

**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	3.00	3.00	3.00	3.00	3.00	3.00	0.00	0.00 %
Personal Services	299,859	293,318	287,102	286,330	593,177	573,432	(19,745)	(3.33)%
Operating Expenses	24,882	19,924	23,888	24,227	44,806	48,115	3,309	7.39 %
<b>Total Costs</b>	<b>\$324,741</b>	<b>\$313,242</b>	<b>\$310,990</b>	<b>\$310,557</b>	<b>\$637,983</b>	<b>\$621,547</b>	<b>(\$16,436)</b>	<b>(2.58)%</b>
General Fund	324,741	313,242	310,990	310,557	637,983	621,547	(16,436)	(2.58)%
<b>Total Funds</b>	<b>\$324,741</b>	<b>\$313,242</b>	<b>\$310,990</b>	<b>\$310,557</b>	<b>\$637,983</b>	<b>\$621,547</b>	<b>(\$16,436)</b>	<b>(2.58)%</b>

**Program Description**

The Office of the Lieutenant Governor is responsible for carrying out duties prescribed by statute established by Article VI, Section 4 of the Montana Constitution, as well as those delegated by the Governor. Statutory authority is Title 2, Chapter 15, part 3, MCA.

**Program Highlights**

<b>Lieutenant Governor's Office Major Budget Highlights</b>
<ul style="list-style-type: none"> <li>• Personal services decrease as a result of personal services funding transferred to other programs within the Governor's Office</li> <li>• Operating costs increase as result of fixed costs</li> </ul>

**Program Narrative**

The legislature approved transferring a total of 0.94 FTE and related personal services from the Lieutenant Governor's Office to other programs within the Governor's Office. The transfers included:

- 0.50 FTE and \$20,580 in related personal services funding to the Citizen's Advocate Program
- 0.37 FTE and \$17,450 in related personal services funding to the Executive Office Program
- 0.07 FTE and \$4,860 in related personal services funding to the Executive Residence Program

The transfers do not appear in the Program Budget Comparison table as the executive implemented the changes in FY 2014 and the tables reflect the lower level of FTE and personal services costs. However, the FY 2015 legislative base budget retained the FTE and related personal services in the Lieutenant Governor's Office as shown in the Budget Summary By Category table and are reflected in the decision packages for the program.

**Funding**

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

Governor's Office, 12-Lieutenant Governor's Office Funding by Source of Authority						
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	
01100 General Fund	621,547	0	0	621,547	100.00 %	
<b>State Special Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00 %</b>	
<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>\$621,547</b>	<b>\$0</b>	<b>\$0</b>	<b>\$621,547</b>		

The Office of the Lieutenant Governor's is entirely funded with general fund.

**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	356,132	356,132	712,264	114.60 %	356,132	356,132	712,264	114.60 %
PL Adjustments	(45,142)	(45,575)	(90,717)	(14.60)%	(45,142)	(45,575)	(90,717)	(14.60)%
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
<b>Total Budget</b>	<b>\$310,990</b>	<b>\$310,557</b>	<b>\$621,547</b>		<b>\$310,990</b>	<b>\$310,557</b>	<b>\$621,547</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.

	-----Fiscal 2016-----					-----Fiscal 2017-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Present Law Adjustments										
DP 402 - Operating Cost Adjustments	0.00	1,047	0	0	1,047	0.00	53	0	0	53
DP 408 - .94 FTE Transfer to Executive, Residence and Citizens Advoc.	0.00	(58,995)	0	0	(58,995)	0.00	(58,995)	0	0	(58,995)
DP 515 - State Share Health Insurance	0.00	1,458	0	0	1,458	0.00	1,458	0	0	1,458
DP 520 - Fully Fund 2015 Legislatively Authorized FTE	0.00	4,236	0	0	4,236	0.00	4,236	0	0	4,236
DP 525 - Fixed Costs	0.00	457	0	0	457	0.00	605	0	0	605
DP 527 - Inflation/Deflation Adjustment	0.00	4,114	0	0	4,114	0.00	4,288	0	0	4,288
DP 529 - Longevity and Other Adjustments	0.00	(7,657)	0	0	(7,657)	0.00	(7,657)	0	0	(7,657)
DP 550 - Motor Pool Rate Adjustment	0.00	(881)	0	0	(881)	0.00	(893)	0	0	(893)
DP 560 - Restore Governor's Office Funding	0.00	11,079	0	0	11,079	0.00	11,330	0	0	11,330
<b>Grand Total All Present Law Adjustments</b>	<b>0.00</b>	<b>(\$45,142)</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$45,142)</b>	<b>0.00</b>	<b>(\$45,575)</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$45,575)</b>

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

DP 402 - Operating Cost Adjustments -

The legislature adopted increases of \$107 general fund in FY 2016 and \$446 general fund in FY 2017 for the reconciliation of using the FY 2015 legislative appropriation as a starting point.

DP 408 - .94 FTE Transfer to Executive, Residence and Citizens Advoc. -

The legislature adopted a reduction of \$58,995 in each year of the biennium for the program transfer to the Executive Office Program, the Executive Residence Operations, and the Citizens' Advocate Office to fund three part-time positions to full-time.

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 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 525 - Fixed Costs -

The legislature adopted proprietary rates for fixed costs charged to state agencies for services such as information technology or rent and grounds maintenance within the capitol complex. Rates for messenger services, legislative audit, grounds maintenance, records management, agency legal costs, and the statewide cost allocation plan were adopted as proposed by the executive. The legislature lowered proprietary rates for warrant writer, payroll services, SABHRS, SITSD fees, and rent. The legislature increased insurance premiums to provide for increased costs of claims and to establish a reserve for the insurance fund.

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 529 - Longevity and Other Adjustments -

The legislature adopted personal service adjustments for unemployment insurance, workers compensation rates, longevity, retirement, and health benefits.

DP 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 560 - Restore Governor's Office Funding -

The legislature provided additional funding for the Governor's Office to provide funding to the level requested in the Governor's proposed budget. This adjustment does not include funding the executive implementation of the 2015 pay increase.