

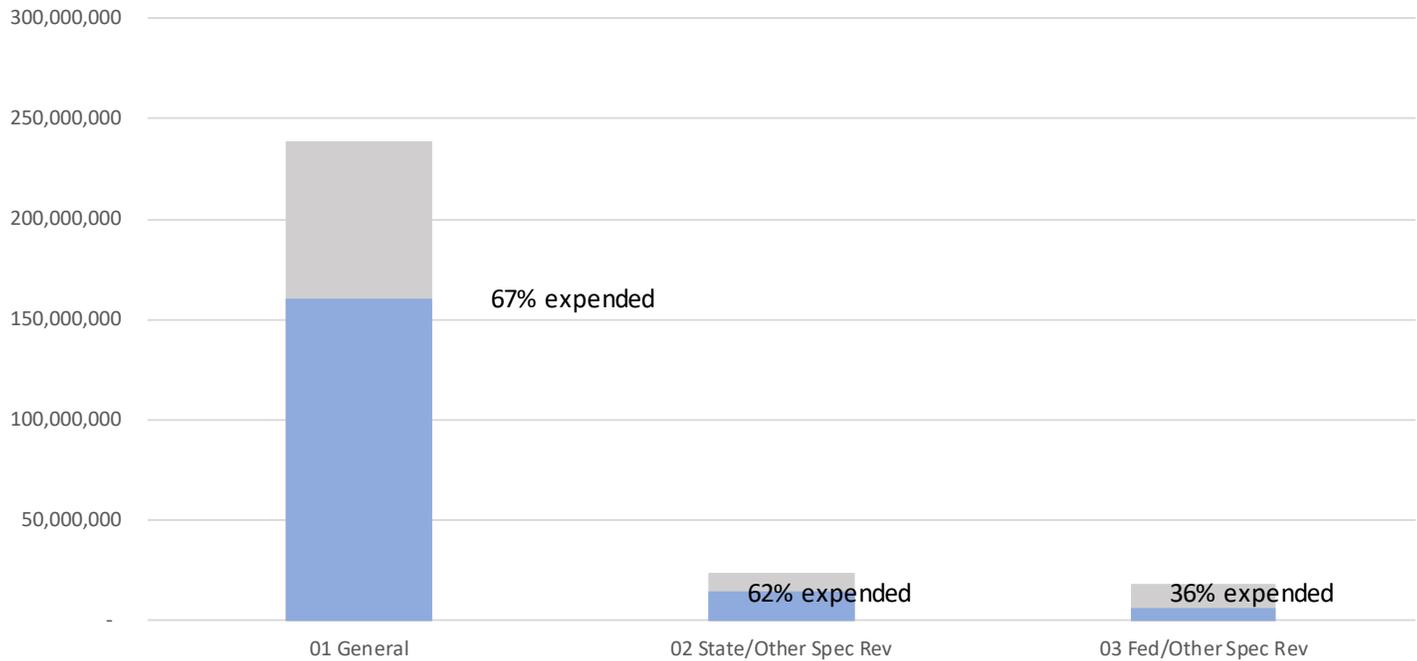
Commissioner of Higher Ed has \$286,195,726 in total authority, \$281,065,116 (98%) is HB 2 authority

65% of the agency's total HB2 budget has been expended, 68% 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 | 2,803,178 | 52% |
| Operating Expenses | 7,000,559 | 2,435,479 | 35% |
| Equipment & Intangible Assets | 11,063 | - | 0% |
| Local Assistance | 13,921,066 | 9,332,711 | 67% |
| Grants | 17,704,363 | 11,939,158 | 67% |
| Transfers-out | 237,086,540 | 155,373,343 | 66% |
| Agency Program | Budgeted | Expended | % Expended |
| 01 Administration Program | 4,367,144 | 2,585,293 | 59% |
| 02 Student Assistance Program | 11,435,234 | 8,869,132 | 78% |
| 04 Community College Assistance | 13,765,066 | 9,176,711 | 67% |
| 06 Education Outreach & Diversity | 9,487,849 | 3,026,116 | 32% |
| 08 Work Force Development Program | 6,417,818 | 3,006,998 | 47% |
| 09 Appropriation Distribution | 202,455,748 | 133,724,340 | 66% |
| 10 Agency Funds | 29,655,341 | 19,847,354 | 67% |
| 11 Tribal College Assistance Pgm | 1,012,875 | 1,012,875 | 100% |
| 12 Guaranteed Student Loan Pgm | 2,400,691 | 599,997 | 25% |
| 13 Board Of Regents-Admin | 67,350 | 35,055 | 52% |
| Total | 281,065,116 | 181,883,869 | 65% |

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. Total funding for the MUS is \$1.6 billion in FY 2020. This funding includes but is not limited to tuition, federal research grants, financial aid, campus building projects, debt service, and auxiliary funds.

The Office of the Commissioner of Higher Education has expended 65% of its modified HB 2 budget as of March. Overall, this is in line with the 5-year historical average at 68%.

Federal special revenue HB 2 appropriations of \$18.1 million are 36% expended as of March. Lower percentages expended are primarily 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 31% expended, and HB 2 federal special revenue of \$6.3 million in the Work Force Development Program is 47% expended. Lower expenditures in these programs are due to the timing of grant activities. The Guaranteed Student Loan Program expended 25% 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.

HB 2 Modifications

Negative modifications vs. positive modifications, by program

The net budget modifications were \$0.

| Agency Program | Dec. Mod. Budget | Mar. 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 & Diver | 9,487,849 | 9,487,849 | - |
| 08 Work Force Development Pr | 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 Pξ | 1,012,875 | 1,012,875 | - |
| 12 Guaranteed Student Loan Pξ | 2,400,691 | 2,400,691 | - |
| 13 Board Of Regents-Admin | 67,350 | 67,350 | - |
| Expenditure Account | Dec. Mod. Budget | Mar. Mod. Budget | Net Modifications |
| Personal Services | 5,341,525 | 5,341,525 | - |
| Operating Expenses | 7,000,559 | 7,000,559 | - |
| Equipment & Intangible Assets | 11,063 | 11,063 | - |
| Local Assistance | 13,921,066 | 13,921,066 | - |
| Grants | 17,704,363 | 17,704,363 | - |
| Transfers-out | 237,086,540 | 237,086,540 | - |
| Fund Type | Dec. Mod. Budget | Mar. 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 did not have any budget modifications between December 2019 and March 2020.