

Program Budget Comparison

The following table summarizes the total proposed budget by year, type of expenditure, and source of funding.

Program Budget Comparison								
Budget Item	Base Fiscal 2014	Approp. Fiscal 2015	Budget Fiscal 2016	Budget Fiscal 2017	Biennium Fiscal 14-15	Biennium Fiscal 16-17	Biennium Change	Biennium % Change
FTE	64.00	64.00	61.00	61.00	64.00	61.00	(3.00)	(4.69)%
Personal Services	4,123,725	4,662,668	4,760,329	4,764,957	8,786,393	9,525,286	738,893	8.41 %
Operating Expenses	6,696,693	6,825,662	11,043,739	11,044,127	13,522,355	22,087,866	8,565,511	63.34 %
Equipment & Intangible Assets	8,245	0	8,245	8,245	8,245	16,490	8,245	100.00 %
Benefits & Claims	0	425,000	0	0	425,000	0	(425,000)	(100.00)%
Transfers	7,354	9,364	57,354	57,354	16,718	114,708	97,990	586.13 %
Total Costs	\$10,836,017	\$11,922,694	\$15,869,667	\$15,874,683	\$22,758,711	\$31,744,350	\$8,985,639	39.48 %
State/Other Special Rev. Funds	5,246,390	6,260,514	5,939,481	5,939,464	11,506,904	11,878,945	372,041	3.23 %
Federal Spec. Rev. Funds	5,589,627	5,662,180	9,930,186	9,935,219	11,251,807	19,865,405	8,613,598	76.55 %
Total Funds	\$10,836,017	\$11,922,694	\$15,869,667	\$15,874,683	\$22,758,711	\$31,744,350	\$8,985,639	39.48 %

Program Description

The Remediation Division protects human health and the environment by restoring contaminated sites to a level that prevents unacceptable exposure to hazardous substances that have been released to soil, sediment, surface water or groundwater. The division also ensures compliance with state and federal regulations. It oversees and conducts or supports remedial investigation and efficient, cost-effective cleanup activities at state and federal Superfund sites; supervises voluntary cleanup activities; reclaims abandoned mine lands; implements corrective actions at sites with leaking petroleum storage tanks; and oversees groundwater remediation at sites where improper placement of wastes has caused groundwater contamination. This division is divided into one section and two bureaus. The Abandoned Mine Lands Section is responsible for administering historic (pre-1977) abandoned mine reclamation projects. The Hazardous Waste Cleanup Bureau oversees or conducts the investigation and cleanup of sites contaminated by chemical spills, hazardous substances, and petroleum released by industrial and commercial operations. The bureau works with the Petroleum Tank Release Compensation Board for eligibility and reimbursement determinations. The Federal Superfund and Construction Bureau is responsible for administering and overseeing the state provisions of the federal Comprehensive Environmental Response and Liability Act (CERCLA or federal Superfund program) for cleanup activities at National Priority List (NPL) sites and implements the remedial actions for state-lead sites.

Program Highlights

Remediation Division Major Budget Highlights
<ul style="list-style-type: none"> • Requested increases are primarily to fully fund personal services and for a general operating fund adjustment to increase funding to the prior appropriated level • The executive requests a new proposal to add \$4 million federal special revenue for remediation on abandoned mine lands

Program Discussion -

Comparisons of FY 2015 Legislative Base to FY 2015 Executive Implementation

No adjustments were made to the FY 2015 appropriation.

Comparisons of FY 2014 Actual Expenditures to FY 2015 Legislative Appropriation

Actual FY 2014 expenditures are \$1,086,677 below the FY 2015 legislative appropriation. Primary reasons for the difference is lower personal services costs.

Funding

The following table shows proposed program funding by source from all sources of authority.

Department of Environmental Quality, 40-Remediation Division Funding by Source of Authority						
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	
General Fund	0	0	0	0	0.00 %	
02058 Petroleum Storage Tank Cleanup	3,008,000	0	0	3,008,000	25.32 %	
02070 Hazardous Waste-CERCLA	240,898	0	0	240,898	2.03 %	
02162 Environmental Quality Protecti	7,727,579	0	0	7,727,579	65.05 %	
02206 Agriculture Monitoring	40,000	0	0	40,000	0.34 %	
02314 DNRC Grants - REMediation	420,000	0	0	420,000	3.54 %	
02438 Pegasus - Beal Mountain	0	0	0	0	0.00 %	
02451 LUST Cost Recovery - 10% Match	0	0	0	0	0.00 %	
02472 Orphan Share Fund	30,000	0	0	30,000	0.25 %	
02520 FY06 CERCLA BOND PROCEEDS	12,468	0	0	12,468	0.10 %	
02565 LUST Cost Recovery	400,000	0	0	400,000	3.37 %	
02940 Pegasus - Basin	0	0	0	0	0.00 %	
State Special Total	\$11,878,945	\$0	\$0	\$11,878,945	37.42 %	
03036 DEQ Federal AML Grant	2,626,072	0	0	2,626,072	13.22 %	
03158 BLM INTERAGENCY AGREEMENT	0	0	0	0	0.00 %	
03221 EPA LUST Trust FY2010	90,000	0	0	90,000	0.45 %	
03228 L.U.S.T./Trust	1,350,000	0	0	1,350,000	6.80 %	
03256 EPA Superfund Core FY2010	0	0	0	0	0.00 %	
03257 Superfund Multi-Site	400,000	0	0	400,000	2.01 %	
03259 SUPERFUND MULTI SITE	416,315	0	0	416,315	2.10 %	
03260 Carpenter Snow Creek Superfund	2,011,058	0	0	2,011,058	10.12 %	
03261 LUST Supplemental Grant	0	0	0	0	0.00 %	
03262 EPA PPG	399,738	0	0	399,738	2.01 %	
03295 Tank Closure Grant	0	0	0	0	0.00 %	
03351 MGMT ASSIST - BUTTE MINE FLOOD	500,000	0	0	500,000	2.52 %	
03353 MANAGEMENT ASSIST - SPEC ACCT	800,246	0	0	800,246	4.03 %	
03360 MANAGEMENT ASSISTANCE - BULK	499,556	0	0	499,556	2.51 %	
03361 DOI Surface Mining AML	120,202	0	0	120,202	0.61 %	
03433 EPA PPG FY10-11	0	0	0	0	0.00 %	
03438 Brownsfield State Response	0	0	0	0	0.00 %	
03447 DEQ-Federal AML03 Grant	0	0	0	0	0.00 %	
03463 MINE LEASE/RECLAMATION	10,000	0	0	10,000	0.05 %	
03468 Core Cooperative Grant-FY05	400,000	0	0	400,000	2.01 %	
03663 AML Special Projects	0	0	0	0	0.00 %	
03667 Pollution Prevention Grant	8,000,000	0	0	8,000,000	40.27 %	
03721 Libby Asbestos/Troy	851,556	0	0	851,556	4.29 %	
03973 Brownfields Grants	1,390,662	0	0	1,390,662	7.00 %	
Federal Special Total	\$19,865,405	\$0	\$0	\$19,865,405	62.58 %	
Proprietary Total	\$0	\$0	\$0	\$0	0.00 %	
Total All Funds	\$31,744,350	\$0	\$0	\$31,744,350		

The Remediation Division is funded with a mix of state special and federal revenue sources. State special revenue comes from the \$.0075 gas tax for petroleum tank cleanup, registration fees for underground storage tanks, and interest proceeds from the Resource Indemnity Trust (RIT) deposited to the environmental quality protection, orphan share, and hazardous waste funds. Federal special revenue is derived from the federal Environmental Protection Agency (EPA) for Superfund

oversight and various other activities, and the federal Office of Surface Mining for the Abandoned Mine Lands (AML) program.

For a further discussion of the RIT funds, see the Summary section of this agency’s narrative.

Budget Summary by Category

The following summarizes the total budget utilizing the FY 2015 Legislative base, present law adjustments, and new proposals.

Budget Summary by Category								
	-----General Fund-----				-----Total Funds-----			
Budget Item	Leg. Budget Fiscal 2016	Leg. Budget Fiscal 2017	Leg. Biennium Fiscal 16-17	Percent of Budget	Leg. Budget Fiscal 2016	Leg. Budget Fiscal 2017	Leg. Biennium Fiscal 16-17	Percent of Budget
2015 Budget	0	0	0	0.00 %	11,497,694	11,497,694	22,995,388	0.00 %
PL Adjustments	0	0	0	0.00 %	371,973	376,989	748,962	0.00 %
New Proposals	0	0	0	0.00 %	4,000,000	4,000,000	8,000,000	0.00 %
Total Budget	\$0	\$0	\$0		\$15,869,667	\$15,874,683	\$31,744,350	

Present Law Adjustments -

The “Present Law Adjustments” table shows the changes from FY 2015 legislative appropriation to the budget proposed by the executive. PSPL adjusts all personal services. LGPL provides for adjustments to other expenditures such as operating expenses. Each is discussed in the narrative that follows. Total funds in the Present Law Adjustments table do not include proprietary funds budgeted in House Bill 2.

Present Law Adjustments										
	-----Fiscal 2016-----				-----Fiscal 2017-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 98 - LEG. Personal Services Present Law	0.00	0	387,951	(290,290)	97,661	0.00	0	388,166	(285,877)	102,289
DP 99 - LEG. Present Law	0.00	0	(283,984)	558,296	274,312	0.00	0	(284,216)	558,916	274,700
Grand Total All Present Law Adjustments	0.00	\$0	\$103,967	\$268,006	\$371,973	0.00	\$0	\$103,950	\$273,039	\$376,989

DP 98 - LEG. Personal Services Present Law -

The Personal Services Present Law Adjustments (PSPL) in the table below includes all present law adjustments related to personal services, including statewide present law personal services adjustments. This adjustment has been broken out by some of its component parts for a more detailed understanding of the adjustments. FY 2016 and FY 2017 contain the reductions in FTE made by the executive to implement the boilerplate language in HB 2.

Personal Services Present Law Adjustments					
FY 2016					
CP 98 PSPL Item	FTE	General Fund	State Special	Federal Special	Total Funds
State Share Health Insurance	61.00	\$0	\$18,877	\$10,769	\$29,646
Executive Implementation of 2015 Pay Increase		-	51,546	30,462	82,008
Fully Fund 2015 Legislatively Authorized FTE		-	52,804	49,941	102,745
Other		-	264,723	(381,461)	(116,738)
Personal Services Present Law Adjustments	61.00	\$0	\$387,951	(\$290,290)	\$97,661
FY 2017					
CP 98 PSPL Item	FTE	General Fund	State Special	Federal Special	Total Funds
State Share Health Insurance	61.00	\$0	\$18,877	\$10,769	\$29,646
Executive Implementation of 2015 Pay Increase		-	50,945	31,063	82,008
Fully Fund 2015 Legislatively Authorized FTE		-	52,804	49,941	102,745
Other		-	265,540	(377,650)	(112,110)
Personal Services Present Law Adjustments	61.00	\$0	\$388,166	(\$285,877)	\$102,289

The executive proposes to increase overall personal services in both FY 2016 and FY 2017 when compared to the FY 2015 legislative appropriation, primarily due to global adjustments and fully funding all vacant positions.

DP 99 - LEG. Present Law -

As shown in the present law adjustment table, overall the executive is proposing increases in costs and funding when compared with the 2015 legislative appropriation. The decreases in state special revenue are offset by increases in federal special revenue. 80% of the increase is in operating expenses including training, information technology, travel, supplies, and relocation.

New Proposals -

Total funds in the New Proposals table do not include proprietary funds budgeted in House Bill 2.

New Proposals	Fiscal 2016					Fiscal 2017				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 4004002 - Operating Adjustment for Abandoned Mine Lands	0.00	0	0	4,000,000	4,000,000	0.00	0	0	4,000,000	4,000,000
Total	0.00	\$0	\$0	\$4,000,000	\$4,000,000	0.00	\$0	\$0	\$4,000,000	\$4,000,000

DP 4004002 - Operating Adjustment for Abandoned Mine Lands -

The executive requests additional federal special revenue authority for the Abandoned Mine Lands program at the level supported by the federal government.