

## Agency Budget Comparison

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

Agency 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	1,179.47	1,179.47	1,149.25	1,149.25	1,179.47	1,149.25	(30.22)	(2.56)%
Personal Services	65,531,552	68,985,311	70,394,543	70,367,383	134,516,863	140,761,926	6,245,063	4.64 %
Operating Expenses	20,722,657	22,231,747	22,212,791	22,294,471	42,954,404	44,507,262	1,552,858	3.62 %
Equipment & Intangible Assets	21,456	144,914	121,456	46,456	166,370	167,912	1,542	0.93 %
Capital Outlay	0	0	0	0	0	0	0	0.00 %
Grants	26,746,239	27,927,656	28,749,065	28,745,363	54,673,895	57,494,428	2,820,533	5.16 %
Benefits & Claims	302,492,619	329,291,306	311,763,665	314,113,978	631,783,925	625,877,643	(5,906,282)	(0.93)%
Transfers	2,524,135	2,587,919	2,524,135	2,524,135	5,112,054	5,048,270	(63,784)	(1.25)%
Debt Service	1,158	1,527	1,158	1,158	2,685	2,316	(369)	(13.74)%
<b>Total Costs</b>	<b>\$418,039,816</b>	<b>\$451,170,380</b>	<b>\$435,766,813</b>	<b>\$438,092,944</b>	<b>\$869,210,196</b>	<b>\$873,859,757</b>	<b>\$4,649,561</b>	<b>0.53 %</b>
General Fund	75,248,669	80,187,551	83,156,587	84,908,468	155,436,220	168,065,055	12,628,835	8.12 %
State/Other Special Rev. Funds	5,639,778	6,904,101	5,819,805	5,821,085	12,543,879	11,640,890	(902,989)	(7.20)%
Federal Spec. Rev. Funds	337,151,369	364,078,728	346,790,421	347,363,391	701,230,097	694,153,812	(7,076,285)	(1.01)%
<b>Total Funds</b>	<b>\$418,039,816</b>	<b>\$451,170,380</b>	<b>\$435,766,813</b>	<b>\$438,092,944</b>	<b>\$869,210,196</b>	<b>\$873,859,757</b>	<b>\$4,649,561</b>	<b>0.53 %</b>

## Page Reference

Legislative Budget Analysis, B-1

## Executive Budget Comparison

The following table compares the legislative budget for the 2017 biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Base Budget Fiscal 2014	Executive Budget Fiscal 2016	Legislative Budget Fiscal 2016	Leg — Exec. Difference Fiscal 2016	Executive Budget Fiscal 2017	Legislative Budget Fiscal 2017	Leg — Exec. Difference Fiscal 2017	Biennium Difference Fiscal 16-17
FTE	1,179.47	1,149.25	1,149.25	0.00	1,149.25	1,149.25	0.00	0.00
Personal Services	65,531,552	70,976,840	70,394,543	(582,297)	70,949,953	70,367,383	(582,570)	(1,164,867)
Operating Expenses	20,722,657	21,807,884	22,212,791	404,907	21,908,766	22,294,471	385,705	790,612
Equipment & Intangible Assets	21,456	121,456	121,456	0	46,456	46,456	0	0
Capital Outlay	0	0	0	0	0	0	0	0
Grants	26,746,239	28,749,065	28,749,065	0	28,749,065	28,745,363	(3,702)	(3,702)
Benefits & Claims	302,492,619	129,061,384	311,763,665	182,702,281	131,992,206	314,113,978	182,121,772	364,824,053
Transfers	2,524,135	2,524,135	2,524,135	0	2,524,135	2,524,135	0	0
Debt Service	1,158	1,158	1,158	0	1,158	1,158	0	0
<b>Total Costs</b>	<b>\$418,039,816</b>	<b>\$253,241,922</b>	<b>\$435,766,813</b>	<b>\$182,524,891</b>	<b>\$256,171,739</b>	<b>\$438,092,944</b>	<b>\$181,921,205</b>	<b>\$364,446,096</b>
General Fund	75,248,669	81,398,731	83,156,587	1,757,856	83,162,583	84,908,468	1,745,885	3,503,741
State/other Special Rev. Funds	5,639,778	5,812,559	5,819,805	7,246	5,815,499	5,821,085	5,586	12,832
Federal Spec. Rev. Funds	337,151,369	166,030,632	346,790,421	180,759,789	167,193,657	347,363,391	180,169,734	360,929,523
<b>Total Funds</b>	<b>\$418,039,816</b>	<b>\$253,241,922</b>	<b>\$435,766,813</b>	<b>\$182,524,891</b>	<b>\$256,171,739</b>	<b>\$438,092,944</b>	<b>\$181,921,205</b>	<b>\$364,446,096</b>

The legislatively approved budget includes federal funding of \$360.9 million above the level requested by the executive. This includes Supplemental Nutrition Assistance Program (SNAP) funding which the executive had requested be moved out of HB 2 and into a statutory appropriation. The legislative appropriation also includes funding for the Safe Child Initiative in the Child and Family Services Division; this funding had originally been requested in HB 305, but has been amended down from \$4.4 million to \$1.0 million in that legislation and the remaining \$3.4 is currently included in HB 2.

Appropriations requested by the executive include caseload and provider rate increases throughout the economic security services branch to cover foster care and guardianship programs that are split between federal and state funding sources, and 8.00 one-time-only FTE for the Offices of Public Assistance. The budget also includes a contingency appropriation of \$775,000 in annual allocation of state special revenue held in case the federal government requires the State to take over portions of the Montana Telecommunications Access Program (MTAP) for which administration has historically been federal.

This budget does not fund lease adjustments for the Offices of Public Assistance in the Human and Community Services Division. Additionally, the executive implementation of the 2015 biennium pay plan was unfunded across the board.

### Agency Highlights

<b>Economic Security Services Branch Major Budget Highlights</b>
<ul style="list-style-type: none"> <li>• Inclusion of \$363.9 million in federal funds for the SNAP program, which were statutory in the executive request</li> <li>• Increased general fund due to:             <ul style="list-style-type: none"> <li>◦ Higher state match rates to draw down federal funding for foster care, guardianship, subsidized adoption, and cost allocation</li> <li>◦ Low revenue into the state special revenue account for the Child Support Enforcement Division</li> </ul> </li> <li>• A contingency appropriation of state special revenue for voice and internet relay services for the Montana Telecommunications Access Program provided these services are delegated to the state by the federal government</li> <li>• The legislature restricted provider rate increases across the branch to ensure the funds are used for that purpose</li> <li>• The legislature appropriated \$2.4 million one-time-only general fund for the Best Beginnings STARS to Quality child care program for the biennium</li> <li>• Inclusion of funds supporting various aspects of the Child and Family Services Division that were originally included in HB 305 - \$3.4 million biennial</li> <li>• The addition of 8.00 one-time-only FTE in the Offices of Public Assistance</li> </ul>

### Funding

The following table shows proposed agency funding by source of authority as proposed. Funding for each program is discussed in detail in the individual program narratives that follow.

Total Economic Security Services Branch Funding by Source of Authority 2017 Biennium Budget - Economic Security Services Branch					
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	168,065,055	0	0	168,065,055	19.23 %
State Special Total	11,640,890	0	130,000	11,770,890	1.35 %
Federal Special Total	694,153,812	(19,634)	0	694,134,178	79.42 %
Proprietary Total	0	0	0	0	0.00 %
Other Total	0	0	0	0	0.00 %
<b>Total All Funds</b>	<b>\$873,859,757</b>	<b>(\$19,634)</b>	<b>\$130,000</b>	<b>\$873,970,123</b>	
<b>Percent - Total All Sources</b>	<b>99.99 %</b>	<b>(0.00)%</b>	<b>0.01 %</b>		

This branch is funded predominantly with federal funds, with general fund as about one-fifth of total funding. Across the branch, general fund is used primarily as a matching source to draw down federal funding for various social assistance programs. The required match rates vary by function throughout the divisions: CFSD and CSED generally receive the Federal Medical Assistance Percentage (FMAP) rate; HCSD generally uses maintenance of effort (MOE) funding, which is a set dollar amount, rather than a match rate; DETD varies throughout its programs, but in general has a match rate higher than FMAP.

### 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-----			
	Leg.	Leg.	Leg.		Leg.	Leg.	Leg.	
Budget Item	Budget	Budget	Biennium	Percent	Budget	Budget	Biennium	Percent
	Fiscal 2016	Fiscal 2017	Fiscal 16-17	of Budget	Fiscal 2016	Fiscal 2017	Fiscal 16-17	of Budget
2015 Budget	79,942,503	79,942,503	159,885,006	95.13 %	449,114,518	449,114,518	898,229,036	102.79 %
PL Adjustments	241,010	1,621,063	1,862,073	1.11 %	(20,111,459)	(18,824,274)	(38,935,733)	(4.46)%
New Proposals	2,973,074	3,344,902	6,317,976	3.76 %	6,763,754	7,802,700	14,566,454	1.67 %
<b>Total Budget</b>	<b>\$83,156,587</b>	<b>\$84,908,468</b>	<b>\$168,065,055</b>		<b>\$435,766,813</b>	<b>\$438,092,944</b>	<b>\$873,859,757</b>	