

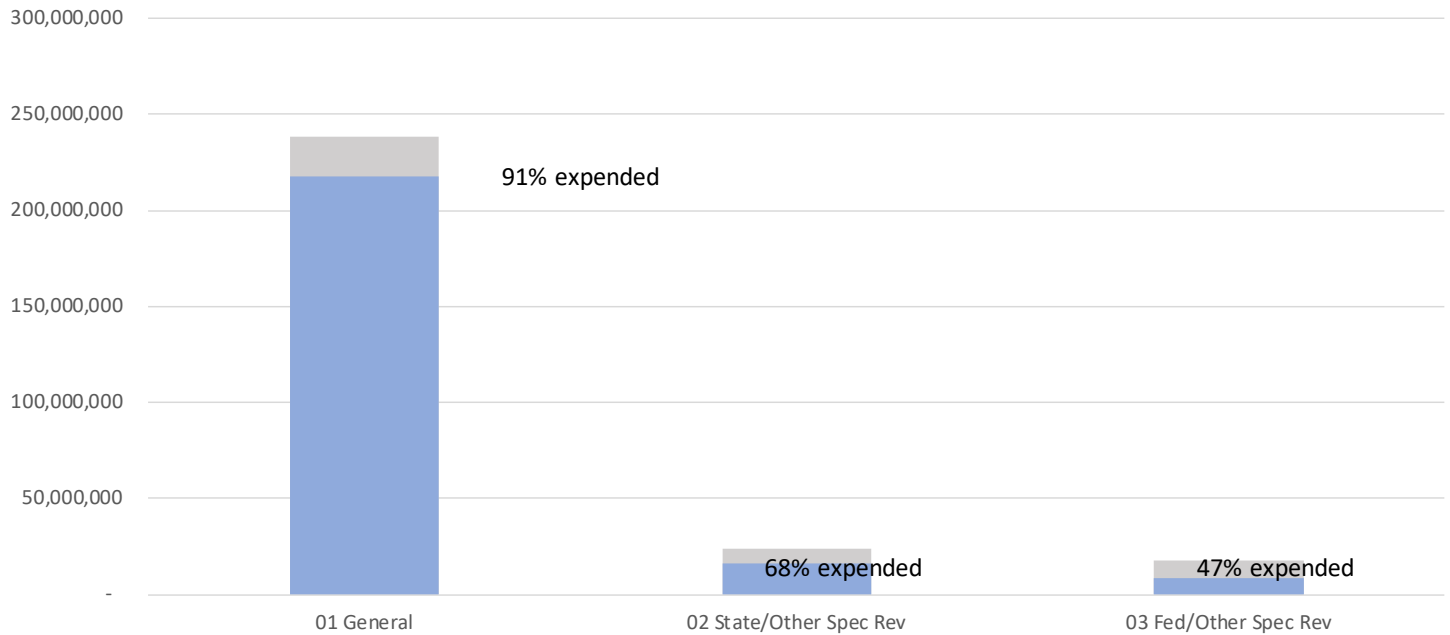
Commissioner of Higher Ed has \$286,195,726 in total authority, \$281,065,116 (98%) is HB 2 authority

86% of the agency's total HB2 budget has been expended, **89%** is the 5 year average of actual expenditures

HB 2 Expenditures

Budgeted vs. Expended

by fund type



Expenditure Account	Budgeted	Expended	% Expended
Personal Services	5,341,525	3,893,950	73%
Operating Expenses	6,999,037	2,966,208	42%
Equipment & Intangible Assets	11,063	-	0%
Local Assistance	13,921,066	12,773,977	92%
Grants	17,704,363	13,842,744	78%
Transfers-out	237,088,062	208,912,765	88%
Agency Program	Budgeted	Expended	% Expended
01 Administration Program	4,367,144	3,460,669	79%
02 Student Assistance Program	11,435,234	10,219,640	89%
04 Community College Assistance	13,765,066	12,617,977	92%
06 Education Outreach & Diversity	9,487,849	3,662,001	39%
08 Work Force Development Program	6,417,818	4,193,431	65%
09 Appropriation Distribution	202,455,748	178,973,612	88%
10 Agency Funds	29,655,341	27,399,535	92%
11 Tribal College Assistance Pgm	1,012,875	1,012,875	100%
12 Guaranteed Student Loan Pgm	2,400,691	813,861	34%
13 Board Of Regents-Admin	67,350	36,043	54%
Total	281,065,116	242,389,644	86%

General fund provides approximately 85% of the funding in the HB 2 modified budget for the Office of the Commissioner of Higher Education (OCHE). Additionally, state special revenue provides 9%, federal special revenue provides 6%, and internal service funds provide less than 1% of funding in the HB 2 modified budget.

OCHE has statutory appropriations totaling \$5.1 million in FY 2020. This includes appropriations for science, technology, engineering, and math scholarships, the Montana Rural Physician Incentive Program, lodging and facility use tax used to conduct travel research by the University of Montana, and a 1% employer contribution reimbursement to the Montana University System defined contribution retirement plan.

The legislature directly appropriates general fund, the six-mill levy, and certain federal funds, which total \$281.1 million in FY 2020. The Montana University System (MUS) receives additional funding that is not appropriated or approved by the legislature and is not reflected in the chart above. This funding includes but is not limited to tuition, federal research grants, financial aid, campus building projects, debt service, and auxiliary funds. Total funding for the MUS is \$1.6 billion in FY 2020.

The Office of the Commissioner of Higher Education has expended 86% of its modified HB 2 budget as of the end of May. Overall, this is in line with the 5-year historical average at 89%.

Federal special revenue HB 2 appropriations of \$18.1 million are 47% expended as of the end of May. Lower percentages expended are in three programs: Education Outreach and Diversity Program, Workforce Development Program, and Guaranteed Student Loan Program. HB 2 federal special revenue of \$9.3 million in the Education Outreach and Diversity Program is approximately 38% expended, and HB 2 federal special revenue of \$6.3 million in the Work Force Development Program is 65% expended. Lower expenditures in these programs are due to the timing of grant activities. The Guaranteed Student Loan Program expended 34% of its \$2.4 million HB 2 federal special revenue appropriation. According to OCHE, lower expenditures are due to the program transitioning to administering financial literacy and education programs and outreach activities.

State special revenue HB 2 appropriations of \$23.9 million are 68% expended as of the end of May. The lower percentage expended is due to the six-mill levy which is appropriated at \$21.8 million and 66% expended. The percent expended is in line with the 5-year historical average of 62% and is due to timing of tax payments.

HB 2 Modifications

Negative modifications vs. positive modifications, by program

The net budget modifications were \$0.

Agency Program	Mar. Mod. Budget	June Mod. Budget	Net Modifications
01 Administration Program	4,367,144	4,367,144	-
02 Student Assistance Program	11,435,234	11,435,234	-
04 Community College Assista	13,765,066	13,765,066	-
06 Education Outreach & Dive	9,487,849	9,487,849	-
08 Work Force Development P	6,417,818	6,417,818	-
09 Appropriation Distribution	202,455,748	202,455,748	-
10 Agency Funds	29,655,341	29,655,341	-
11 Tribal College Assistance P	1,012,875	1,012,875	-
12 Guaranteed Student Loan I	2,400,691	2,400,691	-
13 Board Of Regents-Admin	67,350	67,350	-
Expenditure Account	Mar. Mod. Budget	June Mod. Budget	Net Modifications
Personal Services	5,341,525	5,341,525	-
Operating Expenses	7,000,559	6,999,037	(1,522)
Equipment & Intangible Asset	11,063	11,063	-
Local Assistance	13,921,066	13,921,066	-
Grants	17,704,363	17,704,363	-
Transfers-out	237,086,540	237,088,062	1,522
Fund Type	Mar. Mod. Budget	June Mod. Budget	Net Modifications
01 General	238,460,105	238,460,105	-
02 State/Other Spec Rev	23,918,364	23,918,364	-
03 Fed/Other Spec Rev	18,075,916	18,075,916	-
06 Proprietary	610,731	610,731	-
Total	281,065,116	281,065,116	-

The Office of the Commissioner of Higher Education had one minor budget modification between March 2020 and the end of May 2020, which is reflected in the chart above. General fund appropriations of \$1,522 were moved from operating expenses to transfers-out for the CTE Educational Transition Specialist, which is part of a memorandum of understanding with the Office of Public Instruction.