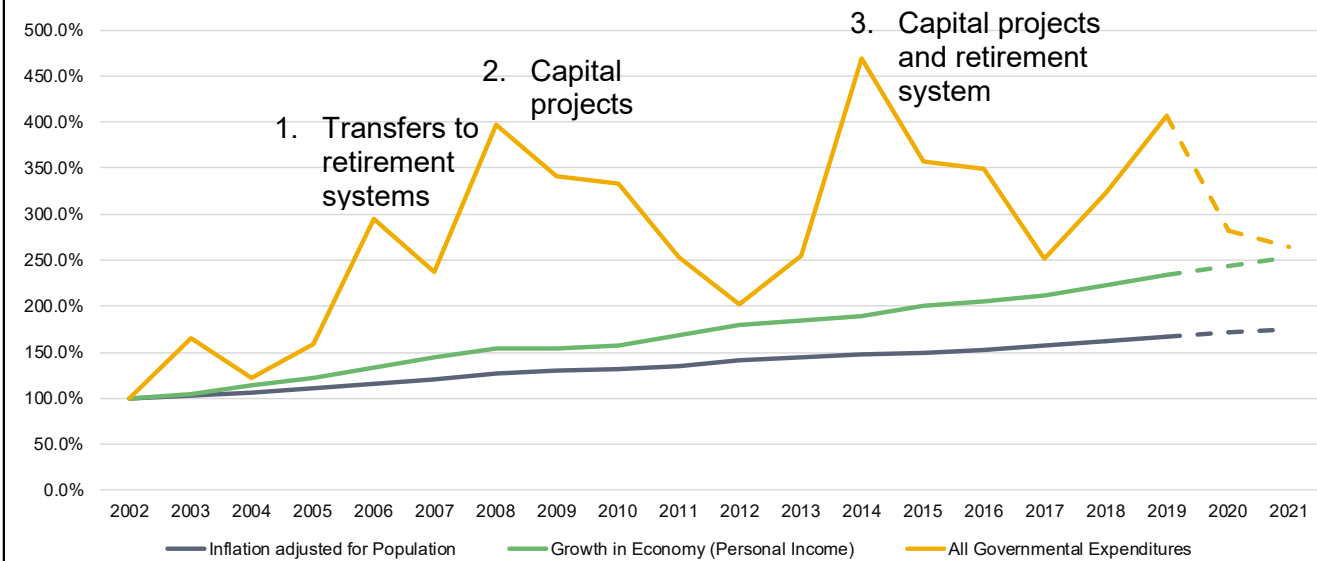


61010-Department of Administration

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.

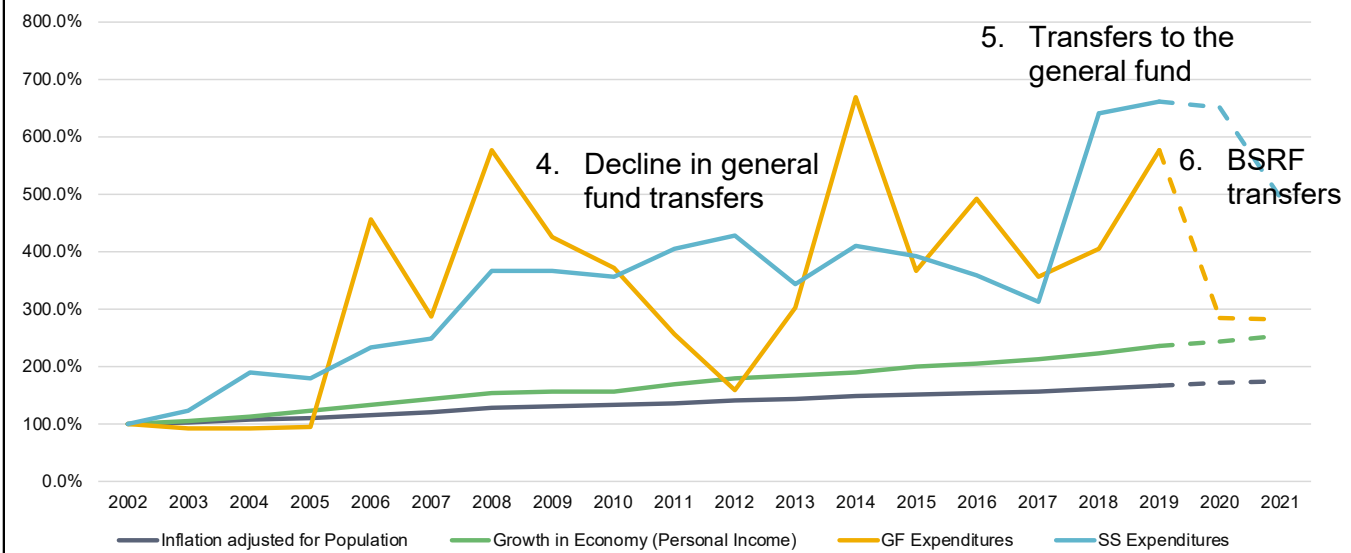
Overall, there is significant volatility in expenditures from all governmental funds when compared to inflation and growth in the economy. This volatility is primarily due to an increase in transfers and local assistance to the retirement systems and capital projects. The following list discusses in more detail the inflection points on the charts:

1. HB 1 (2005 December Special Session) transferred \$100.0 million from the general fund to the teachers' retirement system pension trust fund and \$25.0 million from the general fund to the public employees' retirement system pension trust fund
2. HB 4 (2007 May Special Session) transferred \$77.4 million from the general fund to capital projects
3. The 2013 Legislature approved general fund transfers of \$101.2 million. These transfers were primarily related to the long-range building program (HB 5), renewable resources grant (HB 6), long-range information technology (HB 10), treasure state endowment program (HB 11). Additionally, the legislature passed HB 377 which increased general fund contributions to the teachers' retirement system by \$25.0 million and HB 454 which increased transfers to the public employees' retirement system by \$21.0 million

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GF and SS ONLY

This chart shows the **general fund growth** and **state special revenue growth** in total expenditures compared to **growth in inflation** and to the **growth in the economy** since fiscal year 2002.



4. Between FY 2008 and FY 2012 there was a general decline in general fund transfers
5. In FY 2017 state special revenue increased because the legislature approved transfers to the general fund in HB 6 (2017 November Special Session). These transfers primarily were from the following state special revenue funds: treasure state endowment, school facility and technology account, big sky economic development program, and the accommodation tax account
6. In FY 2019 general fund transfers increased because of transfers to the budget stabilization reserve fund