



MONTANA LEGISLATIVE BRANCH

Legislative Fiscal Division

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Legislative Fiscal Analyst
CLAYTON SCHENCK

DATE: October 10, 2006
 TO: Legislative Finance Committee
 FROM: Greg DeWitt
 RE: Budget Amendments

As of October 10, 2006, the Legislative Fiscal Division has received notification of 63 certified budget amendments since the June 2006 Legislative Finance Committee meeting. The amendments total federal funds of \$2.9 million in FY 2006, and \$8.7 million in FY 2007. An additional 4.10 FTE in FY 2006 and 10.06 FTE in FY 2007 have also been added. Two amendments extended approved budget authority and five amendments transfer existing authority between expenditure categories, two of which also added FTE. Figure 1 summarizes the budget amendments certified from the June 2006 committee meeting through September 25, 2006.

Each amendment, along with a brief explanation, is summarized in the attached table. Staff has reviewed the amendments and has raised concerns with two amendments meeting statutory criteria. Both amendments are to distribute Bentonite taxes to counties. Amendment 135.3 increased the FY 2006 amount by \$430,000. Amendment 135.4 is for FY 2007 and is discussed more fully in a separate memo to the committee. The concern is the same for both amendments.

Component	FY 2006	FY 2007
Number of Amendments	18	45
FTE Added	4.10	10.06
State Special	\$430,000	\$1,000,000
Federal Revenue	2,919,070	8,660,566
Proprietary	0	0
Total Revenue	<u>\$3,349,070</u>	<u>\$9,660,566</u>

Figure 2 summarizes the budget amendments that have been certified for the 2007 biennium. The various approving authorities have added a total of \$79.1 million in the 2007 biennium.

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 14, 2006*	0	0	0	0	0.00	0.00
Total	<u>201</u>	<u>\$57,216,669</u>	<u>\$21,878,840</u>	<u>\$79,095,509</u>	<u>27.84</u>	<u>20.28</u>

* Tentative dates

Detailed Budget Amendment Report

LFC Meeting: October 2006				Amount FY06	Amount FY07	FTE FY06	FTE FY07
BA #: 303.1	Agency/Program: Administration - Admin Financial Services Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Extend the existing grant of \$308,722.90 for Project Safe Neighborhoods to September 30, 2007.							
BA #: 705	Agency/Program: Administration - Information Technology Services Di	Funding: Federal	Concerns: <input type="checkbox"/>		25,000		
Purpose: This grant will be used for services related to structures data stewardship for Montana in support of the National Spatial Data Infrastructure (NSDI) of the U. S. Geological Survey (USGS). ITSD will establish data interoperability protocol and processes for transformation of data to the USGS best practices structures dataset; provide a crosswalk between the Montana critical infrastructure and structures data model (CISDM) and the USGS structures model; and provide a structures internet site that provides contact information, current status, update status and data distribution protocols. ITSD will also act as theme steward for the structures database in Montana, coordinate structures updates for Montana to the USGS, provide overall program coordination, and provide updates in an agreed upon format with metadata that describes the data and any relevant update sources and processes.							
BA #: 703.1	Agency/Program: Administration - Information Technology Services Di	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Extend the \$20,000 cooperative grant of the U.S. Department of Interior to March 31, 2007. The grant is to strengthen organizational and institutional capacity to share digital geographic resources and to strategically align geographic data collection and management efforts.							
BA #: 020	Agency/Program: Commerce - Housing Division	Funding: Federal	Concerns: <input type="checkbox"/>	1,300	95,100		
Purpose: HUD grant to help address chronic homelessness in scattered sites in Cascade, Flathead, and Yellowstone counties. The \$will attempt to place 18 chronically homeless persons in housing while providing tenant based rental assistance and support by localsocial workers through a transition period. The population to be served is adults who are chronically homeless living with either a seriously disabling mental illness (SDMI) or HIV/AIDS.							
BA #: 509.3	Agency/Program: Corrections - Juvenile Corrections	Funding: Federal	Concerns: <input type="checkbox"/>		22,909		
Purpose: Rural School Achievement Program grant, (CFDA 84.358) will be used to improve the educational programs at Pine Hills and Riverside Youth Correctional Facilities.							
BA #: 514.6	Agency/Program: Corrections - Juvenile Corrections	Funding: Federal	Concerns: <input type="checkbox"/>				1.00
Purpose: Grant adjustment to the Juvenile Re-entry Program, no funding change, adds FTE							
BA #: 509.2	Agency/Program: Corrections - Juvenile Corrections	Funding: Federal	Concerns: <input type="checkbox"/>		23,030		
Purpose: U.S. Department of Education, Rural School Acheivement Program - improvements in school programs at Pine Hills and Riverside Youth Correctional Facilities							
BA #: 072	Agency/Program: Corrections - Juvenile Corrections	Funding: Federal	Concerns: <input type="checkbox"/>		134,392		
Purpose: U.S. Department of Education - "Just Read It!" program - improve library services at Pine Hills and Riverside Youth Correctional Facilities							
BA #: 072	Agency/Program: Corrections - Juvenile Corrections	Funding: Federal	Concerns: <input type="checkbox"/>		134,392		
Purpose: US Department of Education "Just Read It" program grant that will be used to increase the literacy programs at Pine Hills and Riverside Youth Correctional Facilities							
BA #: 59	Agency/Program: DEQ / PCD	Funding: Federal	Concerns: <input type="checkbox"/>		344,817		3.00
Purpose: Agreement with Bureau of Land Management for improving coordination and management of air and water resources across southeastern Montana as the development of coal bed methane resources expands.							
BA #: 704	Agency/Program: DNRC / Forestry	Funding: Federal	Concerns: <input type="checkbox"/>		100,000		
Purpose: USDA hazardous fuels reduction grant for non federal lands adjacent to national forest service lands located in Montana							

LFC Meeting: October 2006

				Amount FY06	Amount FY07	FTE FY06	FTE FY07
BA #: 710	Agency/Program: DNRC / Forestry	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: USDA, state fire assistance grant to assure that initial and extended attack resources at the state and local level are trained, equipped and prepared to address fire in the wildland urban interface.					763,020		0.10
BA #: 705	Agency/Program: DNRC / Forestry	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: USDA grants to local resource conservation and development areas to implement area plans, including reducing threat of wildland fire, promote forest health, increase utilization of used/underutilized forest resources and improve rural economies.					24,000		
BA #: 632	Agency/Program: DNRC / Forestry	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: USDA state fire and forestry assistance grant for the purpose of rehabilitating fire damage private land or reducing the wildland fuel hazard private land, protect water quality threats resulting from the fires of 2000 and 2003, conservation education, survey and technical assistance supporting the forest health monitoring program and a biological control of noxious weeds.				984,011	328,004	3.35	0.70
BA #: 658	Agency/Program: DNRC / Forestry	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Fuels for Schools grant to provide funding and support to schools (including universities) that wish to consider and/or implement heating systems using biomass from generated forest fuels reductions activities. (note: This program has been discontinued. This is Montana's last grant unless the federal government reauthorizes and funds the program.)				25,000	745,000		
BA #: 707	Agency/Program: DNRC / Forestry	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: NRCS grant to provide technical assistance in forest based conservation and enhancement to landowners, residents and forest organizations.					20,000		
BA #: 283.2	Agency/Program: DNRC / Water	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: FEMA funds to digital flood insurance rate map production and updated flood data for the east Gallatin river.				45,000	20,670		
BA #: 295.2	Agency/Program: DNRC / Water	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Additional grant funding from the US Fish and Wildlife service to continue streamflow measurements at six stations, including Benton Lake, Bowdoin and Medicine Lake National Wildlife Refuges					31,073		
BA #: 711	Agency/Program: DNRC / Water	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: FEMA grant for map modernization management support to reduce the age of flood insurance rate maps from 12 to 6 years of age, develop maps for half of the unmapped, flood prone communities and convert 15% to digital form.					77,250		0.75
BA #: 713	Agency/Program: DNRC / Water	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: FEMA floodplain map modernization program to convert current maps to an all digital format. This funding is for Fergus County.					9,641		
BA #: 655	Agency/Program: DNRC / Water	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Bureau of Reclamation grant to provide for the collection of technical and environmental data in support of the potential rehabilitation of the St. Mary's storage unit facilities.				145,600			
BA #: 659	Agency/Program: DNRC / Water	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Funds from the US Forest Service for the ten mile creek stabilization project.				1,340			
BA #: 140	Agency/Program: DOR / Business and Income Tax Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Increase federal audit reimbursement funding to match the amount of the federal award.				61,636			

LFC Meeting: October 2006

				Amount FY06	Amount FY07	FTE FY06	FTE FY07
BA #: 135.3	Agency/Program: DOR / Business and Income Tax Division	Funding: State Special	Concerns: <input checked="" type="checkbox"/>	430,000			
Purpose: Authority to make Bentonite tax distributions to counties							
BA #: 135.4	Agency/Program: DOR / Business and Income Tax Division	Funding: State Special	Concerns: <input checked="" type="checkbox"/>		1,000,000		
Purpose: The budget amendment would provide authority to make distributions of bentonite taxes to counties per the requirements of 15-39-110, MCA (Section 10 of SB 276 of the 2005 Legislature)							
BA #: 368.2	Agency/Program: DPHHS - Disability Services Division	Funding: Federal	Concerns: <input type="checkbox"/>		241,974		
Purpose: This request establishes an extension for federal fund 03063 to accommodate the IDEA General Supervision Enhancement Grant. (Individuals with Disabilities Education Act) Funds will be used to create a method of indicators for Part C, Early Intervention services, which will keep Montana in compliance with federal requirements.							
BA #: 285.2	Agency/Program: DPHHS - Disability Services Division	Funding: Federal	Concerns: <input type="checkbox"/>		158,745		
Purpose: This BDC establishes an appropriation for federal funding for grant funds that provide funding for the state: 1) to helping individuals with disabilities to have better access to transportation and housing; and 2) redesign the DDP client data base system							
BA #: 238	Agency/Program: DPHHS - Human and Community Services	Funding: Federal	Concerns: <input type="checkbox"/>		182,691		
Purpose: Human and Community Services Division occasionally receives federal funds that are passed to Montana from settled litigation. The funds are in the HCSD budget, but are held at the Department of Administration. When HCSD receives these funds, it requests a BCD to receive and expend them as benefits. Home energy assistance benefits will be increased by about \$8.00 per recipient or 65 additional low income homes will be weatherized.							
BA #: 162.4	Agency/Program: DPHHS - Human and Community Services	Funding: Federal	Concerns: <input type="checkbox"/>		66,980		
Purpose: The department requests authority to spend a federal grant award for training for new users and technical support and system enhancement for all users of the Homeless Management Information System (HMIS). HMIS is a statewide system for users receiving HUD funds via the McKinney Vento Act. It is the responsibility of DPHHS to ensure the system continues to meet federal requirements.							
BA #: 232	Agency/Program: DPHHS - Human and Community Services	Funding: Federal	Concerns: <input type="checkbox"/>		1,526,526		
Purpose: This BA is a request for federal authority for the Food Stamp Program Performance Bonus received by Program 02, Human and Community Services. The division's plan indicates that funds could be spent on: 1) \$200,000 for an electronic benefit transfer system at various famrer's markets to provide food stamp clients the ability to use their Electronic Benefit Transfer card for purchases; 2) \$500,000 for the purchase of food for food banks to distribute to food stamp clients; 3) \$50,000 in support of the Governor's Summit on Food and Agriculture; 4) \$300,000 to implement a homelessness prevention pilot in Billings; 5) \$250,000 for one-time cash bonuses of approximately \$500 for the eligibility technicians who contributed to winning the bonus in accordance with the division's goals to encourage employees to meet or exceed food stamp program performance standards; and 6) uncommitted operational expenses							
BA #: 0034.3	Agency/Program: DPHHS - Public Health Safety	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: To transfer funding from operating costs to personal services to fund to additional positions, a program manager and an administrative support staff. The positions are developing a Suicide Prevention Plan and are completely funded through federal grant funds.							
BA #: 588.2	Agency/Program: FWP / Wildlife	Funding: Federal	Concerns: <input type="checkbox"/>		49,837		0.76
Purpose: Natural Resource Conservation Service agreement for habitat enhancement programs in the upper and lower Missouri River areas.							
BA #: 503.4	Agency/Program: FWP / Wildlife	Funding: Federal	Concerns: <input type="checkbox"/>		552,807		
Purpose: Additional wolf management funds from the US fish and Wildlife Service. This contract funds a wolf coordinator, 3 wildlife specialists, 2.50 conservation tech's and a lab tech and the associated operations costs to implement a wolf recovery plan in Montana. This brings the total to \$1.2 million							

LFC Meeting: October 2006

				Amount FY06	Amount FY07	FTE FY06	FTE FY07
BA #: 037	Agency/Program: Historical Society - Administration Program	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Add additional federal authority for indirect costs associated with United States Department of Interior Preserve America Grant. The grant project is entitled Montana Rural Heritage Experience.				15,000			
BA #: 036	Agency/Program: Historical Society - Administration Program	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Increase federal appropriation authority to allow spending indirect costs for the Golden Triangle Grant on operating expenses to digitize the Hands-On history footlockers for web consumption.					3,600		
BA #: 037	Agency/Program: Historical Society - Historic Preservation Program	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Add additional federal authority for United States Department of Interior Preserve America Grant. The grant project is entitled Montana Rural Heritage Experience. The funds will be used for grant administration and subgrants to local communities to celebrate and preserve Montana's rural traditions and places.				109,632			
BA #: 006.1	Agency/Program: Historical Society - Lewis and Clark Cms	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: To reappropriate grant funding returned by the Crow Tribe because they did not complete "A Crow Perspective on Lewis & Clark" project. The funds were originally awarded in FY 2002. This will allow the returned grant funds to be used for another Lewis & Clark project				7,500			
BA #: 36	Agency/Program: Historical Society - Museum	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: To increase federal appropriation authority for new federal U.S. Department of Education Golden Triangle grant. Grant will be used for project "Thinking Through American History - Early Career" The funds will be used to digitization of the Hands-on History footlockers for web consumption.					32,400		0.50
BA #: 037	Agency/Program: Historical Society - Publications	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Add additional federal authority for United States Department of Interior Preserve America Grant. The grant project is entitled Montana Rural Heritage Experience. The funds will be used to publish two books "Barns of Big Sky County" and "Montana Place Names"				25,368			
BA #: 715.2	Agency/Program: Judiciary - District Court Operations	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Extension for Missoula Drug Court Grant, no dollar change but shift funds from operations to personal services for staff						0.75	0.25
BA #: 041	Agency/Program: Judiciary - Supreme Court Operations	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Congressional Earmark Grant, Office of Juvenile Justice and Delinquency Prevention, U. S. Department of Justice, grant will help sustain family drug courts in Billings, Butte, Miles City and the juvenile drug court in Missoula.					266,552		3.00
BA #: 027	Agency/Program: Judiciary - Supreme Court Operations	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Congressional Earmark Fund, U.S. Department of Justice, to be used for implementation of a fully automated case management system for the Supreme Court and Boards and Commissions.					424,508		
BA #: 388.2	Agency/Program: Justice - Forensic Science Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Assist with DNA analysis backlog (forcible rape and murder/non-negligent manslaughter)					54,221		
BA #: 388.2	Agency/Program: Justice - Forensic Science Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: U.S. Office of Justice to outsource cases to a private laboratory for DNA analysis to reduce backlog.					54,221		
BA #: 389.2	Agency/Program: Justice - Forensic Science Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: U.S. Department of Justice, Office of Justice Programs - to be used for equipment purchases, staff training and supplies used for instrument validation (DNA/serology section)					107,973		

LFC Meeting: October 2006

				Amount FY06	Amount FY07	FTE FY06	FTE FY07
BA #: 389.2	Agency/Program: Justice - Forensic Science Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: US Dept. of Justice, Office of Justice Programs grant to be used for equipment purchases, staff training, and supplies needed for instrument validations.					107,973		
BA #: 428	Agency/Program: Justice - IT Services Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: U.S. Department of Justice, to implement a Statewide Automated Victims Information & Notification (SAVIN) service				1,221,000			
BA #: 117.5	Agency/Program: Library Commission	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Reallocates \$532 in appropriation authority between personnel services and operating expenses.							
BA #: 505.2	Agency/Program: Library Commission	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Reallocations of \$1,606 of appropriation authority between personnel services and operating expenses to complete a new transportation GIS data layer on NRIS.							
BA #: 388.2	Agency/Program: Livestock - Animal Health Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: USDA funding of \$12,500 for early detection of avian influenza in live bird marketing system and non-commercial poultry.					21,500		
BA #: 0007	Agency/Program: Livestock - Animal Health Division	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: USDA funding for avian influenza detection in commercial poultry					20,000		
BA #: 508	Agency/Program: Military Affairs - Army National Guard	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Increase federal appropriation authority for increased annual federal funding for Mt National Guard Telecommunications Program. The funding will allow the Army National Guard to support on-going communications requirements ensuring continuity of operations for the email and communications systems..				255,201			
BA #: 201.2	Agency/Program: Military Affairs - Challenge Program	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: To increase federal appropriation authority for additional federal Challenge Grant funds. The additional funding allow staff to attend standardized training as required by the grant				17,200			
BA #: 708	Agency/Program: Military Affairs - DES	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Increase federal appropriation authority to allow DES to additional federal funds to a State Multi-Hazard Mitigation Plan and statewide hazard assessment. DES will conduct a series of meeting around the state on hazard assessment and send out a survey to the public regarding hazards.					112,439		
BA #: 705.3	Agency/Program: Military Affairs - DES	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: To increase federal appropriation authority and extend the grant period through FY 2007 for 2005 Predisaster Mitigation Competitive Grant funds. The funding is allocated by DES to local governments for local and tribal projects which mitigate loss of life and property in the event of a disaster					435,000		
BA #: 001.2	Agency/Program: Montana Board of Crime Control	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: SAMSHA grant for meth treatment, funding for three centers.					500,000		
BA #: 002	Agency/Program: Montana Board of Crime Control	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Project Safe Neighborhood, Anti-gang Initiative grant - will be used to fund a county prosecutor to serve as a special assistant to the US Attorney to prosecute gang and gun crimes in federal court.					88,582		

LFC Meeting: October 2006

				Amount FY06	Amount FY07	FTE FY06	FTE FY07
BA #: 003	Agency/Program: Montana Board of Crime Control	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Project Safe Neighborhood Grant to fund county prosecutor to assist US Attorney toto prosecute gang and gun crimes in federal court					82,579		
BA #: 003	Agency/Program: Montana Board of Crime Control - Crime Control Di	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Project Safe Neighborhoods Grants - gun/gang threat - fund prosecutor to serve as special assistant to the U.S. Attorney to prosecute crimes in federal court					82,579		
BA #: 001.2	Agency/Program: Montana Board of Crime Control - Crime Control Di	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: SAMSHA grant (continuing) funding three methamphetamine treatment centers					500,000		
BA #: 002	Agency/Program: Montana Board of Crime Control - Crime Control Di	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Project Safe Neighborhood Grant, Anti-Gang Iniative - funding for a county prosecutor to serve as a special assistant to the U.S. Attorney to prosecute gang and gun crimes in federal court					88,582		
BA #: 002	Agency/Program: Public Service Regulation	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: One-call grant, advertising and education on pipeline safety "call before you dig" program					352		
BA #: 003	Agency/Program: Public Service Regulation	Funding: Federal	Concerns: <input type="checkbox"/>				
Purpose: Pipeline Safety - continue pipeline safety inspections					3,930		
Summary for 'LFC Meeting' = Oct 2006 (63 detail records)							
				Amount FY06	Amount FY07	FTE FY06	FTE FY07
Grand Total:				\$3,349,070	\$9,660,566	4.10	10.06