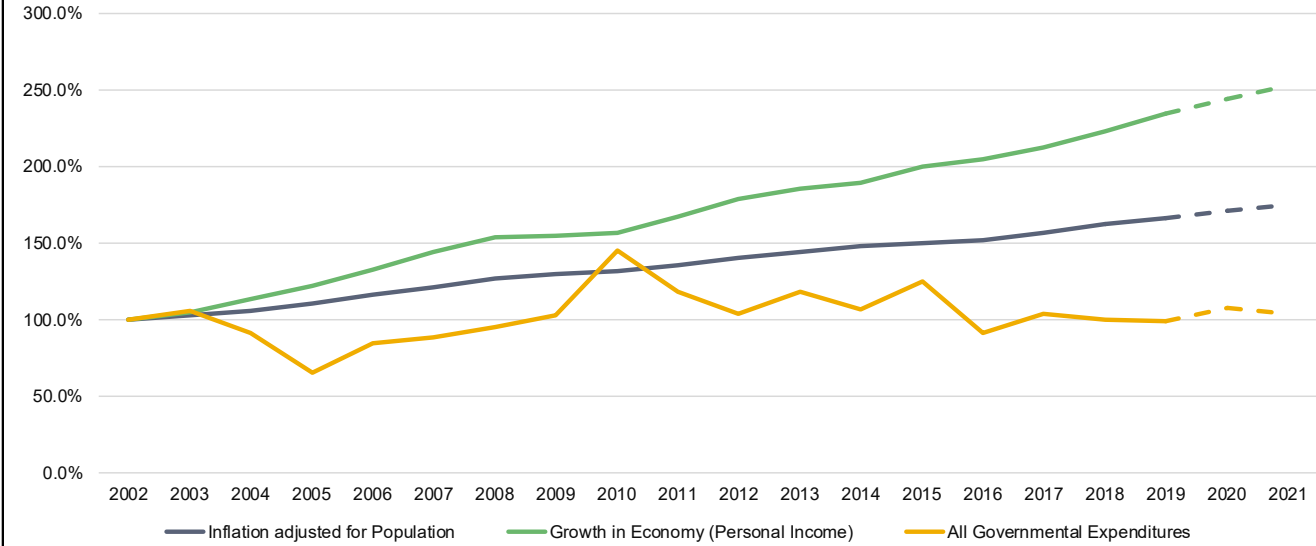


53010-Department of Environmental Quality

This chart shows the **all funds growth** in total expenditures compared to **growth in inflation** and to the **growth in the economy** since fiscal year 2002.



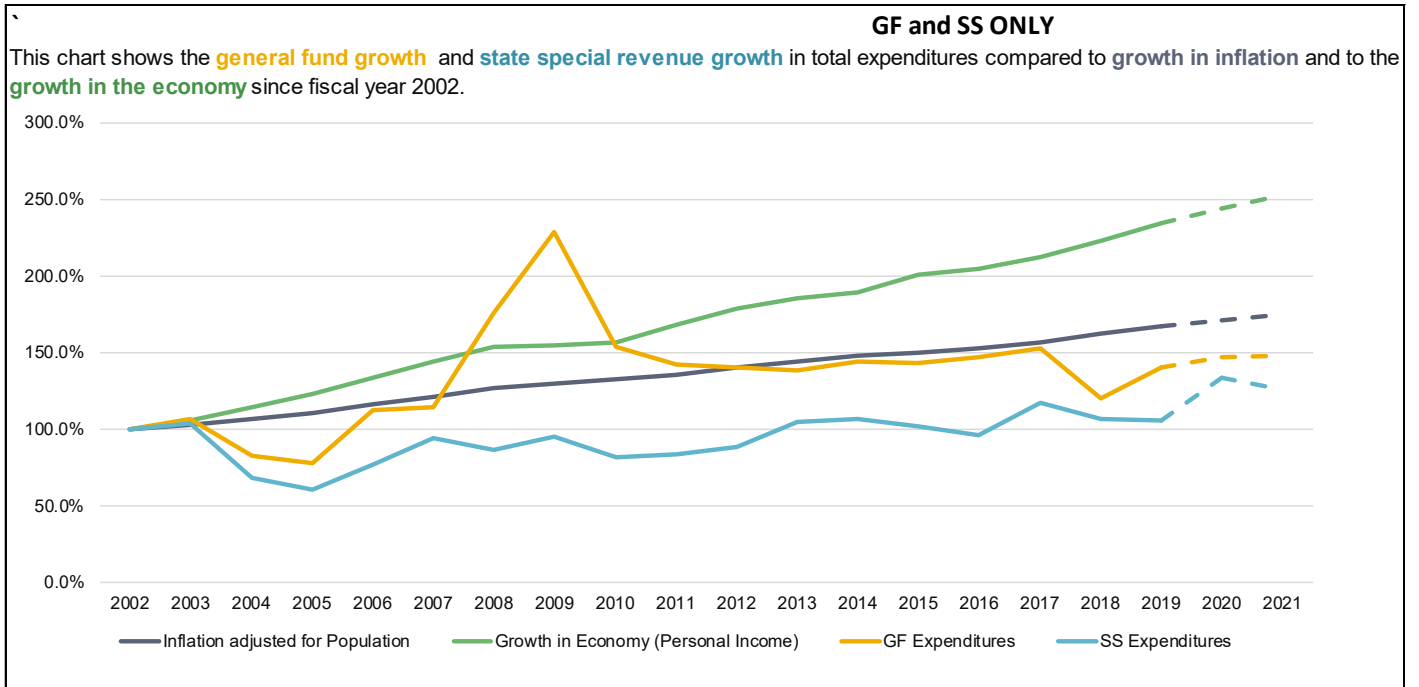
This report includes a series of charts that compare expenditure growth to the growth in the economy and growth in inflation adjusted for population. Montana statute, 17-8-106, MCA, recommends using growth in personal income for comparison purposes. Personal income is a measure for growth in the economy. Comparing growth allows financial planners to consider past and future demands in services or changes in revenues.

HB 2 authority funds 72.3% of total expenditures. The HB 2 base budget has grown from \$127.1 million in the 2001 biennium to \$133.4 million in the 2021 biennium, an annual growth rate of less than 1.0% compared to a rate of inflation of 2.1% over the same period.

Decreases in expenditures in FY 2005 were due to reduced federal funding for abandoned mines. Increases in funding during FY 2009 through FY 2012 were due to federal funding through the American Recovery and Reinvestment Act.

The following table shows the sources that account for 75% of expenditures from state special revenue accounts. Expenditures from the petroleum tank cleanup fund account for 20% of all expenditures from state sources.

Expenditures From State Special Revenue				
	<u>2003 Bien</u>	<u>2009 Bien</u>	<u>2015 Bien</u>	<u>2019 Bien</u>
02058 Petroleum Storage Tank Cleanup	\$13,164,544	\$14,212,662	\$15,696,741	\$14,808,974
02201 Air Quality-Operating Fees	4,394,049	7,312,942	8,307,807	7,386,322
02162 Environmental Quality Protecti	1,705,412	5,596,514	6,996,786	8,418,507
02472 Orphan Share Fund	1,515,083	8,463,021	6,128,543	3,113,418
02278 MPDES Permit Program	954,474	3,442,214	6,616,124	5,852,234
02845 Junk Vehicle Disposal	2,413,970	3,916,889	2,658,781	3,782,953
02520 SST/OU Remedial Action	11,791,499	-	-	-
02576 Natural Resources Operations	-	3,851,958	3,894,594	4,014,375
02946 Landusky Reclamation-Comp Bid	9,395,923	-	-	-
02418 Subdivision Plat Review	1,506,192	3,154,530	1,411,767	2,192,464
02988 Hard Rock Mining Reclamation	2,556,931	361,963	2,440,396	2,761,849
02204 Public Drinking Water	1,351,845	1,798,508	1,991,821	2,527,012
All Other State	21,660,390	12,277,301	18,078,551	20,851,319
Total State Special Revenue	\$72,410,310	\$64,388,502	\$74,221,911	\$75,709,429



Growth in the base budget is driven by increases in personal services which has more than doubled since the 2001 biennium. Funding of the base budget has shifted from state special revenue to general fund and federal sources. Increases in **general fund from FY 2008 through FY 2010** are related to one-time-only appropriations for IT projects and reclamation projects.