

Program Budget Comparison

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

Program Budget Comparison								
Budget Item	Base Fiscal 2012	Approp. Fiscal 2013	Budget Fiscal 2014	Budget Fiscal 2015	Biennium Fiscal 12-13	Biennium Fiscal 14-15	Biennium Change	Biennium % Change
FTE	20.50	20.50	21.50	21.50	20.50	21.50	1.00	4.88%
Personal Services	914,398	926,725	960,028	961,384	1,841,123	1,921,412	80,289	4.36%
Operating Expenses	311,881	308,668	328,998	317,777	620,549	646,775	26,226	4.23%
Total Costs	\$1,226,279	\$1,235,393	\$1,289,026	\$1,279,161	\$2,461,672	\$2,568,187	\$106,515	4.33%
General Fund	613,109	614,184	641,654	636,722	1,227,293	1,278,376	51,083	4.16%
State Special	5,717	5,717	5,718	5,717	11,434	11,435	1	0.01%
Federal Special	607,453	615,492	641,654	636,722	1,222,945	1,278,376	55,431	4.53%
Total Funds	\$1,226,279	\$1,235,393	\$1,289,026	\$1,279,161	\$2,461,672	\$2,568,187	\$106,515	4.33%

Program Description

The Meat and Poultry Inspection Program was established in 1987 by the Montana Meat and Poultry Inspection Act. It implements and enforces a meat and poultry inspection system equal to that maintained by the U.S. Department of Agriculture and the Food Safety Inspection Service to assure clean, wholesome, and properly-labeled meat and poultry products for consumers.

Program Highlights

Meat and Poultry Inspection Major Budget Highlights	
○	The Governor’s proposed budget increases by 4.3% from the previous biennium due to statewide present law adjustments and a proposal to add an inspector position.

Funding

The following table shows program funding, by source for the 2015 biennium as recommended by the Governor.

Total Department Of Livestock Funding by Source of Authority 2015 Biennium Budget - Meat/Poultry Inspection							
Funds	HB 2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	MCA Reference	Statutory Category
General Fund	\$1,278,376	\$0	\$0	\$1,278,376	49.8%		
State Special Total	\$11,435	\$0	\$0	\$11,435	0.4%		
02427 Animal Health	\$11,435	\$0	\$0	\$11,435	0.4%		
Federal Special Total	\$1,278,376	\$0	\$0	\$1,278,376	49.8%		
03209 Meat/poultry Inspection Sp Rev	\$1,278,376	\$0	\$0	\$1,278,376	49.8%		
Total All Funds	\$2,568,187	\$0	\$0	\$2,568,187	100.0%		
Percent - Total All Sources	100.0%	0.0%	0.0%				

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

Budget Summary by Category

The following summarizes the total budget by base, present law adjustments, and new proposals.

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2014	Budget Fiscal 2015	Biennium Fiscal 14-15	Percent of Budget	Budget Fiscal 2014	Budget Fiscal 2015	Biennium Fiscal 14-15	Percent of Budget
Base Budget	613,109	613,109	1,226,218	95.92%	1,226,279	1,226,279	2,452,558	95.50%
Statewide PL Adjustments	(1,977)	(184)	(2,161)	(0.17%)	1,703	5,288	6,991	0.27%
Other PL Adjustments	10,886	4,161	15,047	1.18%	21,772	8,322	30,094	1.17%
New Proposals	19,636	19,636	39,272	3.07%	39,272	39,272	78,544	3.06%
Total Budget	\$641,654	\$636,722	\$1,278,376		\$1,289,026	\$1,279,161	\$2,568,187	

Present Law Adjustments

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

Present Law Adjustments	-----Fiscal 2014-----					-----Fiscal 2015-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					45,867					47,329
Vacancy Savings					(38,411)					(38,468)
Inflation/Deflation					(5,631)					(3,696)
Fixed Costs					(122)					123
Total Statewide Present Law Adjustments		(\$1,977)	\$1	\$3,679	\$1,703		(\$184)	\$0	\$5,472	\$5,288
DP 1001 - Meat Inspector Training (OTO/BIEN)	0.00	4,161	0	4,161	8,322	0.00	4,161	0	4,161	8,322
DP 1002 - Meat Inspection Field Supplies (OTO/BIEN)	0.00	6,725	0	6,725	13,450	0.00	0	0	0	0
Total Other Present Law Adjustments	0.00	\$10,886	\$0	\$10,886	\$21,772	0.00	\$4,161	\$0	\$4,161	\$8,322
Grand Total All Present Law Adjustments	0.00	\$8,909	\$1	\$14,565	\$23,475	0.00	\$3,977	\$0	\$9,633	\$13,610

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

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

New Proposals

New Proposals										
	-----Fiscal 2014-----					-----Fiscal 2015-----				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1003 - Meat Inspection - New Plants (OTO)										
10	1.00	19,636	0	19,636	39,272	1.00	19,636	0	19,636	39,272
Total	1.00	\$19,636	\$0	\$19,636	\$39,272	1.00	\$19,636	\$0	\$19,636	\$39,272

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

LFD COMMENT	There are currently 14 inspectors for the current plants in various locations across the state. If inspectors work overtime they would be allotted time and a half overtime rate due to the co-operative matching agreement with the federal government.
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