

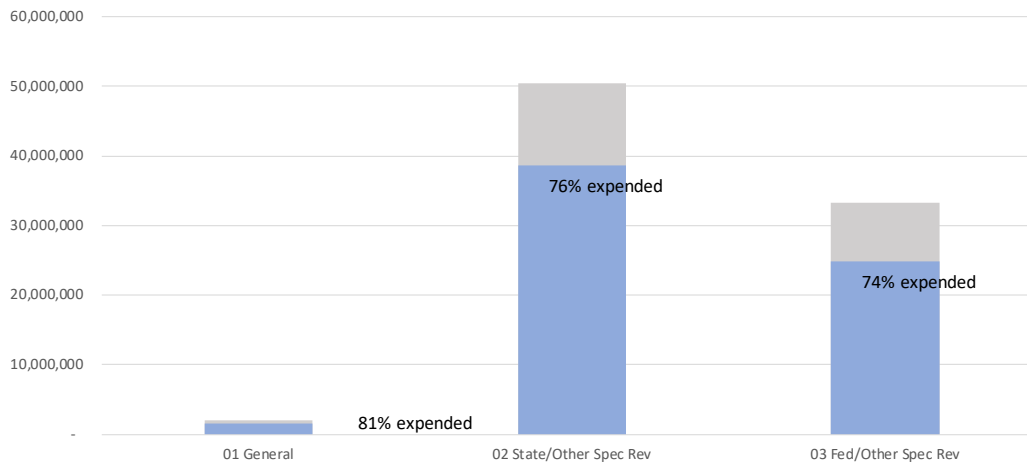
Labor & Industry has \$99,776,012 in total authority, \$85,796,939 (86%) is HB 2 authority

76% of the agency's total HB2 budget has been expended, 84% is the 5 year average of actual expenditures

HB 2 Expenditures

Budgeted vs. Expended

by fund type



Expenditure Account	Budgeted	Expended	% Expended
Personal Services	48,583,259	38,330,902	79%
Operating Expenses	27,297,313	19,364,315	71%
Equipment & Intangible Assets	417,324	419,764	101%
Grants	8,740,792	6,534,769	75%
Benefits & Claims	100,389	33,950	34%
Transfers-out	407,333	193,717	48%
Debt Service	250,529	87,278	35%
Agency Program	Budgeted	Expended	% Expended
01 Workforce Services Division	29,009,485	21,210,537	73%
02 Unemployment Insurance Div	16,821,405	13,050,918	78%
03 Commissioners Office & Csd	1,583,589	1,220,960	77%
04 Employment Relations Division	14,706,196	11,311,281	77%
05 Business Standards Division	18,881,959	14,611,032	77%
07 Office Of Community Services	3,980,108	2,949,882	74%
09 Workers Compensation Court	814,197	610,085	75%
Total	85,796,939	64,964,695	76%

State special revenue provides 58.8% of the HB 2 modified budget with about 40.8% of those funds from the employment security account. Revenues for the employment security account are 3.2% above FY 2019 revenues as of May 31, 2020. The balance of the agency's HB 2 modified budget comes from federal special revenue at 38.8%, and general fund at 2.3%.

Personal services are 56.6% of the HB 2 modified budget, and as of May 31 approximately 79% expended. As of May 19, 2020, DOLI had 72.01 FTE or 10.9% of its FTE budgeted in HB 2 vacant. This is contributing to the lower than anticipated expenditure of personal services budget authority. DOLI has expended \$55,882 in personal services for COVID-19 leave.

Operating expenses are 31.8% of the HB 2 modified budget, and as of May 31 approximately 71% expended. The slightly lower percentage expended for the Workforce Services Division is due to infrastructure expenses that are planned for late in the fiscal year.

Grants are below levels anticipated in the budget due to the timing of the grant award cycle.

Total authority does not include non-budgeted proprietary funds. The Department of Labor and Industry (DOLI) administers the unemployment insurance trust fund. As part of the Coronavirus Aid, Relief, and Economic Security (CARES) Act unemployment insurance benefits were enhanced. Through June 1, 2020 the enhancements and payments of federal funding include:

- Federal pandemic unemployment compensation (FPUC) providing qualified unemployed workers an additional \$600 a week in benefits. Montanans have received \$252.2 million in FPUC
- Pandemic unemployment assistance (PUA) extends benefits to self-employed and independent contractors. DOLI has paid \$20.9 million in PUA benefits
- Under the CARES Act, individuals that qualify for PUA also qualify for FPUC. Qualifying individuals have received \$56.1 million in PUA FPUC
- Pandemic emergency unemployment compensation (PEUC) extends the period to receive unemployment insurance benefits to 39 weeks to those who have exhausted their benefits. In addition, these individuals are eligible to receive FPUC benefits during the extension. DOLI has paid \$2.6 million in PEUC benefits

In addition to the federal unemployment benefits, DOLI has processed \$128.9 million in regular unemployment benefits through June 1 leaving about \$280.0 million in the unemployment insurance trust fund.

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 Workforce Services Divisior	29,133,185	29,009,485	(123,700)
02 Unemployment Insurance I	16,821,405	16,821,405	-
03 Commissioners Office & Cs	1,583,589	1,583,589	-
04 Employment Relations Divi	14,584,996	14,706,196	121,200
05 Business Standards Divisior	18,881,959	18,881,959	-
07 Office Of Community Servic	3,980,108	3,980,108	-
09 Workers Compensation Co	811,697	814,197	2,500
Expenditure Account	Mar. Mod. Budget	June Mod. Budget	Net Modifications
Personal Services	48,583,259	48,583,259	-
Operating Expenses	27,297,313	27,297,313	-
Equipment & Intangible Asset	417,324	417,324	-
Grants	8,740,792	8,740,792	-
Benefits & Claims	100,389	100,389	-
Transfers-out	407,333	407,333	-
Debt Service	250,529	250,529	-
Fund Type	Mar. Mod. Budget	June Mod. Budget	Net Modifications
01 General	1,985,868	1,985,868	-
02 State/Other Spec Rev	50,491,253	50,491,253	-
03 Fed/Other Spec Rev	33,319,818	33,319,818	-
Total	85,796,939	85,796,939	-

The Workforce Services Division transferred \$106,916 in personal services authority to the Employment Relations Division and \$19,284 in operating expenses, \$16,784 to the Employment Relations Divisions and \$2,500 to the Workers' Compensation Court.