

**Program Budget Comparison**

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

Program Budget Comparison								
Budget Item	Base Fiscal 2012	Approp. Fiscal 2013	Budget Fiscal 2014	Budget Fiscal 2015	Biennium Fiscal 12-13	Biennium Fiscal 14-15	Biennium Change	Biennium % Change
FTE	19.90	19.90	19.90	19.90	19.90	19.90	0.00	0.00%
Personal Services	885,670	1,191,254	1,091,446	1,093,712	2,076,924	2,185,158	108,234	5.21%
Operating Expenses	992,571	947,146	1,542,375	1,542,547	1,939,717	3,084,922	1,145,205	59.04%
Grants	616,624	3,861,131	616,624	616,624	4,477,755	1,233,248	(3,244,507)	(72.46%)
Transfers	1,289,703	2,906,297	1,289,703	1,289,703	4,196,000	2,579,406	(1,616,594)	(38.53%)
<b>Total Costs</b>	<b>\$3,784,568</b>	<b>\$8,905,828</b>	<b>\$4,540,148</b>	<b>\$4,542,586</b>	<b>\$12,690,396</b>	<b>\$9,082,734</b>	<b>(\$3,607,662)</b>	<b>(28.43%)</b>
General Fund	83,218	74,112	90,971	90,782	157,330	181,753	24,423	15.52%
Federal Special	3,701,350	8,831,716	4,449,177	4,451,804	12,533,066	8,900,981	(3,632,085)	(28.98%)
<b>Total Funds</b>	<b>\$3,784,568</b>	<b>\$8,905,828</b>	<b>\$4,540,148</b>	<b>\$4,542,586</b>	<b>\$12,690,396</b>	<b>\$9,082,734</b>	<b>(\$3,607,662)</b>	<b>(28.43%)</b>

**Program Description**

- Educational Outreach and Diversity is primarily a federally funded program intended to decrease the dropout rate of low-income and at-risk students at the secondary school level, and to increase their enrollment in postsecondary education. The Educational Outreach and Diversity program has three components providing services to the target populations:
- Gaining Early Awareness and Readiness for Undergraduate Programs (GEAR-UP) is an early intervention and scholarship program that provides mentoring, counseling and outreach to build academic success that will lead to postsecondary education enrollment and achievement. The program provides these services to an entire cohort of students at participating schools starting in seventh grade, and the program services follow that cohort through high school completion.
- Montana Educational Talent Search (METS) creates a long-term academic contract with middle school students that subsequently provide academic support, skills building, and counseling to encourage the planning, preparation and pursuit of a postsecondary education.
- American Indian/Minority Achievement (AIMA) is responsible for American Indian and minority recruitment and retention in the university system, oversight for the campus diversity plans, and implementation of Indian Education for All programs in the university system. An overall objective of the program is to work with the campuses of the MUS in order to increase recruitment, enrollment, and graduation rates of American Indian and other minority students.

**Program Highlights**

<b>Educational Outreach &amp; Diversity Program Major Budget Highlights</b>
<ul style="list-style-type: none"> <li>◆ General fund in this program supports the American Indian/Minority Achievement function and is about 2% of total biennial program expenditures</li> <li>◆ The federal grants supporting the Talent Search and GEAR UP programs are not subject to the federal sequestration</li> <li>◆ While federal funds increase in the 2015 biennium from base year expenditures when compared to the 2013 biennium, federal special revenue authority budgeted for the educational outreach function decreases 29%</li> <li>◆ \$4.0 million of authorized, but unexpended, federal GEAR-UP funds from prior years are included in FY 2013 in the budget comparison table, resulting in a higher budget in FY 2013 than either FY 2012 or either year of the 2015 biennium</li> </ul>

**Funding**

The following table shows program funding by source of authority for the 2015 biennium as adopted by the legislature.

Total Commissioner Of Higher Education Funding by Source of Authority 2015 Biennium Budget - Educational Outreach & Diversity							
Funds	HB 2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	MCA Reference	Statutory Category
General Fund	\$181,753	\$0	\$0	\$181,753	2.0%		
Federal Special Total	\$8,900,981	\$0	\$0	\$8,900,981	98.0%		
03042 2nd Gear Up Grant	\$6,442,166	\$0	\$0	\$6,442,166	70.9%		
03411 Gear Up Trio Scholarship	\$550,000	\$0	\$0	\$550,000	6.1%		
03412 2005 Gear Up Fed School Trust	\$550,000	\$0	\$0	\$550,000	6.1%		
03806 Talent Search	\$1,358,815	\$0	\$0	\$1,358,815	15.0%		
Total All Funds	\$9,082,734	\$0	\$0	\$9,082,734	100.0%		
<b>Percent - Total All Sources</b>	<b>100.0%</b>	<b>0.0%</b>	<b>0.0%</b>				

- o General fund supports the American Indian/Minority Achievement component of the program
- o Federal funds are from two grant sources, neither of which are subject to the federal budget sequestration under the Budget Control Act
  - o The Talent Search grant, comprising about 15% of the biennial program funding, has no non-federal matching requirement
  - o The GEAR-UP grant, comprising 77% of the biennial budget, requires a 50% non-federal fund match, which is provided through allowable in-kind services

**Budget Summary by Category**

The following summarizes the total budget by base, present law adjustments, and new proposals.

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2014	Budget Fiscal 2015	Biennium Fiscal 14-15	Percent of Budget	Budget Fiscal 2014	Budget Fiscal 2015	Biennium Fiscal 14-15	Percent of Budget
Base Budget	83,218	83,218	166,436	91.57%	3,784,568	3,784,568	7,569,136	83.34%
Statewide PL Adjustments	7,753	7,564	15,317	8.43%	205,580	208,018	413,598	4.55%
Other PL Adjustments	0	0	0	0.00%	550,000	550,000	1,100,000	12.11%
New Proposals	0	0	0	0.00%	0	0	0	0.00%
<b>Total Budget</b>	<b>\$90,971</b>	<b>\$90,782</b>	<b>\$181,753</b>		<b>\$4,540,148</b>	<b>\$4,542,586</b>	<b>\$9,082,734</b>	

**Present Law Adjustments**

The “Present Law Adjustments” table shows the changes to the base budget adopted by the legislature.

	-----Fiscal 2014-----					-----Fiscal 2015-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Present Law Adjustments										
Personal Services					251,252					253,614
Vacancy Savings					(45,476)					(45,572)
Inflation/Deflation					(196)					(24)
<b>Total Statewide Present Law Adjustments</b>		<b>\$7,753</b>	<b>\$0</b>	<b>\$197,827</b>	<b>\$205,580</b>		<b>\$7,564</b>	<b>\$0</b>	<b>\$200,454</b>	<b>\$208,018</b>
DP 50 - Initial Motion to FY 2012 Base	0.00	(7,753)	0	(197,827)	(205,580)	0.00	(7,564)	0	(200,454)	(208,018)
DP 51 - Adjustment for Statewide Personal Services	0.00	7,770	0	198,006	205,776	0.00	7,576	0	200,466	208,042
DP 52 - Adjustment for Statewide Operations	0.00	(17)	0	(179)	(196)	0.00	(12)	0	(12)	(24)
DP 601 - Present law increases for OCHE programs	0.00	0	0	550,000	550,000	0.00	0	0	550,000	550,000
<b>Total Other Present Law Adjustments</b>	<b>0.00</b>	<b>\$0</b>	<b>\$0</b>	<b>\$550,000</b>	<b>\$550,000</b>	<b>0.00</b>	<b>\$0</b>	<b>\$0</b>	<b>\$550,000</b>	<b>\$550,000</b>
<b>Grand Total All Present Law Adjustments</b>	<b>0.00</b>	<b>\$7,753</b>	<b>\$0</b>	<b>\$747,827</b>	<b>\$755,580</b>	<b>0.00</b>	<b>\$7,564</b>	<b>\$0</b>	<b>\$750,454</b>	<b>\$758,018</b>

DP 50 - Initial Motion to FY 2012 Base - The legislature adopted a motion to establish the starting point for budget deliberations as the FY 2012 base. This adjustment removes statewide present law adjustments for personal services, vacancy savings, fixed costs, and inflation/deflation.

DP 51 - Adjustment for Statewide Personal Services - This adjustment funds statewide personal services and vacancy savings.

DP 52 - Adjustment for Statewide Operations - This adjustment establishes the fixed cost and inflation/deflation rates as approved by the General Government subcommittee.

DP 601 - Present law increases for OCHE programs - The legislature added \$550,000 authority each year from federal funds for scholarship awards made by the GEAR UP program.