

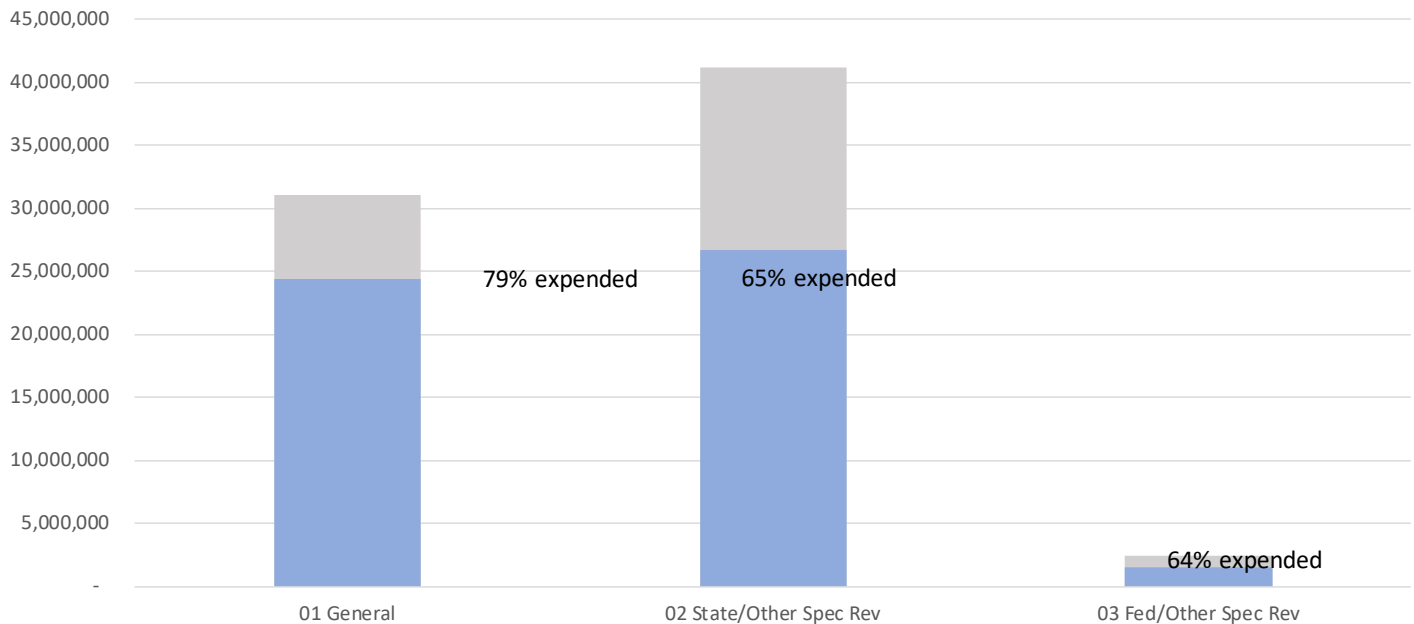
Dept Nat Resource/Conservation has \$250,035,310 in total authority, \$74,576,905 (30%) is HB 2 authority

70% of the agency's total HB2 budget has been expended, 80% is the 5 year average of actual expenditures

HB 2 Expenditures

Budgeted vs. Expended

by fund type



Expenditure Account	Budgeted	Expended	% Expended
Personal Services	42,933,018	34,940,481	81%
Operating Expenses	21,714,695	11,764,029	54%
Equipment & Intangible Assets	1,106,884	935,125	84%
Capital Outlay	16,500	33,733	204%
Local Assistance	4,058,090	1,432,798	35%
Grants	2,022,134	1,211,340	60%
Benefits & Claims	400,000	-	0%
Transfers-out	1,724,243	1,678,516	97%
Debt Service	601,341	541,150	90%
Agency Program	Budgeted	Expended	% Expended
21 Directors Office	7,885,742	5,900,194	75%
22 Oil & Gas Conservation Div	2,173,339	1,456,941	67%
23 Conservation&Resource Dev Div	11,380,687	5,965,010	52%
24 Water Resources Division	18,495,968	12,726,968	69%
35 Forestry & Trust Lands	34,641,169	26,488,059	76%
Total	74,576,905	52,537,172	70%

Expenditures for personal services are in line with historical averages. Over the last five years, operating expenses through the month of May have varied between 55% and 68% expended with an average of 59% expended. For FY 2020 the percent expended for operating expense is at the low end of the range at 54%. In

recent years the agency expended 26% of the budget for operating expenses in the last month of the fiscal year primarily on trust lands management and water resources.

State special revenue for benefits and claims is expended at 0%. This funding is intended to supplement federal aid for the drinking water state revolving fund. To date, federal funding has been sufficient to meet the needs of the program.

Expenditures from appropriations for local assistance for range land and water development loans is volatile from year to year. Through May, local assistance has expended 43% of the current year budget. In the previous 5 years as little as 23% and as much as much as 45% has been expended through May.

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
21 Directors Office	7,885,742	7,885,742	-
22 Oil & Gas Conservation Div	2,173,339	2,173,339	-
23 Conservation&Resource De	11,380,687	11,380,687	-
24 Water Resources Division	18,495,968	18,495,968	-
35 Forestry & Trust Lands	34,641,169	34,641,169	-
Expenditure Account	Mar. Mod. Budget	June Mod. Budget	Net Modifications
Personal Services	42,933,018	42,933,018	-
Operating Expenses	21,597,195	21,714,695	117,500
Equipment & Intangible Asset	1,106,884	1,106,884	-
Capital Outlay	-	16,500	16,500
Local Assistance	4,058,090	4,058,090	-
Grants	1,972,134	2,022,134	50,000
Benefits & Claims	400,000	400,000	-
Transfers-out	1,724,243	1,724,243	-
Debt Service	785,341	601,341	(184,000)
Fund Type	Mar. Mod. Budget	June Mod. Budget	Net Modifications
01 General	31,108,847	31,015,389	(93,458)
02 State/Other Spec Rev	41,056,848	41,151,121	94,273
03 Fed/Other Spec Rev	2,411,210	2,410,395	(815)
Total	74,576,905	74,576,905	-

The total budget for the agency did not change.

The agency decreased federal appropriation by \$815 and increased appropriation from the state special revenue by a like amount, in accordance with HB 2 language. The agency decreased general fund appropriation by \$93,458 and increased state special revenue by a like amount. The change recognizes that the water adjudication bureau chief, previously funded with both general fund and state special revenue, is now funded entirely with state special revenue water adjudication fees. Under 17-2-108 MCA, agencies are required to spend from non-general fund sources before spending general fund.

The agency also moved appropriation authority from debt service to operating expense, capital outlay and grants.