

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	28.25	28.25	31.75	31.75	28.25	31.75	3.50	12.39%
Personal Services	2,002,399	1,721,659	1,985,662	1,983,411	3,724,058	3,969,073	245,015	6.58%
Operating Expenses	2,122,110	1,997,276	2,258,097	2,208,024	4,119,386	4,466,121	346,735	8.42%
Equipment & Intangible Assets	28,235	7,935	28,718	29,103	36,170	57,821	21,651	59.86%
Grants	295,837	719,123	2,400,281	1,299,888	1,014,960	3,700,169	2,685,209	264.56%
Transfers	0	0	0	0	0	0	0	n/a
Total Costs	\$4,448,581	\$4,445,993	\$6,672,758	\$5,520,426	\$8,894,574	\$12,193,184	\$3,298,610	37.09%
General Fund	2,544,909	2,643,606	3,207,502	3,155,870	5,188,515	6,363,372	1,174,857	22.64%
State Special	763,324	763,323	1,800,386	1,799,683	1,526,647	3,600,069	2,073,422	135.82%
Federal Special	1,140,348	1,021,878	1,664,870	564,873	2,162,226	2,229,743	67,517	3.12%
Other	0	17,186	0	0	17,186	0	(17,186)	(100.00%)
Total Funds	\$4,448,581	\$4,445,993	\$6,672,758	\$5,520,426	\$8,894,574	\$12,193,184	\$3,298,610	37.09%

Page Reference

Legislative Budget Analysis, E-48

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	28.25	31.75	31.75	0.00	31.75	31.75	0.00	
Personal Services	2,002,399	1,985,662	1,985,662	0	1,983,411	1,983,411	0	0
Operating Expenses	2,122,110	2,256,956	2,258,097	1,141	2,206,851	2,208,024	1,173	2,314
Equipment & Intangible Assets	28,235	28,718	28,718	0	29,103	29,103	0	0
Grants	295,837	2,107,345	2,400,281	292,936	1,006,952	1,299,888	292,936	585,872
Transfers	0	0	0	0	0	0	0	0
Total Costs	\$4,448,581	\$6,378,681	\$6,672,758	\$294,077	\$5,226,317	\$5,520,426	\$294,109	\$588,186
General Fund	2,544,909	2,943,455	3,207,502	264,047	2,891,794	3,155,870	264,076	528,123
State/Other Special	763,324	1,800,386	1,800,386	0	1,799,683	1,799,683	0	0
Federal Special	1,140,348	1,634,840	1,664,870	30,030	534,840	564,873	30,033	60,063
Proprietary	0	0	0	0	0	0	0	0
Total Funds	\$4,448,581	\$6,378,681	\$6,672,758	\$294,077	\$5,226,317	\$5,520,426	\$294,109	\$588,186

The legislative budget exceeds the executive budget by \$0.6 million for the biennium because additional state funding for distribution to local libraries was included in the legislative budget compared to the executive budget request. This increase, a one-time-only appropriation, is in addition to the \$0.2 million included in the 2015 biennium base budget. See DP 300 in the New Proposal section for more information on this program expansion.

Agency Highlights

Montana Library Commission Major Budget Highlights
<ul style="list-style-type: none"> ◆ The major factors contributing to the biennial budget increase are: <ul style="list-style-type: none"> • Transferring the Base Map Service Center to the State Library from the Department of Administration, adding 2.50 FTE and \$1.9 million state special revenue and reducing the Department of Administration budget by a similar amount • Approving the water information system manager position requested by the executive, 1.00 FTE and \$0.15 million one-time-only general fund • Increasing the amount of state funds distributed to local libraries • Fixed cost increases

Funding

The Montana State Library is funded through a combination of general fund, state special revenue, and federal special revenue.

General fund supports

- The statewide interlibrary resource-sharing program
- State aid to libraries throughout Montana
- Natural Resource Information System (NRIS)
- General agency operations

State special revenue includes

- A portion of the coal tax shared account
- Assessments from certain state agencies that use the NRIS
- Revenue from the Montana Land Information account that receives a portion of document recording fees assessed at the local level (see New Proposal DP 201)

Federal funds come primarily from Library Services and Technology Act (LSTA) grants administered through the federal Institute of Museum and Library Services. These federal funds:

- Will be impacted by federal sequestration
- Are formula grants from the federal agency rather than competitive grants
- Require a 2:1 federal: state match and a 5 year plan
- Are used for collection content and access, training and outreach to local libraries, and services to patrons with disabilities
- Were approved by the legislature as a biennial appropriation

This agency includes proprietary funding that does not require an appropriation. This funding is discussed in more detail in the Proprietary Rates section later in this narrative.

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	2,544,909	2,544,909	5,089,818	79.99%	4,448,581	4,448,581	8,897,162	72.97%
Statewide PL Adjustments	297,408	270,857	568,265	8.93%	(79,425)	(105,952)	(185,377)	(1.52%)
Other PL Adjustments	(25,223)	(25,194)	(50,417)	(0.79%)	919,132	(180,860)	738,272	6.05%
New Proposals	390,408	365,298	755,706	11.88%	1,384,470	1,358,657	2,743,127	22.50%
Total Budget	\$3,207,502	\$3,155,870	\$6,363,372		\$6,672,758	\$5,520,426	\$12,193,184	

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					(226,835)					(228,744)
Vacancy Savings					(70,941)					(70,863)
Inflation/Deflation					(297)					557
Fixed Costs					218,648					193,098
Total Statewide Present Law Adjustments		\$297,408	\$0	(\$376,833)	(\$79,425)		\$270,857	\$0	(\$376,809)	(\$105,952)
DP 50 - Initial Motion to FY 2012 Base	0.00	(297,408)	0	376,833	79,425	0.00	(270,857)	0	376,809	105,952
DP 51 - Adjustment for Statewide Personal Services	0.00	96,688	0	(394,464)	(297,776)	0.00	93,065	0	(392,672)	(299,607)
DP 52 - Adjustment for Statewide Operations	0.00	201,065	0	17,661	218,726	0.00	178,166	0	15,896	194,062
DP 101 - LSTA Grants (Bien)	0.00	0	0	901,325	901,325	0.00	0	0	(198,699)	(198,699)
DP 102 - Inflationary Increase for Statewide Database	0.00	0	13,000	0	13,000	0.00	0	13,000	0	13,000
DP 103 - Standard Cost Adjustments	0.00	4,432	0	0	4,432	0.00	4,432	0	0	4,432
DP 104 - NRIS Core Funding Switch	0.00	0	30,000	(30,000)	0	0.00	0	30,000	(30,000)	0
DP 105 - Correct Adjusted Base Funding	0.00	(30,000)	0	30,000	0	0.00	(30,000)	0	30,000	0
Total Other Present Law Adjustments	0.00	(\$25,223)	\$43,000	\$901,355	\$919,132	0.00	(\$25,194)	\$43,000	(\$198,666)	(\$180,860)
Grand Total All Present Law Adjustments	0.00	\$272,185	\$43,000	\$524,522	\$839,707	0.00	\$245,663	\$43,000	(\$575,475)	(\$286,812)

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 - LSTA Grants (Bien) - The legislature increased federal authority to spend estimated Library Services and Technology Act (LSTA) grant awards and realign the biennial appropriation of the awards into the first year of the biennium, resulting in a smaller adjustment in FY 2015.

DP 102 - Inflationary Increase for Statewide Database - The legislature increased funding from the coal tax shared account to the Montana State Library for increased inflationary costs associated with providing statewide access to periodical databases via contracted services.

DP 103 - Standard Cost Adjustments - This decision package reestablishes zero-based insurance costs for talking book library volunteers insurance at \$500 each year of the 2015 biennium. In addition, the legislative budget includes a per diem budget totaling \$3,550 annually for the five commission members and a legal services budget totaling \$8,022 annually for the State Library.

DP 104 - NRIS Core Funding Switch - The legislature approved the executive proposal to reclassify funding from another state agency for the NRIS program from federal funds to state special revenue funds.

DP 105 - Correct Adjusted Base Funding - This adjustment corrects the funding of the adjusted base budget each year of the 2015 biennium. There is no overall impact to the total spending authority for the Montana State Library.

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 201 - Base Map Service Center transfer to MSL (Requires Legislation)										
01	2.50	0	954,062	0	954,062	2.50	0	953,359	0	953,359
DP 202 - Water Information System Manager (RST/OTO)										
01	1.00	72,472	0	0	72,472	1.00	72,362	0	0	72,362
DP 203 - Talking Book Library Digital Transition (RST/OTO)										
01	0.00	25,000	0	0	25,000	0.00	0	0	0	0
DP 204 - Online Information Resources										
01	0.00	0	40,000	0	40,000	0.00	0	40,000	0	40,000
DP 300 - Distribution to Local Libraries (RST/OTO)										
01	0.00	292,936	0	0	292,936	0.00	292,936	0	0	292,936
Total	3.50	\$390,408	\$994,062	\$0	\$1,384,470	3.50	\$365,298	\$993,359	\$0	\$1,358,657

DP 201 - Base Map Service Center transfer to MSL (Requires Legislation) - The legislature approved the transfer the Base Map Service Center from the Department of Administration to the State Library, contingent upon passage of passage of HB 38, a proposed bill that would transfer this function. This transfer would include the transfer of 2.50 FTE and funding authority for Montana Land Information Act coordination, Montana Spatial Data Infrastructure support as approved by the MLIA Council, and MLIA grant funds to local and tribal governments.

DP 202 - Water Information System Manager (RST/OTO) - The legislature approved additional general fund for the state library to add a new position to the NRIS program to operate the Montana Water Information System provided for in 90-15-305, MCA. The legislature conditioned this appropriation as a restricted, one-time-only addition to the budget.

DP 203 - Talking Book Library Digital Transition (RST/OTO) - The legislature added one-time-only funding to support the Montana Talking Book Library's transition from analog cassettes to digital files. This is a restricted appropriation.

DP 204 - Online Information Resources - The legislature increased the coal tax shared account funding allocation to the State Library for increased funding for online databases.

DP 300 - Distribution to Local Libraries (RST/OTO) - The legislature added general fund to the State Library to increase the budget for the distribution of state funds to local libraries from \$102,830 annually to \$395,766 annually. The new appropriation is a restricted, one-time-only addition to the budget. The base amount of \$102,830 is an ongoing annual expenditure.

Proprietary Rates

Proprietary Program Description

The Montana Shared Catalog (MSC) is a cooperative project involving 160+ libraries. Public libraries, school libraries, academic libraries, medical libraries, and other special libraries have pooled resources to purchase a robust library automation system. Members enjoy the benefits of shared expertise and the ability to provide great service to library customers.

Proprietary Rate Explanation

In accord with the written agreement each participating MSC library signs upon joining this library consortium, annual fees assessed each library are established on the basis of a membership-approved cost formula. The goal of the cost formula is to distribute MSC annual operational costs as fairly and evenly as possible based on the following: the individual library's titles count (formula weighting=30%), patron count (formula weighting=30%), circulation count (formula weighting=10%), and an equal share contribution (formula weighting=30%). Libraries which fall below a set threshold in their title counts and patron counts receive a fixed discount in accord with criteria set forth in the cost formula.