

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	24.00	24.00	23.00	23.00	24.00	23.00	(1.00)	(4.17)%
Personal Services	1,492,077	1,433,061	1,776,733	1,777,532	2,925,138	3,554,265	629,127	21.51 %
Operating Expenses	461,213	685,127	1,234,605	1,208,797	1,146,340	2,443,402	1,297,062	113.15 %
Equipment & Intangible Assets	22,180	0	0	0	22,180	0	(22,180)	(100.00)%
Grants	10,265,846	11,735,443	11,735,443	11,735,443	22,001,289	23,470,886	1,469,597	6.68 %
Transfers	850,470	2,532,674	2,532,674	2,532,674	3,383,144	5,065,348	1,682,204	49.72 %
Total Costs	\$13,091,786	\$16,386,305	\$17,279,455	\$17,254,446	\$29,478,091	\$34,533,901	\$5,055,810	17.15 %
General Fund	1,176,995	1,250,343	1,265,659	1,264,617	2,427,338	2,530,276	102,938	4.24 %
State/Other Special Rev. Funds	73,855	236,536	60,430	59,641	310,391	120,071	(190,320)	(61.32)%
Federal Spec. Rev. Funds	11,840,936	14,899,426	15,953,366	15,930,188	26,740,362	31,883,554	5,143,192	19.23 %
Total Funds	\$13,091,786	\$16,386,305	\$17,279,455	\$17,254,446	\$29,478,091	\$34,533,901	\$5,055,810	17.15 %

Program Description

The Disaster and Emergency Services Division (DES) duties and responsibilities are provided for under Title 10, Chapter 3, MCA. The division is responsible for the coordination, development and implementation of emergency management planning, mitigation, response, and recovery statewide. This responsibility includes the administration and disbursement of federal Homeland Security and Emergency Management funds to eligible political subdivisions and tribal nations across the state. The division maintains a 24 hour a day point of contact to coordinate the volunteer, state, and federal response for assistance to political subdivisions and tribal nations in the event of an incident, emergency, or disaster.

Program Highlights

Disaster and Emergency Services Division Major Budget Highlights
<ul style="list-style-type: none"> • The legislature provided additional federal grant funding at about \$1.0 million a year above the 2015 legislative base budget • Personal service cost increases are due to additional homeland security grant funding, implementation of HB 13 pay plan increases and fully funding FTE authorized in the 2015 biennium

Program Narrative

The legislature approved the program's request for an additional \$4.0 million in federal appropriation authority above FY 2014 actual expenditures. Personal services increase when compared to the 2015 biennium budget. In addition to increases that resulted from the implementation of the pay raises and insurance contributions included in HB 13 as enacted by the 2013 Legislature, other increases provided by the legislature include:

- Employee attainment of longevity milestones in the 2017 biennium
- Increased costs for employer retirement contributions as required by statute
- Full funding of positions that were either unfilled during all or a portion of FY 2014
- Approval of funding for market and competency pay adjustments approved throughout the 2015 biennium

Operating expenses increase when compared to the 2015 biennium. Increases resulted from adoption of the FY 2015 legislative base budget which included a higher level of funding for:

- Consulting and professional services

- Minor tools and equipment
- Office equipment
- Computer hardware
- Vehicular expenses
- Advertising
- In-state car rental
- Settlements

Additional authority for homeland security grants made up the majority of the increase in the grants budget. Increases in the amount of transfers were also the result of the adoption of the FY 2015 legislative base budget.

Funding

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

Department of Military Affairs, 21-Disaster & Emergency Services Funding by Source of Authority						
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	
01100 General Fund	2,530,276	0	0	2,530,276	7.33 %	
02156 SAR DES DFWP Fees	41,928	0	0	41,928	34.92 %	
02170 SAR DES Off Road Vehicles	68,457	0	0	68,457	57.01 %	
02180 EMERGENCY PREPAREDNESS SUMMIT	0	0	0	0	0.00 %	
02335 DES Training Conference	9,686	0	0	9,686	8.07 %	
02847 Fire Suppression Fund	0	0	0	0	0.00 %	
State Special Total	\$120,071	\$0	\$0	\$120,071	0.35 %	
03022 Federal Disaster Assistance	0	0	0	0	0.00 %	
03094 FEMA Federal Grants	0	0	0	0	0.00 %	
03134 Disaster & Emergency Services	31,883,554	0	0	31,883,554	100.00 %	
Federal Special Total	\$31,883,554	\$0	\$0	\$31,883,554	92.33 %	
Proprietary Total	\$0	\$0	\$0	\$0	0.00 %	
Total All Funds	\$34,533,901	\$0	\$0	\$34,533,901		

Funding for the Disaster and Emergency Services Division is broken down roughly into three functional areas:

- Administration and coordination
- Search and rescue
- Grant programs

Administrative and coordination functions are funded primarily through a 50/50 partnership between state general fund and federal revenues. Disaster coordination functions are usually funded 100% with federal funds.

Search and rescue activities are funded with state special revenue funds derived from surcharges on conservation licenses and off-road vehicle licenses.

Grant activities are dominated by federal funding. The amount of this funding budgeted in HB 2 varies greatly depending on the federal source and available amounts known at the time of the budget adoption. This is reflected in the increase in federal funding for the upcoming biennium from the current biennium.

The Governor is also provided a number of statutory appropriations in the event of a declared emergency or disaster. The most notable of these is the authority to authorize up to \$16 million for disaster relief. These expenditures are authorized through executive orders.

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								
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	1,250,343	1,250,343	2,500,686	98.83 %	16,386,305	16,386,305	32,772,610	94.90 %
PL Adjustments	15,316	14,274	29,590	1.17 %	893,150	868,141	1,761,291	5.10 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$1,265,659	\$1,264,617	\$2,530,276		\$17,279,455	\$17,254,446	\$34,533,901	

The legislature adopted a 5.1% increase in the Disaster and Emergency Services Division budget when compared to the 2015 legislative base budget. Present law adjustments for homeland security grant funds of \$1.7 million make up the majority of the increase for DES. The Homeland Security Grant Program manages US Department of Homeland Security anti-terrorism grant funds to pay for local, tribal, and state projects to strengthen the state's ability to prevent and respond to hazard events. Focus for the grants is on interoperable communications, fusion center operations, and many other areas. Of the funds received through this grant program, at least 80% must be passed through to local and tribal applicants.

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 510 - Legislative Audit - HB 2 2014 Fixed Costs (Restricted/Biennia)	0.00	3,318	0	9,956	13,274	0.00	0	0	0	0
DP 515 - State Share Health Insurance	0.00	5,799	0	5,379	11,178	0.00	5,799	0	5,379	11,178
DP 520 - Fully Fund Legislatively Authorized FTE	0.00	14,214	0	157,978	172,192	0.00	14,214	0	157,978	172,192
DP 525 - Fixed Cost Adjustment	0.00	450	0	5,473	5,923	0.00	512	0	6,229	6,741
DP 526 - 2017 Biennium Legislative Audit (Restricted/Biennial)	0.00	(2,131)	0	2,501	370	0.00	0	0	0	0
DP 527 - Inflation Deflation Adjustment	0.00	(1,789)	0	(3,631)	(5,420)	0.00	(1,777)	0	(3,608)	(5,385)
DP 529 - Longevity and Other adjustments	0.00	0	0	(1,343)	(1,343)	0.00	0	0	2,351	2,351
DP 550 - Motor Pool Adjustment	0.00	(305)	0	(3,879)	(4,184)	0.00	(310)	0	(3,933)	(4,243)
DP 600 - Operating Cost Adjustments	0.00	9,185	(95,502)	625,832	539,515	0.00	9,364	(95,502)	612,695	526,557
DP 610 - Other Personal Services Changes	0.00	(13,425)	(80,604)	255,674	161,645	0.00	(13,528)	(81,393)	253,671	158,750
DP 2100444 - 4% FTE Reduction	(1.00)	0	0	0	0	(1.00)	0	0	0	0
Grand Total All Present Law Adjustments	(1.00)	\$15,316	(\$176,106)	\$1,053,940	\$893,150	(1.00)	\$14,274	(\$176,895)	\$1,030,762	\$868,141

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

DP 510 - Legislative Audit - HB 2 2014 Fixed Costs (Restricted/Biennia -

The legislature provided a restricted biennial appropriation for the legislative audit costs. The funding is established at the level of the 2015 biennial appropriation contained in HB 2 as enacted by the 2013 Legislature.

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 Legislatively Authorized FTE -

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

DP 525 - Fixed Cost Adjustment -

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 526 - 2017 Biennium Legislative Audit (Restricted/Biennial) -

The legislature adjusted legislative audit costs and funding based on the current estimate of the Legislative Auditor.

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 Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 600 - Operating Cost Adjustments -

The legislature adopted all other operating cost adjustments.

DP 610 - Other Personal Services Changes -

The legislature adopted all other personal service cost adjustments, except the annualization of the 2015 biennium pay plan.

DP 2100444 - 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 1.00 FTE each year.