



MONTANA LEGISLATIVE BRANCH

Legislative Fiscal Division

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Director
AMY CARLSON

DATE: September 16, 2015
TO: Legislative Finance Committee
FROM: Kris Wilkinson, Senior Fiscal Analyst
RE: Allocations of Funding

Included in HB 2 within the Office of Budget and Program Planning (OBPP) of the Governor's Office were three appropriations:

- Employee pay and state share - \$12.8 million in FY 2016, \$39.0 million in FY 2017
- Personal services contingency base funding - \$5.7 million each year of the biennium
- Contingency base funding - \$8.1 million in FY 2016, \$10.7 million in FY 2017

As part of the establishment of state agency operating budgets the Governor's Office has allocated these appropriations to various state agencies. The purpose of the memorandum is provide a summary of these distributions, by fiscal year, agency, and fund type.

The legislature provided the Executive Branch with funding to implement increases in employee hourly pay by:

- \$0.50 an hour beginning the first complete pay period that includes January 15, 2016
- \$0.50 an hour beginning the first complete pay period that includes January 15, 2017

Increases in the state share of contributions to employee benefits were also provided including:

- 10% increase in FY 2016, from \$887 a month to \$976
- 8% increase in FY 2017, from \$976 a month to \$1,054

The following figure shows the distributions of the employee pay and state share contributions made by OBPP.

Legislative Finance Committee
September 24-25, 2015 EXHIBIT 8

Governor's Office Distributions of Pay Plan										
Agency	FY 2016					FY 2017				
	General Fund	State Special	Federal Special	Proprietary	Total	General Fund	State Special	Federal Special	Proprietary	Total
Governor's Office	\$63,459	\$0	\$0	\$0	\$63,459	\$191,623	\$0	\$0	\$0	\$191,623
Secretary of State	0	0	0	0	0	0	0	0	0	0
Commissioner of Political Practices	7,735	0	0	0	7,735	23,394	0	0	0	23,394
State Auditor's Office	0	91,690	0	0	91,690	0	279,674	0	0	279,674
Office of Public Instruction	76,387	2,921	103,618	0	182,926	230,607	8,868	315,889	0	555,364
Board of Crime Control	15,621	45	3,893	0	19,559	47,220	137	11,880	0	59,237
Department of Justice	327,477	497,713	9,938	14,872	850,000	989,009	1,519,236	30,211	45,166	2,583,622
Public Service Commission	0	40,212	0	0	40,212	0	122,366	0	0	122,366
Board of Public Education	3,315	0	0	0	3,315	10,025	0	0	0	10,025
Montana School for the Deaf and Blind	108,709	0	0	0	108,709	327,457	0	0	0	327,457
Montana Arts Council	2,873	2,321	3,026	0	8,220	8,662	7,069	9,211	0	24,942
Montana Library Commission	30,889	2,112	1,968	0	34,969	93,272	6,441	6,004	0	105,717
Montana Historical Society	52,705	845	10,216	4,087	67,853	159,144	2,577	31,153	12,410	205,284
Department of Fish, Wildlife, and Parks	0	572,544	211,099	0	783,643	0	1,745,558	641,736	0	2,387,294
Department of Environmental Quality	49,720	186,719	176,982	0	413,421	150,395	570,767	539,756	0	1,260,918
Department of Transportation	0	1,666,187	643,285	0	2,309,472	0	5,083,228	1,962,351	0	7,045,579
Department of Livestock	26,416	115,149	18,788	0	160,353	79,790	351,177	57,252	0	488,219
Department of Natural Resources and Conservation	353,152	243,801	8,263	0	605,216	1,064,532	743,631	25,189	0	1,833,352
Department of Revenue	701,369	0	0	35,442	736,811	2,119,338	0	0	107,551	2,226,889
Department of Administration	63,031	63,888	0	34,785	161,704	190,427	194,957	0	105,600	490,984
Office of the Public Defender	283,086	0	0	0	283,086	855,376	0	0	0	855,376
Department of Agriculture	10,291	102,846	8,865	6,809	128,811	30,332	314,390	27,090	20,923	392,735
Department of Corrections	1,421,084	2,838	0	0	1,423,922	4,296,480	8,652	0	0	4,305,132
Department of Commerce	27,993	17,039	13,795	0	58,827	84,644	51,985	41,986	0	178,615
Department of Labor and Industry	24,684	433,137	311,384	0	769,205	74,551	1,321,776	948,928	0	2,345,255
Department of Military Affairs	73,780	0	148,360	0	222,140	223,050	0	452,534	0	675,584
Department of Public Health and Human Services	1,746,020	305,187	1,183,433	0	3,234,640	5,519,728	930,749	3,607,662	0	10,058,139
Total Pay Plan	\$5,469,796	\$4,347,194	\$2,856,913	\$95,995	\$12,769,898	\$16,769,056	\$13,263,238	\$8,708,832	\$291,650	\$39,032,776

Allocations by fiscal year and fund type are shown for each applicable state agency.

The 2015 Legislature also included funding for personal services contingency base funding. Language included in HB 2 allows the funds to be allocated at the discretion of the Governor and may be included in the executive's proposed budget in the following biennium. Language also restricted the number of additional FTE to no more than 10.00 for inclusion in the 2019 biennium budget. The following figure reflects the allocations of funding and FTE to various state agencies.

Personal Services Contingency Base Allocations 2017 Biennium												
State Agency	FTE	FY 2016					FY 2017					
		General Fund	State Special	Federal Special	Proprietary	Total	General Fund	State Special	Federal Special	Proprietary	Total	
Commissioner of Political Practices	1.00	\$103,914	\$0	\$0	\$0	\$103,914	1.00	\$104,812	\$0	\$0	\$0	\$104,812
Department of Justice	1.00	0	75,000	0	0	75,000	1.00	0	75,000	0	0	75,000
Office of the Commissioner of Higher Education	0.00	0	0	119,504	0	119,504	0.00	0	0	124,685	0	124,685
Montana Historical Society	0.00	0	0	15,879	0	15,879	0.00	0	0	15,879	0	15,879
Department of Fish, Wildlife, and Parks	0.00	0	472,535	0	0	472,535	0.00	0	472,535	0	0	472,535
Department of Transportation	0.00	0	0	235,000	0	235,000	0.00	0	0	265,000	0	265,000
Department of Livestock	1.00	49,177	0	49,177	0	98,354	1.00	49,088	0	49,088	0	98,176
Department of Natural Resources and Conservation	0.00	155,372	102,399	15,293	0	273,064	0.00	1,877	22,904	15,293	0	40,074
Department of Revenue	0.00	323,391	0	0	43,767	367,158	0.00	290,016	0	0	43,587	333,603
Department of Administration	0.00	136,602	47,952	0	0	184,554	0.00	126,287	38,945	0	0	165,232
Office of the Public Defender	4.00	1,155,887	0	0	0	1,155,887	4.00	1,358,264	0	0	0	1,358,264
Department of Corrections	2.00	520,578	0	0	0	520,578	2.00	520,578	0	0	0	520,578
Department of Commerce	0.00	0	86,086	0	0	86,086	0.00	0	85,894	0	0	85,894
Department of Labor and Industry	0.00	0	1,164,185	380,835	0	1,545,020	0.00	0	1,263,874	331,512	0	1,595,386
Department of Military Affairs	0.00	0	0	230,000	0	230,000	0.00	0	0	230,000	0	230,000
Department of Public Health and Human Services	1.00	0	0	240,102	0	240,102	1.00	0	0	259,057	0	259,057
Total	10.00	\$2,444,921	\$1,948,157	\$1,285,790	\$43,767	\$5,722,635	10.00	\$2,450,922	\$1,959,152	\$1,290,514	\$43,587	\$5,744,175

HB 2 included authority for contingency base funding and directed the allocations to be done at the discretion of the budget director to provide for other costs such as operating expenses. The funding can be included in the executive's proposed budget in the 2019 biennium. Language restricted the funding from being provided to the Office of Public Instruction for implementation

of a prekindergarten or public preschool program. Allocations that have been provided are reflected in the following figure.

Contingency Base Funding Allocations 2017 Biennium								
State Agency	FY 2016				FY 2017			
	General Fund	State Special	Federal	Total	General Fund	State Special	Federal	Total
Judicial Branch	\$0	\$0	\$50,000	\$50,000	\$0	\$0	\$0	\$0
Office of Public Instruction	24,540	0	0	24,540	24,540	0	0	24,540
Office of the Commissioner of Higher Education	0	0	426,017	426,017	0	0	1,820,105	1,820,105
Department of Fish, Wildlife, and Parks	0	265,728	750,000	1,015,728	0	367,972	750,000	1,117,972
Department of Transportation	0	377,894	0	377,894	0	702,334	0	702,334
Department of Natural Resources and Conservation	1,550,000	0	100,000	1,650,000	1,700,000	0	200,000	1,900,000
Department of Revenue	556,688	0	0	556,688	500,678	0	0	500,678
Department of Administration	20,000	0	0	20,000	15,000	0	0	15,000
Office of the Public Defender	600,000	0	0	600,000	600,000	0	0	600,000
Department of Corrections	72,728	0	0	72,728	28,860	0	0	28,860
Department of Commerce	250,000	2,503,129	0	2,753,129	100,000	2,604,722	0	2,704,722
Department of Labor and Industry	0	200,000	40,000	240,000	0	200,000	40,000	240,000
Department of Military Affairs	0	0	350,000	350,000	0	0	350,000	350,000
Department of Public Health and Human Services	0	0	0	0	0	0	658,204	658,204
Total Allocations	\$3,073,956	\$3,346,751	\$1,716,017	\$8,136,724	\$2,969,078	\$3,875,028	\$3,818,309	\$10,662,415

Fiscal division staff will include examination of the allocations of personal services contingency base and contingency base funding as part of the budget status report for FY 2016 that will be provided to the Legislative Finance Committee at its December 2015 meeting.