

Agency Budget Comparison

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

Agency 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	140.75	140.75	142.72	142.72	140.75	142.72	1.97	1.40%
Personal Services	6,855,799	7,329,156	7,267,726	7,272,183	14,184,955	14,539,909	354,954	2.50%
Operating Expenses	2,957,157	3,040,519	3,186,970	3,137,275	5,997,676	6,324,245	326,569	5.44%
Equipment & Intangible Assets	7,149	62,689	7,149	7,149	69,838	14,298	(55,540)	(79.53%)
Benefits & Claims	0	0	0	0	0	0	0	n/a
Transfers	75,997	0	75,997	75,997	75,997	151,994	75,997	100.00%
Debt Service	24,842	25,000	24,842	24,842	49,842	49,684	(158)	(0.32%)
Total Costs	\$9,920,944	\$10,457,364	\$10,562,684	\$10,517,446	\$20,378,308	\$21,080,130	\$701,822	3.44%
General Fund	986,083	991,064	1,507,983	1,497,575	1,977,147	3,005,558	1,028,411	52.01%
State Special	7,569,126	7,977,812	7,657,822	7,629,303	15,546,938	15,287,125	(259,813)	(1.67%)
Federal Special	1,365,735	1,488,488	1,396,879	1,390,568	2,854,223	2,787,447	(66,776)	(2.34%)
Total Funds	\$9,920,944	\$10,457,364	\$10,562,684	\$10,517,446	\$20,378,308	\$21,080,130	\$701,822	3.44%

Page Reference

Legislative Budget Analysis, C-110

Executive Budget Comparison

The following table compares the legislative budget in the 2015 biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Base Budget Fiscal 2012	Executive Budget Fiscal 2014	Legislative Budget Fiscal 2014	Leg – Exec. Difference Fiscal 2014	Executive Budget Fiscal 2015	Legislative Budget Fiscal 2015	Leg – Exec. Difference Fiscal 2015	Biennium Difference Fiscal 14-15
FTE	140.75	134.01	142.72	8.71	134.01	142.72	8.71	
Personal Services	6,855,799	7,074,414	7,267,726	193,312	7,079,424	7,272,183	192,759	386,071
Operating Expenses	2,957,157	3,179,702	3,186,970	7,268	3,129,966	3,137,275	7,309	14,577
Equipment & Intangible Assets	7,149	7,149	7,149	0	7,149	7,149	0	0
Benefits & Claims	0	0	0	0	0	0	0	0
Transfers	75,997	75,997	75,997	0	75,997	75,997	0	0
Debt Service	24,842	24,842	24,842	0	24,842	24,842	0	0
Total Costs	\$9,920,944	\$10,362,104	\$10,562,684	\$200,580	\$10,317,378	\$10,517,446	\$200,068	\$400,648
General Fund	986,083	1,526,113	1,507,983	(18,130)	1,515,716	1,497,575	(18,141)	(36,271)
State/Other Special	7,569,126	7,422,493	7,657,822	235,329	7,394,464	7,629,303	234,839	470,168
Federal Special	1,365,735	1,413,498	1,396,879	(16,619)	1,407,198	1,390,568	(16,630)	(33,249)
Total Funds	\$9,920,944	\$10,362,104	\$10,562,684	\$200,580	\$10,317,378	\$10,517,446	\$200,068	\$400,648

The legislatively approved budget is 6.8% higher than the executive request due to not approving a reduction in the Brands Enforcement Division, which would have decreased the brands budget by \$700,000 and 8.71 FTE for brands inspection.

Agency Highlights

Department of Livestock Major Budget Highlights
<ul style="list-style-type: none"> ◆ The legislatively approved budget increased by 6.8% from the executive request due to not approving a reduction in the Brands Enforcement Division, which would have decreased the brands budget by \$700,000 and 8.71 FTE for brands inspection. ◆ Major initiatives in the executive budget are: <ul style="list-style-type: none"> ○ Funding brucellosis surveillance ○ Maintaining the animal health system ◆ General fund increases by 53.8% over the biennium primarily due to the brucellosis surveillance program, DSA veterinarian and compliance specialist funding, and animal health system network support fees ◆ The agency did not provide pay plan pay increases during the 2013 biennium

Agency Discussion

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

The Department of Livestock is funded with general fund, state special revenue, and federal special revenue. General fund provides support for some administrative functions, the diagnostic lab, and meat and poultry inspections. The legislative approved budget contains a 53.85% increase in general fund from the 2013 biennium. The increase is mainly attributable to present law adjustments, costs associated with the brucellosis designated surveillance area (DSA), and funding for a DSA veterinarian and compliance specialist.

Funding

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

Total Department Of Livestock Funding by Source of Authority 2015 Biennium Budget					
Funds	HB 2	Non- Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	\$3,005,558	\$0	\$0	\$3,005,558	13.3%
State Special Total	15,287,125	-	1,469,766	16,756,891	74.3%
Federal Special Total	2,787,447	-	-	2,787,447	12.4%
Proprietary Total	-	-	-	-	0.0%
Current Unrestricted	-	-	-	-	0.0%
Other Total	-	-	-	-	0.0%
Total All Funds	<u>\$21,080,130</u>	<u>\$0</u>	<u>\$1,469,766</u>	<u>\$22,549,896</u>	
Percent - Total All Sources	93.5%	0.0%	6.5%		

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	986,083	986,083	1,972,166	65.62%	9,920,944	9,920,944	19,841,888	94.13%
Statewide PL Adjustments	(13,433)	(11,903)	(25,336)	(0.84%)	378,702	348,295	726,997	3.45%
Other PL Adjustments	27,212	15,487	42,699	1.42%	(11,747)	(22,872)	(34,619)	(0.16%)
New Proposals	508,121	507,908	1,016,029	33.81%	274,785	271,079	545,864	2.59%
Total Budget	\$1,507,983	\$1,497,575	\$3,005,558		\$10,562,684	\$10,517,446	\$21,080,130	

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	20.78	20.78	19.75	19.75	20.78	19.75	(1.03)	(4.96%)
Personal Services	1,138,874	1,190,550	1,046,030	1,045,323	2,329,424	2,091,353	(238,071)	(10.22%)
Operating Expenses	509,872	762,037	581,247	533,037	1,271,909	1,114,284	(157,625)	(12.39%)
Equipment & Intangible Assets	7,149	9,352	7,149	7,149	16,501	14,298	(2,203)	(13.35%)
Benefits & Claims	0	0	0	0	0	0	0	n/a
Transfers	75,997	0	75,997	75,997	75,997	151,994	75,997	100.00%
Total Costs	\$1,731,892	\$1,961,939	\$1,710,423	\$1,661,506	\$3,693,831	\$3,371,929	(\$321,902)	(8.71%)
General Fund	67,374	70,100	85,077	80,354	137,474	165,431	27,957	20.34%
State Special	1,664,518	1,891,839	1,625,346	1,581,152	3,556,357	3,206,498	(349,859)	(9.84%)
Total Funds	\$1,731,892	\$1,961,939	\$1,710,423	\$1,661,506	\$3,693,831	\$3,371,929	(\$321,902)	(8.71%)

Page Reference

Legislative Budget Analysis, C-117

Funding

The Centralized Services Division is primarily funded by livestock per capita fees, accounting for 72% of funding. The remaining special revenue supports the administratively attached Milk Control Bureau and Board of Horse Racing. General fund accounts for just over 5%, which supports operations and payment for wolf losses.

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	67,374	67,374	134,748	81.45%	1,731,892	1,731,892	3,463,784	102.72%
Statewide PL Adjustments	1,377	1,654	3,031	1.83%	121,847	77,871	199,718	5.92%
Other PL Adjustments	16,326	11,326	27,652	16.72%	41,537	36,578	78,115	2.32%
New Proposals	0	0	0	0.00%	(184,853)	(184,835)	(369,688)	(10.96%)
Total Budget	\$85,077	\$80,354	\$165,431		\$1,710,423	\$1,661,506	\$3,371,929	

Present Law Adjustments

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

Present Law Adjustments	-----Fiscal 2014-----					-----Fiscal 2015-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					141,569					140,813
Vacancy Savings					(50,960)					(50,929)
Inflation/Deflation					(107)					152
Fixed Costs					31,345					(12,165)
Total Statewide Present Law Adjustments		\$1,377	\$120,470	\$0	\$121,847		\$1,654	\$76,217	\$0	\$77,871
DP 50 - Initial Motion to FY 2012 Base	0.00	(1,377)	(120,489)	0	(121,866)	0.00	(1,654)	(76,236)	0	(77,890)
DP 51 - Adjustment for Statewide Personal Services	0.00	852	89,776	0	90,628	0.00	1,099	88,804	0	89,903
DP 52 - Adjustment for Statewide Operations	0.00	525	32,314	0	32,839	0.00	555	(10,926)	0	(10,371)
DP 101 - Replacement Personal Computers	0.00	0	18,610	0	18,610	0.00	0	18,610	0	18,610
DP 102 - Animal Health System Maintenance	0.00	5,000	5,000	0	10,000	0.00	5,000	5,000	0	10,000
DP 103 - Animal Health System Customization (OTO)	0.00	5,000	0	0	5,000	0.00	0	0	0	0
DP 106 - Livestock Loss Board Meetings	0.00	6,326	0	0	6,326	0.00	6,326	0	0	6,326
Total Other Present Law Adjustments	0.00	\$16,326	\$25,211	\$0	\$41,537	0.00	\$11,326	\$25,252	\$0	\$36,578
Grand Total All Present Law Adjustments	0.00	\$17,703	\$145,681	\$0	\$163,384	0.00	\$12,980	\$101,469	\$0	\$114,449

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 101 - Replacement Personal Computers - The legislature approved funding to continue replacing computers on a five year cycle. The appropriation, all from state special revenue, accounts for the additional amount above and beyond the base (\$9,990), which replaces 22 computers.

DP 102 - Animal Health System Maintenance - The legislature approved 50% general fund and 50% state special revenue each year of the 2015 biennium for network support and software maintenance costs for the USAHerds system. The system came on line in January of 2011 and maintenance costs were not billed in FY 2012. This system is used by the department to manage the importing of animals into the state, and to track and manage animal diseases.

DP 103 - Animal Health System Customization (OTO) - The legislature approved one-time-only general in FY 2014 for customization of the USAHerds system.

DP 106 - Livestock Loss Board Meetings - The legislature approved expenditures in the base for the Livestock Loss Board (LLB) including two in-person meetings. The legislature approved additional funding for four in-person meetings. The total cost for four meetings is \$12,652, or an increase of \$6,326 over base expenditures.

New Proposals

New Proposals										
Program	-----Fiscal 2014-----					-----Fiscal 2015-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 54 - Additional Vacancy Savings										
01	0.00	0	(116,334)	0	(116,334)	0.00	0	(116,408)	0	(116,408)
DP 109 - Board of Horse Racing Adjustment										
01	(1.03)	0	(68,519)	0	(68,519)	(1.03)	0	(68,427)	0	(68,427)
Total	(1.03)	\$0	(\$184,853)	\$0	(\$184,853)	(1.03)	\$0	(\$184,835)	\$0	(\$184,835)

DP 54 - Additional Vacancy Savings - The legislature applied an additional 2% vacancy savings to all positions except those exempt in statute or that must be filled 24/7. Language was included in HB 2 that allows the agency to allocate the reduction among programs.

DP 109 - Board of Horse Racing Adjustment - The legislature approved a reduction of 1.03 FTE and \$68,519 in FY 2014 and \$68,427 in FY 2015 of state special revenue funding associated with the Board of Horse Racing (BOHR) activities in order to align expenditures to available funding.

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	21.76	21.76	21.76	21.76	21.76	21.76	0.00	0.00%
Personal Services	1,147,130	1,178,036	1,196,492	1,198,472	2,325,166	2,394,964	69,798	3.00%
Operating Expenses	793,588	751,342	733,166	731,226	1,544,930	1,464,392	(80,538)	(5.21%)
Equipment & Intangible Assets	0	5,258	0	0	5,258	0	(5,258)	(100.00%)
Debt Service	24,842	25,000	24,842	24,842	49,842	49,684	(158)	(0.32%)
Total Costs	\$1,965,560	\$1,959,636	\$1,954,500	\$1,954,540	\$3,925,196	\$3,909,040	(\$16,156)	(0.41%)
General Fund	302,657	303,837	289,824	289,284	606,494	579,108	(27,386)	(4.52%)
State Special	1,662,903	1,655,799	1,664,676	1,665,256	3,318,702	3,329,932	11,230	0.34%
Federal Special	0	0	0	0	0	0	0	n/a
Total Funds	\$1,965,560	\$1,959,636	\$1,954,500	\$1,954,540	\$3,925,196	\$3,909,040	(\$16,156)	(0.41%)

Page Reference

Legislative Budget Analysis, C-121

Funding

The Diagnostic Laboratory (lab) is supported with general fund, animal health fees, and per capita fees. The Diagnostic Laboratory (lab) is located on the Montana State University campus in Bozeman. The lab provides fee-for-service testing to veterinarians, livestock producers, and public health and wildlife agencies.

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	302,657	302,657	605,314	104.53%	1,965,560	1,965,560	3,931,120	100.56%
Statewide PL Adjustments	(12,833)	(13,373)	(26,206)	(4.53%)	33,632	36,466	70,098	1.79%
Other PL Adjustments	0	0	0	0.00%	6,808	7,514	14,322	0.37%
New Proposals	0	0	0	0.00%	(51,500)	(55,000)	(106,500)	(2.72%)
Total Budget	\$289,824	\$289,284	\$579,108		\$1,954,500	\$1,954,540	\$3,909,040	

Present Law Adjustments

The "Present Law Adjustments" table shows the changes to the adjusted base budget approved by the legislature.

Present Law Adjustments	-----Fiscal 2014-----					-----Fiscal 2015-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					99,217					101,278
Vacancy Savings					(49,855)					(49,936)
Inflation/Deflation					(4,313)					(3,720)
Fixed Costs					(11,417)					(11,156)
Total Statewide Present Law Adjustments		(\$12,833)	\$46,465	\$0	\$33,632		(\$13,373)	\$49,839	\$0	\$36,466
DP 50 - Initial Motion to FY 2012 Base	0.00	12,833	(46,465)	0	(33,632)	0.00	13,373	(49,839)	0	(36,466)
DP 51 - Adjustment for Statewide Personal Services	0.00	(13,314)	62,676	0	49,362	0.00	(14,193)	65,535	0	51,342
DP 52 - Adjustment for Statewide Operations	0.00	481	(16,211)	0	(15,730)	0.00	820	(15,696)	0	(14,876)
DP 302 - Milk Lab Incubator (OTO)	0.00	0	2,000	0	2,000	0.00	0	0	0	0
DP 304 - Lab Recharges to MSU	0.00	0	4,808	0	4,808	0.00	0	7,514	0	7,514
Total Other Present Law Adjustments	0.00	\$0	\$6,808	\$0	\$6,808	0.00	\$0	\$7,514	\$0	\$7,514
Grand Total All Present Law Adjustments	0.00	(\$12,833)	\$53,273	\$0	\$40,440	0.00	(\$13,373)	\$57,353	\$0	\$43,980

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 302 - Milk Lab Incubator (OTO) - The legislature approved funding to replace a 20 year old incubator in the milk lab from state special revenue funds.

DP 304 - Lab Recharges to MSU - The legislature approved an increase to the base in the 2015 biennium. MSU charges the lab for facility services. Lab recharges are assessed by MSU for facility services based upon square footage.

New Proposals

New Proposals	-----Fiscal 2014-----					-----Fiscal 2015-----					
	Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 301 - Operational Reduction and Fund Switch											
03	0.00	0	(55,000)	0	(55,000)	0.00	0	(55,000)	0	(55,000)	
DP 303 - PCR Shaker and Micro Centrifuge (OTO)											
03	0.00	0	3,500	0	3,500	0.00	0	0	0	0	
Total	0.00	\$0	(\$51,500)	\$0	(\$51,500)	0.00	\$0	(\$55,000)	\$0	(\$55,000)	

DP 301 - Operational Reduction and Fund Switch - The legislature approved a reduction of \$55,000 of per capita fee state special revenue funding and operational expenditures each year of the 2015 biennium. In addition, animal health state special revenue funding is replaced with per capita fee state special revenue in FY 2014 in order to balance the department's expenditures with available funding.

DP 303 - PCR Shaker and Micro Centrifuge (OTO) - The legislature approved OTO state special revenue to replace the PCR (Polymerase Chain Reaction) machine, a molecular biological test of DNA, that producers use to identify specific animal diseases in a timely manner. The testing procedure generates significant revenue for the department.

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	13.50	13.50	15.50	15.50	13.50	15.50	2.00	14.81%
Personal Services	613,170	804,387	957,044	956,146	1,417,557	1,913,190	495,633	34.96%
Operating Expenses	760,180	715,128	981,743	981,058	1,475,308	1,962,801	487,493	33.04%
Equipment & Intangible Assets	0	38,831	0	0	38,831	0	(38,831)	(100.00%)
Total Costs	\$1,373,350	\$1,558,346	\$1,938,787	\$1,937,204	\$2,931,696	\$3,875,991	\$944,295	32.21%
General Fund	0	0	506,615	506,413	0	1,013,028	1,013,028	n/a
State Special	643,558	713,838	688,818	688,805	1,357,396	1,377,623	20,227	1.49%
Federal Special	729,792	844,508	743,354	741,986	1,574,300	1,485,340	(88,960)	(5.65%)
Total Funds	\$1,373,350	\$1,558,346	\$1,938,787	\$1,937,204	\$2,931,696	\$3,875,991	\$944,295	32.21%

Page Reference

Legislative Budget Analysis, C-125

Funding

The program is predominantly funded with state special revenue from the per capita fund to support disease control, import/export activities, and alternative livestock activities. Federal funds support bison operations and the Greater Yellowstone Interagency Brucellosis Committee (GYIBC) research and cooperative efforts. General fund supports brucellosis activities for the 2015 biennium.

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	0	0	0	0.00%	1,373,350	1,373,350	2,746,700	70.86%
Statewide PL Adjustments	0	0	0	0.00%	204,306	203,225	407,531	10.51%
Other PL Adjustments	0	0	0	0.00%	(145,484)	(145,784)	(291,268)	(7.51%)
New Proposals	506,615	506,413	1,013,028	100.00%	506,615	506,413	1,013,028	26.14%
Total Budget	\$506,615	\$506,413	\$1,013,028		\$1,938,787	\$1,937,204	\$3,875,991	

Present Law Adjustments

The "Present Law Adjustments" table shows the changes to the adjusted base budget approved by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments	-----Fiscal 2014-----					-----Fiscal 2015-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					244,744					244,018
Vacancy Savings					(34,317)					(34,287)
Inflation/Deflation					(2,106)					(1,150)
Fixed Costs					(4,015)					(5,356)
Total Statewide Present Law Adjustments		\$0	\$42,773	\$161,533	\$204,306		\$0	\$42,827	\$160,398	\$203,225
DP 50 - Initial Motion to FY 2012 Base	0.00	0	(42,773)	(161,533)	(204,306)	0.00	0	(42,827)	(160,398)	(203,225)
DP 51 - Adjustment for Statewide Personal Services	0.00	0	46,578	163,849	210,427	0.00	0	46,170	163,561	209,731
DP 52 - Adjustment for Statewide Operations	0.00	0	(3,805)	(2,316)	(6,121)	0.00	0	(3,343)	(3,163)	(6,506)
DP 403 - Vehicle Lease -Animal Health Division	0.00	0	2,487	0	2,487	0.00	0	2,420	0	2,420
DP 404 - Cattle Health (Bison) Fund Reduction	0.00	0	0	(147,971)	(147,971)	0.00	0	0	(148,204)	(148,204)
Total Other Present Law Adjustments	0.00	\$0	\$2,487	(\$147,971)	(\$145,484)	0.00	\$0	\$2,420	(\$148,204)	(\$145,784)
Grand Total All Present Law Adjustments	0.00	\$0	\$45,260	\$13,562	\$58,822	0.00	\$0	\$45,247	\$12,194	\$57,441

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 403 - Vehicle Lease -Animal Health Division - The legislature approved funding to replace one vehicle with a leased vehicle from the DOT motor pool over the biennium. The vehicle is used by animal health inspectors traveling over 40,000 miles a year investigating animal disease and import violations.

DP 404 - Cattle Health (Bison) Fund Reduction - The legislature approved reducing cattle health (bison) federal funds to the amount anticipated to be received, or \$716,000. The reduction will have an impact on contracts with the Department of Fish, Wildlife, and Parks that do brucellosis testing

New Proposals

New Proposals	-----Fiscal 2014-----					-----Fiscal 2015-----					
	Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 401 - DSA Vet and Compliance Specialist (OTO)											
04	2.00	133,447	0	0	133,447	2.00	133,245	0	0	133,245	
DP 402 - DSA Brucellosis Testing (OTO)											
04	0.00	373,168	0	0	373,168	0.00	373,168	0	0	373,168	
Total	2.00	\$506,615	\$0	\$0	\$506,615	2.00	\$506,413	\$0	\$0	\$506,413	

DP 401 - DSA Vet and Compliance Specialist (OTO) - The legislature approved general fund for a veterinarian and a compliance specialist for the Designated Surveillance Area (DSA) for brucellosis control in Montana.

DP 402 - DSA Brucellosis Testing (OTO) - The legislature approved general fund for brucellosis surveillance in Montana to maintain brucellosis free status in Montana. The cost per test is estimated at \$9.89 and an estimated 37,731 cattle tested = \$373,168 each year. The DSA has expanded over this last biennium and covers approximately 6,000 square miles, including parts of Park, Gallatin, Madison, and Beaverhead counties.

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	6.50	6.50	6.50	6.50	6.50	6.50	0.00	0.00%
Personal Services	304,972	426,661	366,786	367,934	731,633	734,720	3,087	0.42%
Operating Expenses	65,008	53,720	62,969	65,807	118,728	128,776	10,048	8.46%
Equipment & Intangible Assets	0	0	0	0	0	0	0	n/a
Total Costs	\$369,980	\$480,381	\$429,755	\$433,741	\$850,361	\$863,496	\$13,135	1.54%
State Special	341,490	451,893	401,265	405,251	793,383	806,516	13,133	1.66%
Federal Special	28,490	28,488	28,490	28,490	56,978	56,980	2	0.00%
Total Funds	\$369,980	\$480,381	\$429,755	\$433,741	\$850,361	\$863,496	\$13,135	1.54%

Page Reference

Legislative Budget Analysis, C-129

Funding

State special revenue from milk industry fees is the primary funding source for this division. Federal special revenues are provided by the U.S. Department of Agriculture to conduct shell egg surveillance.

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	0	0	0	0.00%	369,980	369,980	739,960	85.69%
Statewide PL Adjustments	0	0	0	0.00%	57,288	58,921	116,209	13.46%
Other PL Adjustments	0	0	0	0.00%	2,487	4,840	7,327	0.85%
New Proposals	0	0	0	0.00%	0	0	0	0.00%
Total Budget	\$0	\$0	\$0		\$429,755	\$433,741	\$863,496	

Present Law Adjustments

The "Present Law Adjustments" table shows the changes to the adjusted base budget approved by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

Present Law Adjustments	Fiscal 2014				Fiscal 2015					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					77,097					78,293
Vacancy Savings					(15,283)					(15,331)
Inflation/Deflation					(1,260)					(811)
Fixed Costs					(3,266)					(3,230)
Total Statewide Present Law Adjustments		\$0	\$57,288	\$0	\$57,288		\$0	\$58,921	\$0	\$58,921
DP 50 - Initial Motion to FY 2012 Base	0.00	0	(57,288)	0	(57,288)	0.00	0	(58,921)	0	(58,921)
DP 51 - Adjustment for Statewide Personal Services	0.00	0	61,814	0	61,814	0.00	0	62,962	0	62,962
DP 52 - Adjustment for Statewide Operations	0.00	0	(4,526)	0	(4,526)	0.00	0	(4,041)	0	(4,041)
DP 501 - Milk and Egg Vehicle Lease	0.00	0	2,487	0	2,487	0.00	0	4,840	0	4,840
Total Other Present Law Adjustments	0.00	\$0	\$2,487	\$0	\$2,487	0.00	\$0	\$4,840	\$0	\$4,840
Grand Total All Present Law Adjustments	0.00	\$0	\$59,775	\$0	\$59,775	0.00	\$0	\$63,761	\$0	\$63,761

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 adjusted establishes the fixed cost and inflation/deflation rates as approved by the General Government subcommittee.

DP 501 - Milk and Egg Vehicle Lease - The legislature approved funding to replace one vehicle with a leased vehicle from the DOT motor pool over the biennium. The vehicle is used by milk and egg inspectors traveling over 40,000 miles a year. This request replaces one of five pick-up trucks each year.

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	57.71	57.71	57.71	57.71	57.71	57.71	0.00	0.00%
Personal Services	2,737,255	2,802,797	2,776,095	2,777,695	5,540,052	5,553,790	13,738	0.25%
Operating Expenses	516,628	449,624	498,847	508,370	966,252	1,007,217	40,965	4.24%
Equipment & Intangible Assets	0	9,248	0	0	9,248	0	(9,248)	(100.00%)
Total Costs	\$3,253,883	\$3,261,669	\$3,274,942	\$3,286,065	\$6,515,552	\$6,561,007	\$45,455	0.70%
General Fund	2,943	2,943	2,943	2,943	5,886	5,886	0	0.00%
State Special	3,250,940	3,258,726	3,271,999	3,283,122	6,509,666	6,555,121	45,455	0.70%
Federal Special	0	0	0	0	0	0	0	n/a
Total Funds	\$3,253,883	\$3,261,669	\$3,274,942	\$3,286,065	\$6,515,552	\$6,561,007	\$45,455	0.70%

Page Reference

Legislative Budget Analysis, C-131

Funding

The Brands Enforcement Division is funded with per capita fees and inspection and control funds. Inspection and control funds are generated from brand recordings, and market and local inspections. General fund comprises less than 1% of the total.

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	2,943	2,943	5,886	100.00%	3,253,883	3,253,883	6,507,766	99.19%
Statewide PL Adjustments	0	0	0	0.00%	(40,074)	(33,476)	(73,550)	(1.12%)
Other PL Adjustments	0	0	0	0.00%	61,133	65,658	126,791	1.93%
New Proposals	0	0	0	0.00%	0	0	0	0.00%
Total Budget	\$2,943	\$2,943	\$5,886		\$3,274,942	\$3,286,065	\$6,561,007	

Present Law Adjustments

The "Present Law Adjustments" table shows the changes to the adjusted base budget approved by the legislature.

Present Law Adjustments	Fiscal 2014				Fiscal 2015					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					96,200					97,867
Vacancy Savings					(113,339)					(113,406)
Inflation/Deflation					(10,113)					(5,525)
Fixed Costs					(12,822)					(12,412)
Total Statewide Present Law Adjustments		\$0	(\$40,074)	\$0	(\$40,074)		\$0	(\$33,476)	\$0	(\$33,476)
DP 50 - Initial Motion to FY 2012 Base	0.00	0	40,074	0	40,074	0.00	0	33,476	0	33,476
DP 51 - Adjustment for Statewide Personal Services	0.00	0	(17,139)	0	(17,139)	0.00	0	(15,539)	0	(15,539)
DP 52 - Adjustment for Statewide Operations	0.00	0	(22,935)	0	(22,935)	0.00	0	(17,937)	0	(17,937)
DP 601 - Brands Division Vehicle Lease	0.00	0	5,154	0	5,154	0.00	0	9,679	0	9,679
DP 602 - Brand Overtime	0.00	0	55,979	0	55,979	0.00	0	55,979	0	55,979
Total Other Present Law Adjustments	0.00	\$0	\$61,133	\$0	\$61,133	0.00	\$0	\$65,658	\$0	\$65,658
Grand Total All Present Law Adjustments	0.00	\$0	\$21,059	\$0	\$21,059	0.00	\$0	\$32,182	\$0	\$32,182

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 adjusted 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 - Brands Division Vehicle Lease - The legislature approved funding to replace five vehicles each year with leased vehicles from the DOT Motor Pool in a fleet of 30 brand enforcement vehicles.

DP 602 - Brand Overtime - The legislature approved restoration of overtime authority at the FY 2012 level. The program works extensive overtime during the fall market and at other peak times of the year. Overtime funding is required to be approved every biennium.

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	20.50	20.50	21.50	21.50	20.50	21.50	1.00	4.88%
Personal Services	914,398	926,725	925,279	926,613	1,841,123	1,851,892	10,769	0.58%
Operating Expenses	311,881	308,668	328,998	317,777	620,549	646,775	26,226	4.23%
Total Costs	\$1,226,279	\$1,235,393	\$1,254,277	\$1,244,390	\$2,461,672	\$2,498,667	\$36,995	1.50%
General Fund	613,109	614,184	623,524	618,581	1,227,293	1,242,105	14,812	1.21%
State Special	5,717	5,717	5,718	5,717	11,434	11,435	1	0.01%
Federal Special	607,453	615,492	625,035	620,092	1,222,945	1,245,127	22,182	1.81%
Total Funds	\$1,226,279	\$1,235,393	\$1,254,277	\$1,244,390	\$2,461,672	\$2,498,667	\$36,995	1.50%

Page Reference

Legislative Budget Analysis, C-135

Funding

The majority of meat and poultry inspection program funding is split evenly between federal funds and the general fund. Per cooperative agreement with the US Department of Agriculture, state special revenue funds cannot be used as match when they are derived through a fee on producers being inspected by the program. Since the majority of state special revenue funds are generated from fees on producers being inspected, general fund is used as match. A small portion of state special revenue derived from inspection fees on facilities are used in this division.

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	613,109	613,109	1,226,218	98.72%	1,226,279	1,226,279	2,452,558	98.15%
Statewide PL Adjustments	(1,977)	(184)	(2,161)	(0.17%)	1,703	5,288	6,991	0.28%
Other PL Adjustments	10,886	4,161	15,047	1.21%	21,772	8,322	30,094	1.20%
New Proposals	1,506	1,495	3,001	0.24%	4,523	4,501	9,024	0.36%
Total Budget	\$623,524	\$618,581	\$1,242,105		\$1,254,277	\$1,244,390	\$2,498,667	

Present Law Adjustments

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

Present Law Adjustments	-----Fiscal 2014-----					-----Fiscal 2015-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					45,867					47,329
Vacancy Savings					(38,411)					(38,468)
Inflation/Deflation					(5,631)					(3,696)
Fixed Costs					(122)					123
Total Statewide Present Law Adjustments		(\$1,977)	\$1	\$3,679	\$1,703		(\$184)	\$0	\$5,472	\$5,288
DP 50 - Initial Motion to FY 2012 Base	0.00	1,977	(1)	(3,679)	(1,703)	0.00	184	0	(5,472)	(5,288)
DP 51 - Adjustment for Statewide Personal Services	0.00	(8,656)	4	16,108	7,456	0.00	(308)	0	9,169	8,861
DP 52 - Adjustment for Statewide Operations	0.00	6,679	(3)	(12,429)	(5,753)	0.00	124	0	(3,697)	(3,573)
DP 1001 - Meat Inspector Training (OTO/BIEN)	0.00	4,161	0	4,161	8,322	0.00	4,161	0	4,161	8,322
DP 1002 - Meat Inspection Field Supplies (OTO/BIEN)	0.00	6,725	0	6,725	13,450	0.00	0	0	0	0
Total Other Present Law Adjustments	0.00	\$10,886	\$0	\$10,886	\$21,772	0.00	\$4,161	\$0	\$4,161	\$8,322
Grand Total All Present Law Adjustments	0.00	\$8,909	\$1	\$14,565	\$23,475	0.00	\$3,977	\$0	\$9,633	\$13,610

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 1001 - Meat Inspector Training (OTO/BIEN) - The legislature approved funding for training for the Food Safety Inspection Service (FSIS) meat inspection program to maintain equal status in the federal state cooperative agreement.

DP 1002 - Meat Inspection Field Supplies (OTO/BIEN) - The legislature approved funding for meat inspection equipment for field and office work used for the FSIS cooperative agreement. Funding is for items such as antibiotic test kits incubators, data loggers, and thermal couplers. This request is funded with 50% general fund and 50% federal funds.

New Proposals

New Proposals	-----Fiscal 2014-----					-----Fiscal 2015-----					
	Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 54 - Additional Vacancy Savings	10	0.00	(18,130)	0	(16,619)	(34,749)	0.00	(18,141)	0	(16,630)	(34,771)
DP 1003 - Meat Inspection - New Plants (OTO)	10	1.00	19,636	0	19,636	39,272	1.00	19,636	0	19,636	39,272
Total	1.00	\$1,506	\$0	\$3,017	\$4,523	1.00	\$1,495	\$0	\$3,006	\$4,501	

DP 54 - Additional Vacancy Savings - The legislature applied an additional 2% vacancy savings to all positions except those exempt in statute or that must be filled 24/7. Language was included in HB 2 that allows the agency to allocate the reduction among programs.

DP 1003 - Meat Inspection - New Plants (OTO) - The legislature approved funding for a meat inspector for new plants. Currently, there are six new plants that are requesting to begin operations. This proposal would add 1.00 FTE meat inspector in the 2015 biennium funded with 50% general fund and 50% federal funds.