

Long-Range Building Program  
 HB 5 - 2011 Biennium

NOTES

Estimated Beginning Cash Balance-(7/1/2009)		\$5,027,410						
Revenue Projections <sup>1</sup>								
	Cigarette Tax	\$4,255,000						
	Coal Severance Tax	11,325,000						
	Interest Earnings	3,093,171						
	Supervisory Fees	866,664						
2011 Biennium Revenues			19,539,835					
Funds Available			\$24,567,245					
Expenditures								
HB 2	Operating Costs-A & E Divisions <sup>5</sup>	(3,980,628)						
SA	Debt Service-2005G2	(2,646,207)						
SA	Debt Service-2005A3	(1,705,202)						
SA	Funding Switch <sup>4</sup>	1,330,000						
Total Expenditures-Excluding Capital Projects			(7,002,037)					
Funds Available for Capital Projects			\$17,565,208					
6	One Time General Fund Transfer		5,200,000					
Available LRBP Project Funds			\$22,765,208					
HB 5				HB 5 (as recommended by OBPP)				
F	L	LRBP	FWP	SBECP	State Special	Fed Special	Authorization	Total
-	-	<b>Department of Administration</b>						
2	18	2		\$460,000			\$1,750,000	\$2,210,000
								\$1.75 Will reduce GF
2	20	3		1,533,000			1,600,000	3,133,000
3	3	7	3,150,000					3,150,000
8	19	10		5,525,000				5,525,000
3	4	12					2,000,000	2,000,000
3	6	13	400,000					400,000
3	7	14	1,310,000			700,000		2,010,000
3	8	15					1,450,000	1,450,000
3	10	16	1,500,000					1,500,000
3	11	17	2,000,000					2,000,000
3	12	20	500,000				300,000	800,000
3	14	22	1,000,000					1,000,000
3	15	25					250,000	250,000
3	17	28	800,000					800,000
3	18	31	200,000		100,000		200,000	500,000
-	-	<b>Department of Agriculture</b>						
5	8	27	525,000					525,000
-	-	<b>Department of Commerce</b>						
7	9	21	750,000					750,000
-	-	<b>Department of Corrections</b>						
3	21	1	1,260,000	2,620,000			500,000	4,380,000
4	3	6		740,000		250,000		990,000
4	5	26	500,000					500,000
4	6	29	1,660,000					1,660,000
4	7	32	1,310,000					1,310,000
4	8	33	300,000					300,000
-	-	<b>Department of Military Affairs</b>						
4	13	4		265,000		885,000		1,150,000
4	15	23				1,600,000		1,600,000
4	16	24	100,000			100,000		200,000
8	2	34				2,000,000		2,000,000
-	-	<b>Department of Environmental Quality</b>						
8	17	9		600,000				600,000
-	-	<b>Department of Fish, Wildlife, and Parks</b>						
6	14	38			1,150,000			1,150,000
6	10	39			575,000	275,000		850,000
6	15	40			50,000			50,000
6	16	41			825,000	25,000		850,000
9	7	42			8,110,000			8,110,000
6	17	43			1,525,000			1,525,000
6	18	44			1,010,000			1,010,000
6	19	45			620,000			620,000
6	20	46			150,000			150,000
9	8	47			2,500,000			2,500,000
9	9	48		2,000,000				2,000,000
6	21	49			3,040,000	2,000,000		5,040,000
9	6	50			500,000	100,000		600,000
7	1	51			900,000			900,000
7	2	52			320,000	1,500,000		1,820,000
4	11	53			1,390,000			1,390,000
-	-	<b>Department of Natural Resources and Conservation</b>						
5	6	11	1,000,000					1,000,000
-	-	<b>Department of Public Health and Human Services</b>						
8	15	8		1,589,000				1,589,000
5	2	30	450,000					450,000
-	-	<b>Department of Transportation</b>						
8	8	18			2,625,000			2,625,000
5	4	35			1,175,000			1,175,000
8	9	36			24,100,000			24,100,000
-	-	<b>Montana School for the Deaf and Blind</b>						
2	14	5	250,000	25,000				275,000
-	-	<b>Montana University System</b>						
4	19	19	3,600,000				1,000,000	4,600,000
7	16	37	0	0	0	0	6,000,000	6,000,000
Total Cash Program:		\$22,565,000	\$2,000,000	\$13,357,000	\$50,665,000	\$9,435,000	\$15,050,000	\$113,072,000
Balance:		\$200,208						
2011 Biennium Ending Fund Balance:		\$200,208						

EXH: 1  
DATE: Jan 27, 09  
HB: 5

CORRECTION to Read  
26.5 million

The 2011 biennium executive request for the LRBP is focused on energy conservation improvements across the state. The energy conservation component of the LRBP request includes an all funds total of \$56.5 million in energy conservation projects, or 23.5 percent. Many of the energy conservation projects double as deferred or major maintenance projects. Keeping in mind that there is some duplication with the energy conservation projects, deferred or major maintenance projects are \$59.4 million, or 52.5 percent of the all funds budget. The executive proposal includes no LRBP bonded projects for the 2009 biennium. Instead, the executive proposes extensive use of one-time general funds in the 2011 biennium LRBP budget. The cash program is reduced by 62.9 percent from the historic level of funding in the 2009 biennium. Funding, as seen in the table above, includes:

- o \$17.3 million long range building program projects funding (LRBP)
- o \$5.2 million general fund (one-time transfers) (LRBP)
- o \$13.4 million "other" capital project funds (FWP and SBCEP projects, funded with general fund OTO)
- o \$50.7 million state special revenue (includes \$24.1 million for Highway 93 construction projects)
- o \$9.4 million federal special revenue
- o \$15.1 million in authority only (appropriations are not required)

### LRBP CASH PROGRAM

Figure 2 shows the projects recommended by the executive, listed by agency. The listed projects will be requested in the LRBP cash program bill, typically designated as HB 5, and are numbered to indicate priority.

<b>LFD COMMENT</b>	<p><b>LRBP Budget Changes:</b> The LRBP budget analysis, as presented in this section of the LFD Budget Analysis, contains project totals that differ from the executive budget. The difference is based on a \$4.0 million funding reduction made to the <i>Energy Related Deferred Maintenance</i> project. The change, requested by the Architecture and Engineering Division of the Department of Administration (A&amp;E) and expected to be included in the LRBP bill, reduced \$1 million from the state special funds list, \$1 million from the federal special funds list, and \$2 million from the "other funds" list (as shown in the executive budget). Although other changes were made to the presentation of the LRBP project information, total appropriations were only reduced by \$4.0 million.</p> <p>There are other differences between the LFD and executive presentation of the LRBP budget, as shown in Figure 2, above. The LFD has historically made these changes to provide more information to the legislature. Differences include:</p> <ul style="list-style-type: none"><li>o Projects sorted by agency – To provide an agency specific view of the requests</li><li>o Changed dollar placement of FWP, Access Montana project – To show as a capital funds project</li><li>o Changed dollar placement of Department of Military Affairs (DMA), Federal Spending Authority project – This project is federal funding which requires appropriation</li><li>o Disaggregation of the SBCEP projects – To allow a total quantification of the SBCEP projects</li><li>o Provision of an authorization column – To show projects that do not require appropriation</li><li>o Elimination of the "Other" column – Values included in the SBCEP and Authorization columns</li></ul> <p><b>Additional Changes:</b> Additional changes were made in the executive budget revision of Dec. 15, 2008. The new reductions, as seen in Figure 2, amounted to a total of \$28.0 million and include:</p> <ul style="list-style-type: none"><li>o \$19,100,000 – MUS-Energy Conservation Improvements (#1), Eliminated</li><li>o \$1,200,000 – DPHHS-MT Veterans Home Improvements, Phase 2 (#6), Eliminated</li><li>o \$543,000 – DPHHS-MMHNCC Improvements, Phase 2 (#9), Eliminated</li><li>o \$350,000 – SW-Reduction of the Energy Related Deferred Maintenance Projects (#10), Reduced</li><li>o \$400,000 – MUS-Code/Deferred Maintenance (#22), Reduced</li><li>o \$650,000 – Docom-Historic Preservation &amp; Supporting Improvements (#24), Reduced</li><li>o \$2,150,000 – Renovate Hagener Science Center, MSU N (#32), Eliminated</li><li>o \$144,000 – DPHHS-Replace Nurse Call System, EMVH (#33), Eliminated</li><li>o \$180,000 – DPHHS-Renovate Superintendent's Residence, MVH (#36), Eliminated</li><li>o \$1,300,000 – DNRC-Increase Appropriation for Oil &amp; Gas Building, Billings (#41), Eliminated</li></ul>
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