

Agency Budget Comparison

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

Agency 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	422.58	422.58	439.08	439.08	422.58	439.08	16.50	3.90 %
Personal Services	30,426,015	33,828,396	35,585,940	35,514,125	64,254,411	71,100,065	6,845,654	10.65 %
Operating Expenses	7,667,678	8,100,821	9,177,824	9,159,838	15,768,499	18,337,662	2,569,163	16.29 %
Equipment & Intangible Assets	179,822	125,605	125,605	125,605	305,427	251,210	(54,217)	(17.75)%
Grants	71,248	0	0	0	71,248	0	(71,248)	(100.00)%
Benefits & Claims	530,639	457,800	1,997,329	1,997,329	988,439	3,994,658	3,006,219	304.14 %
Transfers	24,350	0	3,065,954	3,065,954	24,350	6,131,908	6,107,558	25,082.37 %
Debt Service	9,158	8,875	8,875	8,875	18,033	17,750	(283)	(1.57)%
Total Costs	\$38,908,910	\$42,521,497	\$49,961,527	\$49,871,726	\$81,430,407	\$99,833,253	\$18,402,846	22.60 %
General Fund	36,436,807	39,746,252	48,096,848	48,006,465	76,183,059	96,103,313	19,920,254	26.15 %
State/Other Special Rev. Funds	2,352,154	2,649,004	1,738,198	1,738,780	5,001,158	3,476,978	(1,524,180)	(30.48)%
Federal Spec. Rev. Funds	119,949	126,241	126,481	126,481	246,190	252,962	6,772	2.75 %
Total Funds	\$38,908,910	\$42,521,497	\$49,961,527	\$49,871,726	\$81,430,407	\$99,833,253	\$18,402,846	22.60 %

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Executive Budget Comparison

The following table compares the legislative budget for the 2017 biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Base Budget Fiscal 2014	Executive Budget Fiscal 2016	Legislative Budget Fiscal 2016	Leg — Exec. Difference Fiscal 2016	Executive Budget Fiscal 2017	Legislative Budget Fiscal 2017	Leg — Exec. Difference Fiscal 2017	Biennium Difference Fiscal 16-17
FTE	422.58	433.58	439.08	5.50	433.58	439.08	5.50	5.50
Personal Services	30,426,015	35,229,934	35,585,940	356,006	35,158,455	35,514,125	355,670	711,676
Operating Expenses	7,667,678	8,920,494	9,177,824	257,330	8,902,825	9,159,838	257,013	514,343
Equipment & Intangible Assets	179,822	183,067	125,605	(57,462)	184,739	125,605	(59,134)	(116,596)
Grants	71,248	71,248	0	(71,248)	71,248	0	(71,248)	(142,496)
Benefits & Claims	530,639	734,827	1,997,329	1,262,502	734,827	1,997,329	1,262,502	2,525,004
Transfers	24,350	24,350	3,065,954	3,041,604	24,350	3,065,954	3,041,604	6,083,208
Debt Service	9,158	9,158	8,875	(283)	9,158	8,875	(283)	(566)
Total Costs	\$38,908,910	\$45,173,078	\$49,961,527	\$4,788,449	\$45,085,602	\$49,871,726	\$4,786,124	\$9,574,573
General Fund	36,436,807	43,457,266	48,096,848	4,639,582	43,365,866	48,006,465	4,640,599	9,280,181
State/other Special Rev. Funds	2,352,154	1,595,863	1,738,198	142,335	1,599,787	1,738,780	138,993	281,328
Federal Spec. Rev. Funds	119,949	119,949	126,481	6,532	119,949	126,481	6,532	13,064
Total Funds	\$38,908,910	\$45,173,078	\$49,961,527	\$4,788,449	\$45,085,602	\$49,871,726	\$4,786,124	\$9,574,573

The legislative budget is \$9.6 million in total funds and \$9.3 million in general fund higher than the executive budget. The main differences are:

- The juvenile delinquency intervention and prevention funds and their administration, including funding for 4.00 FTE, was transferred from the Department of Corrections to the branch to implement HB 233
- Funding was not provided for requests for general fund to continue funding for additional treatment courts where federal grant funding is expiring
- Funding for the Court Help Program was approved with 1.00 FTE fewer than was requested
- Funding was not provided for requests for general fund to address cost increases in treatment courts currently funded by the state, except for providing an increase in state special revenue derived from fees assessed to treatment court participants
- Funding for judicial education was provided at levels \$105,000 per year lower than requested
- Funding, not in the executive budget, for court appointed special advocates was added

Agency Highlights

Judicial Branch Major Budget Highlights
<ul style="list-style-type: none"> • In total funds, FY 2016 is \$7.4 million, or 17.5%, and FY 2017 is \$7.3 million, or 17.3%, higher than the FY 2015 legislative budget due primarily to: <ul style="list-style-type: none"> ◦ Movement of juvenile delinquency intervention and prevention (JDIP) funds and their administration, along with 4.00 FTE, from the Department of Corrections to implement HB 233 ◦ Funding for 3.00 FTE information technology positions to support court automation systems that were funded with one-time-only funds in the 2015 biennium ◦ Funding for 5.00 FTE to support the Court Help Program that was funded with one-time-only funds in the 2015 biennium ◦ Funding for elected official pay increases per the statutory salary survey ◦ Funding for increases in fixed costs to address office space provided by the public sector and to purchase services from other state agencies • General fund is \$8.4 million, or 21.0%, in FY 2016 and \$8.3 million, or 20.8%, higher than the FY 2015 legislative budget due primarily to: <ul style="list-style-type: none"> ◦ A funding switch in the Water Court Program due to lack of state special revenue cash balance in the natural resources operations state special revenue account ◦ Movement of JDIP funds from the Department of Corrections

Funding

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

Total Judicial Branch Funding by Source of Authority 2017 Biennium Budget - Judicial Branch						
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	
General Fund	96,103,313	0	0	96,103,313	90.81 %	
State Special Total	3,476,978	0	5,628,886	9,105,864	8.60 %	
Federal Special Total	252,962	0	0	252,962	0.24 %	
Proprietary Total	0	368,594	0	368,594	0.35 %	
Other Total	0	0	0	0	0.00 %	
Total All Funds	\$99,833,253	\$368,594	\$5,628,886	\$105,830,733		
Percent - Total All Sources	94.33 %	0.35 %	5.32 %			

The branch receives the majority of its funding from the general fund. The largest sources of state special revenue is water adjudication fund, which support the Water Court. Other sources of state special revenue include fines and fees, assessments for training events, and the accrued county sick/vacation leave fund. Federal funds received by the branch support the Court Assessment Program.

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	39,258,698	39,258,698	78,517,396	81.70 %	42,033,943	42,033,943	84,067,886	84.21 %
PL Adjustments	1,772,486	1,696,232	3,468,718	3.61 %	1,761,626	1,688,490	3,450,116	3.46 %
New Proposals	7,065,664	7,051,535	14,117,199	14.69 %	6,165,958	6,149,293	12,315,251	12.34 %
Total Budget	\$48,096,848	\$48,006,465	\$96,103,313		\$49,961,527	\$49,871,726	\$99,833,253	

Program Budget Comparison

The following table summarizes the total proposed 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	71.75	71.75	84.75	84.75	71.75	84.75	13.00	18.12 %
Personal Services	4,952,371	6,205,218	6,819,324	6,758,693	11,157,589	13,578,017	2,420,428	21.69 %
Operating Expenses	4,531,605	4,601,180	5,803,193	5,796,684	9,132,785	11,599,877	2,467,092	27.01 %
Equipment & Intangible Assets	24,386	8,885	8,885	8,885	33,271	17,770	(15,501)	(46.59)%
Grants	71,248	0	0	0	71,248	0	(71,248)	(100.00)%
Benefits & Claims	490,934	416,800	1,997,329	1,997,329	907,734	3,994,658	3,086,924	340.07 %
Transfers	24,350	0	3,065,954	3,065,954	24,350	6,131,908	6,107,558	25,082.37 %
Total Costs	\$10,094,894	\$11,232,083	\$17,694,685	\$17,627,545	\$21,326,977	\$35,322,230	\$13,995,253	65.62 %
General Fund	9,705,328	10,864,188	17,129,557	17,062,343	20,569,516	34,191,900	13,622,384	66.23 %
State/Other Special Rev. Funds	269,617	241,654	438,647	438,721	511,271	877,368	366,097	71.61 %
Federal Spec. Rev. Funds	119,949	126,241	126,481	126,481	246,190	252,962	6,772	2.75 %
Total Funds	\$10,094,894	\$11,232,083	\$17,694,685	\$17,627,545	\$21,326,977	\$35,322,230	\$13,995,253	65.62 %

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Funding

The bulk of the program’s funding comes from the general fund. State special revenues supporting the program include revenue from a portion of the dissolution of marriage fees used to provide civil legal services for indigent victims of domestic violence (3-2-714, MCA) and fees collected by drug courts. State special revenue from fees charged for training events provides a portion of the funding in support of boards and commissions. Federal funds support the court assessment program.

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	10,318,531	10,318,531	20,637,062	60.36 %	10,686,426	10,686,426	21,372,852	60.51 %
PL Adjustments	1,190,772	1,124,252	2,315,024	6.77 %	1,216,047	1,149,601	2,365,648	6.70 %
New Proposals	5,620,254	5,619,560	11,239,814	32.87 %	5,792,212	5,791,518	11,583,730	32.79 %
Total Budget	\$17,129,557	\$17,062,343	\$34,191,900		\$17,694,685	\$17,627,545	\$35,322,230	

Present Law Adjustments -

The “Present Law Adjustments” table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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
DP 510 - Legislative Audit-HB 2 2014 Fixed Costs (Restricted/Biennial)	0.00	45,412	0	0	45,412	0.00	0	0	0	0
DP 515 - State Share Health Insurance	0.00	34,871	0	0	34,871	0.00	34,871	0	0	34,871
DP 516 - Correct State Share Health Insurance	0.00	607	0	0	607	0.00	607	0	0	607
DP 525 - Fixed Cost Adjustment	0.00	481,674	0	0	481,674	0.00	506,205	0	0	506,205
DP 526 - 2017 Biennium Legislative Audit (Restricted/Biennial)	0.00	1,271	0	0	1,271	0.00	0	0	0	0
DP 527 - Inflation/Deflation Adjustment	0.00	(24,303)	0	0	(24,303)	0.00	(19,568)	0	0	(19,568)
DP 531 - SITSD Rate Adjustment	0.00	65,250	316	0	65,566	0.00	80,694	390	0	81,084
DP 532 - General Liability Insurance Rate Adjustment	0.00	(8,574)	(41)	0	(8,615)	0.00	(8,574)	(41)	0	(8,615)
DP 535 - Program Transfers	0.00	58,103	0	0	58,103	0.00	58,103	0	0	58,103
DP 550 - Motor Pool Rate Adjustment	0.00	(3,527)	0	0	(3,527)	0.00	(3,125)	0	0	(3,125)
DP 600 - Elected Official Pay Increase Per Statutory Survey	0.00	105,134	0	0	105,134	0.00	105,134	0	0	105,134
DP 606 - Supreme Court Operations Base Adjustments	0.00	254,174	0	0	254,174	0.00	211,642	0	0	211,642
DP 100001 - Judicial Standards (Restricted/Biennial)	0.00	25,000	0	0	25,000	0.00	0	0	0	0
DP 100004 - Rent Old Federal Building	0.00	8,642	0	0	8,642	0.00	11,317	0	0	11,317
DP 100005 - Annualize Drug Courts Funding (Biennial)	1.00	120,610	0	0	120,610	1.00	120,518	0	0	120,518
DP 100007 - Drug Court Increase to Existing Funding (Restricted)	0.00	0	25,000	0	25,000	0.00	0	25,000	0	25,000
DP 100010 - Information Technology System Maintenance Costs	0.00	26,428	0	0	26,428	0.00	26,428	0	0	26,428
Grand Total All Present Law Adjustments	1.00	\$1,190,772	\$25,275	\$0	\$1,216,047	1.00	\$1,124,252	\$25,349	\$0	\$1,149,601

***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/Biennial) -

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 516 - Correct State Share Health Insurance -

The legislature approved an adjustment to the state share for health insurance to correct for an error in calculating the initial amounts.

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 531 - SITSD Rate Adjustment -

The legislature approved an increase for fixed cost rates included in state agency budgets for information technology services provided by the State Information Technology Services Division (SITSD).

DP 532 - General Liability Insurance Rate Adjustment -

The legislature reduced the rate assessed to state agencies for general liability insurance provided by the Risk Management and Tort Defense Division.

DP 535 - Program Transfers -

The legislature adopted program transfers made by the department in the interim. This includes transfers of \$58,103 in general fund in each FY 2016 and FY 2017 from the District Court Operations Program to the Supreme Court Operations Program including funding for 0.50 FTE from the District Court Operations Program to the Supreme Court Operations Program.

DP 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 600 - Elected Official Pay Increase Per Statutory Survey -

The legislature funded an increase in pay for elected officials per the statutory pay survey.

DP 606 - Supreme Court Operations Base Adjustments -

The legislature approved an unspecified present law adjustment to move operating costs to the 2015 legislative base.

DP 100001 - Judicial Standards (Restricted/Biennial) -

The legislature funded the constitutionally mandated Judicial Standards Commission and designated the funding as restricted and biennial with the funding restricted to be used to pay for the investigations of complaints against judges.

DP 100004 - Rent Old Federal Building -

The legislature funded increases in lease payments for space rented at the Old Federal Building in Helena.

DP 100005 - Annualize Drug Courts Funding (Biennial) -

The legislature funded annualization of three drug courts, including funding for 1.00 FTE, that received funding from the 2013 Legislature, but were only funded for a portion of the 2015 legislative base year due to timing of when the federal funds were no longer available. This funding is for the Adult Treatment Court and Veteran's Treatment Court in the Judicial District 13 and the Treatment Court in Judicial District 19. The legislature designated the funding as biennial.

DP 100007 - Drug Court Increase to Existing Funding (Restricted) -

The legislature funded an increase in funding derived from drug court fees paid by drug court participants. The funding was restricted only to costs that are supported by drug court participants.

DP 100010 - Information Technology System Maintenance Costs -

The legislature funded increased costs for information technology system maintenance contracts for systems that support branch operations.

New Proposals -

The "New Proposals" table shows the changes from the legislative appropriation for FY 15 to the proposed budget.

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 100002 - Information Technology Increased Staffing (OTO)	3.00	206,275	0	0	206,275	3.00	205,938	0	0	205,938
DP 100003 - Court Help Program (Restricted)	5.00	295,000	0	0	295,000	5.00	295,000	0	0	295,000
DP 100009 - Judicial Education (Restricted)	0.00	50,000	0	0	50,000	0.00	50,000	0	0	50,000
DP 100233 - HB 233 JDIP Administration Transfer	4.00	5,068,979	171,718	240	5,240,937	4.00	5,068,622	171,718	240	5,240,580
Total	12.00	\$5,620,254	\$171,718	\$240	\$5,792,212	12.00	\$5,619,560	\$171,718	\$240	\$5,791,518

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

DP 100002 - Information Technology Increased Staffing (OTO) -

The legislature approved funding for 3.00 FTE and operating costs to support branch automated court systems. The legislature designated the funding as one-time-only.

DP 100003 - Court Help Program (Restricted) -

The legislature funded the addition of 5.00 FTE and associated operating costs for the Court Help Program. The legislature restricted funding only for costs of the Court Help Program.

DP 100009 - Judicial Education (Restricted) -

The legislature approved funding for judicial education. The legislature restricted the funding only to support cost of judicial education.

DP 100233 - HB 233 JDIP Administration Transfer -

The legislature moved the function for administering the juvenile delinquency intervention and prevention funds from the Department of Corrections to the Judicial Branch including funding for 4.00 FTE. This adjustment implements the provisions of HB 233 that generally revised juvenile delinquency laws and is offset by a similar adjustment in the Department of Corrections.

Program Budget Comparison

The following table summarizes the total proposed 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	6.75	6.75	6.75	6.75	6.75	6.75	0.00	0.00 %
Personal Services	362,445	417,170	420,572	420,572	779,615	841,144	61,529	7.89 %
Operating Expenses	404,813	404,305	428,494	428,606	809,118	857,100	47,982	5.93 %
Equipment & Intangible Assets	110,459	88,710	88,710	88,710	199,169	177,420	(21,749)	(10.92)%
Debt Service	9,158	8,875	8,875	8,875	18,033	17,750	(283)	(1.57)%
Total Costs	\$886,875	\$919,060	\$946,651	\$946,763	\$1,805,935	\$1,893,414	\$87,479	4.84 %
General Fund	886,875	919,060	946,651	946,763	1,805,935	1,893,414	87,479	4.84 %
Total Funds	\$886,875	\$919,060	\$946,651	\$946,763	\$1,805,935	\$1,893,414	\$87,479	4.84 %

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Funding

HB 2 funding for the law library is entirely from general fund. The law library also operates an enterprise type proprietary funded program for which the legislature does not approve rates.

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	919,060	919,060	1,838,120	97.08 %	919,060	919,060	1,838,120	97.08 %
PL Adjustments	27,591	27,703	55,294	2.92 %	27,591	27,703	55,294	2.92 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$946,651	\$946,763	\$1,893,414		\$946,651	\$946,763	\$1,893,414	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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
DP 515 - State Share Health Insurance	0.00	3,281	0	0	3,281	0.00	3,281	0	0	3,281
DP 516 - Correct State Share Health Insurance	0.00	121	0	0	121	0.00	121	0	0	121
DP 525 - Fixed Cost Adjustment	0.00	1,758	0	0	1,758	0.00	1,847	0	0	1,847
DP 527 - Inflation/Deflation Adjustment	0.00	(89)	0	0	(89)	0.00	(71)	0	0	(71)
DP 550 - Motor Pool Rate Adjustment	0.00	(20)	0	0	(20)	0.00	(15)	0	0	(15)
DP 607 - Law Library Base Adjustments	0.00	22,540	0	0	22,540	0.00	22,540	0	0	22,540
Grand Total All Present Law Adjustments	0.00	\$27,591	\$0	\$0	\$27,591	0.00	\$27,703	\$0	\$0	\$27,703

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

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 516 - Correct State Share Health Insurance -

The legislature approved an adjustment to the state share for health insurance to correct for an error in calculating the initial amounts.

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 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 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 607 - Law Library Base Adjustments -

The legislature approved an unspecified present law adjustment to move operating costs to the 2015 legislative base.

Other Issues -

Proprietary Rates

Law Library Searches/Research Enterprise Fund – 06019

Program Description

The law library contracts with an on-line provider for access to a legal database.

Proprietary Rates

This program is funded with an enterprise type proprietary fund. As such, the legislature does not appropriate funds or approve rates for the program.

Program Budget Comparison

The following table summarizes the total proposed 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	314.08	314.08	317.58	317.58	314.08	317.58	3.50	1.11 %
Personal Services	22,978,861	24,744,848	25,844,854	25,830,756	47,723,709	51,675,610	3,951,901	8.28 %
Operating Expenses	2,426,256	2,795,714	2,631,713	2,616,434	5,221,970	5,248,147	26,177	0.50 %
Equipment & Intangible Assets	44,977	19,723	19,723	19,723	64,700	39,446	(25,254)	(39.03)%
Benefits & Claims	39,705	41,000	0	0	80,705	0	(80,705)	(100.00)%
Total Costs	\$25,489,799	\$27,601,285	\$28,496,290	\$28,466,913	\$53,091,084	\$56,963,203	\$3,872,119	7.29 %
General Fund	25,358,889	27,452,267	28,405,693	28,376,316	52,811,156	56,782,009	3,970,853	7.52 %
State/Other Special Rev. Funds	130,910	149,018	90,597	90,597	279,928	181,194	(98,734)	(35.27)%
Federal Spec. Rev. Funds	0	0	0	0	0	0	0	0.00 %
Total Funds	\$25,489,799	\$27,601,285	\$28,496,290	\$28,466,913	\$53,091,084	\$56,963,203	\$3,872,119	7.29 %

Page Reference

Legislative Budget Analysis, D-22

Funding

The bulk of the funding for District Court Operations comes from the general fund. State special revenue supporting the program comes from court imposed fines and fees. 2015 biennium funding from state special revenue includes county payments to the accrued sick/vacation leave fund made at the time of state assumption of District Court costs. 2017 biennium funding does not include accrued sick/vacation leave funds and are the reason for the funding reduction in state special revenue from the 2015 biennium to the 2017 biennium.

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	27,510,370	27,510,370	55,020,740	96.90 %	27,659,388	27,659,388	55,318,776	97.11 %
PL Adjustments	521,577	508,171	1,029,748	1.81 %	463,156	449,750	912,906	1.60 %
New Proposals	373,746	357,775	731,521	1.29 %	373,746	357,775	731,521	1.28 %
Total Budget	\$28,405,693	\$28,376,316	\$56,782,009		\$28,496,290	\$28,466,913	\$56,963,203	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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 515 - State Share Health Insurance	0.00	152,643	0	0	152,643	0.00	152,643	0	0	152,643
DP 516 - Correct State Share Health Insurance	0.00	2,877	0	0	2,877	0.00	2,877	0	0	2,877
DP 525 - Fixed Cost Adjustment	0.00	(2,937)	0	0	(2,937)	0.00	(3,086)	0	0	(3,086)
DP 527 - Inflation/Deflation Adjustment	0.00	149	0	0	149	0.00	119	0	0	119
DP 535 - Program Transfers	0.00	(58,103)	0	0	(58,103)	0.00	(58,103)	0	0	(58,103)
DP 550 - Motor Pool Rate Adjustment	0.00	(20,423)	0	0	(20,423)	0.00	(19,999)	0	0	(19,999)
DP 600 - Elected Official Pay Increase Per Statutory Survey	0.00	525,912	0	0	525,912	0.00	525,912	0	0	525,912
DP 601 - Reduce District Court Assumption Retirement Funds	0.00	0	(58,421)	0	(58,421)	0.00	0	(58,421)	0	(58,421)
DP 602 - District Court Operations Base Adjustments	0.00	257,508	0	0	257,508	0.00	243,857	0	0	243,857
DP 605 - District Court Variable Costs	0.00	(336,049)	0	0	(336,049)	0.00	(336,049)	0	0	(336,049)
Grand Total All Present Law Adjustments	0.00	\$521,577	(\$58,421)	\$0	\$463,156	0.00	\$508,171	(\$58,421)	\$0	\$449,750

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

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 516 - Correct State Share Health Insurance -

The legislature approved an adjustment to the state share for health insurance to correct for an error in calculating the initial amounts.

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 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 535 - Program Transfers -

The legislature adopted program transfers made by the department in the interim. This includes transfers of \$58,103 in general fund in each FY 2016 and FY 2017 from the District Court Operations Program to the Supreme Court Operations

Program including funding for 0.50 FTE from the District Court Operations Program to the Supreme Court Operations Program.

DP 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 600 - Elected Official Pay Increase Per Statutory Survey -

The legislature funded an increase in pay for elected officials per the statutory pay survey.

DP 601 - Reduce District Court Assumption Retirement Funds -

The legislature reduced state special revenue associated with funds transferred to the state during district court assumption used to fund retirement payouts for former county employees. The funds have been depleted and the budget authority is no longer needed.

DP 602 - District Court Operations Base Adjustments -

The legislature approved an unspecified present law adjustment to move operating costs to the 2015 legislative base.

DP 605 - District Court Variable Costs -

The legislature approved a reduction to district court variable costs.

New Proposals -

The "New Proposals" table shows the changes from the legislative appropriation for FY 15 to the proposed budget.

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 400 - Court Appointed Special Advocates (Restricted)	0.00	150,000	0	0	150,000	0.00	150,000	0	0	150,000
DP 603 - District Court Minimum Staffing	3.50	223,746	0	0	223,746	3.50	207,775	0	0	207,775
Total	3.50	\$373,746	\$0	\$0	\$373,746	3.50	\$357,775	\$0	\$0	\$357,775

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

DP 400 - Court Appointed Special Advocates (Restricted) -

The legislature provided funding for court appointed special advocates (CASA) based on a rate of \$10 per hour for 1,000 hours, for 15 non-profit CASA organizations across the state. Funding was restricted only for this purpose.

DP 603 - District Court Minimum Staffing -

The legislature funded an elected official request to add 3.50 FTE for minimum staffing of district courts. The funding would add 1.00 FTE law clerks for each Judicial District 14 (Musselshell County) and Judicial District 15 (Sheridan County), 1.00 FTE judicial assistant in Judicial District 11 (Flathead County), and 0.50 FTE judicial assistant in Judicial District 15.

Program Budget Comparison

The following table summarizes the total proposed 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	24.50	24.50	24.50	24.50	24.50	24.50	0.00	0.00 %
Personal Services	1,690,684	1,994,663	2,022,992	2,025,906	3,685,347	4,048,898	363,551	9.86 %
Operating Expenses	260,943	255,382	270,248	273,935	516,325	544,183	27,858	5.40 %
Equipment & Intangible Assets	0	8,287	8,287	8,287	8,287	16,574	8,287	100.00 %
Total Costs	\$1,951,627	\$2,258,332	\$2,301,527	\$2,308,128	\$4,209,959	\$4,609,655	\$399,696	9.49 %
General Fund	0	0	1,092,573	1,098,666	0	2,191,239	2,191,239	0.00 %
State/Other Special Rev. Funds	1,951,627	2,258,332	1,208,954	1,209,462	4,209,959	2,418,416	(1,791,543)	(42.55)%
Total Funds	\$1,951,627	\$2,258,332	\$2,301,527	\$2,308,128	\$4,209,959	\$4,609,655	\$399,696	9.49 %

Page Reference

Legislative Budget Analysis, D-26

Funding

Funding for the Water Court is from a mix of general fund and state special revenue from the water adjudication fund. For the 2017 biennium, general fund would replace state special revenue from the natural resources operations account due to insufficient fund balance.

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	0	0	0	0.00 %	2,258,332	2,258,332	4,516,664	97.98 %
PL Adjustments	20,909	24,466	45,375	2.07 %	43,195	49,796	92,991	2.02 %
New Proposals	1,071,664	1,074,200	2,145,864	97.93 %	0	0	0	0.00 %
Total Budget	\$1,092,573	\$1,098,666	\$2,191,239		\$2,301,527	\$2,308,128	\$4,609,655	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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 515 - State Share Health Insurance	0.00	0	11,907	0	11,907	0.00	0	11,907	0	11,907
DP 516 - Correct State Share Health Insurance	0.00	5,832	(5,103)	0	729	0.00	5,832	(5,103)	0	729
DP 525 - Fixed Cost Adjustment	0.00	0	2,321	0	2,321	0.00	0	2,440	0	2,440
DP 527 - Inflation/Deflation Adjustment	0.00	0	(117)	0	(117)	0.00	0	(95)	0	(95)
DP 600 - Elected Official Pay Increase Per Statutory Survey	0.00	11,433	11,433	0	22,866	0.00	11,433	11,433	0	22,866
DP 604 - Water Court Base Adjustments	0.00	0	1,845	0	1,845	0.00	0	4,748	0	4,748
DP 500012 - Water Court Rent Increase	0.00	3,644	0	0	3,644	0.00	7,201	0	0	7,201
Grand Total All Present Law Adjustments	0.00	\$20,909	\$22,286	\$0	\$43,195	0.00	\$24,466	\$25,330	\$0	\$49,796

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

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 516 - Correct State Share Health Insurance -

The legislature approved an adjustment to the state share for health insurance to correct for an error in calculating the initial amounts.

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 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 600 - Elected Official Pay Increase Per Statutory Survey -

The legislature funded an increase in pay for elected officials per the statutory pay survey.

DP 604 - Water Court Base Adjustments -

The legislature approved an unspecified present law adjustment to move operating costs to the 2015 legislative base.

DP 500012 - Water Court Rent Increase -

The legislature approved funding to address lease cost increases.

New Proposals -

The "New Proposals" table shows the changes from the legislative appropriation for FY 15 to the proposed budget.

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 500013 - Water Court Funding Switch	0.00	1,071,664	(1,071,664)	0	0	0.00	1,074,200	(1,074,200)	0	0
Total	0.00	\$1,071,664	(\$1,071,664)	\$0	\$0	0.00	\$1,074,200	(\$1,074,200)	\$0	\$0

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

DP 500013 - Water Court Funding Switch -

The legislature approved a funding switch to replace state special revenue from the natural resources operations account with general fund for support of Water Court operations due to insufficient state special revenue funds.

Program Budget Comparison

The following table summarizes the total proposed 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	5.50	5.50	5.50	5.50	5.50	5.50	0.00	0.00 %
Personal Services	441,654	466,497	478,198	478,198	908,151	956,396	48,245	5.31 %
Operating Expenses	44,061	44,240	44,176	44,179	88,301	88,355	54	0.06 %
Total Costs	\$485,715	\$510,737	\$522,374	\$522,377	\$996,452	\$1,044,751	\$48,299	4.85 %
General Fund	485,715	510,737	522,374	522,377	996,452	1,044,751	48,299	4.85 %
Total Funds	\$485,715	\$510,737	\$522,374	\$522,377	\$996,452	\$1,044,751	\$48,299	4.85 %

Page Reference

Legislative Budget Analysis, D-32

Funding

This program is funded entirely by the 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	510,737	510,737	1,021,474	97.77 %	510,737	510,737	1,021,474	97.77 %
PL Adjustments	11,637	11,640	23,277	2.23 %	11,637	11,640	23,277	2.23 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$522,374	\$522,377	\$1,044,751		\$522,374	\$522,377	\$1,044,751	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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
DP 515 - State Share Health Insurance	0.00	2,673	0	0	2,673	0.00	2,673	0	0	2,673
DP 516 - Correct State Share Health Insurance	0.00	729	0	0	729	0.00	729	0	0	729
DP 525 - Fixed Cost Adjustment	0.00	(14)	0	0	(14)	0.00	(15)	0	0	(15)
DP 550 - Motor Pool Rate Adjustment	0.00	(50)	0	0	(50)	0.00	(46)	0	0	(46)
DP 600 - Elected Official Pay Increase Per Statutory Survey	0.00	8,299	0	0	8,299	0.00	8,299	0	0	8,299
Grand Total All Present Law Adjustments	0.00	\$11,637	\$0	\$0	\$11,637	0.00	\$11,640	\$0	\$0	\$11,640

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

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 516 - Correct State Share Health Insurance -

The legislature approved an adjustment to the state share for health insurance to correct for an error in calculating the initial amounts.

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 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 600 - Elected Official Pay Increase Per Statutory Survey -

The legislature funded an increase in pay for elected officials per the statutory pay survey.

Agency Budget Comparison

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

Agency 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	17.50	17.50	17.50	17.50	17.50	17.50	0.00	0.00 %
Personal Services	1,170,292	1,274,934	1,308,032	1,307,155	2,445,226	2,615,187	169,961	6.95 %
Operating Expenses	705,359	789,953	821,944	822,096	1,495,312	1,644,040	148,728	9.95 %
Equipment & Intangible Assets	17,475	12,779	12,779	12,779	30,254	25,558	(4,696)	(15.52)%
Grants	5,467,703	5,930,638	5,371,606	5,371,346	11,398,341	10,742,952	(655,389)	(5.75)%
Transfers	604,421	637,956	637,956	637,956	1,242,377	1,275,912	33,535	2.70 %
Total Costs	\$7,965,250	\$8,646,260	\$8,152,317	\$8,151,332	\$16,611,510	\$16,303,649	(\$307,861)	(1.85)%
General Fund	2,343,689	2,411,273	2,490,460	2,489,707	4,754,962	4,980,167	225,205	4.74 %
State/Other Special Rev. Funds	113,236	152,830	122,049	122,039	266,066	244,088	(21,978)	(8.26)%
Federal Spec. Rev. Funds	5,508,325	6,082,157	5,539,808	5,539,586	11,590,482	11,079,394	(511,088)	(4.41)%
Total Funds	\$7,965,250	\$8,646,260	\$8,152,317	\$8,151,332	\$16,611,510	\$16,303,649	(\$307,861)	(1.85)%

Page Reference

Legislative Budget Analysis, D-35

Executive Budget Comparison

The following table compares the legislative budget for the 2017 biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Base Budget Fiscal 2014	Executive Budget Fiscal 2016	Legislative Budget Fiscal 2016	Leg — Exec. Difference Fiscal 2016	Executive Budget Fiscal 2017	Legislative Budget Fiscal 2017	Leg — Exec. Difference Fiscal 2017	Biennium Difference Fiscal 16-17
FTE	17.50	17.50	17.50	0.00	17.50	17.50	0.00	0.00
Personal Services	1,170,292	1,318,846	1,308,032	(10,814)	1,318,651	1,307,155	(11,496)	(22,310)
Operating Expenses	705,359	730,344	821,944	91,600	730,478	822,096	91,618	183,218
Equipment & Intangible Assets	17,475	17,475	12,779	(4,696)	17,475	12,779	(4,696)	(9,392)
Grants	5,467,703	5,467,703	5,371,606	(96,097)	5,467,703	5,371,346	(96,357)	(192,454)
Transfers	604,421	604,421	637,956	33,535	604,421	637,956	33,535	67,070
Total Costs	\$7,965,250	\$8,138,789	\$8,152,317	\$13,528	\$8,138,728	\$8,151,332	\$12,604	\$26,132
General Fund	2,343,689	2,483,795	2,490,460	6,665	2,483,734	2,489,707	5,973	12,638
State/other Special Rev. Funds	113,236	127,335	122,049	(5,286)	127,335	122,039	(5,296)	(10,582)
Federal Spec. Rev. Funds	5,508,325	5,527,659	5,539,808	12,149	5,527,659	5,539,586	11,927	24,076
Total Funds	\$7,965,250	\$8,138,789	\$8,152,317	\$13,528	\$8,138,728	\$8,151,332	\$12,604	\$26,132

The legislative budget is \$26,100 in total funds and \$12,600 in general fund more than the executive budget. The main difference is that the legislature did not approve funding associated with the executive implementation of the pay plan, but approved funding to bring the 2017 biennium budgets to the FY 2015 legislative budget level.

Agency Highlights

**Crime Control Division
Major Budget Highlights**

- In total funds, FY 2016 is \$494,000, or 5.7%, and FY 2017 is \$495,000, or 5.7%, lower than the FY 2015 legislative budget due to:
 - Reduced state and federal special revenue due to the anticipation of lower federal grant fund availability
 - Funding for fixed costs for services purchased from other agencies at lower levels than recommended by the executive
- General fund increases about \$79,000, or 3.3%, in each year over the 2015 legislative budget primarily due to funding to annualize pay increases provided at the agency's discretion during the 2015 biennium

Page Reference

Legislative Budget Analysis, D-38

Funding

General fund supports agency operations and grants to regional juvenile detention centers. Agency operations receive most of its support from the general fund with the balance funded primarily with federal funds. State special revenue for the misdemeanor domestic violence intervention program is administered by this agency. Federal funds administered by the agency come from federal grants with the majority of these funds being pass-through funds that go to state and local agencies. A small portion of the federal funds support agency operations. Administrative costs account for about 6.0% of all federal funds administered by the agency.

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	2,411,273	2,411,273	4,822,546	96.84 %	8,646,260	8,646,260	17,292,520	106.07 %
PL Adjustments	79,187	78,434	157,621	3.16 %	(493,943)	(494,928)	(988,871)	(6.07)%
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$2,490,460	\$2,489,707	\$4,980,167		\$8,152,317	\$8,151,332	\$16,303,649	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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
DP 515 - State Share Health Insurance	0.00	6,777	20	1,708	8,505	0.00	6,777	20	1,708	8,505
DP 516 - Correct State Share Health Insurance	0.00	194	1	49	244	0.00	194	1	49	244
DP 525 - Fixed Cost Adjustment	0.00	50,309	644	16,012	66,965	0.00	50,290	647	16,080	67,017
DP 527 - Inflation/Deflation Adjustment	0.00	(20,854)	(264)	(6,621)	(27,739)	0.00	(20,019)	(256)	(6,429)	(26,704)
DP 531 - SITSD Rate Adjustment	0.00	1,628	0	0	1,628	0.00	1,628	0	0	1,628
DP 532 - General Liability Insurance Rate Adjustment	0.00	(641)	0	0	(641)	0.00	(634)	0	0	(634)
DP 550 - Motor Pool Rate Adjustment	0.00	17,425	218	5,535	23,178	0.00	16,726	209	5,313	22,248
DP 100500 - Present Law Adjustment to Move to the 2015 Base	0.00	24,349	(31,400)	(559,032)	(566,083)	0.00	23,472	(31,412)	(559,292)	(567,232)
Grand Total All Present Law Adjustments	0.00	\$79,187	(\$30,781)	(\$542,349)	(\$493,943)	0.00	\$78,434	(\$30,791)	(\$542,571)	(\$494,928)

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

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 516 - Correct State Share Health Insurance -

The legislature approved an adjustment to the state share for health insurance to correct for an error in calculating the initial amounts.

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 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 531 - SITSD Rate Adjustment -

The legislature approved an increase for fixed cost rates included in state agency budgets for information technology services provided by the State Information Technology Services Division (SITSD).

DP 532 - General Liability Insurance Rate Adjustment -

The legislature reduced the rate assessed to state agencies for general liability insurance provided by the Risk Management and Tort Defense Division.

DP 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 100500 - Present Law Adjustment to Move to the 2015 Base -

The legislature approved an unspecified present law adjustment as a result of movement to the base of FY 2015.

Agency Budget Comparison

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

Agency 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	771.85	771.85	757.44	757.42	771.85	757.42	(14.43)	(1.87)%
Personal Services	52,082,055	56,392,808	58,093,346	58,109,504	108,474,863	116,202,850	7,727,987	7.12 %
Operating Expenses	28,514,142	29,893,991	33,667,631	34,714,535	58,408,133	68,382,166	9,974,033	17.08 %
Equipment & Intangible Assets	2,470,236	2,405,325	2,355,325	2,355,325	4,875,561	4,710,650	(164,911)	(3.38)%
Grants	87,500	80,000	0	0	167,500	0	(167,500)	(100.00)%
Benefits & Claims	966,303	976,674	1,121,191	1,121,191	1,942,977	2,242,382	299,405	15.41 %
Transfers	89,349	11,295	11,295	11,295	100,644	22,590	(78,054)	(77.55)%
Debt Service	151,506	726,796	726,796	726,796	878,302	1,453,592	575,290	65.50 %
Total Costs	\$84,361,091	\$90,486,889	\$95,975,584	\$97,038,646	\$174,847,980	\$193,014,230	\$18,166,250	10.39 %
General Fund	29,279,048	31,455,088	34,346,626	34,843,856	60,734,136	69,190,482	8,456,346	13.92 %
State/Other Special Rev. Funds	52,219,004	56,032,054	58,431,908	58,991,000	108,251,058	117,422,908	9,171,850	8.47 %
Federal Spec. Rev. Funds	1,086,662	1,148,931	1,334,475	1,333,876	2,235,593	2,668,351	432,758	19.36 %
Proprietary Funds	1,776,377	1,850,816	1,862,575	1,869,914	3,627,193	3,732,489	105,296	2.90 %
Total Funds	\$84,361,091	\$90,486,889	\$95,975,584	\$97,038,646	\$174,847,980	\$193,014,230	\$18,166,250	10.39 %

Page Reference

Legislative Budget Analysis, D-40

Executive Budget Comparison

The following table compares the legislative budget for the 2017 biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Base Budget Fiscal 2014	Executive Budget Fiscal 2016	Legislative Budget Fiscal 2016	Leg — Exec. Difference Fiscal 2016	Executive Budget Fiscal 2017	Legislative Budget Fiscal 2017	Leg — Exec. Difference Fiscal 2017	Biennium Difference Fiscal 16-17
FTE	771.85	759.44	757.44	(2.00)	759.42	757.42	(2.00)	(2.00)
Personal Services	52,082,055	59,129,855	58,093,346	(1,036,509)	59,117,838	58,109,504	(1,008,334)	(2,044,843)
Operating Expenses	28,514,142	36,056,252	33,667,631	(2,388,621)	36,747,885	34,714,535	(2,033,350)	(4,421,971)
Equipment & Intangible Assets	2,470,236	2,470,236	2,355,325	(114,911)	2,510,031	2,355,325	(154,706)	(269,617)
Grants	87,500	87,500	0	(87,500)	87,500	0	(87,500)	(175,000)
Benefits & Claims	966,303	966,303	1,121,191	154,888	966,303	1,121,191	154,888	309,776
Transfers	89,349	89,349	11,295	(78,054)	89,349	11,295	(78,054)	(156,108)
Debt Service	151,506	171,147	726,796	555,649	171,147	726,796	555,649	1,111,298
Total Costs	\$84,361,091	\$98,970,642	\$95,975,584	(\$2,995,058)	\$99,690,053	\$97,038,646	(\$2,651,407)	(\$5,646,465)
General Fund	29,279,048	35,856,717	34,346,626	(1,510,091)	36,024,709	34,843,856	(1,180,853)	(2,690,944)
State/Other Special Rev. Funds	52,219,004	60,076,425	58,431,908	(1,644,517)	60,626,588	58,991,000	(1,635,588)	(3,280,105)
Federal Spec. Rev. Funds	1,086,662	1,151,805	1,334,475	182,670	1,151,667	1,333,876	182,209	364,879
Other	1,776,377	1,885,695	1,862,575	(23,120)	1,887,089	1,869,914	(17,175)	(40,295)
Total Funds	\$84,361,091	\$98,970,642	\$95,975,584	(\$2,995,058)	\$99,690,053	\$97,038,646	(\$2,651,407)	(\$5,646,465)

The legislative budget is \$5.6 million in total funds and \$2.7 million in general fund lower than the executive budget. The main differences are:

- Funding was not approved for the following requests:
 - To annualize the full amount of executive implementation of the FY 2015 portion of the 2013 Legislative pay plan
 - To fund potential litigation associated with the Confederated Salish and Kooteni Tribes water compact
 - To fund litigation associated with water rights litigation against Wyoming
 - To fund increased costs of the Montana Insurance Verification System and license plate rolling reissuance
 - To fund increased overtime for Montana Highway Patrol officers, criminal investigators, and information technology staff
 - To fund the addition of 2.00 FTE computer applications engineers for the Montana Highway Patrol
 - To fund the increased costs of computer equipment, system maintenance, and vehicle leases
- Funding for sexual assault and state/tribal relations training was approved at a lower level than requested

At the legislature's urging, the Montana Highway Patrol transferred ownership of \$133,000 in sports utility vehicles purchased with funds from a risk mitigation grant to the State Motor Pool. This item appeared as an audit finding.

Agency Highlights

Department of Justice Major Budget Highlights
<ul style="list-style-type: none"> • In total funds, FY 2016 is \$5.5 million, or 6.1%, and FY 2017 is \$6.5 million, or 7.2% higher than the FY 2015 legislative budget ,due primarily to funding to: <ul style="list-style-type: none"> ◦ Annualize costs associated with replacement of a contract to provide driver’s license processing and production services ◦ Increase Montana Highway Patrol officer salaries per a statutory salary survey ◦ Annualize discretionary pay increases the agency provided in the 2015 biennium ◦ Provide sexual assault and state/tribal relations training at a level lower than requested ◦ Add 2.00 FTE investigators for the Division of Criminal Investigation ◦ Add 1.00 FTE toxicologist at the state crime lab ◦ Add 1.00 FTE investigator for the Montana Developmental Center in Boulder ◦ Increase crime victim's benefits ◦ Support legal and travel costs for the Public Safety Officer Standards and Training function ◦ Adjust operating costs in several programs to the FY 2015 legislative base

Funding

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

Total Department of Justice Funding by Source of Authority 2017 Biennium Budget - Department of Justice					
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	69,190,482	0	9,479,127	78,669,609	36.45 %
State Special Total	117,422,908	0	10,116,208	127,539,116	59.09 %
Federal Special Total	2,668,351	0	85,000	2,753,351	1.28 %
Proprietary Total	3,732,489	3,143,760	0	6,876,249	3.19 %
Other Total	0	0	0	0	0.00 %
Total All Funds	\$193,014,230	\$3,143,760	\$19,680,335	\$215,838,325	
Percent - Total All Sources	89.43 %	1.46 %	9.12 %		

Funding for the department varies by division and function. General fund supports the Legal Services Division, Motor Vehicle Division, Division of Criminal Investigation, POST, Central Services Division, Information Technology Division, and Forensic Science Division. The highways state special revenue account supports a number of programs where highway safety is impacted. Highways state special revenue provides significant portions of the funding for the Highway Patrol Division and Central Services Division. State special revenue from consumer settlement proceeds supports consumer protection activities, gambling license fees support Gambling Control, and motor vehicle fees support the debt payment for the development and implementation of a computer system. Federal funds combined with general fund support Medicaid fraud investigation and the Child Protection Unit within the Legal Division. Proprietary funds support liquor licensing functions and legal services provided under contract to other agencies. Please refer to the narrative for the Department of Transportation in Section C for a discussion of the highway state special revenue 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	30,305,088	30,305,088	60,610,176	87.60 %	89,336,889	89,336,889	178,673,778	92.57 %
PL Adjustments	3,792,505	4,294,995	8,087,500	11.69 %	6,389,662	7,457,984	13,847,646	7.17 %
New Proposals	249,033	243,773	492,806	0.71 %	249,033	243,773	492,806	0.26 %
Total Budget	\$34,346,626	\$34,843,856	\$69,190,482		\$95,975,584	\$97,038,646	\$193,014,230	

Program Budget Comparison

The following table summarizes the total proposed 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	66.00	66.00	62.75	62.75	66.00	62.75	(3.25)	(4.92)%
Personal Services	5,014,146	5,356,756	5,785,630	5,779,022	10,370,902	11,564,652	1,193,750	11.51 %
Operating Expenses	1,728,531	2,623,065	1,977,865	2,108,352	4,351,596	4,086,217	(265,379)	(6.10)%
Equipment & Intangible Assets	10,678	0	0	0	10,678	0	(10,678)	(100.00)%
Benefits & Claims	966,303	976,674	1,121,191	1,121,191	1,942,977	2,242,382	299,405	15.41 %
Transfers	0	0	0	0	0	0	0	0.00 %
Total Costs	\$7,719,658	\$8,956,495	\$8,884,686	\$9,008,565	\$16,676,153	\$17,893,251	\$1,217,098	7.30 %
General Fund	6,094,036	7,287,190	6,887,359	6,995,799	13,381,226	13,883,158	501,932	3.75 %
State/Other Special Rev. Funds	1,045,865	1,096,463	1,267,216	1,282,913	2,142,328	2,550,129	407,801	19.04 %
Federal Spec. Rev. Funds	579,757	572,842	730,111	729,853	1,152,599	1,459,964	307,365	26.67 %
Total Funds	\$7,719,658	\$8,956,495	\$8,884,686	\$9,008,565	\$16,676,153	\$17,893,251	\$1,217,098	7.30 %

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Funding

The division receives the majority of its funding from the general fund. Each of the various functions within the division has a unique funding source. Attorneys are supported primarily by general fund with state special revenue from highway special revenue, tobacco settlement funds, and other funds supporting specific activities. Additionally, work for the Reserved Water Rights Compact Commission is funded by the Department of Natural Resources and Conservation; prosecution of hunting violations is funded by the Department of Fish, Wildlife and Parks; and prosecution of worker's compensation violations is funded by the State Fund. The cost of major litigation is supported entirely by the general fund. Funding for assistance to crime victims comes from the general fund and federal grants. State special revenue from the settlement of consumer protection litigation funds the portion of the program that supports consumer protection functions.

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	6,412,190	6,412,190	12,824,380	92.37 %	7,021,030	7,021,030	14,042,060	78.48 %
PL Adjustments	475,169	583,609	1,058,778	7.63 %	1,863,656	1,987,535	3,851,191	21.52 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$6,887,359	\$6,995,799	\$13,883,158		\$8,884,686	\$9,008,565	\$17,893,251	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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 515 - State Share Health Insurance	0.00	19,198	11,189	110	30,497	0.00	19,198	11,189	110	30,497
DP 516 - Correct State Share Health Insurance	0.00	5,504	(6,614)	1,110	0	0.00	5,505	(6,614)	1,109	0
DP 520 - Fully Fund 2015 Legislatively Authorized FTE	0.00	92,118	0	0	92,118	0.00	92,118	0	0	92,118
DP 521 - Correct Fully Fund 2015 Authorized FTE	0.00	0	11,747	0	11,747	0.00	0	11,747	0	11,747
DP 525 - Fixed Cost Adjustment	0.00	262,785	38,851	0	301,636	0.00	359,695	52,279	0	411,974
DP 527 - Inflation/Deflation Adjustment	0.00	(17,239)	(3,677)	(8)	(20,924)	0.00	(859)	(524)	(1)	(1,384)
DP 530 - Reorganization	0.00	0	906,465	0	906,465	0.00	0	906,465	0	906,465
DP 535 - Program Transfers	0.00	(125,000)	0	154,000	29,000	0.00	(125,000)	0	154,000	29,000
DP 550 - Motor Pool Rate Adjustment	0.00	(892)	(1,136)	0	(2,028)	0.00	(390)	(1,029)	0	(1,419)
DP 600 - 2015 Biennium Discretionary Pay Adjustments	0.00	233,695	43,277	11,540	288,512	0.00	228,342	42,286	11,276	281,904
DP 100101 - LSD Base Adjustments	0.00	0	77,116	0	77,116	0.00	0	77,116	0	77,116
DP 100444 - Statewide 4% FTE Reduction - Program 01	(3.25)	0	0	0	0	(3.25)	0	0	0	0
DP 100500 - Sexual Assault and Tribal Relations Training	0.00	5,000	0	0	5,000	0.00	5,000	0	0	5,000
DP 100600 - Crime Victims Benefits	0.00	0	0	144,517	144,517	0.00	0	0	144,517	144,517
Grand Total All Present Law Adjustments	(3.25)	\$475,169	\$1,077,218	\$311,269	\$1,863,656	(3.25)	\$583,609	\$1,092,915	\$311,011	\$1,987,535

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

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 516 - Correct State Share Health Insurance -

The legislature adjusted funding to correct an error in state share for health insurance calculation for present law adjustment PL 515.

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 521 - Correct Fully Fund 2015 Authorized FTE -

The legislature adjusted funding to correct a error in calculating fully fund legislative authorized FTE in present law adjustment PL 520.

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 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 530 - Reorganization -

The legislature adopted the reorganization of the consumer protection function from the Office of Consumer Protection to the Legal Services Division within the department. This included transfers of \$906,465 in state special in FY 2016 and 9.00 FTE in FY 2016 and \$906,465 state special revenue and 9.00 FTE in FY 2017.

DP 535 - Program Transfers -

The legislature adopted program transfers made by the department in the interim. This includes transfers of \$125,000 in general fund in FY 2016 and FY 2017 from the the Legal Services Division to the Division of Criminal Investigation to move the Children and Families Ombudsman to the Division of Criminal Investigation. Additionally, \$154,000 federal revenue was moved in FY 2016 and FY 2017 from the Division of Criminal Investigation to the Legal Services Division to fund crime victims grants.

DP 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 600 - 2015 Biennium Discretionary Pay Adjustments -

The legislature funded discretionary pay adjustments the agency provided in the 2015 biennium.

DP 100101 - LSD Base Adjustments -

The legislature approved an unspecified present law adjustment to move operating costs to the 2015 legislative base.

DP 100444 - Statewide 4% FTE Reduction - Program 01 -

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. Change package 100444 includes a reduction of 3.25 FTE.

DP 100500 - Sexual Assault and Tribal Relations Training -

The legislature funded costs for sexual assault and tribal relations training.

DP 100600 - Crime Victims Benefits -

The legislature increased funding for crime victim benefits.

Program Budget Comparison

The following table summarizes the total proposed 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	
Personal Services	0	0	0	0	0	0	0	0.00 %	
Operating Expenses	0	0	0	0	0	0	0	0.00 %	
Total Costs	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0.00 %	
State/Other Special Rev. Funds	0	0	0	0	0	0	0	0.00 %	
Total Funds	\$0	\$0	\$0	\$0	\$0	\$0	\$0	0.00 %	

Page Reference

Legislative Budget Analysis, D-52

Funding

The program is funded entirely with state special revenue from the settlement of consumer protection litigation. The program is now included in the Legal Services Division.

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	0	0	0	0.00 %	906,465	906,465	1,812,930	0.00 %
PL Adjustments	0	0	0	0.00 %	(906,465)	(906,465)	(1,812,930)	0.00 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$0	\$0	\$0		\$0	\$0	\$0	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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
DP 520 - Fully Fund 2015 Legislatively Authorized FTE	0.00	0	11,747	0	11,747	0.00	0	11,747	0	11,747
DP 530 - Reorganization	0.00	0	(918,212)	0	(918,212)	0.00	0	(918,212)	0	(918,212)
Grand Total All Present Law Adjustments	0.00	\$0	(\$906,465)	\$0	(\$906,465)	0.00	\$0	(\$906,465)	\$0	(\$906,465)

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

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 530 - Reorganization -

The legislature adopted the reorganization of the consumer protection function from the Office of Consumer Protection to the Legal Services Division within the department. This included transfers of \$906,465 in state special in FY 2016 and 9.00 FTE in FY 2016 and \$906,465 state special revenue and 9.00 FTE in FY 2017.

Program Budget Comparison

The following table summarizes the total proposed 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	17.00	17.00	17.00	17.00	17.00	17.00	0.00	0.00 %
Personal Services	966,455	1,505,030	1,392,716	1,392,716	2,471,485	2,785,432	313,947	12.70 %
Operating Expenses	176,309	179,164	179,164	179,164	355,473	358,328	2,855	0.80 %
Total Costs	\$1,142,764	\$1,684,194	\$1,571,880	\$1,571,880	\$2,826,958	\$3,143,760	\$316,802	11.21 %
Proprietary Funds	1,142,764	1,684,194	1,571,880	1,571,880	2,826,958	3,143,760	316,802	11.21 %
Total Funds	\$1,142,764	\$1,684,194	\$1,571,880	\$1,571,880	\$2,826,958	\$3,143,760	\$316,802	11.21 %

Page Reference

Legislative Budget Analysis, D-55

Funding

This program is funded with non-budgeted proprietary funds.

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	0	0	0	0.00 %	1,571,880	1,571,880	3,143,760	0.00 %
PL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$0	\$0	\$0		\$1,571,880	\$1,571,880	\$3,143,760	

Other Issues -

Proprietary Program Descriptions

Agency Legal Services – Fund 06500

Program Description

The Agency Legal Services Bureau (ALS) provides legal, hearing examiner, and investigative services to state agency clients on a contract basis. ALS attorneys and investigators bill clients for their services, case-related, and incidental costs. The division consists of 17.00 FTE funded from the revenues generated. The customers served are state agencies, boards, and commissions that have entered into contracts with ALS.

Proprietary Rates

For the 2017 biennium the following rates were approved by the legislature.

Agency Legal Services Approved Rates		
Item	FY 2016	FY 2017
Attorney rate per hour	\$106.00	\$106.00
Investigator rate per hour	62.00	62.00

The rates approved by the legislature are the maximum the program may charge during the biennium. They are not the rates the program must charge.

Program Budget Comparison

The following table summarizes the total proposed 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	47.00	47.00	44.99	44.98	47.00	44.98	(2.02)	(4.30)%
Personal Services	3,088,610	3,319,318	3,386,154	3,386,149	6,407,928	6,772,303	364,375	5.69 %
Operating Expenses	694,791	750,036	813,666	843,767	1,444,827	1,657,433	212,606	14.71 %
Equipment & Intangible Assets	80,500	82,860	82,860	82,860	163,360	165,720	2,360	1.44 %
Transfers	53,508	0	0	0	53,508	0	(53,508)	(100.00)%
Total Costs	\$3,917,409	\$4,152,214	\$4,282,680	\$4,312,776	\$8,069,623	\$8,595,456	\$525,833	6.52 %
State/Other Special Rev. Funds	2,769,245	2,934,118	3,055,915	3,079,581	5,703,363	6,135,496	432,133	7.58 %
Proprietary Funds	1,148,164	1,218,096	1,226,765	1,233,195	2,366,260	2,459,960	93,700	3.96 %
Total Funds	\$3,917,409	\$4,152,214	\$4,282,680	\$4,312,776	\$8,069,623	\$8,595,456	\$525,833	6.52 %

Page Reference

Legislative Budget Analysis, D-59

Funding

Gambling control activities are supported primarily by state special revenue generated from gambling licensing fees. Liquor licensing fees (a proprietary fund) support division functions related to liquor licensing. A small amount of funds from the tobacco settlement state special revenue account support activities related to enforcement of settlement provisions.

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	0	0	0	0.00 %	4,152,214	4,152,214	8,304,428	0.00 %
PL Adjustments	0	0	0	0.00 %	130,466	160,562	291,028	0.00 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$0	\$0	\$0		\$4,282,680	\$4,312,776	\$8,595,456	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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 515 - State Share Health Insurance	0.00	0	15,525	0	15,525	0.00	0	15,522	0	15,522
DP 516 - Correct State Share Health Insurance	0.00	0	0	0	6,340	0.00	0	0	0	6,338
DP 520 - Fully Fund 2015 Legislatively Authorized FTE	0.00	0	44,971	0	44,971	0.00	0	44,971	0	44,971
DP 525 - Fixed Cost Adjustment	0.00	0	64,098	0	67,570	0.00	0	83,946	0	92,289
DP 527 - Inflation/Deflation Adjustment	0.00	0	(3,327)	0	(4,686)	0.00	0	(220)	0	(310)
DP 550 - Motor Pool Rate Adjustment	0.00	0	(200)	0	(282)	0.00	0	(199)	0	(281)
DP 700444 - Statewide 4% FTE Reduction - Program 07	(2.01)	0	0	0	0	(2.02)	0	0	0	0
DP 700701 - GCD Base Adjustments	0.00	0	730	0	1,028	0.00	0	1,443	0	2,033
Grand Total All Present Law Adjustments	(2.01)	\$0	\$121,797	\$0	\$130,466	(2.02)	\$0	\$145,463	\$0	\$160,562

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

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 516 - Correct State Share Health Insurance -

The legislature adjusted funding to correct an error in state share for health insurance calculation for present law adjustment PL 515.

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 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 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 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 700444 - Statewide 4% FTE Reduction - Program 07 -

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. Change package 700444 includes a reduction of 2.01 FTE.

DP 700701 - GCD Base Adjustments -

The legislature approved an unspecified present law adjustment to move operating costs to the 2015 legislative base.

Program Budget Comparison

The following table summarizes the total proposed 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	158.75	158.75	154.25	154.25	158.75	154.25	(4.50)	(2.83)%
Personal Services	6,925,138	7,312,278	7,767,438	7,773,129	14,237,416	15,540,567	1,303,151	9.15 %
Operating Expenses	11,252,333	11,999,828	14,316,242	14,494,808	23,252,161	28,811,050	5,558,889	23.91 %
Equipment & Intangible Assets	96,500	114,028	114,028	114,028	210,528	228,056	17,528	8.33 %
Debt Service	36,298	616,700	616,700	616,700	652,998	1,233,400	580,402	88.88 %
Total Costs	\$18,310,269	\$20,042,834	\$22,814,408	\$22,998,665	\$38,353,103	\$45,813,073	\$7,459,970	19.45 %
General Fund	8,354,831	8,575,280	10,251,248	10,310,391	16,930,111	20,561,639	3,631,528	21.45 %
State/Other Special Rev. Funds	9,368,970	10,876,295	11,971,901	12,097,015	20,245,265	24,068,916	3,823,651	18.89 %
Proprietary Funds	586,468	591,259	591,259	591,259	1,177,727	1,182,518	4,791	0.41 %
Total Funds	\$18,310,269	\$20,042,834	\$22,814,408	\$22,998,665	\$38,353,103	\$45,813,073	\$7,459,970	19.45 %

Page Reference

Legislative Budget Analysis, D-63

Funding

In the 2015 biennium, the driver’s licensing and vehicle titling and registration functions were supported by the general fund and highways state special revenue fund. The 2015 Legislature approved a funding switch to replace all highways state special revenue in the division with general fund. State special revenues collected for vehicle registration fees support payment of debt that was incurred for the development and implementation of the computer system known as the Montana Enhanced Registration and Licensing Information Network (MERLIN) and the vehicle insurance verification system. Proprietary funds collected from fees charged for e-government services support online web based services that may be used by the public.

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	8,575,280	8,575,280	17,150,560	83.41 %	20,042,834	20,042,834	40,085,668	87.50 %
PL Adjustments	1,675,968	1,735,111	3,411,079	16.59 %	2,771,574	2,955,831	5,727,405	12.50 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$10,251,248	\$10,310,391	\$20,561,639		\$22,814,408	\$22,998,665	\$45,813,073	

Present Law Adjustments -

The “Present Law Adjustments” table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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 515 - State Share Health Insurance	0.00	58,158	16,808	0	74,966	0.00	58,158	16,808	0	74,966
DP 516 - Correct State Share Health Insurance	0.00	(12,012)	13,956	0	1,944	0.00	(10,554)	14,928	0	4,374
DP 520 - Fully Fund 2015 Legislatively Authorized FTE	0.00	185,881	102,674	0	288,555	0.00	185,881	102,674	0	288,555
DP 521 - Correct Fully Fund 2015 Authorized FTE	0.00	(12,748)	12,748	0	0	0.00	(12,748)	12,748	0	0
DP 525 - Fixed Cost Adjustment	0.00	172,946	73,381	0	246,327	0.00	169,327	167,106	0	336,433
DP 527 - Inflation/Deflation Adjustment	0.00	(16,610)	(477)	0	(17,087)	0.00	(1,091)	(39)	0	(1,130)
DP 550 - Motor Pool Rate Adjustment	0.00	(27,756)	(8,891)	0	(36,647)	0.00	(26,938)	(8,888)	0	(35,826)
DP 600 - 2015 Biennium Discretionary Pay Adjustments	0.00	137,817	91,878	0	229,695	0.00	139,774	93,182	0	232,956
DP 1200444 - Statewide 4% FTE Reduction - Program 12	(4.50)	0	0	0	0	(4.50)	0	0	0	0
DP 1201201 - MVD Base Adjustments	0.00	75,482	50,322	0	125,804	0.00	97,811	65,207	0	163,018
DP 1201202 - MVD Drivers License Contract	0.00	1,114,810	743,207	0	1,858,017	0.00	1,135,491	756,994	0	1,892,485
Grand Total All Present Law Adjustments	(4.50)	\$1,675,968	\$1,095,606	\$0	\$2,771,574	(4.50)	\$1,735,111	\$1,220,720	\$0	\$2,955,831

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

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 516 - Correct State Share Health Insurance -

The legislature adjusted funding to correct an error in state share for health insurance calculation for present law adjustment PL 515.

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 521 - Correct Fully Fund 2015 Authorized FTE -

The legislature adjusted funding to correct a error in calculating fully fund legislative authorized FTE in present law adjustment PL 520.

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 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 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 600 - 2015 Biennium Discretionary Pay Adjustments -

The legislature funded discretionary pay adjustments the agency provided in the 2015 biennium.

DP 1200444 - Statewide 4% FTE Reduction - Program 12 -

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. Change package 120444 includes a reduction of 4.50 FTE.

DP 1201201 - MVD Base Adjustments -

The legislature approved an unspecified present law adjustment to move operating costs to the 2015 legislative base.

DP 1201202 - MVD Drivers License Contract -

The legislature funded replacement of an expiring vendor contract that provides driver license related services such as driver license image capture and comparison, card production, customer scheduling, automated written and road test tablets. The legislature restricted the funding to be used only to fund costs associated with driver's license contract replacement.

Program Budget Comparison

The following table summarizes the total proposed 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	302.00	302.00	302.00	302.00	302.00	302.00	0.00	0.00 %
Personal Services	23,729,700	25,891,643	25,827,496	25,823,876	49,621,343	51,651,372	2,030,029	4.09 %
Operating Expenses	8,075,714	8,150,431	8,573,732	8,751,502	16,226,145	17,325,234	1,099,089	6.77 %
Equipment & Intangible Assets	2,024,653	1,992,165	1,992,165	1,992,165	4,016,818	3,984,330	(32,488)	(0.81) %
Total Costs	\$33,830,067	\$36,034,239	\$36,393,393	\$36,567,543	\$69,864,306	\$72,960,936	\$3,096,630	4.43 %
General Fund	0	0	0	0	0	0	0	0.00 %
State/Other Special Rev. Funds	33,830,067	36,034,239	36,393,393	36,567,543	69,864,306	72,960,936	3,096,630	4.43 %
Total Funds	\$33,830,067	\$36,034,239	\$36,393,393	\$36,567,543	\$69,864,306	\$72,960,936	\$3,096,630	4.43 %

Page Reference

Legislative Budget Analysis, D-68

Funding

Functions of the division are supported by state special revenue with the bulk of the costs supported by the restricted account of the highways state special revenue. The highway patrol recruitment and retention fund supported by a \$5 vehicle registration fee may be used to support the cost of uniformed officers, equipment, and pay increases, and supports the executive protection function. Please refer to the narrative for the Department of Transportation in Section C for a discussion of the highway state special revenue 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	0	0	0	0.00 %	36,034,239	36,034,239	72,068,478	0.00 %
PL Adjustments	0	0	0	0.00 %	359,154	533,304	892,458	0.00 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$0	\$0	\$0		\$36,393,393	\$36,567,543	\$72,960,936	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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 515 - State Share Health Insurance	0.00	0	146,772	0	146,772	0.00	0	146,772	0	146,772
DP 525 - Fixed Cost Adjustment	0.00	0	412,801	0	412,801	0.00	0	563,803	0	563,803
DP 527 - Inflation/Deflation Adjustment	0.00	0	(28,635)	0	(28,635)	0.00	0	(1,894)	0	(1,894)
DP 550 - Motor Pool Rate Adjustment	0.00	0	1,317	0	1,317	0.00	0	1,344	0	1,344
DP 600 - 2015 Biennium Discretionary Pay Adjustments	0.00	0	(437,616)	0	(437,616)	0.00	0	(441,236)	0	(441,236)
DP 1301301 - MHP Base Adjustments	0.00	0	37,818	0	37,818	0.00	0	37,818	0	37,818
DP 1301311 - MHP Salary Survey	0.00	0	226,697	0	226,697	0.00	0	226,697	0	226,697
Grand Total All Present Law Adjustments	0.00	\$0	\$359,154	\$0	\$359,154	0.00	\$0	\$533,304	\$0	\$533,304

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

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 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 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 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 600 - 2015 Biennium Discretionary Pay Adjustments -

The legislature funded discretionary pay adjustments the agency provided in the 2015 biennium.

DP 1301301 - MHP Base Adjustments -

The legislature approved an unspecified present law adjustment to move operating costs to the 2015 legislative base.

DP 1301311 - MHP Salary Survey -

The legislature funded increases to adjust funding for statutorily required salary increases to uniformed officers in accordance to a survey required in statute.

Program Budget Comparison

The following table summarizes the total proposed 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	103.00	103.00	101.55	101.55	103.00	101.55	(1.45)	(1.41)%
Personal Services	6,618,861	7,340,310	7,641,366	7,660,539	13,959,171	15,301,905	1,342,734	9.62 %
Operating Expenses	3,904,014	3,778,445	4,236,551	4,415,465	7,682,459	8,652,016	969,557	12.62 %
Equipment & Intangible Assets	231,410	123,452	123,452	123,452	354,862	246,904	(107,958)	(30.42)%
Grants	87,500	80,000	0	0	167,500	0	(167,500)	(100.00)%
Benefits & Claims	0	0	0	0	0	0	0	0.00 %
Transfers	35,841	11,295	11,295	11,295	47,136	22,590	(24,546)	(52.07)%
Total Costs	\$10,877,626	\$11,333,502	\$12,012,664	\$12,210,751	\$22,211,128	\$24,223,415	\$2,012,287	9.06 %
General Fund	6,619,427	7,118,171	7,462,462	7,534,840	13,737,598	14,997,302	1,259,704	9.17 %
State/Other Special Rev. Funds	3,753,946	3,641,893	3,951,112	4,078,975	7,395,839	8,030,087	634,248	8.58 %
Federal Spec. Rev. Funds	504,253	573,438	599,090	596,936	1,077,691	1,196,026	118,335	10.98 %
Total Funds	\$10,877,626	\$11,333,502	\$12,012,664	\$12,210,751	\$22,211,128	\$24,223,415	\$2,012,287	9.06 %

Page Reference

Legislative Budget Analysis, D-74

Funding

The division is supported by a combination of general fund, state special revenue, and federal funds. General fund supports criminal investigations, fire prevention and investigation, match for federal funds supporting Medicaid fraud investigations, drug task forces, the computer crime unit, sexual and violent offender registry, amber alert, and child sexual abuse response team.

The three largest sources of state special revenue supporting the division are Montana Law Enforcement Academy surcharges that support operation of the academy, criminal justice information network (CJIN) revenue that supports itself, and revenue from criminal justice background checks that are paid in exchange for completion of a background check.

The largest source of federal funds is Medicaid funding that supports investigation of Medicaid fraud.

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	7,121,638	7,121,638	14,243,276	94.97 %	11,490,969	11,490,969	22,981,938	94.87 %
PL Adjustments	240,723	313,291	554,014	3.69 %	421,594	619,871	1,041,465	4.30 %
New Proposals	100,101	99,911	200,012	1.33 %	100,101	99,911	200,012	0.83 %
Total Budget	\$7,462,462	\$7,534,840	\$14,997,302		\$12,012,664	\$12,210,751	\$24,223,415	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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 515 - State Share Health Insurance	0.00	34,537	9,529	3,829	47,895	0.00	34,537	9,529	3,829	47,895
DP 516 - Correct State Share Health Insurance	0.00	504	1,822	(868)	1,458	0.00	504	1,822	(868)	1,458
DP 525 - Fixed Cost Adjustment	0.00	16,311	284,760	12,610	313,681	0.00	10,582	409,190	8,654	428,426
DP 527 - Inflation/Deflation Adjustment	0.00	(15,849)	(3,725)	(2,185)	(21,759)	0.00	(1,094)	(205)	(142)	(1,441)
DP 530 - Reorganization	0.00	(315,622)	0	0	(315,622)	0.00	(315,622)	0	0	(315,622)
DP 535 - Program Transfers	0.00	125,000	0	(154,000)	(29,000)	0.00	125,000	0	(154,000)	(29,000)
DP 550 - Motor Pool Rate Adjustment	0.00	(16,084)	3,154	(4,080)	(17,010)	0.00	(15,387)	3,380	(3,947)	(15,954)
DP 600 - 2015 Biennium Discretionary Pay Adjustments	0.00	197,959	13,679	16,346	227,984	0.00	193,423	13,366	15,972	222,761
DP 1800444 - Statewide 4% FTE Reduction - Program 18	(4.45)	0	0	0	0	(4.45)	0	0	0	0
DP 1801801 - DCI Base adjustments	0.00	40,000	0	0	40,000	0.00	40,000	0	0	40,000
DP 1801803 - DCI Investigators	2.00	173,967	0	0	173,967	2.00	241,348	0	0	241,348
Grand Total All Present Law Adjustments	(2.45)	\$240,723	\$309,219	(\$128,348)	\$421,594	(2.45)	\$313,291	\$437,082	(\$130,502)	\$619,871

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

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 516 - Correct State Share Health Insurance -

The legislature adjusted funding to correct an error in state share for health insurance calculation for present law adjustment PL 515.

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 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 530 - Reorganization -

The legislature adopted the reorganization of the public safety officer standards and training functions from Division of Criminal Investigation to Public Safety Officer Standards and Training Program within the department. This included transfers of \$315,622 in general fund 3.00 FTE in FY 2016 and \$315,622 in general fund 3.00 FTE in FY 2017.

DP 535 - Program Transfers -

The legislature adopted program transfers made by the department in the interim. This includes transfers of \$125,000 in general fund in FY 2016 and FY 2017 from the the Legal Services Division to the Division of Criminal Investigation to move the Children and Families Ombudsman to the Division of Criminal Investigation. Additionally, \$154,000 federal revenue was moved in FY 2016 and FY 2017 from the Division of Criminal Investigation to the Legal Services Division to fund crime victims grants.

DP 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 600 - 2015 Biennium Discretionary Pay Adjustments -

The legislature funded discretionary pay adjustments the agency provided in the 2015 biennium.

DP 1800444 - Statewide 4% FTE Reduction - Program 18 -

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. Change package 180444 includes a reduction of 4.45 FTE.

DP 1801801 - DCI Base adjustments -

The legislature approved an unspecified present law adjustment to move operating costs to the 2015 legislative base.

DP 1801803 - DCI Investigators -

The legislature approved an increase in funding to add 2.00 investigators to the division.

New Proposals -

The "New Proposals" table shows the changes from the legislative appropriation for FY 15 to the proposed budget.

	-----Fiscal 2016-----					-----Fiscal 2017-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1801804 - MDC Investigator (Restricted/OTO)	1.00	100,101	0	0	100,101	1.00	99,911	0	0	99,911
Total	1.00	\$100,101	\$0	\$0	\$100,101	1.00	\$99,911	\$0	\$0	\$99,911

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

DP 1801804 - MDC Investigator (Restricted/OTO) -

The legislature funded the addition of 1.00 FTE investigator for the Montana Developmental Center in Boulder. Funding was designated as restricted and one-time-only.

Program Budget Comparison

The following table summarizes the total proposed 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	117,841	176,260	203,783	203,330	294,101	407,113	113,012	38.43 %
Operating Expenses	165,768	139,362	243,164	144,923	305,130	388,087	82,957	27.19 %
Total Costs	\$283,609	\$315,622	\$446,947	\$348,253	\$599,231	\$795,200	\$195,969	32.70 %
General Fund	283,609	315,622	446,947	348,253	599,231	795,200	195,969	32.70 %
Total Funds	\$283,609	\$315,622	\$446,947	\$348,253	\$599,231	\$795,200	\$195,969	32.70 %

Page Reference

Legislative Budget Analysis, D-80

Funding

The Public Safety Officers Standards and Training (POST) is 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	0	0	0	0.00 %	0	0	0	0.00 %
PL Adjustments	446,947	348,253	795,200	100.00 %	446,947	348,253	795,200	100.00 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$446,947	\$348,253	\$795,200		\$446,947	\$348,253	\$795,200	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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
DP 515 - State Share Health Insurance	0.00	1,458	0	0	1,458	0.00	1,458	0	0	1,458
DP 525 - Fixed Cost Adjustment	0.00	4,085	0	0	4,085	0.00	5,580	0	0	5,580
DP 527 - Inflation/Deflation Adjustment	0.00	(283)	0	0	(283)	0.00	(19)	0	0	(19)
DP 530 - Reorganization	0.00	315,622	0	0	315,622	0.00	315,622	0	0	315,622
DP 600 - 2015 Biennium Discretionary Pay Adjustments	0.00	26,065	0	0	26,065	0.00	25,612	0	0	25,612
DP 1901901 - POST Base Adjustments	0.00	100,000	0	0	100,000	0.00	0	0	0	0
Grand Total All Present Law Adjustments	0.00	\$446,947	\$0	\$0	\$446,947	0.00	\$348,253	\$0	\$0	\$348,253

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

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 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 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 530 - Reorganization -

The legislature adopted the reorganization of the public safety officer standards and training functions from Division of Criminal Investigation to Public Safety Officer Standards and Training Program within the department. This included transfers of \$315,622 in general fund 3.00 FTE in FY 2016 and \$315,622 in general fund 3.00 FTE in FY 2017.

DP 600 - 2015 Biennium Discretionary Pay Adjustments -

The legislature funded discretionary pay adjustments the agency provided in the 2015 biennium.

DP 1901901 - POST Base Adjustments -

The legislature approved an unspecified present law adjustment to move operating costs to the 2015 legislative base.

Program Budget Comparison

The following table summarizes the total proposed 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	19.00	19.00	18.27	18.26	19.00	18.26	(0.74)	(3.89)%
Personal Services	1,088,500	1,271,424	1,360,190	1,359,057	2,359,924	2,719,247	359,323	15.23 %
Operating Expenses	335,876	188,150	727,800	953,837	524,026	1,681,637	1,157,611	220.91 %
Total Costs	\$1,424,376	\$1,459,574	\$2,087,990	\$2,312,894	\$2,883,950	\$4,400,884	\$1,516,934	52.60 %
General Fund	438,941	486,246	772,221	905,781	925,187	1,678,002	752,815	81.37 %
State/Other Special Rev. Funds	958,546	946,722	1,283,450	1,372,072	1,905,268	2,655,522	750,254	39.38 %
Federal Spec. Rev. Funds	0	0	2,623	4,436	0	7,059	7,059	0.00 %
Proprietary Funds	26,889	26,606	29,696	30,605	53,495	60,301	6,806	12.72 %
Total Funds	\$1,424,376	\$1,459,574	\$2,087,990	\$2,312,894	\$2,883,950	\$4,400,884	\$1,516,934	52.60 %

Page Reference

Legislative Budget Analysis, D-84

Funding

The Central Services Division is funded by allocation of costs among the various funding sources supporting the department. General fund provides roughly 40% of the division’s funding. State special revenue, the largest source being the non-restricted account of highway state special revenue, provides roughly half of the division funding. Proprietary funds including liquor licensing fees provide the remainder of the division’s funding.

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	486,246	486,246	972,492	57.96 %	1,459,574	1,459,574	2,919,148	66.33 %
PL Adjustments	285,975	419,535	705,510	42.04 %	628,416	853,320	1,481,736	33.67 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$772,221	\$905,781	\$1,678,002		\$2,087,990	\$2,312,894	\$4,400,884	

Present Law Adjustments -

The “Present Law Adjustments” table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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 510 - Legislative Audit - HB 2 2014 Fixed Costs (Restricted/Biennia	0.00	25,309	48,049	0	73,358	0.00	0	0	0	0
DP 515 - State Share Health Insurance	0.00	7,471	1,372	0	8,843	0.00	7,467	1,371	0	8,838
DP 516 - Correct State Share Health Insurance	0.00	37	0	0	37	0.00	41	0	0	41
DP 520 - Fully Fund 2015 Legislatively Authorized FTE	0.00	8,983	15,582	0	24,565	0.00	8,983	15,582	0	24,565
DP 525 - Fixed Cost Adjustment	0.00	24,972	35,825	0	61,842	0.00	35,686	47,451	0	84,463
DP 526 - 2017 Biennium Legislative Audit	0.00	(313)	5,958	0	5,645	0.00	0	0	0	0
DP 527 - Inflation/Deflation Adjustment	0.00	(4,290)	0	0	(4,290)	0.00	(284)	0	0	(284)
DP 531 - SITSD Rate Adjustment	0.00	224,171	205,010	2,820	433,011	0.00	368,300	336,821	4,633	711,414
DP 532 - General Liability Insurance Rate Adjustment	0.00	(15,687)	(14,346)	(197)	(30,301)	0.00	(15,691)	(14,349)	(197)	(30,308)
DP 550 - Motor Pool Rate Adjustment	0.00	385	0	0	385	0.00	402	0	0	402
DP 600 - 2015 Biennium Discretionary Pay Adjustments	0.00	14,937	39,278	0	55,321	0.00	14,631	38,474	0	54,189
DP 2800444 - Statewide 4% FTE Reduction- Program 28	(0.73)	0	0	0	0	(0.74)	0	0	0	0
Grand Total All Present Law Adjustments	(0.73)	\$285,975	\$336,728	\$2,623	\$628,416	(0.74)	\$419,535	\$425,350	\$4,436	\$853,320

***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 516 - Correct State Share Health Insurance -

The legislature adjusted funding to correct an error in state share for health insurance calculation for present law adjustment PL 515.

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 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 -

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 531 - SITSD Rate Adjustment -

The legislature approved an increase for fixed cost rates included in state agency budgets for information technology services provided by the State Information Technology Services Division (SITSD).

DP 532 - General Liability Insurance Rate Adjustment -

The legislature reduced the rate assessed to state agencies for general liability insurance provided by the Risk Management and Tort Defense Division.

DP 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 600 - 2015 Biennium Discretionary Pay Adjustments -

The legislature funded discretionary pay adjustments the agency provided in the 2015 biennium.

DP 2800444 - Statewide 4% FTE Reduction- Program 28 -

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. Change package 280444 includes a reduction of 0.74 FTE.

Program Budget Comparison

The following table summarizes the total proposed 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	38.80	38.80	37.08	37.08	38.80	37.08	(1.72)	(4.43)%
Personal Services	2,732,758	2,797,300	2,974,409	2,975,295	5,530,058	5,949,704	419,646	7.59 %
Operating Expenses	1,159,149	1,110,233	1,564,306	1,769,352	2,269,382	3,333,658	1,064,276	46.90 %
Equipment & Intangible Assets	15,299	36,820	36,820	36,820	52,119	73,640	21,521	41.29 %
Total Costs	\$3,907,206	\$3,944,353	\$4,575,535	\$4,781,467	\$7,851,559	\$9,357,002	\$1,505,443	19.17 %
General Fund	3,748,222	3,785,391	4,416,568	4,622,500	7,533,613	9,039,068	1,505,455	19.98 %
State/Other Special Rev. Funds	141,476	141,456	141,461	141,461	282,932	282,922	(10)	0.00 %
Federal Spec. Rev. Funds	2,652	2,651	2,651	2,651	5,303	5,302	(1)	(0.02)%
Proprietary Funds	14,856	14,855	14,855	14,855	29,711	29,710	(1)	0.00 %
Total Funds	\$3,907,206	\$3,944,353	\$4,575,535	\$4,781,467	\$7,851,559	\$9,357,002	\$1,505,443	19.17 %

Page Reference

Legislative Budget Analysis, D-88

Funding

The division is funded primarily with general fund and state special revenue from gambling licensing fees and highway state special revenue. The balance of the division’s funding comes from a very small amount of federal funds (Medicaid) and proprietary funds, including liquor licensing fees and agency legal service fees.

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	3,872,546	3,872,546	7,745,092	85.68 %	4,031,508	4,031,508	8,063,016	86.17 %
PL Adjustments	544,022	749,954	1,293,976	14.32 %	544,027	749,959	1,293,986	13.83 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$4,416,568	\$4,622,500	\$9,039,068		\$4,575,535	\$4,781,467	\$9,357,002	

Present Law Adjustments -

The “Present Law Adjustments” table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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 515 - State Share Health Insurance	0.00	18,021	0	0	18,021	0.00	18,021	0	0	18,021
DP 520 - Fully Fund 2015 Legislatively Authorized FTE	0.00	58,814	0	0	58,814	0.00	58,814	0	0	58,814
DP 525 - Fixed Cost Adjustment	0.00	475,320	0	0	475,320	0.00	649,190	0	0	649,190
DP 527 - Inflation/Deflation Adjustment	0.00	(32,972)	0	0	(32,972)	0.00	(2,181)	0	0	(2,181)
DP 550 - Motor Pool Rate Adjustment	0.00	10,452	0	0	10,452	0.00	10,837	0	0	10,837
DP 600 - 2015 Biennium Discretionary Pay Adjustments	0.00	14,387	5	0	14,392	0.00	15,273	5	0	15,278
DP 2900444 - Statewide 4% FTE Reduction - Program 29	(1.72)	0	0	0	0	(1.72)	0	0	0	0
Grand Total All Present Law Adjustments	(1.72)	\$544,022	\$5	\$0	\$544,027	(1.72)	\$749,954	\$5	\$0	\$749,959

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

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 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 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 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 600 - 2015 Biennium Discretionary Pay Adjustments -

The legislature funded discretionary pay adjustments the agency provided in the 2015 biennium.

DP 2900444 - Statewide 4% FTE Reduction - Program 29 -

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. Change package 290444 includes a reduction of 1.72 FTE.

Program Budget Comparison

The following table summarizes the total proposed 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	34.30	34.30	33.55	33.55	34.30	33.55	(0.75)	(2.19)%
Personal Services	2,766,501	2,927,519	3,146,880	3,149,107	5,694,020	6,295,987	601,967	10.57 %
Operating Expenses	1,197,966	1,154,441	1,214,305	1,232,529	2,352,407	2,446,834	94,427	4.01 %
Equipment & Intangible Assets	11,196	56,000	6,000	6,000	67,196	12,000	(55,196)	(82.14)%
Debt Service	115,208	110,096	110,096	110,096	225,304	220,192	(5,112)	(2.27)%
Total Costs	\$4,090,871	\$4,248,056	\$4,477,281	\$4,497,732	\$8,338,927	\$8,975,013	\$636,086	7.63 %
General Fund	3,739,982	3,887,188	4,109,821	4,126,292	7,627,170	8,236,113	608,943	7.98 %
State/Other Special Rev. Funds	350,889	360,868	367,460	371,440	711,757	738,900	27,143	3.81 %
Total Funds	\$4,090,871	\$4,248,056	\$4,477,281	\$4,497,732	\$8,338,927	\$8,975,013	\$636,086	7.63 %

Page Reference

Legislative Budget Analysis, D-32

Funding

The division is funded primarily with general fund. State special revenue from non-restricted highway state special revenue funds provides the balance of the division’s funding and supports certification, equipment maintenance, and training of law enforcement in the use of breath testing equipment.

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	3,837,188	3,837,188	7,674,376	93.18 %	4,198,056	4,198,056	8,396,112	93.55 %
PL Adjustments	123,701	145,242	268,943	3.27 %	130,293	155,814	286,107	3.19 %
New Proposals	148,932	143,862	292,794	3.56 %	148,932	143,862	292,794	3.26 %
Total Budget	\$4,109,821	\$4,126,292	\$8,236,113		\$4,477,281	\$4,497,732	\$8,975,013	

Present Law Adjustments -

The “Present Law Adjustments” table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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
DP 515 - State Share Health Insurance	0.00	14,459	1,360	0	15,819	0.00	14,459	1,360	0	15,819
DP 520 - Fully Fund 2015 Legislatively Authorized FTE	0.00	54,177	0	0	54,177	0.00	54,177	0	0	54,177
DP 525 - Fixed Cost Adjustment	0.00	46,098	7,114	0	53,212	0.00	63,382	9,295	0	72,677
DP 527 - Inflation/Deflation Adjustment	0.00	(1,808)	(1,882)	0	(3,690)	0.00	(161)	(83)	0	(244)
DP 600 - 2015 Biennium Discretionary Pay Adjustments	0.00	10,775	0	0	10,775	0.00	13,385	0	0	13,385
DP 3200444 - Statewide 4% FTE Reduction	(1.75)	0	0	0	0	(1.75)	0	0	0	0
Grand Total All Present Law Adjustments	(1.75)	\$123,701	\$6,592	\$0	\$130,293	(1.75)	\$145,242	\$10,572	\$0	\$155,814

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

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 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 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 600 - 2015 Biennium Discretionary Pay Adjustments -

The legislature funded discretionary pay adjustments the agency provided in the 2015 biennium.

DP 3200444 - Statewide 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. Change package 320444 includes a reduction of 1.75 FTE.

New Proposals -

The "New Proposals" table shows the changes from the legislative appropriation for FY 15 to the proposed budget.

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 3203202 - FSD Toxicologist	1.00	148,932	0	0	148,932	1.00	143,862	0	0	143,862
Total	1.00	\$148,932	\$0	\$0	\$148,932	1.00	\$143,862	\$0	\$0	\$143,862

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

DP 3203202 - FSD Toxicologist -

The legislature funded the addition of 1.00 FTE toxicology scientist to address increased caseloads.

Agency Budget Comparison

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

Agency 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	40.00	40.00	38.44	38.44	40.00	38.44	(1.56)	(3.90)%
Personal Services	3,011,152	3,211,070	3,370,015	3,270,015	6,222,222	6,640,030	417,808	6.71 %
Operating Expenses	593,146	652,041	717,470	696,123	1,245,187	1,413,593	168,406	13.52 %
Equipment & Intangible Assets	0	0	0	0	0	0	0	0.00 %
Debt Service	6,075	6,080	6,080	6,080	12,155	12,160	5	0.04 %
Total Costs	\$3,610,373	\$3,869,191	\$4,093,565	\$3,972,218	\$7,479,564	\$8,065,783	\$586,219	7.84 %
State/Other Special Rev. Funds	3,537,037	3,786,168	4,020,229	3,898,882	7,323,205	7,919,111	595,906	8.14 %
Federal Spec. Rev. Funds	73,336	83,023	73,336	73,336	156,359	146,672	(9,687)	(6.20)%
Total Funds	\$3,610,373	\$3,869,191	\$4,093,565	\$3,972,218	\$7,479,564	\$8,065,783	\$586,219	7.84 %

Page Reference

Legislative Budget Analysis, D-97

Executive Budget Comparison

The following table compares the legislative budget for the 2017 biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Base Budget Fiscal 2014	Executive Budget Fiscal 2016	Legislative Budget Fiscal 2016	Leg — Exec. Difference Fiscal 2016	Executive Budget Fiscal 2017	Legislative Budget Fiscal 2017	Leg — Exec. Difference Fiscal 2017	Biennium Difference Fiscal 16-17
FTE	40.00	38.44	38.44	0.00	38.44	38.44	0.00	0.00
Personal Services	3,011,152	3,529,678	3,370,015	(159,663)	3,328,639	3,270,015	(58,624)	(218,287)
Operating Expenses	593,146	761,214	717,470	(43,744)	757,975	696,123	(61,852)	(105,596)
Equipment & Intangible Assets	0	0	0	0	0	0	0	0
Debt Service	6,075	6,075	6,080	5	6,075	6,080	5	10
Total Costs	\$3,610,373	\$4,296,967	\$4,093,565	(\$203,402)	\$4,092,689	\$3,972,218	(\$120,471)	(\$323,873)
State/other Special Rev. Funds	3,537,037	4,223,631	4,020,229	(203,402)	4,019,353	3,898,882	(120,471)	(323,873)
Federal Spec. Rev. Funds	73,336	73,336	73,336	0	73,336	73,336	0	0
Total Funds	\$3,610,373	\$4,296,967	\$4,093,565	(\$203,402)	\$4,092,689	\$3,972,218	(\$120,471)	(\$323,873)

The legislative budget is \$323,873 lower in total funds and state special revenue than the executive budget. The main differences are:

- The legislature funded anticipated retirement payouts at a level \$100,000 lower than requested
- Funding was not approved for the executive implementation of the 2013 legislative pay plan
- Funding was not approved for additional consulting services
- Funding for fixed costs and inflation were approved at levels lower than requested

Agency Highlights

Public Service Regulation Major Budget Highlights
<ul style="list-style-type: none">• In total funds, FY 2016 is \$224,374, or 5.8%, and in FY 2017 is \$103,027, or 2.7%, higher than the FY 2015 legislative budget due to:<ul style="list-style-type: none">◦ Funding for costs associated with anticipated retirement payouts at a level \$100,000 lower than was requested◦ Funding to annualize pay increases given at the discretion of the agency during the 2015 biennium◦ Funding for computer equipment and software licenses

Page Reference

Legislative Budget Analysis, D-99

Funding

Public Service Regulation (PSR) is funded primarily by a fee that is levied on regulated companies, based on funding appropriated by the legislature for a specific fiscal year. Fees are deposited directly into a state special revenue account and are based upon a percentage of the gross operating revenue from all activities regulated by the commission for the calendar quarter of operation (69-1-402, MCA). The department also administers a small amount of federal pipeline safety grant funds.

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	0	0	0	0.00 %	3,869,191	3,869,191	7,738,382	0.00 %
PL Adjustments	0	0	0	0.00 %	224,374	103,027	327,401	0.00 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$0	\$0	\$0		\$4,093,565	\$3,972,218	\$8,065,783	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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 510 - Legislative Audit - HB 2 2014 Fixed Costs (Restr/Biennial)	0.00	0	20,960	0	20,960	0.00	0	0	0	0
DP 515 - State Share Health Insurance	0.00	0	18,682	0	18,682	0.00	0	18,682	0	18,682
DP 520 - Fully Fund 2015 Legislatively Authorized FTE	0.00	0	49,950	0	49,950	0.00	0	49,950	0	49,950
DP 525 - Fixed Cost Adjustment	0.00	0	(1,824)	0	(1,824)	0.00	0	(2,094)	0	(2,094)
DP 526 - 2017 Biennium Legislative Audit	0.00	0	586	0	586	0.00	0	0	0	0
DP 527 - Inflation/Deflation Adjustment	0.00	0	(1,935)	0	(1,935)	0.00	0	(1,724)	0	(1,724)
DP 531 - SITSD Rate Adjustment	0.00	0	3,134	0	3,134	0.00	0	3,134	0	3,134
DP 532 - General Liability Insurance Rate Adjustment	0.00	0	(952)	0	(952)	0.00	0	(952)	0	(952)
DP 550 - Motor Pool Rate Adjustment	0.00	0	(2,202)	0	(2,202)	0.00	0	(1,944)	0	(1,944)
DP 100001 - Retirement Payouts (Restricted/Biennial/OTO)	0.00	0	100,000	0	100,000	0.00	0	0	0	0
DP 100002 - Computer/Equipment Replacement (Restricted)	0.00	0	47,662	0	47,662	0.00	0	47,662	0	47,662
DP 100444 - Statewide 4% FTE Reduction - Program 01	(1.56)	0	0	0	0	(1.56)	0	0	0	0
DP 100500 - Present Law Adjustment to Move to the 2015 Base	0.00	0	0	(9,687)	(9,687)	0.00	0	0	(9,687)	(9,687)
Grand Total All Present Law Adjustments	(1.56)	\$0	\$234,061	(\$9,687)	\$224,374	(1.56)	\$0	\$112,714	(\$9,687)	\$103,027

***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 (Restr/Biennial) -

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 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 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 -

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 531 - SITSD Rate Adjustment -

The legislature approved an increase for fixed cost rates included in state agency budgets for information technology services provided by the State Information Technology Services Division (SITSD).

DP 532 - General Liability Insurance Rate Adjustment -

The legislature reduced the rate assessed to state agencies for general liability insurance provided by the Risk Management and Tort Defense Division.

DP 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 100001 - Retirement Payouts (Restricted/Biennial/OTO) -

The legislature approved funding to provide retirement payouts for retiring staff. The legislature designated the funding as biennial and one-time-only and restricted it only for funding costs of retirement payouts.

DP 100002 - Computer/Equipment Replacement (Restricted) -

The legislature funded computer equipment replacement and software licenses. This funding was restricted only for information technology costs to replace computer equipment, purchase software licenses, and purchase information technology services from the Department of Administration as a result of moving information technology services delivery to the Department of Administration.

DP 100444 - Statewide 4% FTE Reduction - Program 01 -

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. Change package 100444 includes a reduction of 1.56 FTE.

DP 100500 - Present Law Adjustment to Move to the 2015 Base -

The legislature approved an adjustment to lower federal funds as a result of movement to the base of FY 2015 in anticipation of lower federal funding for the natural gas safety program.

Agency Budget Comparison

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

Agency 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	217.50	217.50	232.94	235.94	217.50	232.94	15.44	7.10 %
Personal Services	15,487,059	16,209,123	19,525,077	19,519,464	31,696,182	39,044,541	7,348,359	23.18 %
Operating Expenses	11,217,720	9,561,836	13,373,897	13,341,044	20,779,556	26,714,941	5,935,385	28.56 %
Equipment & Intangible Assets	0	18,554	18,554	18,554	18,554	37,108	18,554	100.00 %
Total Costs	\$26,704,779	\$25,789,513	\$32,917,528	\$32,879,062	\$52,494,292	\$65,796,590	\$13,302,298	25.34 %
General Fund	26,442,989	25,515,587	32,643,602	32,605,136	51,958,576	65,248,738	13,290,162	25.58 %
State/Other Special Rev. Funds	261,790	273,926	273,926	273,926	535,716	547,852	12,136	2.27 %
Total Funds	\$26,704,779	\$25,789,513	\$32,917,528	\$32,879,062	\$52,494,292	\$65,796,590	\$13,302,298	25.34 %

Page Reference

Legislative Budget Analysis, D-102

Executive Budget Comparison

The following table compares the legislative budget for the 2017 biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Base Budget Fiscal 2014	Executive Budget Fiscal 2016	Legislative Budget Fiscal 2016	Leg — Exec. Difference Fiscal 2016	Executive Budget Fiscal 2017	Legislative Budget Fiscal 2017	Leg — Exec. Difference Fiscal 2017	Biennium Difference Fiscal 16-17
FTE	217.50	256.00	232.94	(23.06)	256.00	235.94	(20.06)	(23.06)
Personal Services	15,487,059	21,001,395	19,525,077	(1,476,318)	21,152,582	19,519,464	(1,633,118)	(3,109,436)
Operating Expenses	11,217,720	13,009,921	13,373,897	363,976	13,096,914	13,341,044	244,130	608,106
Equipment & Intangible Assets	0	10,000	18,554	8,554	0	18,554	18,554	27,108
Total Costs	\$26,704,779	\$34,021,316	\$32,917,528	(\$1,103,788)	\$34,249,496	\$32,879,062	(\$1,370,434)	(\$2,474,222)
General Fund	26,442,989	33,759,526	32,643,602	(1,115,924)	33,987,706	32,605,136	(1,382,570)	(2,498,494)
State/other Special Rev. Funds	261,790	261,790	273,926	12,136	261,790	273,926	12,136	24,272
Total Funds	\$26,704,779	\$34,021,316	\$32,917,528	(\$1,103,788)	\$34,249,496	\$32,879,062	(\$1,370,434)	(\$2,474,222)

The in both total funds and general fund legislative budget is \$2.5 million lower than the executive budget. The main differences are that the legislature did not approve the following funding requests to:

- Annualize the full amount of executive implementation of the FY 2015 portion of the 2013 Legislative pay plan
- Annualize pay increases provided at the agency's discretion during the 2015 biennium
- Add 6.06 FTE in the Office of Public Defender that were funded by funding allocated to the Governor's Office in SB 410 of 2013 Legislature and were funded as modified positions to address caseload impacts
- Add 10.00 FTE in the Office of Public Defender to address caseload impacts
- Add 4.00 FTE in the Office of Public Defender as eligibility technicians and resource advocates
- Provide a 2% increase in the contract attorney rate in FY 2016 and an additional 2% increase in FY 2017
- Fund an attorney pay ladder

The legislature also designated all funding for the office, including the base, as one-time-only. As such, the budget for the 2019 biennium would be built from a zero base.

Agency Highlights

Office of State Public Defender Major Budget Highlights
<ul style="list-style-type: none"> • In both total funds and general fund, FY 2016 is \$5.3 million, or 19.1%, and in FY 2017 is \$5.2 million, or 19.0%, higher than the FY 2015 legislative budget due primarily to: <ul style="list-style-type: none"> ◦ Funding to add 26.40 FTE to address caseloads ◦ Funding to provide a market adjustment for support staff ◦ Funding to be allocated at the discretion of the Public Defender Commission to address budget pressures during the biennium ◦ Increased funds for contract attorneys to address caseloads ◦ Funding to add 1.00 FTE to address caseload issues in the Office of Appellate Defender • The legislature made all funding for the department one-time-only to allow for the 2019 biennium budget to be created from a zero base

Funding

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

Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	65,248,738	0	0	65,248,738	99.17 %
State Special Total	547,852	0	0	547,852	0.83 %
Federal Special Total	0	0	0	0	0.00 %
Proprietary Total	0	0	0	0	0.00 %
Other Total	0	0	0	0	0.00 %
Total All Funds	\$65,796,590	\$0	\$0	\$65,796,590	
Percent - Total All Sources	100.00 %	0.00 %	0.00 %		

The office is funded primarily by the general fund. A small amount of state special revenue from reimbursements for services provided is also available to the office. The legislature designated all funding for the office as one-time-only for the 2017 biennium.

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	27,115,587	27,115,587	54,231,174	83.11 %	27,389,513	27,389,513	54,779,026	83.26 %
PL Adjustments	5,278,015	5,239,549	10,517,564	16.12 %	5,278,015	5,239,549	10,517,564	15.98 %
New Proposals	250,000	250,000	500,000	0.77 %	250,000	250,000	500,000	0.76 %
Total Budget	\$32,643,602	\$32,605,136	\$65,248,738		\$32,917,528	\$32,879,062	\$65,796,590	

Program Budget Comparison

The following table summarizes the total proposed 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	202.50	202.50	216.94	219.94	202.50	216.94	14.44	7.13 %
Personal Services	14,293,630	14,939,083	18,206,016	18,200,673	29,232,713	36,406,689	7,173,976	24.54 %
Operating Expenses	6,709,591	6,022,917	8,180,024	8,150,304	12,732,508	16,330,328	3,597,820	28.26 %
Equipment & Intangible Assets	0	18,554	18,554	18,554	18,554	37,108	18,554	100.00 %
Total Costs	\$21,003,221	\$20,980,554	\$26,404,594	\$26,369,531	\$41,983,775	\$52,774,125	\$10,790,350	25.70 %
General Fund	20,741,431	20,706,628	26,130,668	26,095,605	41,448,059	52,226,273	10,778,214	26.00 %
State/Other Special Rev. Funds	261,790	273,926	273,926	273,926	535,716	547,852	12,136	2.27 %
Total Funds	\$21,003,221	\$20,980,554	\$26,404,594	\$26,369,531	\$41,983,775	\$52,774,125	\$10,790,350	25.70 %

Page Reference

Legislative Budget Analysis, D-110

Funding

The Office of the Public Defender is funded primarily from the general fund. A small amount of state special revenue from collection of reimbursement for services also supports the program. The legislature designated all funding for the office as one-time-only for the 2017 biennium.

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	25,755,222	25,755,222	51,510,444	98.63 %	25,942,164	25,942,164	51,884,328	98.31 %
PL Adjustments	125,446	90,383	215,829	0.41 %	212,430	177,367	389,797	0.74 %
New Proposals	250,000	250,000	500,000	0.96 %	250,000	250,000	500,000	0.95 %
Total Budget	\$26,130,668	\$26,095,605	\$52,226,273		\$26,404,594	\$26,369,531	\$52,774,125	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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 (Restr/Biennial/OTO)	0.00	54,145	0	0	54,145	0.00	0	0	0	0
DP 515 - State Share Health Insurance (Biennial/OTO)	0.00	94,060	0	0	94,060	0.00	94,060	0	0	94,060
DP 520 - Fully Fund 2015 Legislatively Authorized FTE (Biennial/OTO)	0.00	271,550	0	0	271,550	0.00	271,550	0	0	271,550
DP 525 - Fixed Cost Adjustment (Biennial/OTO)	0.00	22,110	0	0	22,110	0.00	32,166	0	0	32,166
DP 526 - 2017 Biennium Legislative Audit (Restricted/Biennial/OTO)	0.00	1,516	0	0	1,516	0.00	0	0	0	0
DP 527 - Inflation/Deflation Adjustment (Biennial/OTO)	0.00	(60,494)	0	0	(60,494)	0.00	(58,100)	0	0	(58,100)
DP 530 - Reorganization (Biennial/OTO)	(3.00)	(4,274,324)	0	0	(4,274,324)	0.00	(4,274,324)	0	0	(4,274,324)
DP 531 - SITSD Rate Adjustment	0.00	19,037	0	0	19,037	0.00	25,162	0	0	25,162
DP 532 - General Liability Insurance Rate Adjustment	0.00	(4,752)	0	0	(4,752)	0.00	(4,611)	0	0	(4,611)
DP 535 - Program Transfers (Biennial/OTO)	0.00	(102,114)	86,984	0	(15,130)	0.00	(102,114)	86,984	0	(15,130)
DP 550 - Motor Pool Rate Adjustment (Biennial/OTO)	0.00	(71,663)	0	0	(71,663)	0.00	(69,781)	0	0	(69,781)
DP 600 - Support Staff Market Pay Adjustment (Biennial/OTO)	0.00	625,000	0	0	625,000	0.00	625,000	0	0	625,000
DP 601 - Longevity Pay (Biennial/OTO)	0.00	101,375	0	0	101,375	0.00	101,375	0	0	101,375
DP 602 - Rent Increases (Biennial/OTO)	0.00	100,000	0	0	100,000	0.00	100,000	0	0	100,000
DP 650 - Zero Base Office of State Public Defender Budget	0.00	(25,755,222)	(186,942)	0	(25,942,164)	0.00	(25,755,222)	(186,942)	0	(25,942,164)
DP 651 - Zero Base Office State Public Defender (Biennial/OTO)	0.00	25,755,222	186,942	0	25,942,164	0.00	25,755,222	186,942	0	25,942,164
DP 100001 - Support of Workload (Biennial/OTO)	26.40	3,000,000	0	0	3,000,000	26.40	3,000,000	0	0	3,000,000
DP 100002 - Contract Attorney Caseload (Biennial/OTO)	0.00	350,000	0	0	350,000	0.00	350,000	0	0	350,000
DP 100444 - Statewide 4% FTE Reduction	(8.96)	0	0	0	0	(8.96)	0	0	0	0
Grand Total All Present Law Adjustments	14.44	\$125,446	\$86,984	\$0	\$212,430	17.44	\$90,383	\$86,984	\$0	\$177,367

***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 (Restr/Biennial/OTO) -

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 (Biennial/OTO) -

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 (Biennial/OTO) -

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

DP 525 - Fixed Cost Adjustment (Biennial/OTO) -

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/OTO) -

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

DP 527 - Inflation/Deflation Adjustment (Biennial/OTO) -

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 530 - Reorganization (Biennial/OTO) -

The legislature adopted the reorganization of the Office of State Public Defender that formed the Conflict Coordinator program via movement of funding and staffing from the Office of Public Defender program and the Appellate Defender program. This reorganization included transfers of \$4,274,324 in general fund and 3.00 FTE in both FY 2016 and FY 2017 from this program.

DP 531 - SITSD Rate Adjustment -

The legislature approved an increase for fixed cost rates included in state agency budgets for information technology services provided by the State Information Technology Services Division (SITSD).

DP 532 - General Liability Insurance Rate Adjustment -

The legislature reduced the rate assessed to state agencies for general liability insurance provided by the Risk Management and Tort Defense Division.

DP 535 - Program Transfers (Biennial/OTO) -

The legislature adopted program transfers made by the department in the interim.

DP 550 - Motor Pool Rate Adjustment (Biennial/OTO) -

The legislature adopted a reduction to the motor pool rates.

DP 600 - Support Staff Market Pay Adjustment (Biennial/OTO) -

The legislature increased funding to provide market pay adjustments for support staff.

DP 601 - Longevity Pay (Biennial/OTO) -

The legislature funded longevity pay adjustments.

DP 602 - Rent Increases (Biennial/OTO) -

The legislature approved funding to address office rent increases.

DP 650 - Zero Base Office of State Public Defender Budget -

The legislature designated that all appropriations for the office are one-time-only. This adjustment reduces the ongoing portion of the FY 2015 legislative base and is offset by DP 651 that establishes the base as a one-time-only appropriation.

DP 651 - Zero Base Office State Public Defender (Biennial/OTO) -

The legislature designated that all appropriations for the office are one-time-only. This adjustment establishes the base as a one-time-only appropriation and is offset by DP 650 that removes the ongoing portion of the FY 2015 legislative base.

DP 100001 - Support of Workload (Biennial/OTO) -

The legislature funded the addition of 26.40 FTE to address caseloads. The funding is designated as biennial and one-time-only.

DP 100002 - Contract Attorney Caseload (Biennial/OTO) -

The legislature approved an increase in funding to hire contracted attorneys to address workload issues.

DP 100444 - Statewide 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 8.96 FTE per year.

New Proposals -

The "New Proposals" table shows the changes from the legislative appropriation for FY 15 to the proposed budget.

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 100010 - Public Defender Com. Discretionary Funding (Biennial/OTO)	0.00	250,000	0	0	250,000	0.00	250,000	0	0	250,000
Total	0.00	\$250,000	\$0	\$0	\$250,000	0.00	\$250,000	\$0	\$0	\$250,000

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

DP 100010 - Public Defender Com. Discretionary Funding (Biennial/OTO) -

The legislature approved funding to be used at the discretion of the public defender commission to address criminal caseload growth, dependent and neglect caseload funding pressures, appellate caseload pressure, or any other unforeseen fiscal pressures the agency might experience. This funding would be distributed among the programs by the commission after needs are identified in a plan to the Office of Budget and Program Planning and approved by the budget director. The legislature designated this funding one-time-only.

Program Budget Comparison

The following table summarizes the total proposed 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	12.00	12.00	13.00	13.00	12.00	13.00	1.00	8.33 %
Personal Services	994,046	1,034,014	1,067,693	1,067,423	2,028,060	2,135,116	107,056	5.28 %
Operating Expenses	361,083	165,537	547,468	543,294	526,620	1,090,762	564,142	107.13 %
Total Costs	\$1,355,129	\$1,199,551	\$1,615,161	\$1,610,717	\$2,554,680	\$3,225,878	\$671,198	26.27 %
General Fund	1,355,129	1,199,551	1,615,161	1,610,717	2,554,680	3,225,878	671,198	26.27 %
State/Other Special Rev. Funds	0	0	0	0	0	0	0	0.00 %
Total Funds	\$1,355,129	\$1,199,551	\$1,615,161	\$1,610,717	\$2,554,680	\$3,225,878	\$671,198	26.27 %

Page Reference

Legislative Budget Analysis, D-118

Funding

The Office of Appellate Defender is supported entirely by the general fund. The legislature designated all funding for the office as one-time-only for the 2017 biennium.

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	1,360,365	1,360,365	2,720,730	84.34 %	1,447,349	1,447,349	2,894,698	89.73 %
PL Adjustments	254,796	250,352	505,148	15.66 %	167,812	163,368	331,180	10.27 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$1,615,161	\$1,610,717	\$3,225,878		\$1,615,161	\$1,610,717	\$3,225,878	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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
DP 515 - State Share Health Insurance (Biennial/OTO)	0.00	5,832	0	0	5,832	0.00	5,832	0	0	5,832
DP 530 - Reorganization (Biennial/OTO)	0.00	(72,928)	0	0	(72,928)	0.00	(72,928)	0	0	(72,928)
DP 535 - Program Transfers (Biennial/OTO)	0.00	102,114	(86,984)	0	15,130	0.00	102,114	(86,984)	0	15,130
DP 550 - Motor Pool Rate Adjustment (Biennial/OTO)	0.00	(52)	0	0	(52)	0.00	(52)	0	0	(52)
DP 600 - Support Staff Market Pay Adjustment (Biennial/OTO)	0.00	5,500	0	0	5,500	0.00	5,500	0	0	5,500
DP 601 - Longevity Pay (Biennial/OTO)	0.00	7,919	0	0	7,919	0.00	7,919	0	0	7,919
DP 650 - Zero Base Office of State Public Defender Budget	0.00	(1,360,365)	(86,984)	0	(1,447,349)	0.00	(1,360,365)	(86,984)	0	(1,447,349)
DP 651 - Zero Base Office State Public Defender (Biennial/OTO)	0.00	1,360,365	86,984	0	1,447,349	0.00	1,360,365	86,984	0	1,447,349
DP 200002 - Support Workload (Biennial/OTO)	1.00	106,411	0	0	106,411	1.00	101,967	0	0	101,967
DP 200003 - Contract Attorney Caseload (Biennial/OTO)	0.00	100,000	0	0	100,000	0.00	100,000	0	0	100,000
Grand Total All Present Law Adjustments	1.00	\$254,796	(\$86,984)	\$0	\$167,812	1.00	\$250,352	(\$86,984)	\$0	\$163,368

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

DP 515 - State Share Health Insurance (Biennial/OTO) -

The legislature provided appropriation authority for the state share of health insurance, as adopted by the 2013 Legislature.

DP 530 - Reorganization (Biennial/OTO) -

The legislature adopted the reorganization of the Office of State Public Defender that formed the Conflict Coordinator program via movement of funding and staffing from the Office of Public Defender program and the Appellate Defender program. This reorganization included transfers of \$72,928 in general fund in both FY 2016 and FY 2017 from this program.

DP 535 - Program Transfers (Biennial/OTO) -

The legislature adopted program transfers made by the department in the interim.

DP 550 - Motor Pool Rate Adjustment (Biennial/OTO) -

The legislature adopted a reduction to the motor pool rates.

DP 600 - Support Staff Market Pay Adjustment (Biennial/OTO) -

The legislature increased funding to provide market pay adjustments for support staff.

DP 601 - Longevity Pay (Biennial/OTO) -

The legislature funded longevity pay adjustments.

DP 650 - Zero Base Office of State Public Defender Budget -

The legislature designated that all appropriations for the office are one-time-only. This adjustment reduces the ongoing portion of the FY 2015 legislative base and is offset by DP 651 that establishes the base as a one-time-only appropriation.

DP 651 - Zero Base Office State Public Defender (Biennial/OTO) -

The legislature designated that all appropriations for the office are one-time-only. This adjustment establishes the base as a one-time-only appropriation and is offset by DP 650 that removes the ongoing portion of the FY 2015 legislative base.

DP 200002 - Support Workload (Biennial/OTO) -

The legislature increased funding to add 1.00 FTE attorney to support workload.

DP 200003 - Contract Attorney Caseload (Biennial/OTO) -

The legislature approved funding to cover an increase in contractor costs. The funding was designated as biennial and one-time-only.

Program Budget Comparison

The following table summarizes the total proposed 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	199,383	236,026	251,368	251,368	435,409	502,736	67,327	15.46 %
Operating Expenses	4,147,046	3,373,382	4,646,405	4,647,446	7,520,428	9,293,851	1,773,423	23.58 %
Total Costs	\$4,346,429	\$3,609,408	\$4,897,773	\$4,898,814	\$7,955,837	\$9,796,587	\$1,840,750	23.14 %
General Fund	4,346,429	3,609,408	4,897,773	4,898,814	7,955,837	9,796,587	1,840,750	23.14 %
Total Funds	\$4,346,429	\$3,609,408	\$4,897,773	\$4,898,814	\$7,955,837	\$9,796,587	\$1,840,750	23.14 %

Page Reference

Legislative Budget Analysis, D-123

Funding

The Conflict Coordinator program is supported entirely by the general fund. The legislature designated all funding for the office as one-time-only for the 2017 biennium.

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	0	0	0	0.00 %	0	0	0	0.00 %
PL Adjustments	4,897,773	4,898,814	9,796,587	100.00 %	4,897,773	4,898,814	9,796,587	100.00 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$4,897,773	\$4,898,814	\$9,796,587		\$4,897,773	\$4,898,814	\$9,796,587	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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
DP 515 - State Share Health Insurance (Biennial/OTO)	0.00	5,832	0	0	5,832	0.00	5,832	0	0	5,832
DP 516 - Correct State Share Health Insurance (Biennial/OTO)	0.00	(3,888)	0	0	(3,888)	0.00	(3,888)	0	0	(3,888)
DP 530 - Reorganization (Biennial/OTO)	0.00	4,347,252	0	0	4,347,252	0.00	4,347,252	0	0	4,347,252
DP 600 - Support Staff Market Pay Adjustment (Biennial/OTO)	0.00	7,500	0	0	7,500	0.00	7,500	0	0	7,500
DP 601 - Longevity Pay (Biennial/OTO)	0.00	5,898	0	0	5,898	0.00	5,898	0	0	5,898
DP 603 - Funding Not Captured in Reorganization (Biennial/OTO)	0.00	35,179	0	0	35,179	0.00	36,220	0	0	36,220
DP 300001 - Contract Attorney Caseload (Biennial/OTO)	0.00	500,000	0	0	500,000	0.00	500,000	0	0	500,000
Grand Total All Present Law Adjustments	0.00	\$4,897,773	\$0	\$0	\$4,897,773	0.00	\$4,898,814	\$0	\$0	\$4,898,814

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

DP 515 - State Share Health Insurance (Biennial/OTO) -

The legislature provided appropriation authority for the state share of health insurance, as adopted by the 2013 Legislature.

DP 516 - Correct State Share Health Insurance (Biennial/OTO) -

The legislature reduced funding to correct an error in state share for health insurance calculation for present law adjustment PL 515.

DP 530 - Reorganization (Biennial/OTO) -

The legislature adopted the reorganization of the Office of State Public Defender that formed the Conflict Coordinator via movement of funding and staffing from the Office of Public Defender program and the Appellate Defender program. This reorganization included transfers of \$4,347,252 in general fund and 3.00 FTE in both FY 2016 and FY 2017 to this program.

DP 600 - Support Staff Market Pay Adjustment (Biennial/OTO) -

The legislature increased funding to provide market pay adjustments for support staff.

DP 601 - Longevity Pay (Biennial/OTO) -

The legislature funded longevity pay adjustments.

DP 603 - Funding Not Captured in Reorganization (Biennial/OTO) -

The legislature approved an increase in funding that was not captured in the FY 2015 base associated with the reorganization of the office that created this program.

DP 300001 - Contract Attorney Caseload (Biennial/OTO) -

The legislature approved an increase in funding to hire contracted attorneys to address workload issues.

Agency Budget Comparison

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

Agency 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	1,281.89	1,281.89	1,274.52	1,274.52	1,281.89	1,274.52	(7.37)	(0.57)%
Personal Services	74,213,255	75,563,723	85,615,006	85,572,312	149,776,978	171,187,318	21,410,340	14.29%
Operating Expenses	105,766,792	106,391,602	115,927,884	117,336,610	212,158,394	233,264,494	21,106,100	9.95%
Equipment & Intangible Assets	152,852	127,851	167,852	177,852	280,703	345,704	65,001	23.16%
Capital Outlay	20,773	0	20,773	20,773	20,773	41,546	20,773	100.00%
Benefits & Claims	2,460,387	2,080,087	540,598	540,598	4,540,474	1,081,196	(3,459,278)	(76.19)%
Transfers	3,260,421	3,715,659	194,467	194,467	6,976,080	388,934	(6,587,146)	(94.42)%
Debt Service	265,248	259,329	308,938	308,938	524,577	617,876	93,299	17.79%
Total Costs	\$186,139,728	\$188,138,251	\$202,775,518	\$204,151,550	\$374,277,979	\$406,927,068	\$32,649,089	8.72%
General Fund	181,629,002	182,099,010	198,045,295	199,415,913	363,728,012	397,461,208	33,733,196	9.27%
State/Other Special Rev. Funds	4,444,319	5,960,225	4,627,448	4,628,408	10,404,544	9,255,856	(1,148,688)	(11.04)%
Federal Spec. Rev. Funds	240	16,005	0	0	16,245	0	(16,245)	(100.00)%
Proprietary Funds	66,167	63,011	102,775	107,229	129,178	210,004	80,826	62.57%
Total Funds	\$186,139,728	\$188,138,251	\$202,775,518	\$204,151,550	\$374,277,979	\$406,927,068	\$32,649,089	8.72%

Page Reference

Legislative Budget Analysis, D-128

Executive Budget Comparison

The following table compares the legislative budget for the 2017 biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Base Budget Fiscal 2014	Executive Budget Fiscal 2016	Legislative Budget Fiscal 2016	Leg — Exec. Difference Fiscal 2016	Executive Budget Fiscal 2017	Legislative Budget Fiscal 2017	Leg — Exec. Difference Fiscal 2017	Biennium Difference Fiscal 16-17
FTE	1,281.89	1,283.52	1,274.52	(9.00)	1,283.52	1,274.52	(9.00)	(9.00)
Personal Services	74,213,255	87,600,561	85,615,006	(1,985,555)	87,556,285	85,572,312	(1,983,973)	(3,969,528)
Operating Expenses	105,766,792	116,215,902	115,927,884	(288,018)	117,508,863	117,336,610	(172,253)	(460,271)
Equipment & Intangible Assets	152,852	189,652	167,852	(21,800)	213,652	177,852	(35,800)	(57,600)
Capital Outlay	20,773	20,773	20,773	0	20,773	20,773	0	0
Benefits & Claims	2,460,387	2,460,387	540,598	(1,919,789)	2,460,387	540,598	(1,919,789)	(3,839,578)
Transfers	3,260,421	3,260,421	194,467	(3,065,954)	3,260,421	194,467	(3,065,954)	(6,131,908)
Debt Service	265,248	308,938	308,938	0	308,938	308,938	0	0
Total Costs	\$186,139,728	\$210,056,634	\$202,775,518	(\$7,281,116)	\$211,329,319	\$204,151,550	(\$7,177,769)	(\$14,458,885)
General Fund	181,629,002	204,953,652	198,045,295	(6,908,357)	206,227,914	199,415,913	(6,812,001)	(13,720,358)
State/Other Special Rev. Funds	4,444,319	4,994,880	4,627,448	(367,432)	4,995,068	4,628,408	(366,660)	(734,092)
Federal Spec. Rev. Funds	240	240	0	(240)	240	0	(240)	(480)
Other	66,167	107,862	102,775	(5,087)	106,097	107,229	1,132	(3,955)
Total Funds	\$186,139,728	\$210,056,634	\$202,775,518	(\$7,281,116)	\$211,329,319	\$204,151,550	(\$7,177,769)	(\$14,458,885)

The legislative budget is \$14.5 million in total funds and \$13.7 million in general fund lower than the executive request. The main differences are:

- Funding was not provided to add 1.00 FTE psychiatrist at the Montana State Prison or to replace information technology and radio equipment
- Funding was provided at different levels than requested to add 6.00 FTE probation and parole officers instead of the 10.00 FTE requested
- Juvenile delinquency intervention and prevention funds and their administration, including funding for 4.00 FTE, was moved from the agency to the Judicial Branch to implement HB 233

Agency Highlights

Department of Corrections Major Budget Highlights
<ul style="list-style-type: none"> • In total funds, FY 2016 is \$10.5 million, or 5.4%, and FY 2017 is \$11.8 million, or 6.2%, higher than the FY 2015 legislative budget due primarily to approval of funding to: <ul style="list-style-type: none"> ◦ Annualize beds at contracted facilities ◦ Provide inflationary adjustments for costs of treating inmates outside the state facilities ◦ Provide a 2% annual provider rate increase for facilities providing services to the Probation and Parole Division and for the Shelby prison ◦ Increase pay for correctional officers ◦ Increase overtime and inmate pay ◦ Replace state special revenue funding with general fund for probation and parole office rent costs ◦ Provide a prevailing wage increase specified in the contract for services at the Shelby prison ◦ Address probation and parole office lease costs ◦ Add 6.00 FTE probation and parole officers to address workload impacts ◦ Add 2.50 FTE for health services at the Montana Woman's Prison ◦ Add 5.00 FTE correctional officers for the Lewistown infirmary ◦ Annualize pay increases provided by the department during the 2015 biennium • In general fund, FY 2016 is \$11.8 million, or 6.3%, and FY 2017 is \$13.1 million, or 7.1%, higher than the FY 2015 legislative budget for mostly the same reasons as total funds • Juvenile delinquency intervention and prevention funds and their administration, including funding for 4.00 FTE, was moved from the agency to the Judicial Branch to implement HB 233

Funding

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

Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	397,461,208	0	0	397,461,208	91.88 %
State Special Total	9,255,856	0	842,651	10,098,507	2.33 %
Federal Special Total	0	0	0	0	0.00 %
Proprietary Total	210,004	24,824,622	0	25,034,626	5.79 %
Other Total	0	0	0	0	0.00 %
Total All Funds	\$406,927,068	\$24,824,622	\$842,651	\$432,594,341	
Percent - Total All Sources	94.07 %	5.74 %	0.19 %		

The department receives most of its funding from the general fund, with a small amount coming from state special revenue. The four largest state special revenue funds are:

- The canteen revolving fund, which receives revenue from the sale of items (such as personal hygiene items) to inmates
- Probation and parole supervision fees collected from offenders under the supervision of the department
- Pine Hills donations, interest, and income funds that come mostly from the collection of interest and income on school trust lands
- Juvenile placement costs of care that comes from payments made by parents and other responsible parties toward the costs of care of juveniles under the supervision of juvenile parole (Corrections) or juvenile probation (Judicial Branch)

The department receives a small amount of federal funds for the Youth Services program from the Title IV-E Foster Care and Adoption Program.

The remainder of the department's funding comes from proprietary funds such as license plate manufacturing and prison ranch operations.

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	186,186,396	186,186,396	372,372,792	93.69 %	192,225,637	192,225,637	384,451,274	94.48 %
PL Adjustments	14,029,721	14,352,370	28,382,091	7.14 %	12,683,761	13,011,824	25,695,585	6.31 %
New Proposals	(2,170,822)	(1,122,853)	(3,293,675)	(0.83)%	(2,133,880)	(1,085,911)	(3,219,791)	(0.79)%
Total Budget	\$198,045,295	\$199,415,913	\$397,461,208		\$202,775,518	\$204,151,550	\$406,927,068	

Program Budget Comparison

The following table summarizes the total proposed 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	107.00	107.00	105.48	105.48	107.00	105.48	(1.52)	(1.42)%
Personal Services	6,770,033	7,319,543	8,141,740	8,144,660	14,089,576	16,286,400	2,196,824	15.59 %
Operating Expenses	4,752,592	4,774,523	5,231,193	5,241,474	9,527,115	10,472,667	945,552	9.92 %
Equipment & Intangible Assets	0	0	0	0	0	0	0	0.00 %
Total Costs	\$11,522,625	\$12,094,066	\$13,372,933	\$13,386,134	\$23,616,691	\$26,759,067	\$3,142,376	13.31 %
General Fund	10,977,647	11,273,139	12,820,945	12,829,126	22,250,786	25,650,071	3,399,285	15.28 %
State/Other Special Rev. Funds	478,811	757,916	449,213	449,779	1,236,727	898,992	(337,735)	(27.31)%
Federal Spec. Rev. Funds	0	0	0	0	0	0	0	0.00 %
Proprietary Funds	66,167	63,011	102,775	107,229	129,178	210,004	80,826	62.57 %
Total Funds	\$11,522,625	\$12,094,066	\$13,372,933	\$13,386,134	\$23,616,691	\$26,759,067	\$3,142,376	13.31 %

Page Reference

Legislative Budget Analysis, D-137

Funding

The bulk of the funding for this program comes from the general fund. A small amount of the program’s funding comes from state special revenue, primarily from fees charged for the collection of restitution from offenders. The remainder of the program’s funding comes from proprietary funds such as the prison ranch, industries program, and cook chill operation.

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	20,406,308	20,406,308	40,812,616	159.11 %	21,227,235	21,227,235	42,454,470	158.65 %
PL Adjustments	(7,585,363)	(7,577,182)	(15,162,545)	(59.11)%	(7,854,302)	(7,841,101)	(15,695,403)	(58.65)%
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$12,820,945	\$12,829,126	\$25,650,071		\$13,372,933	\$13,386,134	\$26,759,067	

Present Law Adjustments -

The “Present Law Adjustments” table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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 510 - Legislative Audit - HB 2 2014 Fixed Costs (Restr/Biennial)	0.00	108,291	0	0	108,291	0.00	0	0	0	0
DP 515 - State Share Health Insurance	0.00	51,263	0	0	51,263	0.00	51,263	0	0	51,263
DP 516 - Correct State Share Health Insurance	0.00	(1,205)	3,402	0	2,197	0.00	(1,205)	3,402	0	2,197
DP 520 - Fully Fund 2015 Legislatively Authorized FTE	0.00	144,605	0	0	144,605	0.00	144,605	0	0	144,605
DP 525 - Fixed Cost Adjustment	0.00	705,252	5,252	0	750,268	0.00	725,710	5,818	0	775,746
DP 526 - 2017 Biennium Legislative Audit (Restricted/Biennial)	0.00	3,031	0	0	3,031	0.00	0	0	0	0
DP 527 - Inflation\Deflation Adjustment	0.00	(330,281)	0	0	(330,281)	0.00	(266,001)	0	0	(266,001)
DP 530 - Reorganizations	0.00	(9,192,456)	0	0	(9,192,456)	0.00	(9,192,456)	0	0	(9,192,456)
DP 531 - SITSD Rate Adjustment	0.00	94,373	0	0	94,373	0.00	134,850	0	0	134,850
DP 532 - General Liability Insurance Rate Adjustment	0.00	(85,020)	0	0	(85,020)	0.00	(85,020)	0	0	(85,020)
DP 535 - Program Transfers	0.00	39,287	0	0	39,287	0.00	39,287	0	0	39,287
DP 536 - Other 2015 Biennium Budget Adjustments	0.00	425,157	(317,357)	0	107,800	0.00	428,838	(317,357)	0	111,481
DP 550 - Motor Pool Rate Adjustment	0.00	(11,991)	0	0	(11,991)	0.00	(11,306)	0	0	(11,306)
DP 600 - 2015 Biennium Career Increment Pay Increases	0.00	61,531	0	0	61,531	0.00	61,531	0	0	61,531
DP 601 - Longevity Pay Increases	0.00	38,196	0	0	38,196	0.00	38,196	0	0	38,196
DP 602 - 2015 Biennium Other Pay Increases	0.00	179,014	0	0	179,014	0.00	179,014	0	0	179,014
DP 603 - Correctional Officer and Market Pay Adjustments	0.00	146,802	0	0	146,802	0.00	146,802	0	0	146,802
DP 100003 - Present Law Base Adjustment - BOPP	0.00	28,688	0	0	28,688	0.00	28,710	0	0	28,710
DP 100004 - American Correctional Association Certification (OTO)	0.00	10,100	0	0	10,100	0.00	0	0	0	0
DP 100444 - Statewide 4% FTE Reduction	(1.52)	0	0	0	0	(1.52)	0	0	0	0
Grand Total All Present Law Adjustments	(1.52)	(\$7,585,363)	(\$308,703)	\$0	(\$7,854,302)	(1.52)	(\$7,577,182)	(\$308,137)	\$0	(\$7,841,101)

***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 (Restr/Biennial) -

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 516 - Correct State Share Health Insurance -

The legislature approved an adjustment to the state share for health insurance to correct for an error in calculating the initial amounts.

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 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 530 - Reorganizations -

The legislature adopted the reorganization of the management for medical services from the Director's Office, Probation and Parole Division, Secure Custody Facilities Program, and Youth Services Program to for the Clinical Services Division within the department. This included transfers of \$9.2 million in general fund and 0.50 FTE in each FY 2016 and FY 2017 from this program.

DP 531 - SITSD Rate Adjustment -

The legislature approved an increase for fixed cost rates included in state agency budgets for information technology services provided by the State Information Technology Services Division (SITSD).

DP 532 - General Liability Insurance Rate Adjustment -

The legislature reduced the rate assessed to state agencies for general liability insurance provided by the Risk Management and Tort Defense Division.

DP 535 - Program Transfers -

The legislature adopted program transfers made by the department in the interim. This includes transfers of \$39,287 in general fund in each FY 2016 and FY 2017 from the Youth Services Program to this program.

DP 536 - Other 2015 Biennium Budget Adjustments -

The legislature approved various unspecified budget adjustments to move operating expenses to the FY 2015 legislative base.

DP 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 600 - 2015 Biennium Career Increment Pay Increases -

The legislature approved funding to annualize career increment pay increases provided by the agency during the 2015 biennium.

DP 601 - Longevity Pay Increases -

The legislature funded longevity pay adjustments.

DP 602 - 2015 Biennium Other Pay Increases -

The legislature approved funding to annualize various pay increases that were not for correctional officer or probation officer market movement, market adjustment to move employees to the entry level for the pay band, career increment movement, or longevity that were provided by the agency during the 2015 biennium.

DP 603 - Correctional Officer and Market Pay Adjustments -

The legislature funded pay adjustments given in the 2015 biennium for correctional and probation officer increments and adjustment to raise employees to 80% of market.

DP 100003 - Present Law Base Adjustment - BOPP -

The legislature funded adjustments for building lease increases and board member per diem.

DP 100004 - American Correctional Association Certification (OTO) -

The legislature funded costs for a certification with the American Correctional Association and designated this funding as one-time-only.

DP 100444 - Statewide 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 1.52 FTE per year.

Program Budget Comparison

The following table summarizes the total proposed 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	256.50	256.50	258.50	258.50	256.50	258.50	2.00	0.78 %
Personal Services	15,921,993	15,086,799	17,280,767	17,266,348	31,008,792	34,547,115	3,538,323	11.41 %
Operating Expenses	47,196,650	48,918,496	50,698,616	51,505,149	96,115,146	102,203,765	6,088,619	6.33 %
Equipment & Intangible Assets	18,235	12,500	18,235	18,235	30,735	36,470	5,735	18.66 %
Transfers	6,250	6,250	6,250	6,250	12,500	12,500	0	0.00 %
Debt Service	70,483	68,111	70,483	70,483	138,594	140,966	2,372	1.71 %
Total Costs	\$63,213,611	\$64,092,156	\$68,074,351	\$68,866,465	\$127,305,767	\$136,940,816	\$9,635,049	7.57 %
General Fund	62,399,444	62,591,945	67,260,184	68,052,298	124,991,389	135,312,482	10,321,093	8.26 %
State/Other Special Rev. Funds	814,167	1,500,211	814,167	814,167	2,314,378	1,628,334	(686,044)	(29.64)%
Federal Spec. Rev. Funds	0	0	0	0	0	0	0	0.00 %
Total Funds	\$63,213,611	\$64,092,156	\$68,074,351	\$68,866,465	\$127,305,767	\$136,940,816	\$9,635,049	7.57 %

Page Reference

Legislative Budget Analysis, D-142

Funding

General fund provides 98.8% of the division’s funding. About 1.2% of the division’s funding comes from state special revenue collected from offenders who must pay a probation and parole supervision fee.

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	63,565,506	63,565,506	127,131,012	93.95 %	65,065,717	65,065,717	130,131,434	95.03 %
PL Adjustments	2,458,550	2,446,470	4,905,020	3.62 %	1,772,506	1,760,426	3,532,932	2.58 %
New Proposals	1,236,128	2,040,322	3,276,450	2.42 %	1,236,128	2,040,322	3,276,450	2.39 %
Total Budget	\$67,260,184	\$68,052,298	\$135,312,482		\$68,074,351	\$68,866,465	\$136,940,816	

Present Law Adjustments -

The “Present Law Adjustments” table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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
DP 402 - Montana Correctional Enterprises Rate Changes	0.00	68,734	0	0	68,734	0.00	88,970	0	0	88,970
DP 515 - State Share Health Insurance	0.00	122,715	0	0	122,715	0.00	122,715	0	0	122,715
DP 516 - Correct State Share Health Insurance	0.00	4,131	0	0	4,131	0.00	4,131	0	0	4,131
DP 520 - Fully Fund 2015 Legislatively Authorized FTE	0.00	289,047	0	0	289,047	0.00	289,047	0	0	289,047
DP 527 - Inflation\Deflation Adjustment	0.00	12,744	0	0	12,744	0.00	10,264	0	0	10,264
DP 530 - Reorganizations	0.00	(86,175)	0	0	(86,175)	0.00	(86,175)	0	0	(86,175)
DP 536 - Other 2015 Biennium Budget Adjustments	0.00	(59,988)	(686,044)	0	(746,032)	0.00	(68,134)	(686,044)	0	(754,178)
DP 550 - Motor Pool Rate Adjustment	0.00	(210,861)	0	0	(210,861)	0.00	(207,016)	0	0	(207,016)
DP 600 - 2015 Biennium Career Increment Pay Increases	0.00	329,031	0	0	329,031	0.00	329,031	0	0	329,031
DP 601 - Longevity Pay Increases	0.00	65,784	0	0	65,784	0.00	65,784	0	0	65,784
DP 602 - 2015 Biennium Other Pay Increases	0.00	110,899	0	0	110,899	0.00	110,899	0	0	110,899
DP 603 - Correctional Officer and Market Pay Adjustments	0.00	234,752	0	0	234,752	0.00	234,752	0	0	234,752
DP 200004 - Overtime	0.00	7,968	0	0	7,968	0.00	7,968	0	0	7,968
DP 200005 - Probation and Parole Office Leases (Biennial)	0.00	823,500	0	0	823,500	0.00	823,500	0	0	823,500
DP 200006 - Annualize PPD Contracted Facilities (Biennial)	0.00	746,269	0	0	746,269	0.00	720,734	0	0	720,734
DP 200444 - Statewide 4% FTE Reduction	(4.00)	0	0	0	0	(4.00)	0	0	0	0
Grand Total All Present Law Adjustments	(4.00)	\$2,458,550	(\$686,044)	\$0	\$1,772,506	(4.00)	\$2,446,470	(\$686,044)	\$0	\$1,760,426

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

DP 402 - Montana Correctional Enterprises Rate Changes -

The legislature approved funding to address rate changes for food and laundry services purchased from Montana Correctional Enterprises.

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 516 - Correct State Share Health Insurance -

The legislature approved an adjustment to the state share for health insurance to correct for an error in calculating the initial amounts.

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 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 530 - Reorganizations -

The legislature adopted the reorganization of the management for medical services from the Director's Office, Probation and Parole Division, Secure Custody Facilities Program, and Youth Services Program to for the Clinical Services Division within the department. This included transfers of \$86,175 in general fund and 1.00 FTE in each FY 2016 and FY 2017 from this program.

DP 536 - Other 2015 Biennium Budget Adjustments -

The legislature approved various unspecified budget adjustments to move operating expenses to the FY 2015 legislative base.

DP 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 600 - 2015 Biennium Career Increment Pay Increases -

The legislature approved funding to annualize career increment pay increases provided by the agency during the 2015 biennium.

DP 601 - Longevity Pay Increases -

The legislature funded longevity pay adjustments.

DP 602 - 2015 Biennium Other Pay Increases -

The legislature approved funding to annualize various pay increases that were not for correctional officer or probation officer market movement, market adjustment to move employees to the entry level for the pay band, career increment movement, or longevity that were provided by the agency during the 2015 biennium.

DP 603 - Correctional Officer and Market Pay Adjustments -

The legislature funded pay adjustments given in the 2015 biennium for correctional and probation officer increments and adjustment to raise employees to 80% of market.

DP 200004 - Overtime -

The legislature funded increases to overtime.

DP 200005 - Probation and Parole Office Leases (Biennial) -

The legislature approved funding for Probation and Parole Division office lease costs. The legislature designated funding as biennial.

DP 200006 - Annualize PPD Contracted Facilities (Biennial) -

The legislature annualized the funding for contracted beds that house offenders managed under the Probation and Parole Division in treatment, pre-release, after care, transitional living, enhanced supervision, re-entry, and sanction facilities at the contracted level of beds and at the rate funded by the 2013 Legislature.

DP 200444 - Statewide 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 4.00 FTE each year.

New Proposals -

The "New Proposals" table shows the changes from the legislative appropriation for FY 15 to the proposed budget.

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 200009 - PPD Population Management	6.00	417,461	0	0	417,461	6.00	407,375	0	0	407,375
DP 200098 - PPD Provider Rate Increase	0.00	818,667	0	0	818,667	0.00	1,632,947	0	0	1,632,947
Total	6.00	\$1,236,128	\$0	\$0	\$1,236,128	6.00	\$2,040,322	\$0	\$0	\$2,040,322

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

DP 200009 - PPD Population Management -

The legislature approved funding to add 6.00 FTE probation and parole officers to address workload issues statewide.

DP 200098 - PPD Provider Rate Increase -

The legislature approved funding to provide a 1% provider rate increase in FY 2016 and an additional 1% (2% total) rate increase for FY 2017 for all contracted providers.

Program Budget Comparison

The following table summarizes the total proposed 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	629.04	629.04	629.69	629.69	629.04	629.69	0.65	0.10 %
Personal Services	33,724,290	36,141,622	39,967,979	39,939,273	69,865,912	79,907,252	10,041,340	14.37 %
Operating Expenses	38,613,248	36,358,780	42,034,827	42,619,083	74,972,028	84,653,910	9,681,882	12.91 %
Equipment & Intangible Assets	87,605	115,351	87,605	87,605	202,956	175,210	(27,746)	(13.67)%
Capital Outlay	20,773	0	20,773	20,773	20,773	41,546	20,773	100.00 %
Transfers	53,100	49,500	53,100	53,100	102,600	106,200	3,600	3.51 %
Debt Service	173,888	170,341	217,578	217,578	344,229	435,156	90,927	26.41 %
Total Costs	\$72,672,904	\$72,835,594	\$82,381,862	\$82,937,412	\$145,508,498	\$165,319,274	\$19,810,776	13.61 %
General Fund	72,568,442	72,730,778	82,277,400	82,832,950	145,299,220	165,110,350	19,811,130	13.63 %
State/Other Special Rev. Funds	104,462	104,816	104,462	104,462	209,278	208,924	(354)	(0.17)%
Federal Spec. Rev. Funds	0	0	0	0	0	0	0	0.00 %
Total Funds	\$72,672,904	\$72,835,594	\$82,381,862	\$82,937,412	\$145,508,498	\$165,319,274	\$19,810,776	13.61 %

Page Reference

Legislative Budget Analysis, D-150

Funding

This division is funded almost entirely by the general fund. State special funds are from the sale of canteen items to inmates and support the cost of purchasing canteen items.

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	82,776,210	82,776,210	165,552,420	100.27 %	82,881,026	82,881,026	165,762,052	100.27 %
PL Adjustments	(1,824,818)	(1,513,968)	(3,338,786)	(2.02)%	(1,825,172)	(1,514,322)	(3,339,494)	(2.02)%
New Proposals	1,326,008	1,570,708	2,896,716	1.75 %	1,326,008	1,570,708	2,896,716	1.75 %
Total Budget	\$82,277,400	\$82,832,950	\$165,110,350		\$82,381,862	\$82,937,412	\$165,319,274	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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 402 - Montana Correctional Enterprises Rate Changes										
0.00	521,036	0	0	521,036	0.00	595,439	0	0	595,439	
DP 515 - State Share Health Insurance										
0.00	303,599	0	0	303,599	0.00	303,599	0	0	303,599	
DP 516 - Correct State Share Health Insurance										
0.00	2,095	0	0	2,095	0.00	2,095	0	0	2,095	
DP 520 - Fully Fund 2015 Legislatively Authorized FTE										
0.00	128,734	0	0	128,734	0.00	128,734	0	0	128,734	
DP 527 - Inflation\Deflation Adjustment										
0.00	(17,501)	0	0	(17,501)	0.00	(14,095)	0	0	(14,095)	
DP 530 - Reorganizations										
0.00	(8,930,105)	0	0	(8,930,105)	0.00	(8,930,105)	0	0	(8,930,105)	
DP 535 - Program Transfers										
0.00	204,673	0	0	204,673	0.00	204,673	0	0	204,673	
DP 536 - Other 2015 Biennium Budget Adjustments										
0.00	(497,625)	(354)	0	(497,979)	0.00	(494,115)	(354)	0	(494,469)	
DP 550 - Motor Pool Rate Adjustment										
0.00	(6,919)	0	0	(6,919)	0.00	(6,786)	0	0	(6,786)	
DP 600 - 2015 Biennium Career Increment Pay Increases										
0.00	544,606	0	0	544,606	0.00	544,606	0	0	544,606	
DP 601 - Longevity Pay Increases										
0.00	136,081	0	0	136,081	0.00	136,081	0	0	136,081	
DP 602 - 2015 Biennium Other Pay Increases										
0.00	126,208	0	0	126,208	0.00	126,208	0	0	126,208	
DP 603 - Correctional Officer and Market Pay Adjustments										
0.00	821,129	0	0	821,129	0.00	821,129	0	0	821,129	
DP 300008 - Overtime and Inmate Pay										
0.00	301,649	0	0	301,649	0.00	301,649	0	0	301,649	
DP 300015 - Lewistown Infirmary Staff (OTO)										
5.00	273,761	0	0	273,761	5.00	273,100	0	0	273,100	
DP 300016 - Annualize Secure Care Contract Beds (Biennial)										
0.00	3,648,061	0	0	3,648,061	0.00	3,878,120	0	0	3,878,120	
DP 300018 - Shelby Prison Prevailing Wage Increase (Biennial)										
0.00	615,700	0	0	615,700	0.00	615,700	0	0	615,700	
DP 300444 - Statewide 4% FTE Reduction										
(4.35)	0	0	0	0	(4.35)	0	0	0	0	
Grand Total All Present Law Adjustments										
0.65	(\$1,824,818)	(\$354)	\$0	(\$1,825,172)	0.65	(\$1,513,968)	(\$354)	\$0	(\$1,514,322)	

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

DP 402 - Montana Correctional Enterprises Rate Changes -

The legislature approved funding to address rate changes for food and laundry services purchased from Montana Correctional Enterprises.

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 516 - Correct State Share Health Insurance -

The legislature approved an adjustment to the state share for health insurance to correct for an error in calculating the initial amounts.

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 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 530 - Reorganizations -

The legislature adopted the reorganization of the management for medical services from the Director's Office, Probation and Parole Division, Secure Custody Facilities Program, and Youth Services Program to for the Clinical Services Division within the department. This included transfers of \$8.9 million in general fund and 79.50 FTE in each FY 2016 and FY 2017 from this program.

DP 535 - Program Transfers -

The legislature adopted program transfers made by the department in the interim. This includes transfers of \$204,673 in general fund in each FY 2016 and FY 2017 from the Youth Services Program to this program.

DP 536 - Other 2015 Biennium Budget Adjustments -

The legislature approved various unspecified budget adjustments to move operating expenses to the FY 2015 legislative base.

DP 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 600 - 2015 Biennium Career Increment Pay Increases -

The legislature approved funding to annualize career increment pay increases provided by the agency during the 2015 biennium.

DP 601 - Longevity Pay Increases -

The legislature funded longevity pay adjustments.

DP 602 - 2015 Biennium Other Pay Increases -

The legislature approved funding to annualize various pay increases that were not for correctional officer or probation officer market movement, market adjustment to move employees to the entry level for the pay band, career increment movement, or longevity that were provided by the agency during the 2015 biennium.

DP 603 - Correctional Officer and Market Pay Adjustments -

The legislature funded pay adjustments given in the 2015 biennium for correctional and probation officer increments and adjustment to raise employees to 80% of market.

DP 300008 - Overtime and Inmate Pay -

The legislature funded increases to overtime and inmate pay.

DP 300015 - Lewistown Infirmary Staff (OTO) -

The legislature funded the addition of 5.00 FTE correctional officer positions located at the Lewistown Infirmary. This funding was designated as one-time-only.

DP 300016 - Annualize Secure Care Contract Beds (Biennial) -

The legislature annualized the funding for contracted beds. The legislature designated this funding as biennial.

DP 300018 - Shelby Prison Prevailing Wage Increase (Biennial) -

The legislature funded costs associated with the prevailing wage clause in the contract for the Shelby prison. The legislature designated the funding as biennial.

DP 300444 - Statewide 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 4.35 FTE each year.

New Proposals -

The "New Proposals" table shows the changes from the legislative appropriation for FY 15 to the proposed budget.

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 300017 - Shelby Prison Per Diem Rate Increase (Biennial)	0.00	250,174	0	0	250,174	0.00	498,981	0	0	498,981
DP 300019 - Correctional Officer Pay Adjustment (Restricted)	0.00	1,075,834	0	0	1,075,834	0.00	1,071,727	0	0	1,071,727
Total	0.00	\$1,326,008	\$0	\$0	\$1,326,008	0.00	\$1,570,708	\$0	\$0	\$1,570,708

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

DP 300017 - Shelby Prison Per Diem Rate Increase (Biennial) -

The legislature approved funding to provide a 2% provider rate increase in FY 2016 and an additional 2% (4% total) rate increase for FY 2017 for the contracted provider at the Shelby prison. The legislature designated funding as biennial.

DP 300019 - Correctional Officer Pay Adjustment (Restricted) -

The legislature funded pay adjustments for all pay band 3 and 4 correctional officers. The legislature designated the funding as restricted only for providing the correctional officer pay adjustments.

Program Budget Comparison

The following table summarizes the total proposed 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	12.00	12.00	11.00	11.00	12.00	11.00	(1.00)	(8.33)%
Personal Services	655,800	761,155	770,732	770,825	1,416,955	1,541,557	124,602	8.79 %
Operating Expenses	2,270,880	2,421,560	2,627,193	2,626,082	4,692,440	5,253,275	560,835	11.95 %
Transfers	135,117	200,000	135,117	135,117	335,117	270,234	(64,883)	(19.36)%
Total Costs	\$3,061,797	\$3,382,715	\$3,533,042	\$3,532,024	\$6,444,512	\$7,065,066	\$620,554	9.63 %
General Fund	785,698	867,217	887,428	886,016	1,652,915	1,773,444	120,529	7.29 %
State/Other Special Rev. Funds	2,276,099	2,515,498	2,645,614	2,646,008	4,791,597	5,291,622	500,025	10.44 %
Federal Spec. Rev. Funds	0	0	0	0	0	0	0	0.00 %
Total Funds	\$3,061,797	\$3,382,715	\$3,533,042	\$3,532,024	\$6,444,512	\$7,065,066	\$620,554	9.63 %

Page Reference

Legislative Budget Analysis, D-158

Funding

Besided general fund, the bulk of the HB 2 funding for this program comes state special revenue, primarily from fees charged for the collection of restitution from offenders and prison canteen sales. The remainder of the program’s funding comes from proprietary funds such as the prison ranch, industries program, and cook chill operation.

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	867,217	867,217	1,734,434	97.80 %	3,382,715	3,382,715	6,765,430	95.76 %
PL Adjustments	20,211	18,799	39,010	2.20 %	150,327	149,309	299,636	4.24 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$887,428	\$886,016	\$1,773,444		\$3,533,042	\$3,532,024	\$7,065,066	

Present Law Adjustments -

The “Present Law Adjustments” table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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 515 - State Share Health Insurance	0.00	3,888	1,458	0	5,346	0.00	3,888	1,458	0	5,346
DP 516 - Correct State Share Health Insurance	0.00	3,402	(1,458)	0	1,944	0.00	3,402	(1,458)	0	1,944
DP 520 - Fully Fund 2015 Legislatively Authorized FTE	0.00	13,461	0	0	13,461	0.00	13,461	0	0	13,461
DP 527 - Inflation\Deflation Adjustment	0.00	6,146	0	0	6,146	0.00	4,875	0	0	4,875
DP 536 - Other 2015 Biennium Budget Adjustments	0.00	(23,286)	0	0	(23,286)	0.00	(23,427)	0	0	(23,427)
DP 600 - 2015 Biennium Career Increment Pay Increases	0.00	6,965	0	0	6,965	0.00	6,965	0	0	6,965
DP 601 - Longevity Pay Increases	0.00	6,264	0	0	6,264	0.00	6,264	0	0	6,264
DP 602 - 2015 Biennium Other Pay Increases	0.00	5,842	0	0	5,842	0.00	5,842	0	0	5,842
DP 603 - Correctional Officer and Market Pay Adjustments	0.00	1,827	0	0	1,827	0.00	1,827	0	0	1,827
DP 400019 - Overtime and Inmate Pay	0.00	(4,298)	0	0	(4,298)	0.00	(4,298)	0	0	(4,298)
DP 400022 - MCE Canteen Additional Authority	0.00	0	130,116	0	130,116	0.00	0	130,510	0	130,510
DP 400444 - Statewide 4% FTE Reduction	(1.00)	0	0	0	0	(1.00)	0	0	0	0
Grand Total All Present Law Adjustments	(1.00)	\$20,211	\$130,116	\$0	\$150,327	(1.00)	\$18,799	\$130,510	\$0	\$149,309

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

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 516 - Correct State Share Health Insurance -

The legislature approved an adjustment to the state share for health insurance to correct for an error in calculating the initial amounts.

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 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 536 - Other 2015 Biennium Budget Adjustments -

The legislature approved various unspecified budget adjustments to move operating expenses to the FY 2015 legislative base.

DP 600 - 2015 Biennium Career Increment Pay Increases -

The legislature approved funding to annualize career increment pay increases provided by the agency during the 2015 biennium.

DP 601 - Longevity Pay Increases -

The legislature funded longevity pay adjustments.

DP 602 - 2015 Biennium Other Pay Increases -

The legislature approved funding to annualize various pay increases that were not for correctional officer or probation officer market movement, market adjustment to move employees to the entry level for the pay band, career increment movement, or longevity that were provided by the agency during the 2015 biennium.

DP 603 - Correctional Officer and Market Pay Adjustments -

The legislature funded pay adjustments given in the 2015 biennium for correctional and probation officer increments and adjustment to raise employees to 80% of market.

DP 400019 - Overtime and Inmate Pay -

The legislature funded increases to overtime and inmate pay.

DP 400022 - MCE Canteen Additional Authority -

The legislature approved funding for increased purchases at the inmate canteen.

DP 400444 - Statewide 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.

Other Issues -

The Montana Correctional Enterprises Program provides the following functions funded with proprietary funds. These programs are described below along with a discussion of the program revenues, expenses, and rates being requested to finance the programs:

- Agriculture (Prison Ranch)
- Industries
- Food Factory
- License Plate Operations

Agricultural – Fund 06033

Proprietary Program Description

The Agriculture program trains inmates in specific work skills and life skills in operations which include range and dairy cattle production, dairy milking parlor and processing plant, crops and land management, lumber processing, wild land firefighting, and various community work programs.

Proprietary Rates

This program is funded with an enterprise type proprietary fund. As such, the legislature does not appropriate funds or approve rates for the program.

MSP Institutional Industries – Fund 06034

Proprietary Program Description

The Industries program trains inmates in specific work skills and life skills in operations which include manufacturing of furniture, upholstery, print work and signs, sewing and embroidery, institutional laundry, screen printing, inventory management, shipping, AutoCAD design, Web design, marketing, and hygiene kit assembly. In addition Industries includes a dog training program located at the Montana Women’s Prison, called Prison Paws and teaches inmates how to provide basic training and social skills to dogs that have been donated to the program or rescued from the local animal shelters.

Two industries are certified by the U.S. Justice Department’s Prison Industry Enhancement Certification Program. Inmates in these programs are paid prevailing wage for their work, and 80 percent of their gross wage is deducted for state and federal income tax, crime victim compensation, family support, and room and board. In addition, each inmate working in a certified program has 10 percent of his or her net wages deposited into a mandatory savings account available upon release.

Proprietary Rates

This program is funded with an enterprise type proprietary fund. As such, the legislature does not appropriate funds or approve rates for the program. Although the industries program is an enterprise fund, it has requested rate approvals for the laundry rate per pound, as these will directly affect the general fund customers served. The laundry is not an internal service fund as it is a small operation in the overall industries program. The following rates were approved by the legislature for the 2017 biennium.

Approved Rates for Internal Service - Fund 06034			FY 2016	FY 2017
Rate Item				
Cost Per Pound Laundry Services			\$0.59	\$0.60
Delivery Charge per Pound:				
Montana Development Center			0.05	0.05
Riverside Youth Correctional Facility			0.05	0.05
Montana Law Enforcement Academy			0.15	0.15
Montana Chemical Dependency Corp			0.04	0.04
START Program			0.01	0.01
Montana State Hospital			-	-
University of Montana			0.20	0.20

MCE Food Factory – Fund 06573

Proprietary Program Description

This proprietary program consists of food processing and creation of trayed meals and products that are sold to other facilities of the agency and the Montana State Hospital at Warm Springs.

Proprietary Rates

This program is funded with an internal service type proprietary fund. As such, the legislature approves the maximum rates the program may charge for its services. The legislature approved rates are shown on the figure.

Approved Rates for Internal Service - Fund 06573		
Rate Item	FY 2016	FY 2017
Tray Meal Prices to all customers		
Base Tray-hot/cold	\$2.32	\$2.35
Base Tray-hot	1.18	1.22
Detention Center Trays	2.92	2.95
Accessory Package	0.16	0.16
Delivery Charge Per Trayed Meal		
Delivery charge per mile	0.50	0.50
Delivery charge per hour	35.00	35.00
Bulk Food Rate	Sold at Cost	Sold at Cost
Spoilage percentage to all bulk customers	5%	5%
Overhead Charges		
Montana State Prison	76%	76%
Montana State Hospital	11%	11%
Treasure State Correctional Training	13%	13%

Note: Bulk food is sold at cost, with a spoilage percentage added on and an overhead charge to cover operating expenses. Overhead charge is based on historical costs and volume of sales to the customer, as a percentage of overall food costs. Delivery is based on actual delivery costs. The rates approved by the legislature are the maximum the program may charge during the biennium. They are not the rates the program must charge.

Vocational Education (Industries Training) – Fund 06545

Proprietary Program Description

The Vocational Education program trains inmates in specific work skills and life skills in operations which include motor vehicle maintenance, welding and machining and metals programs in conjunction with the general fund vocational education program.

Proprietary Rates

This program is funded with an internal service type proprietary fund. As such, the legislature approves the maximum rates the program may charge for its services. The legislature approved the following rates for the program.

Approved Rates for Internal Service - Fund 06545		
Rate Item	FY 2016	FY 2017
Labor Charge/hour	\$28.45	\$28.45
Supply fee as percentage of actual cost of parts	8%	8%
Parts are sold at cost		

The rates approved by the legislature are the maximum the program may charge during the biennium. They are not the rates the program must charge.

MCE License Plate – Fund 06572*Proprietary Program Description*

This proprietary program consists of license plate manufacturing. The License Plate Factory program trains inmates in specific work skills and life skills in license plate production, inventory control and shipping, while providing all license plates to County Treasurers throughout Montana.

Proprietary Rates

This program is funded with an internal service type proprietary fund. As such, the legislature approves the maximum rates the program may charge for its services. The legislature approved \$6.20 per set of plates as the rate for both FY 2016 and FY 2017. This is the same rate set for the 2015 biennium.

The rates approved by the legislature are the maximum the program may charge during the biennium. They are not the rates the program must charge.

Program Budget Comparison

The following table summarizes the total proposed 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	182.85	182.85	173.85	173.85	182.85	173.85	(9.00)	(4.92)%
Personal Services	9,994,882	10,641,854	11,286,924	11,280,742	20,636,736	22,567,666	1,930,930	9.36 %
Operating Expenses	2,219,347	2,119,422	2,174,653	2,183,365	4,338,769	4,358,018	19,249	0.44 %
Equipment & Intangible Assets	47,012	0	47,012	47,012	47,012	94,024	47,012	100.00 %
Benefits & Claims	2,460,387	2,080,087	540,598	540,598	4,540,474	1,081,196	(3,459,278)	(76.19)%
Transfers	3,065,954	3,459,909	0	0	6,525,863	0	(6,525,863)	(100.00)%
Debt Service	20,877	20,877	20,877	20,877	41,754	41,754	0	0.00 %
Total Costs	\$17,808,459	\$18,322,149	\$14,070,064	\$14,072,594	\$36,130,608	\$28,142,658	(\$7,987,950)	(22.11)%
General Fund	17,037,439	17,224,360	13,664,972	13,667,502	34,261,799	27,332,474	(6,929,325)	(20.22)%
State/Other Special Rev. Funds	770,780	1,081,784	405,092	405,092	1,852,564	810,184	(1,042,380)	(56.27)%
Federal Spec. Rev. Funds	240	16,005	0	0	16,245	0	(16,245)	(100.00)%
Total Funds	\$17,808,459	\$18,322,149	\$14,070,064	\$14,072,594	\$36,130,608	\$28,142,658	(\$7,987,950)	(22.11)%

Page Reference

Legislative Budget Analysis, D-173

Funding

This division receives the majority of its support from the general fund. State special revenue is primarily from parental contributions toward the costs of care and interest and income related to Pine Hills school lands. The division also receives a small amount of federal funds from the Title IV-E Foster Care and Adoption Program.

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	18,571,155	18,571,155	37,142,310	135.89 %	19,668,944	19,668,944	39,337,888	139.78 %
PL Adjustments	(173,225)	(169,770)	(342,995)	(1.25)%	(693,964)	(690,509)	(1,384,473)	(4.92)%
New Proposals	(4,732,958)	(4,733,883)	(9,466,841)	(34.64)%	(4,904,916)	(4,905,841)	(9,810,757)	(34.86)%
Total Budget	\$13,664,972	\$13,667,502	\$27,332,474		\$14,070,064	\$14,072,594	\$28,142,658	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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 402 - Montana Correctional Enterprises Rate Changes										
0.00	1,908	0	0	1,908	0.00	2,302	0	0	2,302	
DP 515 - State Share Health Insurance										
0.00	86,435	0	0	86,435	0.00	86,435	0	0	86,435	
DP 516 - Correct State Share Health Insurance										
0.00	2,989	0	0	2,989	0.00	2,989	0	0	2,989	
DP 520 - Fully Fund 2015 Legislatively Authorized FTE										
0.00	108,853	0	0	108,853	0.00	108,853	0	0	108,853	
DP 527 - Inflation\Deflation Adjustment										
0.00	1,671	0	0	1,671	0.00	1,346	0	0	1,346	
DP 530 - Reorganizations										
0.00	(1,102,835)	0	0	(1,102,835)	0.00	(1,102,835)	0	0	(1,102,835)	
DP 535 - Program Transfers										
0.00	(243,960)	0	0	(243,960)	0.00	(243,960)	0	0	(243,960)	
DP 536 - Other 2015 Biennium Budget Adjustments										
0.00	221,601	(117,034)	(15,765)	88,802	0.00	223,418	(117,034)	(15,765)	90,619	
DP 550 - Motor Pool Rate Adjustment										
0.00	(47,248)	0	0	(47,248)	0.00	(45,679)	0	0	(45,679)	
DP 600 - 2015 Biennium Career Increment Pay Increases										
0.00	123,666	0	0	123,666	0.00	123,666	0	0	123,666	
DP 601 - Longevity Pay Increases										
0.00	39,897	0	0	39,897	0.00	39,897	0	0	39,897	
DP 602 - 2015 Biennium Other Pay Increases										
0.00	118,489	0	0	118,489	0.00	118,489	0	0	118,489	
DP 603 - Correctional Officer and Market Pay Adjustments										
0.00	378,728	0	0	378,728	0.00	378,728	0	0	378,728	
DP 500024 - Overtime and Inmate Pay										
0.00	136,581	(387,940)	0	(251,359)	0.00	136,581	(387,940)	0	(251,359)	
DP 500444 - Statewide 4% FTE Reduction										
(5.00)	0	0	0	0	(5.00)	0	0	0	0	
Grand Total All Present Law Adjustments										
(5.00)	(\$173,225)	(\$504,974)	(\$15,765)	(\$693,964)	(5.00)	(\$169,770)	(\$504,974)	(\$15,765)	(\$690,509)	

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

DP 402 - Montana Correctional Enterprises Rate Changes -

The legislature approved funding to address rate changes for food and laundry services purchased from Montana Correctional Enterprises.

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 516 - Correct State Share Health Insurance -

The legislature approved an adjustment to the state share for health insurance to correct for an error in calculating the initial amounts.

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 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 530 - Reorganizations -

The legislature adopted the reorganization of the management for medical services from the Director's Office, Probation and Parole Division, Secure Custody Facilities Program, and Youth Services Program to for the Clinical Services Division within the department. This included transfers of \$1.1 million in general fund and 13.50 FTE in each FY 2016 and FY 2017 from this program.

DP 535 - Program Transfers -

The legislature adopted program transfers made by the department in the interim. This includes transfers of \$243,960 in general fund in each FY 2016 and FY 2017 this program to the Director's Office and Secure Custody Facilities Program.

DP 536 - Other 2015 Biennium Budget Adjustments -

The legislature approved various unspecified budget adjustments to move operating expenses to the FY 2015 legislative base.

DP 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 600 - 2015 Biennium Career Increment Pay Increases -

The legislature approved funding to annualize career increment pay increases provided by the agency during the 2015 biennium.

DP 601 - Longevity Pay Increases -

The legislature funded longevity pay adjustments.

DP 602 - 2015 Biennium Other Pay Increases -

The legislature approved funding to annualize various pay increases that were not for correctional officer or probation officer market movement, market adjustment to move employees to the entry level for the pay band, career increment movement, or longevity that were provided by the agency during the 2015 biennium.

DP 603 - Correctional Officer and Market Pay Adjustments -

The legislature funded pay adjustments given in the 2015 biennium for correctional and probation officer increments and adjustment to raise employees to 80% of market.

DP 500024 - Overtime and Inmate Pay -

The legislature funded increases to overtime and inmate pay.

DP 500444 - Statewide 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 5.00 FTE each year.

New Proposals -

The "New Proposals" table shows the changes from the legislative appropriation for FY 15 to the proposed budget.

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 500019 - Correctional Officer Pay Adjustment (Restricted)	0.00	336,021	0	0	336,021	0.00	334,739	0	0	334,739
DP 500233 - JDIP Administration - HB 233	(4.00)	(5,068,979)	(171,718)	(240)	(5,240,937)	(4.00)	(5,068,622)	(171,718)	(240)	(5,240,580)
Total	(4.00)	(\$4,732,958)	(\$171,718)	(\$240)	(\$4,904,916)	(4.00)	(\$4,733,883)	(\$171,718)	(\$240)	(\$4,905,841)

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

DP 500019 - Correctional Officer Pay Adjustment (Restricted) -

The legislature funded pay adjustments for all pay band 3 and 4 correctional officers. The legislature designated the funding as restricted only for providing the correctional officer pay adjustments.

DP 500233 - JDIP Administration - HB 233 -

The legislature moved the function for administering the juvenile delinquency intervention and prevention funds from the Department of Corrections to the Judicial Branch including funding for 4.00 FTE. This adjustment implements the provisions of HB 233 that generally revised juvenile delinquency laws and is offset by a similar adjustment in the Judicial Branch.

Program Budget Comparison

The following table summarizes the total proposed 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	94.50	94.50	96.00	96.00	94.50	96.00	1.50	1.59 %
Personal Services	7,146,257	5,612,750	8,166,864	8,170,464	12,759,007	16,337,328	3,578,321	28.05 %
Operating Expenses	10,714,075	11,798,821	13,161,402	13,161,457	22,512,896	26,322,859	3,809,963	16.92 %
Equipment & Intangible Assets	0	0	15,000	25,000	0	40,000	40,000	0.00 %
Total Costs	\$17,860,332	\$17,411,571	\$21,343,266	\$21,356,921	\$35,271,903	\$42,700,187	\$7,428,284	21.06 %
General Fund	17,860,332	17,411,571	21,134,366	21,148,021	35,271,903	42,282,387	7,010,484	19.88 %
State/Other Special Rev. Funds	0	0	208,900	208,900	0	417,800	417,800	0.00 %
Total Funds	\$17,860,332	\$17,411,571	\$21,343,266	\$21,356,921	\$35,271,903	\$42,700,187	\$7,428,284	21.06 %

Page Reference

Legislative Budget Analysis, D-178

Funding

General fund provides 98.8% of the division’s funding. About 1.2% of the division’s funding would come from state special revenue collected from inmates under a proposal to fund a medical co-payment program.

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	0	0	0	0.00 %	0	0	0	0.00 %
PL Adjustments	21,134,366	21,148,021	42,282,387	100.00 %	21,134,366	21,148,021	42,282,387	99.02 %
New Proposals	0	0	0	0.00 %	208,900	208,900	417,800	0.98 %
Total Budget	\$21,134,366	\$21,148,021	\$42,282,387		\$21,343,266	\$21,356,921	\$42,700,187	

Present Law Adjustments -

The “Present Law Adjustments” table shows the changes from FY 2015 legislative appropriation to the budget proposed. 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 515 - State Share Health Insurance										
0.00	45,441	0	0	45,441	0.00	45,441	0	0	45,441	
DP 516 - Correct State Share Health Insurance										
0.00	729	0	0	729	0.00	729	0	0	729	
DP 527 - Inflation\Deflation Adjustment										
0.00	95	0	0	95	0.00	77	0	0	77	
DP 530 - Reorganizations										
0.00	19,311,571	0	0	19,311,571	0.00	19,311,571	0	0	19,311,571	
DP 536 - Other 2015 Biennium Budget Adjustments										
0.00	423,599	0	0	423,599	0.00	427,984	0	0	427,984	
DP 550 - Motor Pool Rate Adjustment										
0.00	(14,567)	0	0	(14,567)	0.00	(14,557)	0	0	(14,557)	
DP 600 - 2015 Biennium Career Increment Pay Increases										
0.00	54,624	0	0	54,624	0.00	54,624	0	0	54,624	
DP 601 - Longevity Pay Increases										
0.00	14,026	0	0	14,026	0.00	14,026	0	0	14,026	
DP 602 - 2015 Biennium Other Pay Increases										
0.00	172,993	0	0	172,993	0.00	172,993	0	0	172,993	
DP 603 - Correctional Officer and Market Pay Adjustments										
0.00	87,778	0	0	87,778	0.00	87,778	0	0	87,778	
DP 600026 - Clinical Staff MWP (OTO)										
2.50	274,977	0	0	274,977	2.50	274,255	0	0	274,255	
DP 600027 - Outside Medical Costs (Restricted/Biennial)										
0.00	500,000	0	0	500,000	0.00	500,000	0	0	500,000	
DP 600028 - Infirmary Operating Needs - MSP (Biennial)										
0.00	90,000	0	0	90,000	0.00	90,000	0	0	90,000	
DP 600029 - Overtime and Inmate Pay										
0.00	158,100	0	0	158,100	0.00	158,100	0	0	158,100	
DP 600030 - MSP Infirmary Medical Equipment (OTO)										
0.00	15,000	0	0	15,000	0.00	25,000	0	0	25,000	
DP 600444 - Statewide 4% FTE Reduction										
(1.00)	0	0	0	0	(1.00)	0	0	0	0	
Grand Total All Present Law Adjustments										
1.50	\$21,134,366	\$0	\$0	\$21,134,366	1.50	\$21,148,021	\$0	\$0	\$21,148,021	

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

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 516 - Correct State Share Health Insurance -

The legislature approved an adjustment to the state share for health insurance to correct for an error in calculating the initial amounts.

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 530 - Reorganizations -

The legislature adopted the reorganization of the management for medical services from the Director's Office, Probation and Parole Division, Secure Custody Facilities Program, and Youth Services Program to for the Clinical Services Division within the department. This included transfers of \$19.3 million in general fund and 94.50 FTE in each FY 2016 and FY 2017 to this program.

DP 536 - Other 2015 Biennium Budget Adjustments -

The legislature approved various unspecified budget adjustments to move operating expenses to the FY 2015 legislative base.

DP 550 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to the motor pool rates.

DP 600 - 2015 Biennium Career Increment Pay Increases -

The legislature approved funding to annualize career increment pay increases provided by the agency during the 2015 biennium.

DP 601 - Longevity Pay Increases -

The legislature funded longevity pay adjustments.

DP 602 - 2015 Biennium Other Pay Increases -

The legislature approved funding to annualize various pay increases that were not for correctional officer or probation officer market movement, market adjustment to move employees to the entry level for the pay band, career increment movement, or longevity that were provided by the agency during the 2015 biennium.

DP 603 - Correctional Officer and Market Pay Adjustments -

The legislature funded pay adjustments given in the 2015 biennium for correctional and probation officer increments and adjustment to raise employees to 80% of market.

DP 600026 - Clinical Staff MWP (OTO) -

The legislature funded the addition of 2.50 FTE health services positions at the Montana Women's Prison. The positions added would include a 0.50 FTE physician, 1.00 FTE registered nurse, and 1.00 FTE case manager. Funding for these positions was designated as one-time-only.

DP 600027 - Outside Medical Costs (Restricted/Biennial) -

The legislature funded medical expenses that are required outside of a department facility or program. The funding was restricted only for this purpose and coordinated with passage and approval of SB 405, a bill that establishes the Montana Health and Economic Livelihood Partnership Act. If SB 405 is passed and approved, half of the funding from this adjustment is void.

DP 600028 - Infirmary Operating Needs - MSP (Biennial) -

The legislature funded costs for the Montana State Prison infirmary including costs for supplemental nursing staff, continuing training for existing staff, and to pay for the National Commission on Correctional Health Care (NCCHC) accreditation fees at the Montana State Prison Infirmary.

DP 600029 - Overtime and Inmate Pay -

The legislature funded increases to overtime and inmate pay.

DP 600030 - MSP Infirmery Medical Equipment (OTO) -

The legislature funded dental and optical equipment replacement costs at the Montana State Prison infirmery. This funding was designated as one-time-only.

DP 600444 - Statewide 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.

New Proposals -

The "New Proposals" table shows the changes from the legislative appropriation for FY 15 to the proposed budget.

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 600033 - Medical Co-Pay State Special Authority	0.00	0	208,900	0	208,900	0.00	0	208,900	0	208,900
Total	0.00	\$0	\$208,900	\$0	\$208,900	0.00	\$0	\$208,900	\$0	\$208,900

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

DP 600033 - Medical Co-Pay State Special Authority -

The legislature approved funding to implement a medical/dental co-payment program for inmates within the prison system. The legislature designated the funding as restricted to fund medical costs with inmate co-payments.