



MONTANA LEGISLATIVE BRANCH

Legislative Fiscal Division

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Legislative Fiscal Analyst
CLAYTON SCHENCK

DATE: November 27, 2006
TO: Legislative Finance Committee
FROM: Greg DeWitt
RE: Budget Amendments

As of November 26, 2006, the Legislative Fiscal Division has received notification of 39 certified budget amendments since the October 2006 Legislative Finance Committee meeting. The amendments total federal funds of \$0.6 million in FY 2006, and \$6.7 million in FY 2007 and \$2,000 proprietary funds in FY 2007. An additional 3.49 FTE in FY 2007 have also been added. One amendment adds FTE without adding budget authority. Figure 1 summarizes the budget amendments certified from the October 2006 committee meeting through November 26, 2006.

Each amendment, along with a brief explanation, is summarized in the attached table. Staff has reviewed the amendments and raises no concerns with any of the amendments meeting statutory criteria.

Figure 2 summarizes the budget amendments that have been certified for the 2007 biennium. The various approving authorities have added a total of \$86.4 million in the 2007 biennium.

Figure 1
Budget Amendment Summary

Component	FY 2006	FY 2007
Number of Amendments	7	38
FTE Added	0.00	3.49
State Special	\$0	\$0
Federal Revenue	602,068	6,697,725
Proprietary	<u>0</u>	<u>2,000</u>
Total Revenue	<u>\$602,068</u>	<u>\$6,699,725</u>

Figure 2
Budget Amendment Cumulative Summary

LFC Meeting	Number of Amendments	FY 2006	FY 2007	Biennium Total	FY 2006 FTE	FY 2007 FTE
October 8, 2005	58	\$16,682,358	\$418,865	\$17,101,223	11.54	1.44
December 6, 2005	30	5,914,888	2,083,172	7,998,060	9.17	3.87
March 9, 2006	29	7,919,920	819,411	8,739,331	2.43	1.75
June 8, 2006	21	23,350,433	8,896,826	32,247,259	0.60	3.16
October 12, 2006	63	3,349,070	9,660,566	13,009,636	4.10	10.06
November 28, 2006	<u>30</u>	<u>602,068</u>	<u>6,699,725</u>	<u>7,301,793</u>	<u>0.00</u>	<u>3.49</u>
Total	<u>231</u>	<u>\$57,818,737</u>	<u>\$28,578,565</u>	<u>\$86,397,302</u>	<u>27.84</u>	<u>23.77</u>

Detailed Budget Amendment Report

LFC Meeting: November 2006				Amount FY06	Amount FY07	FTE FY06	FTE FY07
BA #: 706	Agency/Program: Administration - Information Technology Services D	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: To purchase technology to enhance tribal and urban Public Safety Access Points (PSAPs) through the state E 9-1-1 system.					987,228		
BA #: 707	Agency/Program: Administration - Information Technology Services D	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: ITSD will collect data for the "Montana Means Business" website. They will make existing Montana Spatial Data Infrastructure (MSDI) presently used by the Governor's Office of Economic Development more spacially accurate and improve access to existing data.					87,250		0.75
BA #: 612	Agency/Program: Agriculture - Agricultural Development Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Distribute federal assistance dollars to Montana livestock producers whose forage has been adversely impacted by severe drought in 2006.					900,000		
BA #: 548.3	Agency/Program: Agriculture - Agriculture Science Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Add federal spending authority for a USDA. Forest Service Noxious Weed five-year grant that has been continued until June 3, 2007. The funds will be used for noxious weed mitigation.					23,053		
BA #: 564.3	Agency/Program: Agriculture - Agriculture Science Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Add federal spending authority for a USDA Forest Service Noxious Weed five-year grant that has been continued until September 30, 2007. The funds would be used for noxious weed mitigation on private, non-federal, and tribal lands in Montana.				140,360	90,508		
BA #: 548.2	Agency/Program: Agriculture - Agriculture Science Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Add federal spending authority for a USDA. Forest Service Noxious Weed five-year grant that had been continued until September 30, 2006. The funds will be used for noxious weed mitigation. The expiration date of this grant was modified on August 31, 2006 to June 3, 2007. (see BA#548.3)				148,352	97,372		
BA #: 564.3	Agency/Program: Agriculture - Central Management Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: This budget amendment adds federal spending authority for allowable indirect costs from the USDA Forest Service Noxious Weed five-year grant that has been continued until September 30, 2007.				3,519	14,076		
BA #: 548.2	Agency/Program: Agriculture - Central Management Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: This budget amendment adds federal spending authority for allowable indirect costs from the USDA Forest Service Noxious Weed five-year grant that had been continued until September 30, 2006. The expiration date of this grant was modified on August 31, 2006 to June 3, 2007. (see BA#548.3)				4,505	13,586		
BA #: 548.3	Agency/Program: Agriculture - Central Management Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: This budget amendment adds federal spending authority for allowable indirect costs from the USDA Forest Service Noxious Weed five-year grant that has been continued until June 3, 2007.					12,035		
BA #: 509.3	Agency/Program: Corrections - Juvenile Corrections	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Rural School Achievement Program					22,909		
BA #: 83	Agency/Program: DEQ / Remediation	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: EPA funds provided for source area contamination clean up and corrective action at leaking underground storage tank (LUST) sites.					111,829		
BA #: 221.4	Agency/Program: DNRC / Conservation	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Natural resources conservation services (NRCS) for the purpose of housing and supporting a NRCS conservationists within DNRC to provide technical assistance. Additional funds are included for communication materials for riparian protection in watershed areas.					30,000		

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				Amount FY06	Amount FY07	FTE FY06	FTE FY07
BA #: 31.7	Agency/Program: DNRC / Forestry	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Rural fire assistance grant from the BIA to enhance the fire protection capability of rural fire departments and reduce fire hazards and risks on public lands.					100,000		
BA #: 720	Agency/Program: DNRC / Forestry	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: BLM grant for rural fire assistnace and for prevention activities to reduce fire hazards and risk on publi land and near rural communities.				220,000	204,353		
BA #: 721	Agency/Program: DNRC / Forestry	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: National Park Service grant for rural fire assistnace and for prevention activities to reduce fire hazards and risk on public land near national parks.				76,832			
BA #: 723	Agency/Program: DNRC / Forestry	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: USDA Conservation Reserve Program to provide technical assiantce to cooperators wishing to install shelterbelts or windbreaks for soil protection, wetland improvement, and/or wildlife habitat improvement.				8,500	874		
BA #: 718	Agency/Program: DNRC / Forestry	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: US Fish & Wildlife Services rural fire assistance grant to enhance rural protection and provide hazard reduction and education around USFWS properties.					100,000		
BA #: 261	Agency/Program: DPHHH- Child and Family Services	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: This request is to establish federal authority for a new monthly caseworker visit grant for SFY 2007. Title IV-B, subpart 2 of the Social Securiyt Act was ammended to provide for services that foster the correlation between frequent caseworker visits and positive outcomes for children. The grant comes with limits to indirect expenditures to 10 percent of the award.					119,161		
BA #: 250	Agency/Program: DPHHS - Human and Community Services	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Currently, low-income homes containing asbestos cannot be weatherized because of safety concerns for the weatherization workers and household members. This request is to establish federal budget authority for a new Residential Energy Assistance Challenge (REACH) grant of \$1 million for a project lasting from SFY 2007 through 2010. The division anticipates spending the funds over four years with the final \$50,000 to be spent in 2010. The funding is for a special project to identify and test for asbestos containing materials (ACM) in building insulation or heating components, to abate and dispose of ACM to allow energy conservation activities and other federally funded weatherization for low income households as well as to create "asbestos safe" weatherization standards and allow for about 150 low-income households with asbestos containing materials to be weatherized. NOTE: This BCD is for continuing authority over the duration of the grant. It is one-time-only funding and must be included in HB 4 of the 2007 session.					250,000		
BA #: 243	Agency/Program: DPHHS - Public Health and Safety	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Additional modified FTE funded through the Initiative to Intergrate Clinical Laboratories to integrate the work of clinical laboratories in private hospitals and clinics in Montana into the public health testing and reporting.							1.00
BA #: 399.3	Agency/Program: FWP / Fisheries	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Additional funding for the Thompson River creel survey.					22,900		0.40
BA #: 006.2	Agency/Program: Historical Society - Lewis and Clark Cms	Funding: Proprietary	Concerns: <input type="checkbox"/>				
Purpose: Regrant funds returned from the Blackfeet nation, authority to regrant the funds for anohter Lewis & Clark project					2,000		
BA #: 020.3	Agency/Program: Historical Society - Sites Preservation	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Increase federal appropriation authority for additional grant funds to be used to improve access to BLM to the Sate Historic Preservation database					10,000		

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				Amount FY06	Amount FY07	FTE FY06	FTE FY07
BA #: 052	Agency/Program: Judiciary - Supreme Court Operations	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Training focused on the court's performance and role in the continuum of care for families and children at risk.					103,585		
BA #: 053	Agency/Program: Judiciary - Supreme Court Operations	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Data collection for analysis of cases of cases involving families and children in the court system.					103,148		
BA #: 442	Agency/Program: Justice - Highway Patrol Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Office of National Drug Control Policy grant to be used to combat drug trafficking.					23,064		
BA #: 439	Agency/Program: Justice - Legal Services Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Expansion of statewide delivery of interventions and extend services to victims of domestic violence and child abuse.					699,983		0.75
BA #: 619.3	Agency/Program: Library Commission	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Increase federal appropriation authority and extend grant period to March 2008. Grant works with distribution, use, development, and maintenance of geographic natural resource data sets					35,000		0.32
BA #: 707	Agency/Program: Library Commission	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Add federal appropriation authority for USGS Cooperative Agreement relating to updating the National Hydrography Dataset					25,000		0.27
BA #: df	Agency/Program: Livestock - Animal Health Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Add federal spending authority for a USDA. Animal and Plant Health Inspection Service grant that has been extended to September 30, 2006. The funds would be used to support the implementation of the National Identification System and the conduct of field trials to develop, test, and offer solutions for administering animal identification and collecting animal movement data.					191,411		
BA #: 6	Agency/Program: Livestock - Animal Health Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Department of Livestock veterinarians and staff will: 1) identify and describe regions within Montana with high risk of pathogenic avian influenza (HPAI); 2) locate backyard/hobby/small production flocks within the HPAI high risk areas; 3) promote biosecurity and HPAI awareness through education and outreach materials; and 4) perform active and passive surveillance of poultry in the HPAI high-risk areas. Federal funds are from the USDA Animal and Plant Health Inspection Service.					21,500		
BA #: 009	Agency/Program: Livestock - Diagnostic Lab	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: USDA/Animal and Plant Health Inspection Service grant to Diagnostic Lab in Bozeman for staff to receive specialized training in detection of livestock diseases (Classical Swine Fever, Avian Influenza, Foot and Mouth Disease, and Newcastle Disease). Test supplies and equipment will be provided.					38,500		
BA #: 509	Agency/Program: Military Affairs - Army National Guard	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Increase federal appropriation authority for increased cost relating to revised delivery of security services for the Army National Guard. The National Guard Bureau changed the delivery of security from National Guard soldiers to a civilian security service.					475,725		
BA #: 511	Agency/Program: Military Affairs - Army National Guard	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Add federal authority from National Guard Bureau to create redundant communications systems for critical areas to ensure continuity of operations. This will be done through a wireless wide area network. This is a one-time-only three year grant and must be included in HB 4 in the 2007 Legislature.					1,175,000		

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				Amount FY06	Amount FY07	FTE FY06	FTE FY07
BA #: 504.2	Agency/Program: Military Affairs - Army National Guard	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Additional funding from the National Guard Bureau to continue upgrading facilities and purchasing equipment for the Montana national guard range training and lands program. The funds will be used to support the on-going operations and maintenance requirements, including equipment, of the army national guard for all training areas and ranges. This grant is expected to continue at least through FY 2009. The executive budget includes a decision package adding the federal authority for these grant funds in the 2009 biennium.					292,500		
BA #: 502.3	Agency/Program: Military Affairs - Army National Guard	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Add federal authority for funds granted from the National Guard Bureau to prepare and maintain contingency plans for mitigation, alert response, recovery, and reporting of terrorism events or actions.					55,425		
BA #: 201.3	Agency/Program: Military Affairs - Challenge Program	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Increase federal appropriation authority for travel costs for the standardized training of program staff by the National Guard Challenge Institute and for a surveillance system special project.					95,150		
BA #: 709	Agency/Program: Military Affairs - DES	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Deliver awareness and operational training for local jurisdiction first responders to increase effectiveness, efficiency, and safety when responding to hazardous materials accidents and incidents. Also provide local emergency planning committees with opportunities to update and enhance local hazardous materials response plans.					110,600		
BA #: 710	Agency/Program: Military Affairs - DES	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Add federal authority from Department of Homeland Security to implement a buffer zone protection program. These funds will be used to enhance the ability of the state to develop and implement protective actions at critical infrastructure sites across the state. This is a one-time three-year grant and must be included in HB 4 in the 2007 Legislature.					55,000		
Summary for 'LFC Meeting' = Nov 2006 (39 detail records)							
				Amount FY06	Amount FY07	FTE FY06	FTE FY07
Grand Total:				\$602,068	\$6,699,725		3.49