

**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	765.67	765.67	770.67	770.67	765.67	770.67	5.00	0.65%
Personal Services	45,878,465	50,557,523	48,356,025	48,399,447	96,435,988	96,755,472	319,484	0.33%
Operating Expenses	79,068,886	98,776,819	79,117,159	79,405,923	177,845,705	158,523,082	(19,322,623)	(10.86%)
Equipment & Intangible Assets	423,744	1,622,412	438,744	423,744	2,046,156	862,488	(1,183,668)	(57.85%)
Capital Outlay	1,500	312,800	1,500	1,500	314,300	3,000	(311,300)	(99.05%)
Benefits & Claims	250	0	250	250	250	500	250	100.00%
<b>Total Costs</b>	<b>\$125,372,845</b>	<b>\$151,269,554</b>	<b>\$127,913,678</b>	<b>\$128,230,864</b>	<b>\$276,642,399</b>	<b>\$256,144,542</b>	<b>(\$20,497,857)</b>	<b>(7.41%)</b>
State Special	114,651,967	143,194,400	120,245,389	120,562,566	257,846,367	240,807,955	(17,038,412)	(6.61%)
Federal Special	10,720,878	8,075,154	7,668,289	7,668,298	18,796,032	15,336,587	(3,459,445)	(18.41%)
<b>Total Funds</b>	<b>\$125,372,845</b>	<b>\$151,269,554</b>	<b>\$127,913,678</b>	<b>\$128,230,864</b>	<b>\$276,642,399</b>	<b>\$256,144,542</b>	<b>(\$20,497,857)</b>	<b>(7.41%)</b>

**Program Description**

The Maintenance program is responsible for the repair, maintenance and preservation of approximately 25,000 lane miles of roadways. Activities include but are not limited to: winter maintenance, reactive and preventive pavement preservation, pavement marking, signing, roadway striping, noxious weed control, traveler information, disaster and emergency services coordination, MDT’s long range building program and state funded construction program, communications program, quality control, and any other necessary roadway and roadside repairs and maintenance. The Maintenance program is authorized by 2-15-2501(1), MCA; Title 60, MCA, and 23 USC 116.

**Program Highlights**

<b>Maintenance Program Major Budget Highlights</b>
<ul style="list-style-type: none"> <li>◆ Total funds would decline by \$20.5 million, or 7.4% in the 2015 biennium compared to the 2013 biennium but is an increase from the base year</li> <li>◆ Personal services would increase by 0.3%                             <ul style="list-style-type: none"> <li>• 5.0 new FTE are requested in this program</li> <li>• The new FTE would be funded with \$757,209 of state special revenue (HSRA-R)</li> </ul> </li> </ul>

**Program Discussion**

Including present law adjustments and new proposals, the Maintenance Program budget request is reduced in comparison with the 2013 biennium. However, the 2015 biennium budget would represent an increase over the base year, FY 2012. The growth in total costs from FY 2012 is 2.8% in FY 2014 and 3.1% in FY 2015. The proposed budget for the Maintenance Program includes budget increases for new maintenance concerns for both primary and secondary roads, as seen in the present law adjustments figure below. The program would also include the addition of 5.00 FTE to manage the increased workload.

**Funding**

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

Total Department Of Transportation Funding by Source of Authority 2015 Biennium Budget - Maintenance Program							
Funds	HB 2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	MCA Reference	Statutory Category
State Special Total	\$240,807,955	\$0	\$1,208,000	\$242,015,955	94.0%		
02349 Highway Non-restricted Account	\$15,799,606	\$0	\$0	\$15,799,606	6.1%		
02422 Highways Special Revenue	\$225,008,349	\$0	\$1,208,000	\$226,216,349	87.9%	17-7-502	Direct
Federal Special Total	\$15,336,587	\$0	\$0	\$15,336,587	6.0%		
03407 Highway Trust - Sp Rev	\$15,336,587	\$0	\$0	\$15,336,587	6.0%		
Total All Funds	\$256,144,542	\$0	\$1,208,000	\$257,352,542	100.0%		
<b>Percent - Total All Sources</b>	<b>99.5%</b>	<b>0.0%</b>	<b>0.5%</b>				

The Maintenance Program is primarily funded with the state special revenue from highways state special revenue funds. The funding proposal includes state special support from both the non-restricted account and the constitutionally restricted account. Federal special revenue also funds qualifying highway maintenance activities determined by the Federal Highway Administration to extend the life of the highway.

The maintenance program is also responsible for \$1.2 million of statutory authority for debt service payments related to U.S. Highway 93 bonds.

**Budget Summary by Category**

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

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2014	Budget Fiscal 2015	Biennium Fiscal 14-15	Percent of Budget	Budget Fiscal 2014	Budget Fiscal 2015	Biennium Fiscal 14-15	Percent of Budget
Base Budget	0	0	0	0.00%	125,372,845	125,372,845	250,745,690	97.89%
Statewide PL Adjustments	0	0	0	0.00%	(65,674)	51,472	(14,202)	(0.01%)
Other PL Adjustments	0	0	0	0.00%	2,606,507	2,806,547	5,413,054	2.11%
New Proposals	0	0	0	0.00%	0	0	0	0.00%
<b>Total Budget</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>		<b>\$127,913,678</b>	<b>\$128,230,864</b>	<b>\$256,144,542</b>	

**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					1,878,805					1,924,457
Vacancy Savings					(1,910,313)					(1,912,198)
Inflation/Deflation					(34,166)					39,213
<b>Total Statewide Present Law Adjustments</b>		<b>\$0</b>	<b>\$2,986,915</b>	<b>(\$3,052,589)</b>	<b>(\$65,674)</b>		<b>\$0</b>	<b>\$3,104,052</b>	<b>(\$3,052,580)</b>	<b>\$51,472</b>
DP 301 - Secondary Roads Maintenance	0.00	0	188,864	0	188,864	0.00	0	204,256	0	204,256
DP 303 - Expanded Transportation Infrastructure	5.00	0	384,023	0	384,023	5.00	0	373,186	0	373,186
DP 305 - Equipment Rental	0.00	0	(551,125)	0	(551,125)	0.00	0	(355,924)	0	(355,924)
DP 306 - OT/Differential	0.00	0	2,248,653	0	2,248,653	0.00	0	2,248,653	0	2,248,653
DP 307 - Maintenance Contracts	0.00	0	34,368	0	34,368	0.00	0	34,652	0	34,652
DP 308 - Noxious Weeds	0.00	0	215,724	0	215,724	0.00	0	215,724	0	215,724
DP 310 - Rest Area Maintenance	0.00	0	86,000	0	86,000	0.00	0	86,000	0	86,000
<b>Total Other Present Law Adjustments</b>	<b>5.00</b>	<b>\$0</b>	<b>\$2,606,507</b>	<b>\$0</b>	<b>\$2,606,507</b>	<b>5.00</b>	<b>\$0</b>	<b>\$2,806,547</b>	<b>\$0</b>	<b>\$2,806,547</b>
<b>Grand Total All Present Law Adjustments</b>	<b>5.00</b>	<b>\$0</b>	<b>\$5,593,422</b>	<b>(\$3,052,589)</b>	<b>\$2,540,833</b>	<b>5.00</b>	<b>\$0</b>	<b>\$5,910,599</b>	<b>(\$3,052,580)</b>	<b>\$2,858,019</b>

DP 301 - Secondary Roads Maintenance - The executive requests funding for the maintenance of an additional 49.1 secondary road lane miles in the 2015 biennium in addition to the 6,064 miles currently maintained. The additional miles are shown in the table below.

Additional State Secondary Miles Request - DP 301				
Secondary Road	Section	Additional Miles to Maintain		
		2014	2015	2015 Biennium
2KM N of Jct MT 200-N	RP 1.3 to 8.1	6.8		6.8
11KM N of Libby-N	RP 7.0 to 12.0	5.0		5.0
Jct MT 43 - North	RP 18.5 to 22.0	3.5		3.5
Moose Cr - N&S	RP 15.0 to 18.7	0.0	3.7	3.7
JCT S-284-W	RP 5.0 to 9.2	4.2		4.2
JCT US 2 North	RP 0.0 to 10.8	10.8		10.8
W of Richey - West	RP 44.2 to 55.4	11.2		11.2
4KM North of Ryegate North	RP 60.7 to 63.2	<u>3.9</u>		<u>3.9</u>
Total additional lane miles		<u>45.4</u>	<u>3.7</u>	<u>49.1</u>

This request would be funded entirely with state special revenues from the HSRA-R fund.

DP 303 - Expanded Transportation Infrastructure – The executive requests an increase in 5.00 FTE and increased appropriation authority from state special revenue (HSRA-R) for additional road maintenance responsibility due to the increase in lane miles and infrastructure from highway construction projects. This request addresses additional operational costs associated with winter maintenance operations and normal maintenance activities including surface, shoulders, and roadside maintenance.

DP 305 - Equipment Rental - The executive requests a reduction of operational expenses from state special revenue funding (HSRA-R) for equipment usage and associated rate changes from MDT's Equipment Program. For more information, refer to the LFD Comments in the Agency Summary, Agency-Wide Decision Packages, section of this report.

DP 306 - OT/Differential - The executive requests an increase in personal services costs from state special revenue (HSRA-R) to reestablish base year overtime and differential pay with associated benefits. All expenses in FY 2012 for this purpose are removed from the base and must be requested in the 2015 biennium in a DP.

DP 307 - Maintenance Contracts – The executive requests an increase of state special revenue (HSRA-R) for contract maintenance costs for the City of Missoula and Lincoln County.

DP 308 - Noxious Weeds – The executive requests an adjustment of base expenditures to the original FY 2012 budget.

DP 310 - Rest Area Maintenance – The executive requests increased state special revenue (HSRA-R) appropriation authority for supplies and maintenance at the new rest area in Conrad.