



# MONTANA LEGISLATIVE BRANCH

## Legislative Fiscal Division

Room 110 Capitol Building \* P.O. Box 201711 \* Helena, MT 59620-1711 \* (406) 444-2986 \* FAX (406) 444-3036

Director  
AMY CARLSON

DATE: May 29, 2014  
TO: Legislative Finance Committee  
FROM: Taryn Purdy  
RE: Required Reports

With the exception of the standard reports on budget amendments and operating plan changes and program transfers meeting the requirements for Legislative Finance Committee (LFC) review, there are only two other reports required for this meeting of the LFC. Both reports are the subject of separate agenda items:

- o Exceptions to information technology (IT) policy
- o The Medicaid cost estimate and budget status report

Because these items are separate agenda items with accompanying reports, they are not addressed in this report.

## OPERATING PLANS AND PROGRAM TRANSFERS

The Governor's Office submitted one operating plan change and two program transfers for committee review prior to approval. The operating plan change would transfer \$105,300 from operating expenses to transfers in the Department of Public Health and Human Services (DPHHS). The Office of the Commissioner of Higher Education would transfer \$113,500 from administration to the campuses for a responsible drinking initiative.

In DPHHS, the department would transfer \$3.6 million federal authority from the Health and Community Services Division to the Disability Services Division and the Addictive and Mental Disabilities Division. This transfer would free up general fund that would then be transferred to the Health Resources Division for Medicaid expenditures. This program transfer would partially offset a portion of the anticipated shortfall in general fund noted in the Medicaid Monitoring Report.

Staff didn't note any legal issues.

The reports from the Office of Budget and Program Planning (OBPP) are attached.

## BUDGET AMENDMENTS

As of May 29, 2014 the Legislative Finance Division (LFD) received notification of 29 budget amendments certified by the Governor since the March 2014 LFC meeting totaling \$5.1 million

in FY 2014 and \$0.4 million in FY 2015. The report by Kris Wilkinson with the full listing is included in this section.

**OFFICE OF THE GOVERNOR  
BUDGET AND PROGRAM PLANNING  
STATE OF MONTANA**

STEVE BULLOCK  
GOVERNOR



PO Box 200802  
HELENA, MONTANA 59620-0802

**To:** Amy Carlson, Legislative Fiscal Analyst  
Legislative Fiscal Division

**From:** Dan Villa, Budget Director   
Office of Budget & Program Planning

**Date:** May 29<sup>th</sup>, 2014

**Subject:** **LFC Review & Comment on Operating Budget Changes and Program Transfers**

In accordance with 17-7-138 and -139, MCA, the Governor's Office of Budget and Program Planning is submitting one operational plan change that exceeds \$75,000 and 25% of a budget category or \$1 million for review and comment at the June Legislative Finance Committee meeting

We have reviewed the request and find it to be in compliance with state and federal laws and policies. Your staff has also reviewed this document and has no issues with the transactions. Please let us know if you have questions or wish additional information.

CC: Taryn Purdy ✓  
Scott Sim

<u>Budget Change Documents that Trigger</u>				
<u>Information submitted for the June 2014 LFC meeting</u>				
<u>Agency #</u>	<u>Agency Name</u>	<u>Doc #</u>	<u>Brief Explanation</u>	<u>Fiscal Year</u>
<b>Documents Being Held for Comment</b>				
69010	Public Health & Human Services	860 OP280	This op plan adjustment is necessary to properly record inter-agency expenditures associated with Memorandums of Understanding between CFSD and the Department of Justice for MCSART Training and providing independent legal services in child abuse and neglect cases. (\$105,300 transfer from Operating to Transfers)	2014

OFFICE OF THE GOVERNOR  
BUDGET AND PROGRAM PLANNING  
STATE OF MONTANA

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LEGISLATIVE  
FISCAL ANALYST

STEVE BULLOCK  
GOVERNOR



PO Box 200802  
HELENA, MONTANA 59620-0802

**To:** Amy Carlson, Legislative Fiscal Analyst  
Legislative Fiscal Division

**From:** Dan Villa, Budget Director *Dan Villa*  
Office of Budget & Program Planning

**Date:** June 3rd, 2014

**Subject:** LFC Review & Comment on Operating Budget Changes and Program Transfers

In accordance with 17-7-138 and -139, MCA, the Governor's Office of Budget and Program Planning is submitting two program transfers that exceed \$75,000 and 25% of a budget category or \$1 million for review and comment at the June Legislative Finance Committee meeting

We have reviewed the request and find it to be in compliance with state and federal laws and policies. Your staff has also reviewed this document and has no issues with the transactions. Please let us know if you have questions or wish additional information.

CC: Taryn Purdy  
Scott Sim  
Frieda Houser

**Budget Change Documents that Trigger**

**Information submitted for the June 2014 LFC meeting - letter 2**

<u>Agency #</u>	<u>Agency Name</u>	<u>Doc #</u>	<u>Brief Explanation</u>	<u>Fiscal Year</u>
<b>Documents Being Held for Comment</b>				
69010	Public Health & Human Services	PT 298	A Program Transfer of federal authority from the Human and Community Services Division to cover additional federal funds received in the Disability Services Division and Addictive and Mental Disorders Division is requested. HCSD has available federal fund authority as the SNAP expenditures are projected to be less than budgeted and the DSD and AMDD has a need for the federal authority to fund overtime and holidays worked. General fund authority is being moved from the DSD and AMDD to the Health Resources Division to provide funding for Medicaid expenditures. There is no change to the overall department's operational plan.	2014
	Office of Commissioner of Higher Education	PT 132	The transaction moves \$113, 500 from the Administration/Regents Priorities budget to the campuses to fund a responsible drinking initiative.	2014