

**Program Budget Comparison**

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

Program Budget Comparison								
Budget Item	Base Fiscal 2014	Approp. Fiscal 2015	Legislative Budget 2016	Legislative Budget 2017	Biennium Fiscal 14-15	Biennium Fiscal 16-17	Biennium Change	Biennium % Change
FTE	256.50	256.50	258.50	258.50	256.50	258.50	2.00	0.78 %
Personal Services	15,921,993	15,086,799	17,280,767	17,266,348	31,008,792	34,547,115	3,538,323	11.41 %
Operating Expenses	47,196,650	48,918,496	50,698,616	51,505,149	96,115,146	102,203,765	6,088,619	6.33 %
Equipment & Intangible Assets	18,235	12,500	18,235	18,235	30,735	36,470	5,735	18.66 %
Transfers	6,250	6,250	6,250	6,250	12,500	12,500	0	0.00 %
Debt Service	70,483	68,111	70,483	70,483	138,594	140,966	2,372	1.71 %
<b>Total Costs</b>	<b>\$63,213,611</b>	<b>\$64,092,156</b>	<b>\$68,074,351</b>	<b>\$68,866,465</b>	<b>\$127,305,767</b>	<b>\$136,940,816</b>	<b>\$9,635,049</b>	<b>7.57 %</b>
General Fund	62,399,444	62,591,945	67,260,184	68,052,298	124,991,389	135,312,482	10,321,093	8.26 %
State/Other Special Rev. Funds	814,167	1,500,211	814,167	814,167	2,314,378	1,628,334	(686,044)	(29.64)%
Federal Spec. Rev. Funds	0	0	0	0	0	0	0	0.00 %
<b>Total Funds</b>	<b>\$63,213,611</b>	<b>\$64,092,156</b>	<b>\$68,074,351</b>	<b>\$68,866,465</b>	<b>\$127,305,767</b>	<b>\$136,940,816</b>	<b>\$9,635,049</b>	<b>7.57 %</b>

**Program Description**

The Probation & Parole Division includes probation and parole, intensive and enhanced supervision programs, male and female community corrections programs that include: the Treasure State Correctional Training Center (boot camp), chemical dependency treatment programs, DUI treatment facilities, Methamphetamine treatment facilities, assessment, sanction and revocation centers, and various other prison diversion programs. The department contracts with nonprofit corporations in Great Falls, Missoula, Billings, Bozeman, Butte and Helena for pre-release services.

**Program Highlights**

<b>Probation &amp; Parole Division Major Budget Highlights</b>
<ul style="list-style-type: none"> <li>• Compared to the 2015 biennium legislative funding, budget changes are for:                             <ul style="list-style-type: none"> <li>◦ Funding for pay changes made at the agency's discretion during the 2015 biennium and for anticipated longevity pay in the 2017 biennium</li> <li>◦ Funding reductions as the result of an agency reorganization during the 2015 biennium</li> <li>◦ Annualization of funding for contracted facilities to the full contracted levels</li> <li>◦ General fund to replace state special revenue for probation and parole office leases with state special revenue not reduced</li> <li>◦ An increase for overtime</li> <li>◦ Funding to add 6.00 FTE probation and parole officers to address workload impacts</li> <li>◦ A 2% annual provider rate increase</li> </ul> </li> </ul>

**Funding**

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

Department of Corrections, 02-Probation & Parole Division Funding by Source of Authority						
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	
01100 General Fund	135,312,482	0	0	135,312,482	98.81 %	
02261 P & P Supervisory Fee	1,628,334	0	0	1,628,334	100.00 %	
<b>State Special Total</b>	<b>\$1,628,334</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,628,334</b>	<b>1.19 %</b>	
03315 Misc Federal Grants	0	0	0	0	0.00 %	
<b>Federal Special Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00 %</b>	
<b>Proprietary Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00 %</b>	
<b>Total All Funds</b>	<b>\$136,940,816</b>	<b>\$0</b>	<b>\$0</b>	<b>\$136,940,816</b>		

General fund provides 98.8% of the division’s funding. About 1.2% of the division’s funding comes from state special revenue collected from offenders who must pay a probation and parole supervision fee.

**Budget Summary by Category**

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

Budget Item	-----General Fund-----				-----Total Funds-----			
	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	63,565,506	63,565,506	127,131,012	93.95 %	65,065,717	65,065,717	130,131,434	95.03 %
PL Adjustments	2,458,550	2,446,470	4,905,020	3.62 %	1,772,506	1,760,426	3,532,932	2.58 %
New Proposals	1,236,128	2,040,322	3,276,450	2.42 %	1,236,128	2,040,322	3,276,450	2.39 %
<b>Total Budget</b>	<b>\$67,260,184</b>	<b>\$68,052,298</b>	<b>\$135,312,482</b>		<b>\$68,074,351</b>	<b>\$68,866,465</b>	<b>\$136,940,816</b>	

**Present Law Adjustments**

The “Present Law Adjustments” table shows the adopted changes from the FY 2015 legislative appropriation. Each is discussed in the narrative that follows.

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 402 - Montana Correctional Enterprises Rate Changes										
0.00	68,734	0	0	68,734	0.00	88,970	0	0	88,970	
DP 515 - State Share Health Insurance										
0.00	122,715	0	0	122,715	0.00	122,715	0	0	122,715	
DP 516 - Correct State Share Health Insurance										
0.00	4,131	0	0	4,131	0.00	4,131	0	0	4,131	
DP 520 - Fully Fund 2015 Legislatively Authorized FTE										
0.00	289,047	0	0	289,047	0.00	289,047	0	0	289,047	
DP 527 - Inflation\Deflation Adjustment										
0.00	12,744	0	0	12,744	0.00	10,264	0	0	10,264	
DP 530 - Reorganizations										
0.00	(86,175)	0	0	(86,175)	0.00	(86,175)	0	0	(86,175)	
DP 536 - Other 2015 Biennium Budget Adjustments										
0.00	(59,988)	(686,044)	0	(746,032)	0.00	(68,134)	(686,044)	0	(754,178)	
DP 550 - Motor Pool Rate Adjustment										
0.00	(210,861)	0	0	(210,861)	0.00	(207,016)	0	0	(207,016)	
DP 600 - 2015 Biennium Career Increment Pay Increases										
0.00	329,031	0	0	329,031	0.00	329,031	0	0	329,031	
DP 601 - Longevity Pay Increases										
0.00	65,784	0	0	65,784	0.00	65,784	0	0	65,784	
DP 602 - 2015 Biennium Other Pay Increases										
0.00	110,899	0	0	110,899	0.00	110,899	0	0	110,899	
DP 603 - Correctional Officer and Market Pay Adjustments										
0.00	234,752	0	0	234,752	0.00	234,752	0	0	234,752	
DP 200004 - Overtime										
0.00	7,968	0	0	7,968	0.00	7,968	0	0	7,968	
DP 200005 - Probation and Parole Office Leases (Biennial)										
0.00	823,500	0	0	823,500	0.00	823,500	0	0	823,500	
DP 200006 - Annualize PPD Contracted Facilities (Biennial)										
0.00	746,269	0	0	746,269	0.00	720,734	0	0	720,734	
DP 200444 - Statewide 4% FTE Reduction										
(4.00)	0	0	0	0	(4.00)	0	0	0	0	
<b>Grand Total All Present Law Adjustments</b>										
<b>(4.00)</b>	<b>\$2,458,550</b>	<b>(\$686,044)</b>	<b>\$0</b>	<b>\$1,772,506</b>	<b>(4.00)</b>	<b>\$2,446,470</b>	<b>(\$686,044)</b>	<b>\$0</b>	<b>\$1,760,426</b>	

\*\*\*Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 402 - Montana Correctional Enterprises Rate Changes -

The legislature approved funding to address rate changes for food and laundry services purchased from Montana Correctional Enterprises.

DP 515 - State Share Health Insurance -

The legislature provided appropriation authority for the state share of health insurance, as adopted by the 2013 Legislature.

DP 516 - Correct State Share Health Insurance -

The legislature approved an adjustment to the state share for health insurance to correct for an error in calculating the initial amounts.

DP 520 - Fully Fund 2015 Legislatively Authorized FTE -

The legislature provided appropriation authority to restore personal services funding to create a vacancy savings rate of zero.

DP 527 - Inflation\Deflation Adjustment -

The legislature adopted inflation/deflation factors for budgeted expenditures such as food or electricity. The legislature concurred with the executive on the factors with the exception of gasoline, aviation gasoline, diesel fuel, and jet fuel. For these factors the legislature further deflated costs to align the budget with more current information on declining prices of oil and gas projected to continue into the 2017 biennium.

DP 530 - Reorganizations -

The legislature adopted the reorganization of the management for medical services from the Director's Office, Probation and Parole Division, Secure Custody Facilities Program, and Youth Services Program to for the Clinical Services Division within the department. This included transfers of \$86,175 in general fund and 1.00 FTE in each FY 2016 and FY 2017 from this program.

DP 536 - Other 2015 Biennium Budget Adjustments -

The legislature approved various unspecified budget adjustments to move operating expenses to the FY 2015 legislative base.

DP 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 600 - 2015 Biennium Career Increment Pay Increases -

The legislature approved funding to annualize career increment pay increases provided by the agency during the 2015 biennium.

DP 601 - Longevity Pay Increases -

The legislature funded longevity pay adjustments.

DP 602 - 2015 Biennium Other Pay Increases -

The legislature approved funding to annualize various pay increases that were not for correctional officer or probation officer market movement, market adjustment to move employees to the entry level for the pay band, career increment movement, or longevity that were provided by the agency during the 2015 biennium.

DP 603 - Correctional Officer and Market Pay Adjustments -

The legislature funded pay adjustments given in the 2015 biennium for correctional and probation officer increments and adjustment to raise employees to 80% of market.

DP 200004 - Overtime -

The legislature funded increases to overtime.

DP 200005 - Probation and Parole Office Leases (Biennial) -

The legislature approved funding for Probation and Parole Division office lease costs. The legislature designated funding as biennial.

DP 200006 - Annualize PPD Contracted Facilities (Biennial) -

The legislature annualized the funding for contracted beds that house offenders managed under the Probation and Parole Division in treatment, pre-release, after care, transitional living, enhanced supervision, re-entry, and sanction facilities at the contracted level of beds and at the rate funded by the 2013 Legislature. Additionally, the legislature included language that provides flexibility to pay for beds filled in treatment and pre-release facilities up to 10% over the contracted number of beds as long as funding is available within the budget for these facilities.

DP 200444 - Statewide 4% FTE Reduction -

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. This change package includes a reduction of 4.00 FTE each year.

**New Proposals**

The "New Proposals" table shows the adopted changes from the FY 2015 legislative appropriation. Each is discussed in the narrative that follows.

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 200009 - PPD Population Management	6.00	417,461	0	0	417,461	6.00	407,375	0	0	407,375
DP 200098 - PPD Provider Rate Increase	0.00	818,667	0	0	818,667	0.00	1,632,947	0	0	1,632,947
<b>Total</b>	<b>6.00</b>	<b>\$1,236,128</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,236,128</b>	<b>6.00</b>	<b>\$2,040,322</b>	<b>\$0</b>	<b>\$0</b>	<b>\$2,040,322</b>

\*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 200009 - PPD Population Management -

The legislature approved funding to add 6.00 FTE probation and parole officers to address workload issues statewide.

DP 200098 - PPD Provider Rate Increase -

The legislature approved funding to provide a 2% provider rate increase in FY 2016 and an additional 2% (4% total) rate increase for FY 2017 for all contracted providers.