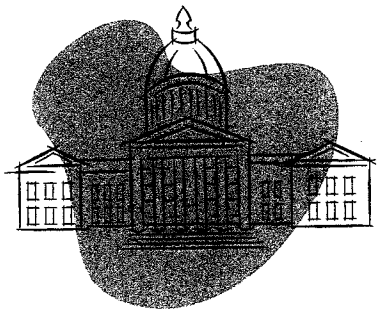
EXHIBIT 1
DATE 01/30/2013
HB Joint Approps sub Natural Resources and Transportation

STATE SPECIAL REVENUE
DIAGNOSTIC LAB
DSAV TESTING
CAPITOL

MONTANA DEPARTMENT OF LIVESTOCK

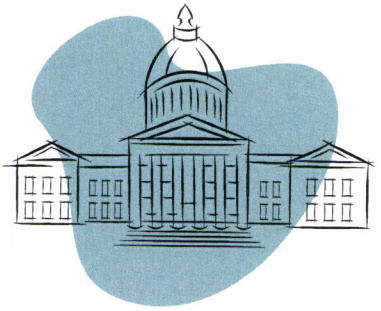


63rd LEGISLATURE

BACKGROUND INFORMATION

EXHIBIT 1
DATE 01/30/2013
HB Joint Approps sub Natural Resources and Transportation

MONTANA DEPARTMENT OF LIVESTOCK



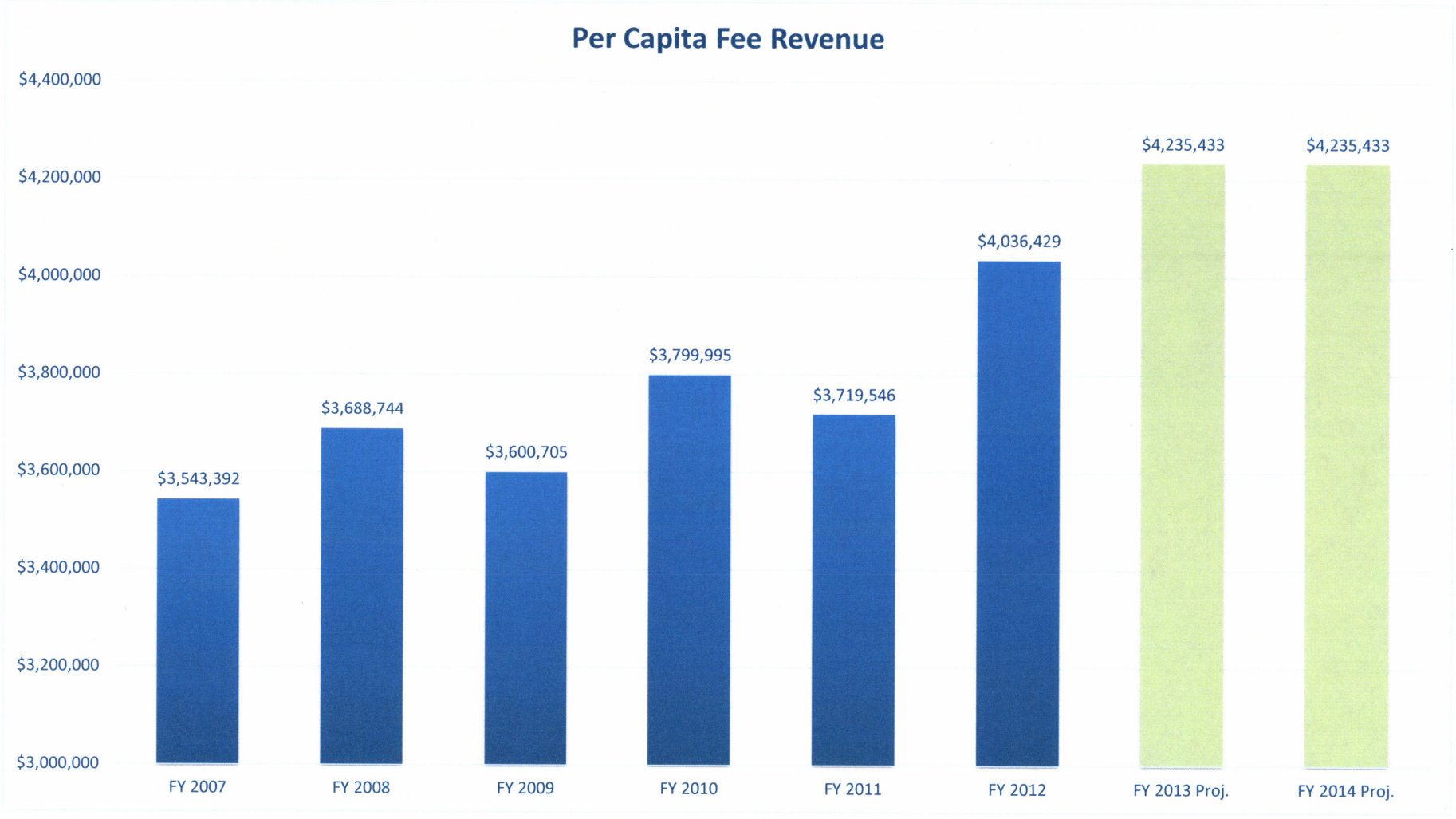
63rd LEGISLATURE

BACKGROUND INFORMATION

BACKGROUND INFORMATION

DEPARTMENT OF LIVESTOCK BRAND AND LAB REVENUE SIX YEAR AVERAGE

				FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	Six Yr. Avg.
Fund		Acct	Description							
02425	Brands									
		501711	Re-recorded Brands	$455,116	$455,116	$455,116	$455,116	$455,116	$455,116	$455,116
		501709	New Brands & Transfers	$46,824	$117,624	$28,561	$82,168	$233,183	$107,019	$102,563
		520406	Local Inspections	$218,310	$201,980	$219,039	$218,329	$233,638	$181,179	$212,079
		520407	Market Inspection Fees	$769,539	$768,672	$786,312	$806,989	$703,450	$724,300	$759,877
		Mis. Other		$332,124	$399,590	$215,665	$179,805	$436,038	$440,748	$333,995
	Total Brands Division Revenue			**$1,821,913**	**$1,942,982**	**$1,704,693**	**$1,742,407**	**$2,061,425**	**$1,908,362**	**$1,863,630**
02427	Animal Health									
		520405	Laboratory Fees	$769,517	$788,283	$1,009,275	$895,930	$954,777	$562,472	
		522040	PCR and Other Testing		$59,800	$65,160	$68,270		$406,763	
	Total Animal Health Revenue			**$769,517**	**$848,083**	**$1,074,435**	**$964,200**	**$954,777**	**$969,235**	**$930,041**
02426	Per Capita									
				FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	FY 2013 Proj.
	Total Per Capita Fee Revenue			**$3,543,392**	**$3,688,744**	**$3,600,705**	**$3,799,995**	**$3,719,546**	**$4,036,429**	**$4,235,433**

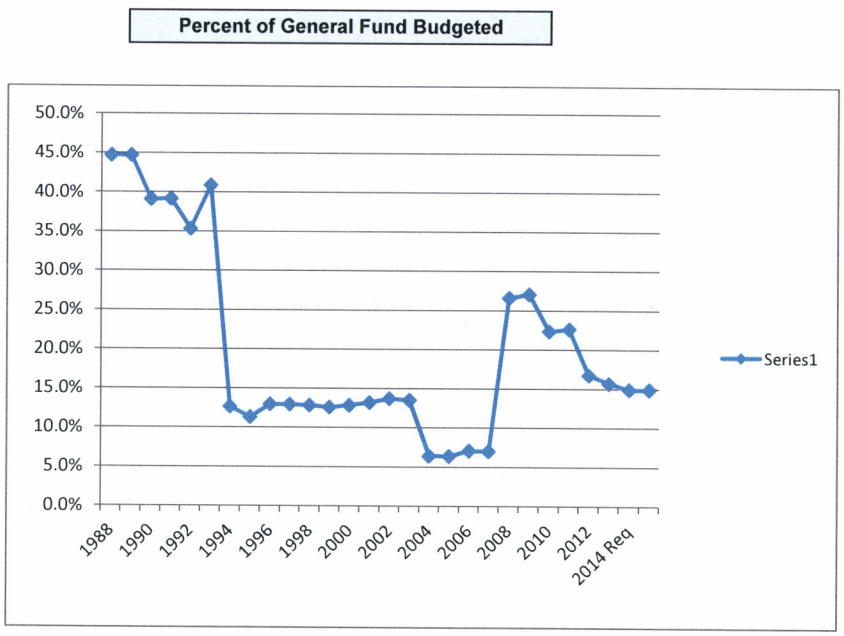

Per Capita Fee Revenue
$4,400,000
$4,200,000
$4,000,000
$3,800,000
$3,600,000
$3,400,000
$3,200,000
$3,000,000
$3,543,392
$3,688,744
$3,600,705
$3,799,995
$3,719,546
$4,036,429
$4,235,433
$4,235,433
FY 2007
FY 2008
FY 2009
FY 2010
FY 2011
FY 2012
FY 2013 Proj.
FY 2014 Proj.

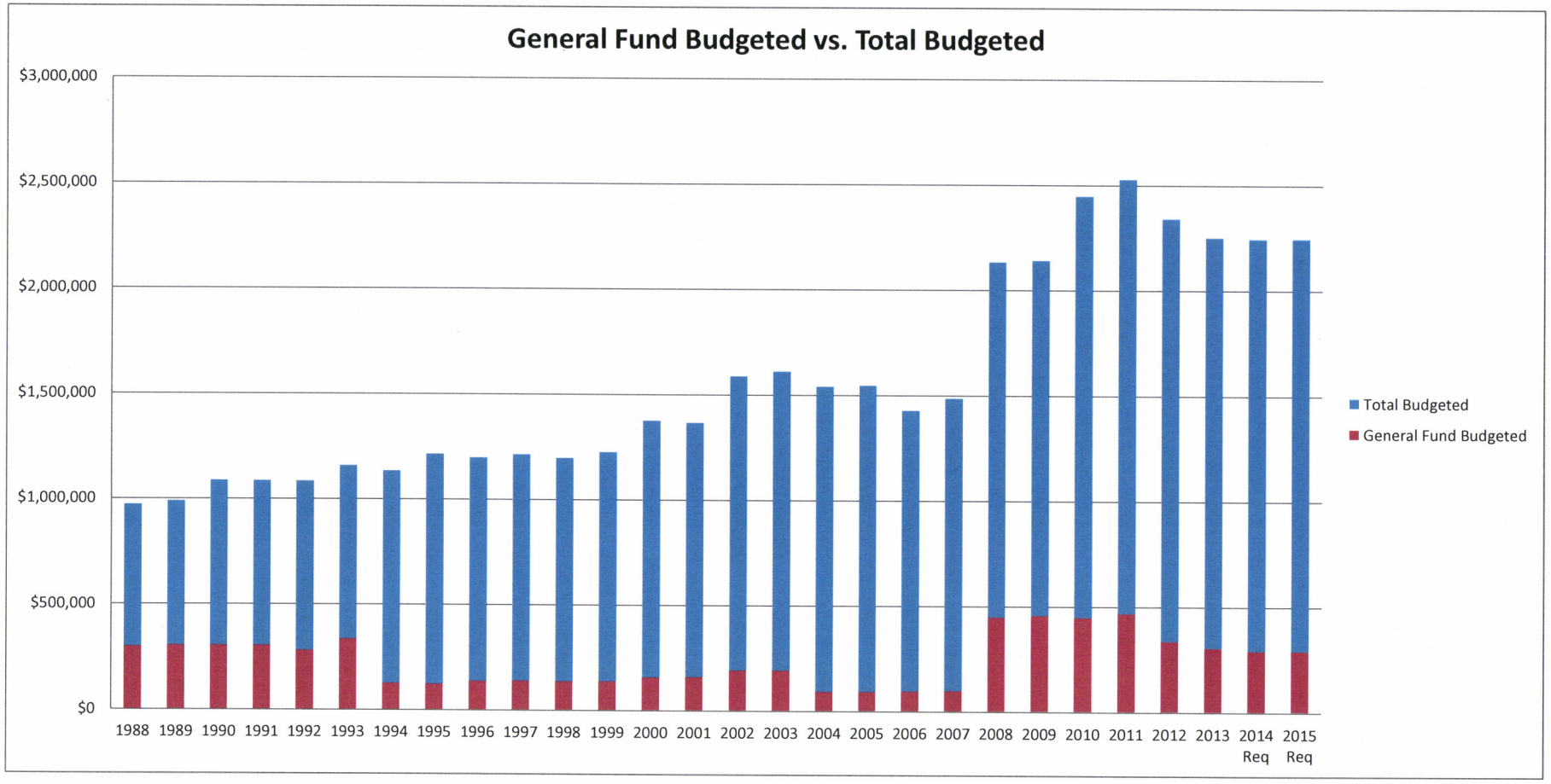
MONTANA DEPARTMENT OF LIVESTOCK - STATE SPECIAL REVENUE FUND BALANCE
FISCAL YEAR 2014 & 2015 PROJECTED

	FISCAL YEAR 2014 SSR Fund Balance Projected				FISCAL YEAR 2015 SSR Fund Balance Projected			
Fund Name **Fund Number**	**Inspec. & Control** **02425 (Brands)**	**Per Capita Fee** **02426**	**Animal Health** **02427**	**Total** **FYE 2014**	**Inspec. & Control** **02425 (Brands)**	**Per Capita Fee** **02426**	**Animal Health** **02427**	**Total** **FYE 2015**
Fund Account Activity								
Beginning Fund Balance for FY14/15	**-$812,555**	**$913,675**	**-$77,264**	**$23,856**	**$148,231**	**$291,737**	**$36,087**	**$476,055**
Estimated Dispursements for	-$745,533	-$4,900,761	-$1,360,879	-$7,007,173	-$1,718,899	-$3,794,064	-$1,466,181	-$6,979,144
Beginning Fund and Expenditures	-$1,558,088	-$3,987,086	-$1,438,143	-$6,983,317	-$1,570,668	-$3,502,327	-$1,430,094	-$6,503,089
Plus Revenues	$1,706,319	$4,278,823	$1,474,230	$7,459,372	$1,721,319	$4,288,823	$1,474,230	$7,484,372
Projected Fund Balance By FYE 2014 & 2015	**$148,231**	**$291,737**	**$36,087**	**$476,055**	**$150,651**	**$786,496**	**$44,136**	**$981,283**

MONTANA DEPARTMENT OF LIVESTOCK - DIAGNOSTIC LABORATORY GENERAL FUND HISTORY

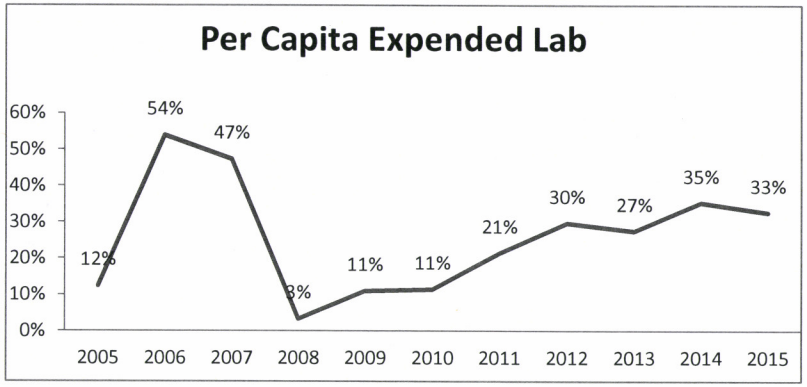
FISCAL YEAR	Total Budgeted Lab	Budgeted HB2 General Fund	Percent of Budget
1988	$671,735	$300,222	44.7%
1989	$683,686	$305,330	44.7%
1990	$782,019	$305,388	39.1%
1991	$780,835	$305,388	39.1%
1992	$801,779	$282,944	35.3%
1993	$822,122	$335,900	40.9%
1994	$1,006,615	$126,927	12.6%
1995	$1,091,718	$122,923	11.3%
1996	$1,060,968	$136,866	12.9%
1997	$1,073,761	$138,515	12.9%
1998	$1,060,793	$135,680	12.8%
1999	$1,087,892	$136,457	12.5%
2000	$1,218,465	$155,926	12.8%
2001	$1,206,350	$158,702	13.2%
2002	$1,396,513	$190,933	13.7%
2003	$1,420,724	$190,949	13.4%
2004	$1,448,601	$91,911	6.3%
2005	$1,452,871	$91,911	6.3%
2006	$1,333,135	$93,653	7.0%
2007	$1,388,417	$96,401	6.9%
2008	$1,685,376	$446,847	26.5%
2009	$1,685,236	$455,247	27.0%
2010	$1,999,889	$445,797	22.3%
2011	$2,060,144	$464,990	22.6%
2012	$2,004,976	$334,593	16.7%
2013	$1,946,334	$303,837	15.6%
2014 Req	$1,954,500	$289,824	14.8%
2015 Req	$1,954,540	$289,824	14.8%

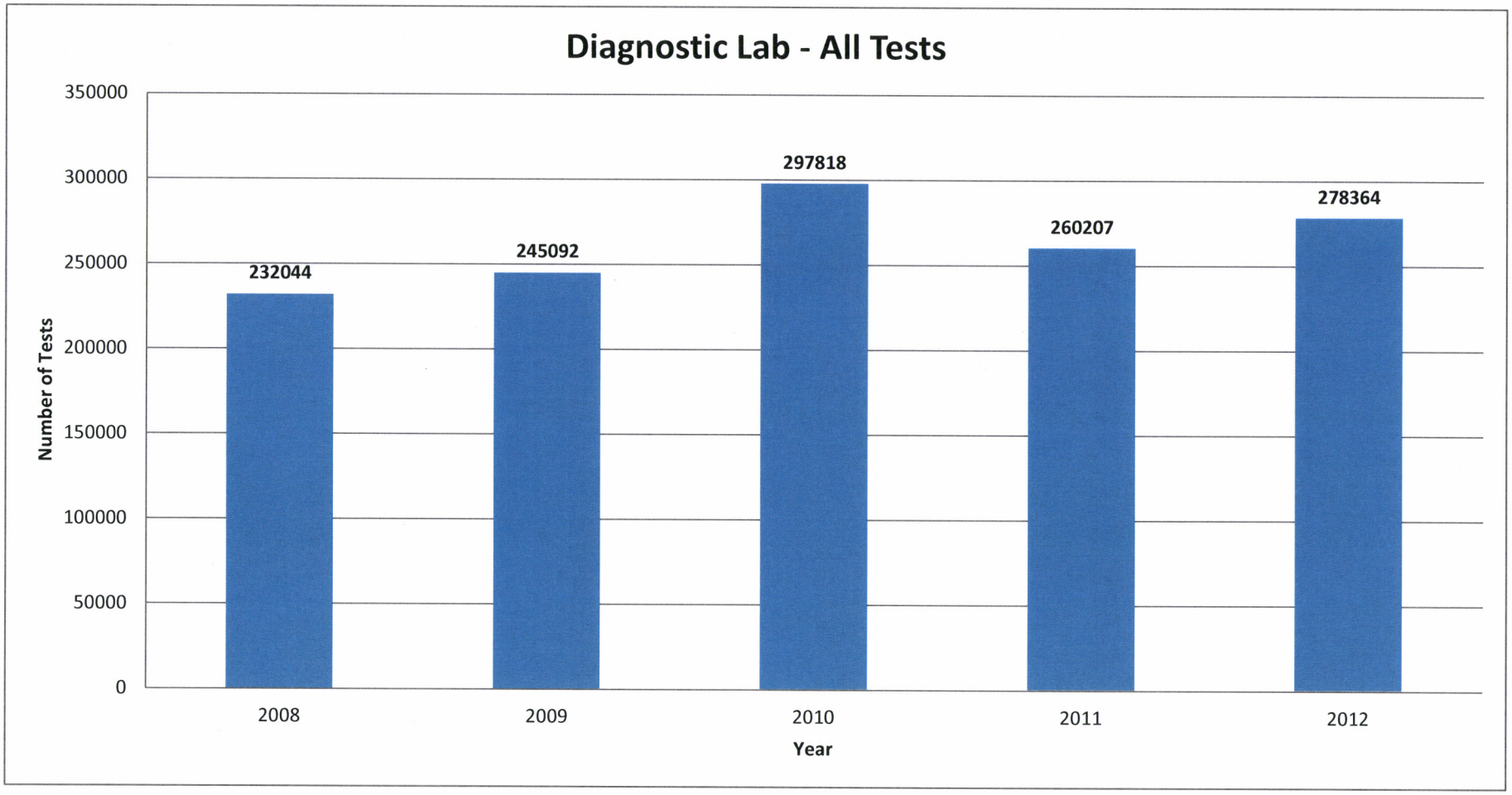


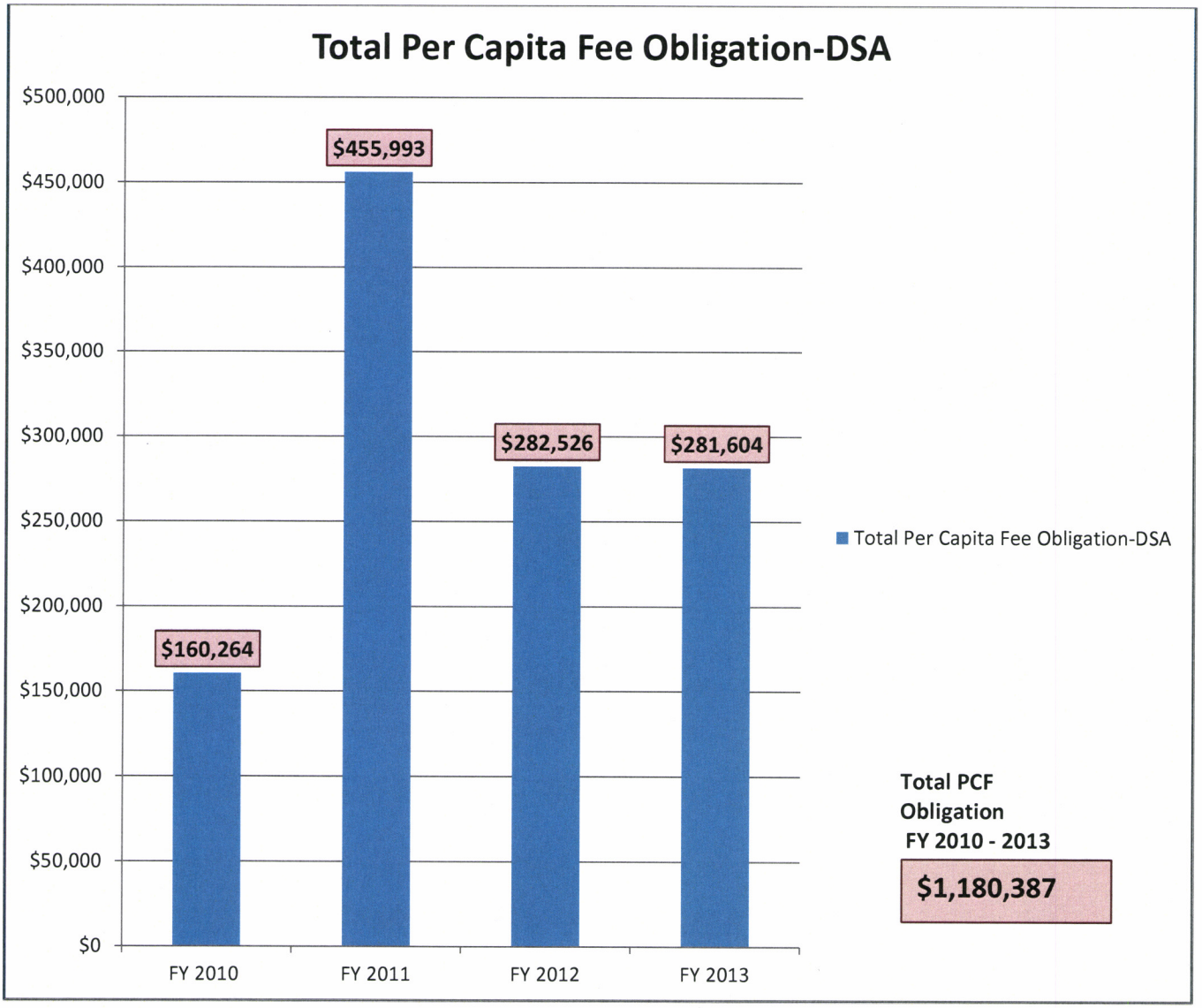

General Fund Budgeted vs. Total Budgeted
$3,000,000
$2,500,000
$2,000,000
$1,500,000
$1,000,000
$500,000
$0
1988 1989 1990 1991 1992 1993 1994 1995 1996 1997 1998 1999 2000 2001 2002 2003 2004 2005 2006 2007 2008 2009 2010 2011 2012 2013 2014 Req 2015 Req
Total Budgeted
General Fund Budgeted

MONTANA DEPARTMENT OF LIVESTOCK - DIAGNOSTIC LABORATORY PER CAPITA EXPENDED

FISCAL YEAR	Total Budgeted Lab	Per Capita Expended	Percent of Budget
2005	$1,452,871	$178,851	12%
2006	$1,333,135	$718,867	54%
2007	$1,388,417	$656,546	47%
2008	$1,685,376	$55,456	3%
2009	$1,685,236	$184,013	11%
2010	$1,999,889	$227,925	11%
2011	$2,060,144	$439,567	21%
2012	$2,004,976	$594,682	30%
2013	$1,946,334	$534,280	27%
2014	$1,954,500	$689,701	35%
2015	$1,954,540	$636,398	33%




Diagnostic Lab - All Tests
350000
300000
250000
200000
150000
100000
50000
0
Number of Tests
232044
245092
297818
260207
278364
2008
2009
2010
2011
2012
Year


Total Per Capita Fee Obligation-DSA
$500,000
$450,000
$400,000
$350,000
$300,000
$250,000
$200,000
$150,000
$100,000
$50,000
$0
$160,264
$455,993
$282,526
$281,604
FY 2010
FY 2011
FY 2012
FY 2013
Total Per Capita Fee Obligation-DSA
Total PCF Obligation FY 2010 - 2013
$1,180,387

MONTANA DEPARTMENT OF LIVESTOCK
Brucellosis - Designated Surveillance Area - General Fund
Budgeted and Expended FY 2010 - 2012

	FY 2010	FY 2011	FY 2012	FY 2013	Total
Gen Fund Budget Testing	$250,000	$250,000	$215,821	$215,821	$931,642
Gen Fund Budget Personnel	$0	$0	$65,945	$65,783	$131,728
General Fund Budgeted	$250,000	$250,000	$281,766	$281,604	$1,063,370
General Fund Expended					
Operations Testing	$0	$0	$0	$0	$0
Personal Services			$43,213		$43,213
Total General Fund Expended DSA					**$43,213**

DEPARTMENT OF LIVESTOCK
Livestock Per Capita Head Counts 2003-2012

TABLE ONE

Livestock Species:	2003	2004	2005	2006	2007	2008	2009	2010	2011	2012	Change 2003 to 2011	Difference 2011 to 2012
CATTLE	1,805,049	1,729,997	1,691,778	1,713,561	1,770,335	1,796,204	1,768,862	1,738,477	1,771,102	1,794,744	(10,305)	23,642
SHEEP & GOATS	235,457	221,314	221,798	213,213	219,263	209,753	201,105	185,947	181,006	177,869	(57,588)	(3,137)
HORSES & MULES	94,983	89,203	86,437	83,073	81,155	75,803	76,659	73,837	74,254	74,603	(20,380)	349
SWINE	74,248	87,017	78,084	84,711	87,408	81,151	87,290	81,861	82,836	90,572	16,324	7,736
POULTRY	312,565	332,547	300,164	297,123	335,096	321,313	368,859	398,301	444,750	451,539	138,974	6,789
BEES	43,615	41,060	42,156	38,224	36,418	38,163	45,983	48,293	48,189	45,127	1,512	(3,062)
LLAMAS	2,863	2,330	2,158	2,079	2,067	2,022	1,911	1,808	1,985	1,928	(935)	(57)
BISON	10,870	10,097	8,574	7,554	8,257	5,853	7,822	6,785	9,144	9,995	(875)	851
DOMESTIC UNGULATES	2,594	2,356	2,288	1,478	1,354	1,358	1,287	1,235	1,485	888	(1,706)	(597)
RATITES	289	242	199	235	181	236	138	132	106	117	(172)	11
Subtotal	2,582,533	2,516,163	2,433,636	2,441,251	2,541,534	2,531,856	2,559,916	2,536,676	2,614,857	2,647,382	64,849	32,525
Change Since Year 2003	2,582,533	(66,370)	(82,527)	7,615	100,283	(9,678)	28,060	(23,240)	78,181	32,525		

MONTANA DEPARTMENT OF LIVESTOCK
PER CAPITA FEE AVERAGE COLLECTIONS
TABLE TWO FY 2013

THREE YEAR AVERAGE:	
FY 10	$3,799,995
FY 11	$3,714,799
FY 12	$4,036,529
Three Year Total	$11,551,323
Total Three Year Average	$3,850,441
110% of Annual Average Requirement	$4,235,485
Less 2% Collection	$4,150,775

Note: From State Fiscal Year 2010 through FY 2012 the Department of Livestock collected an average of $3,850,441 in per capita fee. In accordance with 15-24-922 (2) MCA, the maximum the Department may collect is 110% of the previous three year average. The Board is statutorily limited to increase the per capita fee to no more than **$4,235,485** in FY2013. The Department of Revenue receives 2% for collecting this revenue. The toal amount of revenue remaining after paying DOR would be $4,150,775.

MONTANA DEPARTMENT OF LIVESTOCK

Per Capita Fee Head Counts and Projected Revenue FY2013

Table Four - Board Approved 9-24-12

Livestock Species:	Feb CY12 Head Counts	Board Approved Rate FY 2012	Board Approved Rate FY 2013*	Projected Revenue	Increase in Rate*
CATTLE	1,794,744	$1.88	$2.00	$3,589,488	$0.12
SHEEP & GOATS	177,869	$0.40	$0.45	$80,041	$0.05
HORSES & MULES	74,603	$4.72	$5.05	$376,745	$0.33
SWINE	90,572	$0.62	$0.65	$58,872	$0.03
POULTRY	451,539	$0.02	$0.05	$22,577	$0.03
BEES	45,127	$0.32	$0.35	$15,794	$0.03
LLAMAS	1,928	$7.86	$8.40	$16,190	$0.54
BISON	9,995	$5.11	$5.50	$54,973	$0.39
DOMESTIC UNG.	888	$22.73	$22.73	$20,184	$0.00
RATITES	117	$7.86	$8.40	$983	$0.54
Total	**2,647,382**			**$4,235,847**	

*Note: A percentage of .06868 was applied across the board to get to the allowable amount. The Board then approved leaving domestic ungulates where they are at and rounding the other species as close as possible to the nearest nickel. The Board adjusted poultry to $.05 each and swine to $.065. The amount to be collected is an estimate.

DEPARTMENT OF LIVESTOCK BRAND AND LAB REVENUE SIX YEAR AVERAGE

				FY 2007	FY 2008	FY 2009	FY 2010	FY 2011	FY 2012	Six Yr. Avg.
Fund		Acct	Description							
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H:\Budgeting 2015\Presentation Charts\SSR BR AH PCF Six-Three Year Average Jan 2013 ghh (2)

1/28/2013]

DIAGNOSTIC LAB
DSA/ TESTING