
	Fund	Special	Special	Propri-	Other	Total	Fund	Special	Special	Propri-	Other	Total
		Revenue	Revenue	etary				Revenue	Revenue	etary		

1 C. NATURAL RESOURCES AND COMMERCE

2 DEPARTMENT OF FISH, WILDLIFE, AND PARKS (5201)

3	433,555	35,383,272	15,904,590	0	0	51,721,417	433,555	34,874,167	15,976,365	0	0	51,284,087
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4 The appropriations for legislative contract authority are subject to all of the following provisions:

5 (1) Legislative contract authority applies only to federal funds.

6 (2) Legislative contract authority expenditures must be reported on the state's accounting system and the records must be separate from present  
7 law operations. In preparing the 2005 biennium budget for legislative consideration, the office of budget and program planning may not include the  
8 expenditures from this item in the present law base.

9 (3) A report must be submitted by the department to the legislative fiscal division following the end of each fiscal year of the biennium. The report  
10 must include a list of projects with the related amount of expenditures and FTE for each project.

11 The department is to report to the natural resources and commerce appropriations subcommittee on the projects funded with federal Sikes Act  
12 money and state match money. The report is to include an analysis of the viability for continuance to the program and a list of projects funded with the  
13 money.

14 If the department receives additional federal special revenue for services comparable to those with general license revenue, the approving authority  
15 shall decrease the state special revenue appropriation by the amount of federal money received and establish the federal funds appropriation. All transfers  
16 between fund types must be fully explained and justified on budget documents submitted to the office of budget and program planning.

17 DEPARTMENT OF ENVIRONMENTAL QUALITY (5301)

18	4,961,704	49,302,251	21,994,851	0	0	76,258,806	4,554,355	13,268,730	21,375,699	0	0	39,198,784
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19 Items 2, 4, and 5 include a total of \$177,860 for the 2003 biennium for the Montana natural resource information system. Quarterly payments must  
20 be made upon receipt of the bills from the state library up to the total amount appropriated.

21 DEPARTMENT OF LIVESTOCK (5603)



	General <u>Fund</u>	State Special <u>Revenue</u>	Fiscal 2002 Federal Special <u>Revenue</u>	Propri- <u>etary</u>	<u>Other</u>	<u>Total</u>	General <u>Fund</u>	State Special <u>Revenue</u>	Fiscal 2003 Federal Special <u>Revenue</u>	Propri- <u>etary</u>	<u>Other</u>	<u>Total</u>
1	656,582	6,741,816	1,262,917	0	0	8,661,315	661,565	6,645,269	1,246,032	0	0	8,552,866

2 DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION (5706)

3	19,423,673	19,011,039	3,249,167	0	0	41,683,879	18,403,990	15,443,175	2,059,651	0	0	35,906,816
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4 The department is authorized to decrease state special revenue in the underground injection control program and increase federal special revenue  
5 by a like amount when the amount of federal EPA funds available for the program becomes known. Any federal special revenue funds are to be spent before  
6 state special revenue funds.

7 The department is appropriated up to \$700,000 for the 2003 biennium from the account established in 76-14-112 for rangeland loans during the  
8 2003 biennium.

9 The department is appropriated up to \$600,000 for the 2003 biennium from the state special revenue account established in 85-1-604 for the  
10 purchase of prior liens on property held as loan security as required by 85-1-618.

11 During the 2003 biennium, up to \$100,000 of excess loan loss reserve money in the water pollution control state revolving fund is appropriated to  
12 make grants to aid in the feasibility of projects as authorized in 75-5-1113(3)(b).

13 During the 2003 biennium, up to \$100,000 of excess loan loss reserve money in the drinking water state revolving fund is appropriated to make  
14 grants to aid in the feasibility of projects as authorized in 75-6-224(3)(b).

15 The department is authorized to decrease federal special revenue money in the pollution control and/or the drinking water revolving fund loan  
16 programs and increase state special revenue money by a like amount within the special administration account.

17 During the 2003 biennium, up to \$1 million of funds currently in or to be deposited in the Broadwater replacement and renewal account are  
18 appropriated to the department for repairing or replacing equipment at the Broadwater hydropower facility.

19 During the 2003 biennium, up to \$70,000 of interest earned on the Broadwater water users account is appropriated to the department for the purpose  
20 of repair, improvement, or rehabilitation of the Broadwater-Missouri diversion project.

21 During the 2003 biennium, up to \$500,000 of funds currently in or to be deposited in the state project hydropower earnings account are appropriated

	General	State	Federal	Propri-			General	State	Federal	Propri-		
	Fund	Special	Special	etary	Other	Total	Fund	Special	Special	etary	Other	Total
		Revenue	Revenue					Revenue	Revenue			
1	for the purpose of repairing, improving, or rehabilitating department state water projects.											
2	The department is appropriated up to \$20,000 for the 2003 biennium from the account established in 76-13-415 for hazard reduction bonds during											
3	the 2003 biennium.											
4	DEPARTMENT OF AGRICULTURE (6201)											
5	762,721	8,212,936	640,249	359,769	0	9,975,675	756,456	8,045,038	641,519	327,179	0	9,770,192
6	DEPARTMENT OF COMMERCE (6501)											
7	2,727,793	14,422,273	71,820,655	9,328,899	0	98,299,620	2,683,970	14,340,795	74,643,375	9,366,405	0	101,034,545
8	The department is appropriated in each of the fiscal years 2002 and 2003 up to \$500,000 of state special revenue that is deposited in the account											
9	established for the purpose of processing charter applications and for the chartering, examination, and regulation of each foreign capital depository that											
10	obtains a charter under the provisions of 32-8-205.											
11	The Montana coal board is authorized up to \$2,000,000 state special revenue during the 2003 biennium for grants dependent on available revenue											
12	in the coal severance tax shared account.											
13												
14												
15	TOTAL SECTION C											
16	28,966,028	133,073,587	114,872,429	9,688,668	0	286,600,712	27,493,891	92,617,174	115,942,641	9,693,584	0	245,747,290
17												

	General Fund	State Special Revenue	Federal Special Revenue	Propri- etary	Other	Total	General Fund	State Special Revenue	Federal Special Revenue	Propri- etary	Other	Total
1	D. CORRECTIONS AND PUBLIC SAFETY											
2	CRIME CONTROL DIVISION (4107)											
3	2,600,546	0	10,349,657	0	0	12,950,203	2,611,929	0	10,346,389	0	0	12,958,318
4	All remaining federal pass-through grant appropriations, including reversions, for the 2001 biennium are authorized to continue into fiscal year 2002											
5	and fiscal year 2003.											
6	DEPARTMENT OF JUSTICE (4110)											
7	24,342,588	21,962,384	3,619,998	25,093	0	49,950,063	24,332,942	22,253,364	3,633,569	23,823	0	50,243,698
8	The department is authorized to transfer the retirement contributions provided in 19-6-404 and 61-5-121(1)(a) in fiscal years 2002 and 2003 from											
9	the highway patrol retirement clearing account in the state special revenue fund to the Montana highway patrol officers' retirement pension fund. An											
10	appropriation must be established each year in the amount \$1 million or more if necessary to meet statutory requirements.											
11	The legislature recognizes that the costs associated with litigation in which the legal services division is required to provide representation to the											
12	state of Montana may exceed the appropriation provided. In that event, the department will need to request a supplemental appropriation from the 2003											
13	legislature to adequately represent the state.											
14	The appropriations for legislative contract authority are subject to all of the following provisions:											
15	(1) Legislative contract authority applies only to federal and private funds.											
16	(2) Legislative contract authority expenditures must be reported on the state accounting records and kept separate from present law operations.											
17	In preparing the 2005 biennium executive budget, the office of budget and program planning may not include expenditures from the item in the present law											
18	base.											
19	(3) A report must be submitted by the department to the legislative fiscal analyst following the end of each fiscal year, listing legislative contract											
20	authority grants received and the amount of expenditures and FTE for each grant.											
21	Any remaining balance, up to \$51,000 from the program budget in fiscal year 2002 and fiscal year 2003, may be used to purchase vans for county											

	General Fund	State Special Revenue	Federal Special Revenue	Propri- etary	Other	Total	General Fund	State Special Revenue	Federal Special Revenue	Propri- etary	Other	Total
1	sheriffs and peace officers to transport prisoners rather than reverting to the general fund.											
2	PUBLIC SERVICE REGULATION (4201)											
3	0	3,236,594	13,763	0	0	3,250,357	0	2,417,164	13,763	0	0	2,430,927
4	DEPARTMENT OF CORRECTIONS (6401)											
5	102,679,452	1,730,490	962,349	585,748	0	105,958,039	108,495,433	1,727,843	985,955	585,289	0	111,794,520
6	DEPARTMENT OF LABOR AND INDUSTRY (6602)											
7	2,148,437	14,053,515	34,983,418	60,006	0	51,245,376	2,152,184	14,056,291	35,083,976	60,288	0	51,352,739
8	DEPARTMENT OF MILITARY AFFAIRS (6701)											
9	4,595,900	200,097	9,272,889	0	0	14,068,886	4,314,180	200,097	8,910,956	0	0	13,425,233
10												
11												
12	TOTAL SECTION D											
13	136,366,923	41,183,080	59,202,074	670,847	0	237,422,924	141,906,668	40,654,759	58,974,608	669,400	0	242,205,435

	General Fund	State Special Revenue	Federal Special Revenue	Propri- etary	Other	Total	General Fund	State Special Revenue	Federal Special Revenue	Propri- etary	Other	Total
1	E. EDUCATION											
2	OFFICE OF SUPERINTENDENT OF PUBLIC INSTRUCTION (3501)											
3	492,876,302	933,911	95,369,311	152,083	0	589,331,607	502,896,894	933,911	97,787,485	152,114	0	601,770,404
4	There is an advanced driver's education proprietary account for the collection and expenditure of tuition.											
5	Items [federal funds] are biennial appropriations.											
6	Item [national board certification] is contingent on passage and approval of House Bill No. 42.											
7	The office of public instruction may distribute funds from the appropriation in item [instate treatment] to public school districts for the purpose of											
8	providing educational costs of day-treatment services.											
9	Items [all general funds and all federal funds] are biennial appropriations.											
10	Item [timber harvest for technology] is for school technology as provided in 20-9-534. The amount expended may not exceed the amount paid into											
11	the general fund under the provisions of 20-9-343(3)(a)(ii).											
12	BOARD OF PUBLIC EDUCATION (5101)											
13	156,828	175,176	0	0	0	332,004	155,507	174,035	0	0	0	329,542
14	SCHOOL FOR THE DEAF AND BLIND (5113)											
15	3,437,411	235,065	88,898	0	0	3,761,374	3,412,987	235,065	88,898	0	0	3,736,950
16	MONTANA ARTS COUNCIL (5114)											
17	371,686	140,829	477,500	0	0	990,015	340,748	137,416	477,500	0	0	955,664
18	All federal funds in item 1 are biennial appropriations.											
19	MONTANA STATE LIBRARY COMMISSION (5115)											
20	2,286,128	947,081	1,705,694	0	0	4,938,903	2,014,746	922,139	780,694	0	0	3,717,579
21	Item 1 includes a biennial appropriation of \$251,138 general fund and \$889,102 federal special revenue for grants to local libraries.											

	General	State Special	Federal Special	Propri- etary	Other	Total	General	State Special	Federal Special	Propri- etary	Other	Total
	<u>Fund</u>	<u>Revenue</u>	<u>Revenue</u>				<u>Fund</u>	<u>Revenue</u>	<u>Revenue</u>			

1 Item 2a includes \$500,000 for legislative contract authority as a biennial appropriation, subject to the following provisions:

2 (1) Legislative contract authority applies only to state special revenue funds received from the Montana university system, federal funds, and private  
3 funds.

4 (2) Legislative contract authority expenditures must be reported on the state accounting system. The records must be separate from present law  
5 operations. In preparing the 2005 biennium budget for legislative consideration, the office of budget and program planning may not include the expenditures  
6 from this item in the present law base.

7 (3) A report must be submitted by the Montana state library commission to the legislative fiscal division following the end of each fiscal year of the  
8 biennium. The report must include a list of projects with the related amount of expenditures and FTE for each project.

9 (4) Legislative contract authority may be transferred between state special and federal special revenue depending upon the contract received by  
10 the Montana state library.

11 MONTANA HISTORICAL SOCIETY (5117)

12	2,400,019	233,048	870,783	836,365	0	4,340,215	376,134	233,600	874,016	837,911	0	4,321,661
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13 MONTANA UNIVERSITY SYSTEM, INCLUDING OFFICE OF THE COMMISSIONER OF HIGHER EDUCATION AND EDUCATIONAL UNITS AND AGENCIES (5100)

14	138,737,957	12,821,144	45,857,186	0	0	197,416,287	141,334,978	12,989,144	47,056,620	0	0	201,380,742
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15 Items [OCHE (except community colleges) and the units and COTs] are a single biennial lump-sum appropriation.

16 Total audit costs of the office of commissioner of higher education are estimated to be \$35,514.

17 Total audit costs are estimated to be \$64,000 for the community colleges for the biennium. The general fund appropriation for each community  
18 college provides 51 % of the total audit costs in fiscal year 2002. The remaining 49 % of these costs must be paid from funds other than those appropriated  
19 in item [legislative audit]. Audit costs for the biennium may not exceed \$20,000 each for Dawson and Miles community colleges and \$24,000 for Flathead  
20 Valley community college.

21 Total Summitnet costs are estimated to be \$25,000 each year for the community colleges. The general fund appropriation for the community

	General	State Special	Federal Special	Propri- etary	Other	Total	General	State Special	Federal Special	Propri- etary	Other	Total
	<u>Fund</u>	<u>Revenue</u>	<u>Revenue</u>				<u>Fund</u>	<u>Revenue</u>	<u>Revenue</u>			

1 colleges provides 51 % of the total Summitnet costs. The remaining 49 % of these costs must be paid from funds other than those appropriated in item  
 2 [community colleges]. Summitnet costs for each year may not exceed \$8,000 each for Dawson and Miles community colleges and \$9,000 for Flathead  
 3 Valley community college.

4 The general fund appropriation in item [community colleges] is calculated to fund education in the community colleges for an estimated 2,064  
 5 resident FTE students in fiscal year 2002 and 2,085 in fiscal 2003 each year. If total annual resident FTE student enrollment in the community colleges  
 6 is greater than 2,064 in fiscal year 2002 and 2,085 in fiscal 2003, the community colleges shall serve the additional students without a state general fund  
 7 contribution. If actual resident FTE student enrollment is less than 2,064 in fiscal year 2002 and 2,085 in fiscal 2003, the commissioner of higher education  
 8 shall revert \$2,686 in general fund money from the appropriation in item [community colleges] to the state for each estimated FTE student who did not enroll.

9 The general fund and millage appropriation in item [appropriation distribution] is calculated to fund education in the 4-year units and the colleges  
 10 of technology for an estimated 25,004 resident FTE students in fiscal 2002 and 25,207 resident FTE students in fiscal 2003. If actual resident student  
 11 enrollment is greater than the estimated number for the biennium, the university system shall serve the additional students without a state general fund  
 12 contribution. If actual resident student enrollment is less than the estimated number for the biennium, the commissioner of higher education shall revert  
 13 \$1,914 in general fund money to the state for each estimated FTE student who did not enroll.

14 Revenue appropriated to the Montana university system units and colleges of technology includes: (1) state special revenue from interest earnings  
 15 of \$2,895,116 each year of the 2003 biennium; and (2) tuition and other revenue of \$111,776,530 in fiscal year 2002 and \$113,398,094 in fiscal year 2003.  
 16 These amounts are appropriated for current unrestricted operating expenses as a biennial lump-sum appropriation and are in addition to the funds shown  
 17 in item [distribution to the units].

18 Item [OCHE and university units lump-sum] includes \$428,660 in each year of the biennium that must be transferred to the energy conservation  
 19 program account and used to retire the general obligation bonds sold to fund energy improvements through the state building energy conservation program.  
 20 The costs of this transfer in each year of the biennium are: university of Montana-Missoula, \$201,100; Montana tech of the university of Montana, \$28,000;  
 21 Montana state university-northern, \$97,000; Montana state university-Billings, \$91,800; and western Montana college of the university of Montana, \$10,760.

	General	State Special	Federal Special	Propri- etary	Other	Total	General	State Special	Federal Special	Propri- etary	Other	Total
	<u>Fund</u>	<u>Revenue</u>	<u>Revenue</u>				<u>Fund</u>	<u>Revenue</u>	<u>Revenue</u>			

1 Total audit costs are estimated to be \$681,092 for the university system other than the office of the commissioner of higher education. Each unit  
2 shall pay a percentage of these costs from funds other than those appropriated in item [legislative audit costs].

3 University system units are defined in 17-7-102(13). For all university system units, except the office of the commissioner of higher education, all  
4 funds (other than plant funds appropriated in House Bill No. 5 for long-range building and current unrestricted operating funds) are appropriated contingent  
5 on approval of the comprehensive program budget by the board of regents by October 1 of each year. For all university system 4-year units and colleges  
6 of technology, all funds, other than funds appropriated in House Bill No. 5 for long-range building programs, are appropriated as a lump sum for the biennium  
7 contingent upon approval of the comprehensive program budget by the board of regents by October 1 of each year. The board of regents shall allocate  
8 the appropriations to the individual units according to board policy. The budget must contain detailed revenue and expenditure and anticipated fund balances  
9 of current funds, loan funds, endowment funds, and plant funds. After the board of regents approves operating budgets, transfers between units may be  
10 made only with the approval of the board of regents. Transfers and related justifications must be submitted to the office of budget and program planning  
11 and to the legislative fiscal analyst.

12 All university system units, except the office of the commissioner of higher education, shall account for expenditures consistently within programs  
13 and funds across all units and shall use the standards of accounting and reporting as described by the national college and university business officers  
14 (NACUBO) as a minimum standard for achieving consistency.

15 The Montana university system, except the office of the commissioner of higher education and the community colleges, shall allow the offices of  
16 budget and program planning and the legislative fiscal division access to the entire university system's banner information system including data warehouses,  
17 except:

18 (1) the ability to change data;

19 (2) portions of the banner information system that are the property of third parties (such as alumni associations or foundations); and

20 (3) information pertaining to individual students or individual employees that is protected by Article II, sections 9 and 10, of the Montana constitution,  
21 20-25-515 or the Family Educational Rights and Privacy Act, 20 U.S.C. 1232g.



	General	State Special	Federal Special	Propri- etary	Other	Total	General	State Special	Federal Special	Propri- etary	Other	Total
	<u>Fund</u>	<u>Revenue</u>	<u>Revenue</u>				<u>Fund</u>	<u>Revenue</u>	<u>Revenue</u>			

1 Items 1 through 3 in no way limit the power of the budget director or the legislative fiscal analyst to receive and examine copies of any state  
2 government information, including confidential records, in accordance with 5-12-303 and 17-1-132.

3 All financial data recorded in the various funds in the banner information system must agree to the financial data as recorded on the statewide  
4 accounting, budgeting, and human resources system (SABHRS), as follows:

5 (1) All statutory and restricted appropriations must be clearly segregated on SABHRS.

6 (2) The budgeted personal services for current unrestricted operating funds on the banner information system must tie to the operating plan for  
7 expenditure of funds appropriated in [this act] and other bills, as approved by the board of regents.

8 The Montana university system shall provide the electronic data required to upload human resource data for the current unrestricted operating funds  
9 into the MBARS system. The salary and benefit data provided must agree with approved board of regents operating budgets.

10 Item 7 includes a total of \$44,253 of general fund for the 2003 biennium for the Montana natural resource information system. The Montana  
11 university system must pay an additional \$44,252 for the 2003 biennium in current funds in support of NRIS. Quarterly payments must be made upon receipt  
12 of the bills from the state library up to the total amount appropriated.

13 Revenue appropriated to the agricultural experiment station includes: (1) state special revenue from interest earnings and other revenue of \$184,238  
14 in fiscal year 2002 and \$184,704 in fiscal year 2003; (2) federal revenue of \$2,122,369 in fiscal year 2002 and \$2,130,499 in fiscal year 2003; and (3)  
15 proprietary revenue from sales of \$993,627 in fiscal year 2002 and \$998,135 in fiscal year 2003. These amounts are appropriated for current unrestricted  
16 operating expenses and are in addition to the funds shown in item [agricultural experiment station].

17 Revenue appropriated to the extension service includes: (1) state special revenue from interest earnings of \$46,889 in fiscal year 2002 and \$47,070  
18 in fiscal year 2003; and (2) federal revenue of \$2,268,928 in fiscal year 2002 and \$2,278,065 in fiscal year 2003. These amounts are appropriated for current  
19 unrestricted operating expenses and are in addition to the funds shown in item [extension service].

20 Interest revenue of \$4,923 in each year of the 2003 biennium is appropriated to the forestry and conservation experiment Station for current  
21 unrestricted operating expenses. This amount is in addition to that shown in item [forestry and conservation experiment station].

	General Fund	State Special Revenue	Federal Special Revenue	Propri- etary	Other	Total	General Fund	State Special Revenue	Federal Special Revenue	Propri- etary	Other	Total
1	Proprietary revenue of \$59,000 each year of the biennium is appropriated to the bureau of mines and geology for current unrestricted operating											
2	expenses. This amount is in addition to that shown in item [bureau of mines and geology].											
3	Interest revenue of \$4,097 each year of the biennium is appropriated to the fire services training school for current unrestricted operating expenses.											
4	This amount is in addition to that shown in item [fire services training school].											
5	<hr/>											
6	TOTAL SECTION E											
7	640,266,331	15,486,254	144,369,372	988,448	0	801,110,405	652,531,994	15,625,310	147,065,213	990,025	0	816,212,542
8	<hr/>											
9	TOTAL STATE FUNDING											
10	1,176,287,414	415,214,876	1,325,788,510	13,711,585	0	3,180,804,157	1,202,327,663	378,139,432	1,339,535,642	13,737,378	0	3,183,801,158
11	- END -											