

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	8.75	8.75	8.75	8.75	8.75	8.75	0.00	0.00 %
Personal Services	503,091	514,960	534,635	534,506	1,018,051	1,069,141	51,090	5.02 %
Operating Expenses	111,643	123,399	151,813	152,345	235,042	304,158	69,116	29.41 %
Grants	82,098	87,120	87,120	87,120	169,218	174,240	5,022	2.97 %
Total Costs	\$696,832	\$725,479	\$773,568	\$773,971	\$1,422,311	\$1,547,539	\$125,228	8.80 %
General Fund	38,871	38,352	40,638	40,546	77,223	81,184	3,961	5.13 %
Federal Spec. Rev. Funds	647,883	676,997	687,870	688,362	1,324,880	1,376,232	51,352	3.88 %
Proprietary Funds	10,078	10,130	45,060	45,063	20,208	90,123	69,915	345.98 %
Total Funds	\$696,832	\$725,479	\$773,568	\$773,971	\$1,422,311	\$1,547,539	\$125,228	8.80 %

Program Description

The Historic Sites Preservation Program (State Historic Preservation Office) administers the Montana Antiquities Act (MCA 22-3-421; ARM 10.121.901) and Montana's participation in the National Historic Preservation Act of 1966, as amended, with its federal programs, guidelines, and grants-in-aid for historic preservation. Staff provide technical assistance to all Montana property owners, including agencies, organizations, and the public. Staff maintains a statewide inventory of recorded historic and archaeological sites. Staff: 1) reviews state agencies compliance with state antiquities act; 2) reviews and comments on all proposed federally funded or permitted projects within the state to determine their effect on properties listed or eligible for listing in the National Register of Historic Places; and 3) administers the National Register of Historic Places program in Montana through the state preservation review board. The program: 1) recommends certification of historic structures and rehabilitation projects for federal tax credits to citizens and businesses, as authorized by the Tax Reform Act of 1976; 2) awards and administers pass-through federal grants to local governments participating in the federal Certified Local Government Program; and 3) may award funds for historic survey and planning for historic areas and for bricks and mortar rehabilitation when funds are available.

Program Highlights

Historic Preservation Program Major Budget Highlights
<ul style="list-style-type: none"> • The legislature approved a biennial 8.6% budget increase in ongoing funding for this program that is driven by: <ul style="list-style-type: none"> ◦ Increasing proprietary authority by \$70,000 over the biennium ◦ Increases in personal services consisting of agency adjustments (such as longevity, training assignments, reclassifications, etc.)

Funding

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

Montana Historical Society, 06-Historic Preservation Program Funding by Source of Authority						
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	
01100 General Fund	81,184	0	0	81,184	5.25 %	
State Special Total	\$0	\$0	\$0	\$0	0.00 %	
03021 Historic Sites Preservation	1,376,232	0	0	1,376,232	100.00 %	
Federal Special Total	\$1,376,232	\$0	\$0	\$1,376,232	88.93 %	
06013 SHPO ENTERPRISE FUND	90,123	0	0	90,123	100.00 %	
Proprietary Total	\$90,123	\$0	\$0	\$90,123	5.82 %	
Total All Funds	\$1,547,539	\$0	\$0	\$1,547,539		

The program is funded through a combination of general fund, federal special revenue from the National Park Service (NPS), and proprietary funds. Proprietary funds are generated from fees for historical preservation assistance and services and are used to enhance and maintain the agency’s antiquities data base. The federal grants from the NPS have a 60:40 federal/state matching requirement. MHS uses funding at the local level to match the federal grant.

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	38,352	38,352	76,704	94.48 %	725,479	725,479	1,450,958	93.76 %
PL Adjustments	2,286	2,194	4,480	5.52 %	13,089	13,492	26,581	1.72 %
New Proposals	0	0	0	0.00 %	35,000	35,000	70,000	4.52 %
Total Budget	\$40,638	\$40,546	\$81,184		\$773,568	\$773,971	\$1,547,539	

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 100 - Other PS	0.00	1,800	0	13,501	15,301	0.00	1,708	0	13,464	15,172
DP 515 - State Share Health Insurance	0.00	486	0	3,888	4,374	0.00	486	0	3,888	4,374
DP 525 - Fixed Costs	0.00	0	0	(1,622)	(1,692)	0.00	0	0	(1,573)	(1,640)
DP 527 - Inflation and Deflation	0.00	0	0	(4,758)	(4,758)	0.00	0	0	(4,276)	(4,276)
DP 550 - Motor Pool Rate Adjustments	0.00	0	0	(136)	(136)	0.00	0	0	(138)	(138)
Grand Total All Present Law Adjustments	0.00	\$2,286	\$0	\$10,873	\$13,089	0.00	\$2,194	\$0	\$11,365	\$13,492

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

DP 100 - Other PS -

The legislature adopted personal service adjustments outside of state share health insurance increases, vacancy savings, and the executive implementation of the 2015 pay increase.

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 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 and Deflation -

The legislature adopted inflation/deflation factors for budgeted expenditures such as books and motor pool. 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 550 - Motor Pool Rate Adjustments -

The legislature adopted a reduction to the motor pool rates.

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 600006 - Operating Expenditures in SHPO Proprietary Fund	0.00	0	0	0	35,000	0.00	0	0	0	35,000
Total	0.00	\$0	\$0	\$0	\$35,000	0.00	\$0	\$0	\$0	\$35,000

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

DP 600006 - Operating Expenditures in SHPO Proprietary Fund -

The legislature approved proprietary authority for increasing costs of maintaining the state antiquities database system and to facilitate the development of a statewide Geographic Information System (GIS) and offset costs related to administration, planning, survey, inventory, review, and compliance of duties of the National Register Program. Amounts are not shown on the new proposal table due to the HB 2 proprietary fund request.