

Agency Legislative Budget

The following table summarizes the total legislative budget for the agency by year, type of expenditure, and source of funding. Also included in the table is the HB 447 pay plan allocation.

Agency Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	57.68	(0.84)	2.75	59.59	(0.84)	2.75	59.59	59.59
Personal Services	2,275,999	221,509	(43,620)	2,453,888	220,374	83,669	2,580,042	5,033,930
Operating Expenses	1,254,988	114,536	(128,346)	1,241,178	85,315	(128,088)	1,212,215	2,453,393
Equipment	9,910	75,668	0	85,578	892	0	10,802	96,380
Grants	194,795	0	0	194,795	0	0	194,795	389,590
Transfers	46,752	0	0	46,752	0	0	46,752	93,504
Total Costs	\$3,782,444	\$411,713	(\$171,966)	\$4,022,191	\$306,581	(\$44,419)	\$4,044,606	\$8,066,797
General Fund	1,715,418	238,053	151,417	2,104,888	143,144	232,358	2,090,920	4,195,808
State/Other Special	517,318	38,337	(405,001)	150,654	37,256	(384,412)	170,162	320,816
Federal Special	720,896	70,645	3,617	795,158	69,893	9,437	800,226	1,595,384
Proprietary	828,812	64,678	78,001	971,491	56,288	98,198	983,298	1,954,789
Total Funds	\$3,782,444	\$411,713	(\$171,966)	\$4,022,191	\$306,581	(\$44,419)	\$4,044,606	\$8,066,797

Agency Description

The Montana Historical Society (MHS), authorized by Title 22-3-101, MCA, exists for the use, learning, culture, and enjoyment of the citizens of, and visitors to, the State of Montana. The society acquires, preserves, and protects historical records, art, archives, museum objects, historical places, sites, and monuments. The society maintains a library and a historical museum, provides educational programs and services for teachers and the general public, and publishes the state historical magazine and newsletter. The society also administers preservation and antiquities acts, supports commissions with state historical orientation, and provides technical assistance to all Montana museums, historical societies, preservation programs, and owners of historic resources.

Agency Highlights

Montana Historical Society Major Budget Highlights
<p>The legislature approved a 2007 biennium budget that is \$501,000 greater than the FY 2004 base year primarily due to:</p> <ul style="list-style-type: none"> ◆ A general fund increase of \$287,000 for the 2007 biennium pay plan ◆ Restricted, one-time-only general fund of \$75,000 for computer and security equipment ◆ The addition of \$200,880 over the biennium for 2.0 FTE in state records archivist positions ◆ Statewide and other present law adjustments ◆ Increased authority to expend \$131,000 of proprietary funds for costs associated with public requests, maintenance of the historic Governor’s Mansion, and 0.75 FTE <p>The legislature also approved language requesting \$1.1 million from the Department of Commerce in facility lodging tax for society projects for the 2007 biennium.</p>

Summary of Legislative Action

The legislature approved a total budget that is about \$500,000 over the FY 2004 base that includes \$1.4 million for increases in statewide and other present law adjustments, the addition of two new state archivists, authority to spend proprietary revenue from fees and sales, the purchase of computer and security equipment, and to implement the pay plan. The legislature reduced the budget by \$847,000 in state special revenue to eliminate a double appropriation in facility lodging tax, and by \$53,000 to permanently remove 0.84 FTE.

The general fund increase primarily maintains funding at the level of prior biennia while allowing the Historical Society to implement the 2007 biennium pay plan and to better meet two statutory obligations. A one-time-only appropriation of \$55,000 allows the Historical Society to replace and upgrade security systems and equipment to ensure the mandated protection of artwork, artifacts and archives at risk, including the C.M. Russell collection. A \$200,880 appropriation supports the addition of 2.0 FTE in state records archivist positions to allow the society to perform assessment, preservation, cataloging, and archiving of state records, and to better meet its mandate to receive, store, and provide permanent public access to non-current state government records. Incoming items include an annual average of 1,500 books, 200 maps, 600 microfilm reels, and 20,000 pictures in addition to all of the paper records from all branches of state government.

The reduction in state special revenue reflected in the funding chart does not reduce the services provided by the society. The decrease reflects the elimination of a double appropriation in lodging facility use taxes between the Department of Commerce and the society. Previous legislatures requested, through a language appropriation, that the Department of Commerce use a portion of the facility lodging use tax for Historical Society projects. The department complied, and provided funds as the Historical Society billed the Department for costs. Both agencies included the amount in their budget. The legislature eliminated the double appropriation while maintaining the intent of the legislature as stated in the language in HB 2.

Funding

The following figure summarizes funding for the agency, by program and source, as adopted by the Legislature. Funding for each program is discussed in detail in the individual program narratives that follow.

Total Agency Funding 2007 Biennium Legislative Budget						
Agency Program	General Fund	State Spec.	Fed Spec.	Proprietary	Grand Total	Total %
01 Administration Program	\$ 2,035,933	\$ 158,194	\$ 279,855	\$ 885,729	\$ 3,359,711	41.6%
02 Library Program	1,559,479	5,304	-	136,275	1,701,058	21.1%
03 Museum Program	414,985	112,637	-	23,229	550,851	6.8%
04 Publications Program	101,174	-	-	899,556	1,000,730	12.4%
06 Historic Preservation Program	84,237	44,681	1,315,529	10,000	1,454,447	18.0%
Grand Total	\$ 4,195,808	\$ 320,816	\$ 1,595,384	\$ 1,954,789	\$ 8,066,797	100.0%

Other Legislation

House Bill 17 – This bill requires that all money received by the Montana Historical Society through donations, gifts, bequests, or legacies be used for general operations of the society if the donations are over \$500 and otherwise undesignated, and directs revenues earned from sales of donated items to be placed in the acquisitions trust. There is no guarantee of the size or quantity of undesignated donations; annual donations averaged \$2,676 over the last three fiscal years.

House Bill 301 – This bill provides revenue from the sale of Lewis and Clark Bicentennial specialty license plates to the Montana Historical Society and the Department of Commerce beginning January 1, 2007 for projects related to Lewis and Clark. The revenue is to be split one-fourth to the Historical Society and three-fourth to the Department of Commerce. The estimated share for the Historical Society, which will be available for FY 2007, is \$18,787.

House Bill 540 – This bill appropriates bond proceeds to the Department of Administration for management of capital projects. One of the projects is for \$7.5 million towards a new building for the Montana Historical Society that would expand the society’s present leased space of 90,000 gross square feet to at least 200,000 square feet. Present estimates indicate that on-going operation and maintenance costs of \$2 million to the Historical Society would be partially off-set by in-filling the current leased space to generate \$.8 million for the state, and renting the 50,000 square feet of unused space in the new facility at \$15 per square foot per year to generate \$1.5 million.

House Bill 5 – This bill provides \$30,000,000 in private authority to allow the Montana Historical Society to raise funds in grants and donations, and to allow the Department of Administration to expend these funds on costs related to the society’s new building project.

This bill also provides \$1,000,000 in authority to the Department of Administration to spend private donations raised by the Historical Society on the renovation of the Haynes Gallery Area, which will most likely be completed prior to the next legislative session. The renovated gallery area will be moved in tact should the society relocate.

House Bill 27 – This bill allows the Montana Historical Society to conduct a biennial review rather than a quarterly audit of nonprofit corporations that manage state-owned historic sites or buildings, or to conduct an audit when determined necessary. This adjustment allows the society to better balance its mandated workload to existing staff.

Executive Budget Comparison

The following table compares the legislative budget for the 2007 biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Base Budget Fiscal 2004	Executive Budget Fiscal 2006	Legislative Budget Fiscal 2006	Leg – Exec. Difference Fiscal 2006	Executive Budget Fiscal 2007	Legislative Budget Fiscal 2007	Leg – Exec. Difference Fiscal 2007	Biennium Difference Fiscal 06-07
FTE	57.68	57.59	59.59	2.00	57.59	59.59	2.00	
Personal Services	2,275,999	2,527,432	2,453,888	(73,544)	2,526,256	2,580,042	53,786	(19,758)
Operating Expenses	1,254,988	1,405,124	1,241,178	(163,946)	1,375,903	1,212,215	(163,688)	(327,634)
Equipment	9,910	75,578	85,578	10,000	20,802	10,802	(10,000)	0
Grants	194,795	194,795	194,795	0	194,795	194,795	0	0
Transfers	46,752	46,752	46,752	0	46,752	46,752	0	0
Total Costs	\$3,782,444	\$4,249,681	\$4,022,191	(\$227,490)	\$4,164,508	\$4,044,606	(\$119,902)	(\$347,392)
General Fund	1,715,418	1,943,471	2,104,888	161,417	1,868,562	2,090,920	222,358	383,775
State/Other Special	517,318	555,655	150,654	(405,001)	554,574	170,162	(384,412)	(789,413)
Federal Special	720,896	791,541	795,158	3,617	790,789	800,226	9,437	13,054
Proprietary	828,812	959,014	971,491	12,477	950,583	983,298	32,715	45,192
Total Funds	\$3,782,444	\$4,249,681	\$4,022,191	(\$227,490)	\$4,164,508	\$4,044,606	(\$119,902)	(\$347,392)

The legislature reduced the total executive budget nearly \$350,000 by eliminating a double appropriation in state special revenue facility lodging use tax, while increasing general fund by \$200,880 to fund two state records archivist positions and related operating costs, and \$287,000 to implement the pay plan provided in HB 447.

Language

The legislature approved the following language for inclusion in HB2:

"It is the intent of the legislature that the department of commerce use lodging facility use taxes to fund \$625,703 in fiscal year 2006 and \$521,562 in fiscal year 2007 for the Montana historical society. This would be expended as follows:

Historical Interpretation	\$197,631	\$190,392
Scriver Collection	128,072	131,170
Lewis and Clark Exhibit and Interpretation	100,000	100,000
Lewis and Clark Bicentennial Commission	200,000	100,000

The Lewis and Clark bicentennial commission intends to terminate its activities December 31, 2006, reducing the need for lodging facility use tax in fiscal year 2007 to \$100,000."

Program Legislative Budget

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is the HB 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	17.58	0.00	0.75	18.33	0.00	0.75	18.33	18.33
Personal Services	727,347	69,612	37,353	834,312	69,014	77,537	873,898	1,708,210
Operating Expenses	703,321	133,786	(34,178)	802,929	104,355	(34,178)	773,498	1,576,427
Equipment	0	75,074	0	75,074	0	0	0	75,074
Total Costs	\$1,430,668	\$278,472	\$3,175	\$1,712,315	\$173,369	\$43,359	\$1,647,396	\$3,359,711
General Fund	864,130	170,116	17,577	1,051,823	74,689	45,291	984,110	2,035,933
State/Other Special	115,933	31,449	(67,717)	79,665	30,313	(67,717)	78,529	158,194
Federal Special	88,686	44,746	3,617	137,049	44,683	9,437	142,806	279,855
Proprietary	361,919	32,161	49,698	443,778	23,684	56,348	441,951	885,729
Total Funds	\$1,430,668	\$278,472	\$3,175	\$1,712,315	\$173,369	\$43,359	\$1,647,396	\$3,359,711

Program Description

The Administration Program provides supervision, administration, and coordination of the five programs in the Montana Historical Society. Program staff is responsible for the management, planning, direction, and leadership of the society. Activities include public information, payroll/personnel, fund raising, financial reporting, business management, security, building management, community outreach, historic research, and historic interpretation.

Program Highlights

Administration Program Major Budget Highlights
<p>The legislature approved a budget that is \$500,000 greater than the FY 2004 base year primarily due to:</p> <ul style="list-style-type: none"> ◆ Increased authority to expend \$91,000 of proprietary funds ◆ A general fund increase of \$90,900 to implement the pay plan ◆ One-time-only funding of \$75,000 for computer and security equipment upgrades and replacements ◆ Statewide present law adjustments

Funding

The following table shows program funding, by source, for the base year and for the 2007 biennium as adopted by the legislature.

		Program Funding Table					
		Administration Program					
Program Funding		Base	% of Base	Budget	% of Budget	Budget	% of Budget
		FY 2004	FY 2004	FY 2006	FY 2006	FY 2007	FY 2007
01000	Total General Fund	\$ 864,130	60.4%	\$ 1,051,823	61.4%	\$ 984,110	59.7%
	01100 General Fund	864,130	60.4%	1,051,823	61.4%	984,110	59.7%
02000	Total State Special Funds	115,933	8.1%	79,665	4.7%	78,529	4.8%
	02007 Accomodations Tax	67,717	4.7%	-	-	-	-
	02041 Mt Hist. Society Donations	48,216	3.4%	79,665	4.7%	78,529	4.8%
03000	Total Federal Special Funds	88,686	6.2%	137,049	8.0%	142,806	8.7%
	03021 Historic Sites Preservation	88,686	6.2%	137,049	8.0%	142,806	8.7%
06000	Total Proprietary Funds	361,919	25.3%	443,778	25.9%	441,951	26.8%
	06071 Merchandise - Historical Soc	284,238	19.9%	328,502	19.2%	327,785	19.9%
	06073 Historical Society Management	77,681	5.4%	115,276	6.7%	114,166	6.9%
Grand Total		<u>\$ 1,430,668</u>	<u>100.0%</u>	<u>\$ 1,712,315</u>	<u>100.0%</u>	<u>\$ 1,647,396</u>	<u>100.0%</u>

This program is funded with general fund; state special revenue funds from donations; federal funds from administration of National Parks Service programs; and proprietary funds from charges to the Lewis and Clark Commission for services provided by the Montana Historical Society, museum entrance fees, and merchandise sales.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative 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 2006-----					-----Fiscal 2007-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					102,820					102,194
Vacancy Savings					(33,208)					(33,180)
Inflation/Deflation					(2,359)					(2,348)
Fixed Costs					136,145					106,703
Total Statewide Present Law Adjustments					\$203,398					\$173,369
DP 1 - Security Equipment Replacement - OTO	0.00	55,074	0	0	55,074	0.00	0	0	0	0
DP 7000 - Computer Server Replacement -OTO	0.00	20,000	0	0	20,000	0.00	0	0	0	0
Total Other Present Law Adjustments	0.00	\$75,074	\$0	\$0	\$75,074	0.00	\$0	\$0	\$0	\$0
Grand Total All Present Law Adjustments					\$278,472					\$173,369

DP 1 - Security Equipment Replacement - OTO - The legislature approved one-time-only, restricted general fund of \$55,074 for replacement of security systems and equipment within the Historical Society's galleries and exhibits to ensure the protection and security of artwork, artifacts and archives at risk, including the C.M. Russell collection.

DP 7000 - Computer Server Replacement -OTO - The legislature approved a biennial, one-time-only, restricted general fund appropriation of \$20,000 for two servers. Any remaining balance may be used by the society for priority computer equipment needs.

New Proposals

New Proposals										
Program	-----Fiscal 2006-----					-----Fiscal 2007-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 4 - Entrance Fee Collection and Exhibits										
01	0.75	0	0	0	27,219*	0.75	0	0	0	27,178*
DP 10 - Registration Fees										
01	0.00	0	0	0	18,305*	0.00	0	0	0	18,305*
DP 222 - Eliminate lodging facility use tax appropriation										
01	0.00	0	(67,717)	0	(67,717)	0.00	0	(67,717)	0	(67,717)
DP 6010 - 2007 Biennium Pay Plan - HB 447										
01	0.00	17,577	0	3,617	25,368*	0.00	45,291	0	9,437	65,593*
Total	0.75	\$17,577	(\$67,717)	\$3,617	\$3,175*	0.75	\$45,291	(\$67,717)	\$9,437	\$43,359*

DP 4 - Entrance Fee Collection and Exhibits - The legislature approved spending authority of \$54,397 proprietary funds from museum entrance fees over the biennium for 0.75 FTE to provide fee collection for the museum and additional funding for the Museum Program.

DP 10 - Registration Fees - The legislature approved authority to expend fees charged to participants for the Montana History Conference. Of the \$18,300 approved for each year, \$12,700 goes toward personal services, \$1,000 to outside consultants, and \$4,600 to printing and graphics, mailing, shipping, and handling.

DP 222 - Eliminate lodging facility use tax appropriation - The legislature removed \$67,717 of state special revenue increases each year of the biennium from the Montana Historical Society budget to eliminate a double appropriation between the Department of Commerce and the society. This DP eliminates the double appropriation of lodging facility tax while maintaining the intent of the legislature as stated in the language in HB 2.

DP 6010 - 2007 Biennium Pay Plan - HB 447 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.

Program Legislative Budget

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is the House Bill 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	14.25	(0.16)	2.00	16.09	(0.16)	2.00	16.09	16.09
Personal Services	568,431	45,175	89,339	702,945	44,924	122,223	735,578	1,438,523
Operating Expenses	101,901	(588)	19,170	120,483	(583)	19,428	120,746	241,229
Equipment	9,910	594	0	10,504	892	0	10,802	21,306
Total Costs	\$680,242	\$45,181	\$108,509	\$833,932	\$45,233	\$141,651	\$867,126	\$1,701,058
General Fund	600,422	42,651	120,627	763,700	42,655	152,702	795,779	1,559,479
State/Other Special	24,066	1,314	(22,756)	2,624	1,370	(22,756)	2,680	5,304
Federal Special	0	0	0	0	0	0	0	0
Proprietary	55,754	1,216	10,638	67,608	1,208	11,705	68,667	136,275
Total Funds	\$680,242	\$45,181	\$108,509	\$833,932	\$45,233	\$141,651	\$867,126	\$1,701,058

Program Description

The Library Program consists of the library, archives, and photo archives functions. This program acquires, organizes, preserves, and makes accessible to the public published materials, historic records and manuscripts, photographs and related media, and oral history illustrative of the history of Montana, the surrounding region, and the Trans-Mississippi West. This program houses the official Archives of State Government and the Legislature. It assists researchers seeking historical information.

Program Highlights

Library Program Major Budget Highlights
<p>The legislature approved a budget that is \$340,000 greater than the FY 2004 base year primarily due to:</p> <ul style="list-style-type: none"> ◆ Increased authority to expend \$20,000 of proprietary funds ◆ The addition of \$200,880 over the biennium for 2.0 FTE in state records archivist positions ◆ Statewide present law adjustments ◆ A general fund increase of \$74,800 to implement the pay plan

Funding

The following table shows program funding, by source, for the base year and for the 2007 biennium as adopted by the legislature.

Program Funding Table							
Library Program							
Program Funding		Base	% of Base	Budget	% of Budget	Budget	% of Budget
		FY 2004	FY 2004	FY 2006	FY 2006	FY 2007	FY 2007
01000	Total General Fund	\$ 600,422	88.3%	\$ 763,700	91.6%	\$ 795,779	91.8%
	01100 General Fund	600,422	88.3%	763,700	91.6%	795,779	91.8%
02000	Total State Special Funds	24,066	3.5%	2,624	0.3%	2,680	0.3%
	02007 Accomodations Tax	22,756	3.3%	-	-	-	-
	02041 Mt Hist. Society Donations	1,310	0.2%	2,624	0.3%	2,680	0.3%
06000	Total Proprietary Funds	55,754	8.2%	67,608	8.1%	68,667	7.9%
	06072 Misc Enterprise-Historical Soc	33,138	4.9%	35,677	4.3%	36,735	4.2%
	06076 Mhs Library Enterprise Funds	22,616	3.3%	31,931	3.8%	31,932	3.7%
Grand Total		\$ 680,242	100.0%	\$ 833,932	100.0%	\$ 867,126	100.0%

The program is funded with a combination of general fund, state special revenue funds, and proprietary funds from the sale of photographs, photocopies, and fees charged for research time spent by staff on public requests.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative 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 2006-----						-----Fiscal 2007-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					77,603					77,343
Vacancy Savings					(25,841)					(25,832)
Inflation/Deflation					594					892
Inflation/Deflation					(338)					(333)
Fixed Costs					(250)					(250)
Total Statewide Present Law Adjustments					\$51,768					\$51,820
DP 11 - Statewide FTE Reduction	(0.16)	(6,587)	0	0	(6,587)	(0.16)	(6,587)	0	0	(6,587)
Total Other Present Law Adjustments	(0.16)	(\$6,587)	\$0	\$0	(\$6,587)	(0.16)	(\$6,587)	\$0	\$0	(\$6,587)
Grand Total All Present Law Adjustments					\$45,181					\$45,233

DP 11 - Statewide FTE Reduction - The legislature approved a permanent reduction of 0.16 FTE and \$6,587 general fund each year equivalent to the reductions taken in the 2003 legislative session.

New Proposals

New Proposals										
-----Fiscal 2006-----						-----Fiscal 2007-----				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Library Sales Increase										
02	0.00	0	0	0	10,000*	0.00	0	0	0	10,000*
DP 333 - Eliminate lodging facility use tax appropriation										
02	0.00	0	(22,756)	0	(22,756)	0.00	0	(22,756)	0	(22,756)
DP 445 - Establish two State Records Archivist positions										
02	2.00	100,440	0	0	100,440	2.00	100,440	0	0	100,440
DP 6010 - 2007 Biennium Pay Plan - HB 447										
02	0.00	20,187	0	0	20,825*	0.00	52,262	0	0	53,967*
Total	2.00	\$120,627	(\$22,756)	\$0	\$108,509*	2.00	\$152,702	(\$22,756)	\$0	\$141,651*

DP 1 - Library Sales Increase - The legislature approved authority to expend \$20,000 of proprietary revenue from the library sales enterprise fund over the biennium for operating costs such as microfilming, copy expenses, and various other expenses that occur in meeting the public's request for state records. The society collects fees for service from the public to meet the expenses of public requests.

DP 333 - Eliminate lodging facility use tax appropriation - The legislature removed \$22,756 of state special revenue increases each year of the biennium from the Montana Historical Society budget to eliminate a double appropriation between the Department of Commerce and the society. This DP eliminates the double appropriation of lodging facility tax while maintaining the intent of the legislature as stated in the language in HB 2.

DP 445 - Establish two State Records Archivist positions - The legislature approved \$200,880 general fund over the biennium to fund two state records archivist positions to allow the Montana Historical Society to perform assessment, preservation, cataloging, and archiving of state records as required by state code. The annual amounts allow for \$89,000 in personal services and \$11,440 in related operating costs for a total of \$100,440 per year.

DP 6010 - 2007 Biennium Pay Plan - HB 447 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.

Program Legislative Budget

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is the HB 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	10.35	(0.68)	0.00	9.67	(0.68)	0.00	9.67	9.67
Personal Services	376,757	34,185	(190,989)	219,953	34,176	(170,153)	240,780	460,733
Operating Expenses	164,321	(925)	(118,338)	45,058	(923)	(118,338)	45,060	90,118
Equipment	0	0	0	0	0	0	0	0
Total Costs	\$541,078	\$33,260	(\$309,327)	\$265,011	\$33,253	(\$288,491)	\$285,840	\$550,851
General Fund	158,556	26,274	12,583	197,413	26,269	32,747	217,572	414,985
State/Other Special	377,319	5,574	(326,910)	55,983	5,573	(326,238)	56,654	112,637
Federal Special	0	0	0	0	0	0	0	0
Proprietary	5,203	1,412	5,000	11,615	1,411	5,000	11,614	23,229
Total Funds	\$541,078	\$33,260	(\$309,327)	\$265,011	\$33,253	(\$288,491)	\$285,840	\$550,851

Program Description

The Museum Program collects, preserves, and interprets the history of Montana through its material culture. The museum collects fine arts and historical, archaeological, and ethnological artifacts from Montana and the general geographic region. The program interprets its collections through exhibits, tours and traveling exhibits. The program also houses the society's education office that orchestrates events, programs, and materials on Montana history for learners of all ages.

Program Highlights

Museum Program Major Budget Highlights
<p>The legislature approved a budget that is \$540,000 less than the FY 2004 base year primarily due to:</p> <ul style="list-style-type: none"> ◆ A reduction of \$666,000 for lodging facility use tax and \$40,000 to eliminate 0.68 FTE <p>The legislature approved increases in general fund for:</p> <ul style="list-style-type: none"> ◆ Statewide present law adjustments ◆ \$46,800 to implement the pay plan <p>The legislature also increased authority to expend \$10,000 of proprietary funds</p>

Funding

The following table shows program funding, by source, for the base year and for the 2007 biennium as adopted by the legislature.

Program Funding	Base FY 2004	% of Base FY 2004	Budget FY 2006	% of Budget FY 2006	Budget FY 2007	% of Budget FY 2007
01000 Total General Fund	\$ 158,556	29.3%	\$ 197,413	74.5%	\$ 217,572	76.1%
01100 General Fund	158,556	29.3%	197,413	74.5%	217,572	76.1%
02000 Total State Special Funds	377,319	69.7%	55,983	21.1%	56,654	19.8%
02007 Accomodations Tax	327,309	60.5%	-	-	-	-
02041 Mt Hist. Society Donations	49,177	9.1%	55,162	20.8%	55,833	19.5%
02045 Orig Gov'S Mansion Restoration	833	0.2%	821	0.3%	821	0.3%
06000 Total Proprietary Funds	5,203	1.0%	11,615	4.4%	11,614	4.1%
06077 Mhs Museum Enterprise Funds	5,203	1.0%	11,615	4.4%	11,614	4.1%
Grand Total	\$ 541,078	100.0%	\$ 265,011	100.0%	\$ 285,840	100.0%

The program is funded with a combination of general fund; state special revenue funds including donations; and proprietary funds from the sales of books, copies, photographs, and rental of traveling exhibits.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative decisions on these items were applied globally to all agencies. The other numbered adjustments in the table correspond to the narrative descriptions.

	-----Fiscal 2006-----					-----Fiscal 2007-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					71,892					71,883
Vacancy Savings					(17,946)					(17,946)
Inflation/Deflation					(925)					(923)
Total Statewide Present Law Adjustments					\$53,021					\$53,014
DP 10 - Statewide FTE reduction	(0.68)	(19,761)	0	0	(19,761)	(0.68)	(19,761)	0	0	(19,761)
Total Other Present Law Adjustments	(0.68)	(\$19,761)	\$0	\$0	(\$19,761)	(0.68)	(\$19,761)	\$0	\$0	(\$19,761)
Grand Total All Present Law Adjustments					\$33,260					\$33,253

DP 10 - Statewide FTE reduction - The legislature approved a permanent 0.68 FTE and \$19,761 general fund reduction each year equivalent to the reductions taken in the 2003 legislative session.

New Proposals

Program	-----Fiscal 2006-----					-----Fiscal 2007-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 6 - Scriver Collections Storage Rent										
03	0.00	0	7,921	0	7,921	0.00	0	3,780	0	3,780
DP 7 - Original Governor's Mansion Entrance Fees										
03	0.00	0	0	0	5,000*	0.00	0	0	0	5,000*
DP 444 - Eliminate lodging facility use tax appropriation										
03	0.00	0	(335,230)	0	(335,230)	0.00	0	(331,089)	0	(331,089)
DP 6010 - 2007 Biennium Pay Plan - HB 447										
03	0.00	12,583	399	0	12,982	0.00	32,747	1,071	0	33,818
Total	0.00	\$12,583	(\$326,910)	\$0	(\$309,327)*	0.00	\$32,747	(\$326,238)	\$0	(\$288,491)*

DP 6 - Scriver Collections Storage Rent - The legislature added \$11,701 to state special revenue for the standard negotiated annual increase in rent for secured storage of the Scriver Collection.

DP 7 - Original Governor's Mansion Entrance Fees - The legislature approved authority to spend \$5,000 in entrance fees each year of the biennium for minor restoration projects at the Original Governor's Mansion.

DP 444 - Eliminate lodging facility use tax appropriation - The legislature removed \$335,230 in FY 2006 and \$331,089 in FY 2007 of state special revenue increases from the Montana Historical Society budget to eliminate a double appropriation between the Department of Commerce and the society. This DP eliminates the double appropriation of lodging facility tax while maintaining the intent of the legislature as stated in the language in HB 2.

DP 6010 - 2007 Biennium Pay Plan - HB 447 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.

Program Legislative Budget

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is the HB 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	6.00	0.00	0.00	6.00	0.00	0.00	6.00	6.00
Personal Services	206,240	39,305	7,665	253,210	39,568	20,145	265,953	519,163
Operating Expenses	199,696	(5,665)	0	194,031	(5,664)	0	194,032	388,063
Transfers	46,752	0	0	46,752	0	0	46,752	93,504
Total Costs	\$452,688	\$33,640	\$7,665	\$493,993	\$33,904	\$20,145	\$506,737	\$1,000,730
General Fund	46,752	3,751	0	50,503	3,919	0	50,671	101,174
State/Other Special	0	0	0	0	0	0	0	0
Federal Special	0	0	0	0	0	0	0	0
Proprietary	405,936	29,889	7,665	443,490	29,985	20,145	456,066	899,556
Total Funds	\$452,688	\$33,640	\$7,665	\$493,993	\$33,904	\$20,145	\$506,737	\$1,000,730

Program Description

The Publications Program promotes the study of Montana history and education through lectures, publications, and curriculum materials. The program publishes quarterly editions of the award-winning Montana The Magazine of Western History and the Montana Post, the official newsletter of the society. It also publishes books under the Montana Historical Society Press imprint and operates the museum store.

Program Highlights

Publications Program Major Budget Highlights	
The legislature approved a budget that is \$95,300 greater than the FY 2004 base year primarily due to:	
◆	Statewide present law adjustments
◆	A general fund increase of \$27,800 to implement the pay plan

Funding

The following table shows program funding, by source, for the base year and for the 2007 biennium as adopted by the legislature.

Program Funding Table							
Publications Program							
Program Funding		Base FY 2004	% of Base FY 2004	Budget FY 2006	% of Budget FY 2006	Budget FY 2007	% of Budget FY 2007
01000	Total General Fund	\$ 46,752	10.3%	\$ 50,503	10.2%	\$ 50,671	10.0%
	01100 General Fund	46,752	10.3%	50,503	10.2%	50,671	10.0%
06000	Total Proprietary Funds	405,936	89.7%	443,490	89.8%	456,066	90.0%
	06002 Mhs Publications Enterprise	405,936	89.7%	443,490	89.8%	456,066	90.0%
Grand Total		\$ 452,688	100.0%	\$ 493,993	100.0%	\$ 506,737	100.0%

The program is funded with a combination of general fund and proprietary funds. The general fund, budgeted as a transfer, pays a portion of 2.00 FTE involved in publishing Montana the Magazine of Western History. The transfer allows these funds to be spent from the proprietary accounts, in accordance with generally accepted accounting principles.

The proprietary funds are enterprise funds from the sale of magazines and books. They support program operations including the museum store, the magazine and other publications, and the historical society press.

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative 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 2006-----					-----Fiscal 2007-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					49,536					49,810
Vacancy Savings					(10,231)					(10,242)
Inflation/Deflation					(1,744)					(1,743)
Fixed Costs					(3,921)					(3,921)
Total Statewide Present Law Adjustments					\$33,640					\$33,904
Grand Total All Present Law Adjustments					\$33,640					\$33,904

New Proposals

New Proposals										
	-----Fiscal 2006-----					-----Fiscal 2007-----				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 6010 - 2007 Biennium Pay Plan - HB 447										
04	0.00	0	0	0	7,665*	0.00	0	0	0	20,145*
Total	0.00	\$0	\$0	\$0	\$7,665*	0.00	\$0	\$0	\$0	\$20,145*

DP 6010 - 2007 Biennium Pay Plan - HB 447 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.

Program Legislative Budget

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding. Also included in the table is HB 447 pay plan allocation.

Program Legislative Budget								
Budget Item	Base Budget Fiscal 2004	PL Base Adjustment Fiscal 2006	New Proposals Fiscal 2006	Total Leg. Budget Fiscal 2006	PL Base Adjustment Fiscal 2007	New Proposals Fiscal 2007	Total Leg. Budget Fiscal 2007	Total Leg. Budget Fiscal 06-07
FTE	9.50	0.00	0.00	9.50	0.00	0.00	9.50	9.50
Personal Services	397,224	33,232	13,012	443,468	32,692	33,917	463,833	907,301
Operating Expenses	85,749	(12,072)	5,000	78,677	(11,870)	5,000	78,879	157,556
Grants	194,795	0	0	194,795	0	0	194,795	389,590
Total Costs	\$677,768	\$21,160	\$18,012	\$716,940	\$20,822	\$38,917	\$737,507	\$1,454,447
General Fund	45,558	(4,739)	630	41,449	(4,388)	1,618	42,788	84,237
State/Other Special	0	0	12,382	12,382	0	32,299	32,299	44,681
Federal Special	632,210	25,899	0	658,109	25,210	0	657,420	1,315,529
Proprietary	0	0	5,000	5,000	0	5,000	5,000	10,000
Total Funds	\$677,768	\$21,160	\$18,012	\$716,940	\$20,822	\$38,917	\$737,507	\$1,454,447

Program Description

The Historic Sites Preservation Program administers the Montana Antiquities Act and Montana's participation in federal Historic Preservation Act and the federal grants-in-aid for historic preservation. Staff provides technical assistance to all Montana property owners. Staff review all proposed federally funded or permitted projects within the state to determine their effect on properties listed or eligible for listing on the National Register of Historic Places. The office certifies historic structures and rehabilitation projects for federal tax credits to citizens and businesses authorized by the Tax Reform Act of 1976. The program awards federal grants to local governments, communities, and individuals for: 1) the Certified Local Government Program, 2) historic survey and planning for historic areas, and 3) bricks and mortar rehabilitation when funds are available.

Program Highlights

Historic Preservation Program Major Budget Highlights
<p>The legislature approved a budget that is \$100,000 greater than the FY 2004 base year primarily due to:</p> <ul style="list-style-type: none"> ◆ Increased authority to expend \$10,000 of proprietary funds ◆ Statewide present law adjustments ◆ A general fund increase of \$47,000 to implement the pay plan

Funding

The program is funded with a combination of general fund and federal special revenue from National Park Service Grants.

		Program Funding Table Historic Preservation Program					
Program Funding		Base FY 2004	% of Base FY 2004	Budget FY 2006	% of Budget FY 2006	Budget FY 2007	% of Budget FY 2007
01000	Total General Fund	\$ 45,558	6.7%	\$ 41,449	5.8%	\$ 42,788	5.8%
	01100 General Fund	45,558	6.7%	41,449	5.8%	42,788	5.8%
02000	Total State Special Funds	-	-	12,382	1.7%	32,299	4.4%
	02041 Mt Hist. Society Donations	-	-	12,382	1.7%	32,299	4.4%
03000	Total Federal Special Funds	632,210	93.3%	658,109	91.8%	657,420	89.1%
	03021 Historic Sites Preservation	632,210	93.3%	658,109	91.8%	657,420	89.1%
06000	Total Proprietary Funds	-	-	5,000	0.7%	5,000	0.7%
	06073 Historical Society Management	-	-	5,000	0.7%	5,000	0.7%
Grand Total		\$ 677,768	100.0%	\$ 716,940	100.0%	\$ 737,507	100.0%

Present Law Adjustments

The "Present Law Adjustments" table shows the primary changes to the adjusted base budget made by the legislature. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Legislative 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 2006-----					-----Fiscal 2007-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					51,168					50,603
Vacancy Savings					(17,936)					(17,911)
Inflation/Deflation					(393)					(377)
Fixed Costs					(11,679)					(11,493)
Total Statewide Present Law Adjustments					\$21,160					\$20,822
Grand Total All Present Law Adjustments					\$21,160					\$20,822

New Proposals

New Proposals										
-----Fiscal 2006-----						-----Fiscal 2007-----				
Program	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 11 - SHPO Photocopy Fees										
06	0.00	0	0	0	5,000*	0.00	0	0	0	5,000*
DP 6010 - 2007 Biennium Pay Plan - HB 447										
06	0.00	630	12,382	0	13,012	0.00	1,618	32,299	0	33,917
Total	0.00	\$630	\$12,382	\$0	\$18,012*	0.00	\$1,618	\$32,299	\$0	\$38,917*

DP 11 - SHPO Photocopy Fees - The legislature approved spending authority of \$10,000 proprietary funds over the biennium for fees generated from photocopies at the State Historic Preservation Office of the Montana Historical Society to pay for a portion of the monthly copy machine rental, fax machine maintenance, and postage as well as to help purchase miscellaneous office and equipment supplies.

DP 6010 - 2007 Biennium Pay Plan - HB 447 - The legislature passed a pay plan in HB 447 that provides an additional 3.5 percent (or \$1,005, whichever is greater) in FY 2006 and an additional 4.0 percent (or \$1,188, whichever is greater) in FY 2007, as well as \$46 per month in insurance contributions in calendar 2006 and an additional \$51 per month in calendar 2007. These amounts represent the program's allocation of costs to fund this pay plan.