

EDUCATION

SECTION E

JOINT SUBCOMMITTEE OF HOUSE APPROPRIATIONS AND SENATE FINANCE & CLAIMS COMMITTEES

AGENCIES

OFFICE OF PUBLIC INSTRUCTION
BOARD OF PUBLIC EDUCATION
COMMISSIONER OF HIGHER EDUCATION
SCHOOL FOR THE DEAF & BLIND
MONTANA ARTS COUNCIL
LIBRARY COMMISSION
MONTANA HISTORICAL SOCIETY

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Agency Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Agency Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	26,069,359	25,507,231	(562,128)	(2.16)%
Operating Expenses	30,770,645	28,991,566	(1,779,079)	(5.78)%
Equipment & Intangible Assets	985,523	985,524	1	0.00 %
Local Assistance	1,571,679,181	1,671,950,969	100,271,788	6.38 %
Grants	303,997,352	311,205,102	7,207,750	2.37 %
Transfers	5,008,388	5,036,680	28,292	0.56 %
Total Expenditures	\$1,938,510,448	\$2,043,677,072	\$105,166,624	5.43 %
General Fund	1,578,870,904	1,689,940,678	111,069,774	7.03 %
State/Other Special Rev. Funds	19,079,719	8,316,578	(10,763,141)	(56.41)%
Federal Spec. Rev. Funds	340,559,825	345,419,816	4,859,991	1.43 %
Total Funds	\$1,938,510,448	\$2,043,677,072	\$105,166,624	5.43 %
Total Ongoing	\$1,936,724,424	\$2,043,395,572	\$106,671,148	5.51 %
Total OTO	\$1,786,024	\$281,500	(\$1,504,524)	(84.24)%

Page Reference

Legislative Budget Analysis, E-1.

Agency Highlights

**Office of Public Instruction
Major Budget Highlights**

- The legislature adopted an increase to the Office of Public Instruction's total biennial appropriation of approximately \$105.2 million or 5.4% compared to the 2019 biennium appropriation
- State Level Activities
 - The legislature adopted appropriations \$2.3 million lower than the 2019 biennium including:
 - A decrease of approximately \$560,000 in personal services
 - The legislature approved the elimination of 4.03 FTE
 - A decrease of \$1.8 million or 6.4% in operating expenses
 - The majority of this decrease was redirected to Local Education Activities to restore cuts from the previous biennium and to increase gifted and talented base
 - An increase of \$28,326 in transfers
- Local Education Activities
 - The total biennial appropriation to Local Education Activities for the 2021 biennium is \$107.5 million greater than the 2019 biennium
 - The legislature adopted present law adjustments above the FY 2019 base totaling \$93.8 million for the 2021 biennium primarily for inflationary increases, increases in ANB (a measure of number of students), and increases in the Guaranteed Tax Base (GTB) rates. This includes \$7.0 million for the mid-session fall ANB count and expected new high school districts
 - The legislature adopted new proposals for the 2021 biennium which reduced \$6.7 million from the FY 2019 base. This is primarily due to a \$8.0 million reduction in state special revenue for debt service assistance that was removed when the expected revenue for this was aligned with the appropriation under the major maintenance and debt service line item. This aligned appropriations and did not produce an actual reduction in available funds for debt service assistance. Other changes included:
 - Reduced general fund by \$0.8 million to align with HB 695 increasing the guarantee account by \$0.8 million
 - \$0.2 million for school safety
 - \$80,000 to restore multiple impacts from SB 261 (2017)
 - Increase to the special education allowable cost base of \$217,547 per year plus \$39,564 for GTB and retirement costs
 - Increase to secondary Vo-Ed base of \$510,000 per year
 - Additional gifted and talented base authority of \$100,000 per year

▪ \$0.1 million for the extension of the Cultural Integrity Commitment Act

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	156.32	156.32	152.29	152.29
Personal Services	11,035,054	12,226,247	13,843,112	12,753,949	12,753,282
Operating Expenses	15,678,345	15,562,813	15,207,832	14,491,883	14,499,683
Equipment & Intangible Assets	0	492,761	492,762	492,762	492,762
Local Assistance	762,104,637	776,131,503	795,547,678	824,079,754	847,871,215
Grants	150,847,617	151,498,676	152,498,676	155,102,551	156,102,551
Transfers	2,704,420	2,504,211	2,504,177	2,518,340	2,518,340
Total Expenditures	\$942,370,073	\$958,416,211	\$980,094,237	\$1,009,439,239	\$1,034,237,833
General Fund	773,704,820	779,283,557	799,587,347	834,617,458	855,323,220
State/Other Special Rev. Funds	930,522	9,534,870	9,544,849	2,612,145	5,704,433
Federal Spec. Rev. Funds	167,734,731	169,597,784	170,962,041	172,209,636	173,210,180
Total Funds	\$942,370,073	\$958,416,211	\$980,094,237	\$1,009,439,239	\$1,034,237,833
Total Ongoing	\$941,491,986	\$957,538,124	\$979,186,300	\$1,009,332,239	\$1,034,063,333
Total OTO	\$878,087	\$878,087	\$907,937	\$107,000	\$174,500

Page Reference

Legislative Budget Analysis, E-3.

Executive Budget Comparison

The following table compares the legislative budget for the biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Approp. Fiscal 2019	Executive Budget Fiscal 2020	Legislative Budget Fiscal 2020	Leg — Exec. Difference Fiscal 2020	Executive Budget Fiscal 2021	Legislative Budget Fiscal 2021	Leg — Exec. Difference Fiscal 2021	Biennium Difference Fiscal 20-21
FTE	156.32	156.32	152.29	(4.03)	156.32	152.29	(4.03)	(4.03)
Personal Services	13,843,112	13,053,673	12,753,949	(299,724)	13,052,264	12,753,282	(298,982)	(598,706)
Operating Expenses	15,207,832	14,384,623	14,491,883	107,260	14,392,423	14,499,683	107,260	214,520
Equipment & Intangible Assets	492,762	492,762	492,762	0	492,762	492,762	0	0
Local Assistance	795,547,678	838,834,832	824,079,754	(14,755,078)	866,043,775	847,871,215	(18,172,560)	(32,927,638)
Grants	152,498,676	155,209,926	155,102,551	(107,375)	156,209,926	156,102,551	(107,375)	(214,750)
Transfers	2,504,177	2,518,340	2,518,340	0	2,518,340	2,518,340	0	0
Total Costs	\$980,094,237	\$1,024,494,156	\$1,009,439,239	(\$15,054,917)	\$1,052,709,490	\$1,034,237,833	(\$18,471,657)	(\$33,526,574)
General Fund	799,587,347	845,520,890	834,617,458	(10,903,432)	869,643,756	855,323,220	(14,320,536)	(25,223,968)
State/other Special Rev. Funds	9,544,849	6,612,145	2,612,145	(4,000,000)	9,704,433	5,704,433	(4,000,000)	(8,000,000)
Federal Spec. Rev. Funds	170,962,041	172,361,121	172,209,636	(151,485)	173,361,301	173,210,180	(151,121)	(302,606)
Total Funds	\$980,094,237	\$1,024,494,156	\$1,009,439,239	(\$15,054,917)	\$1,052,709,490	\$1,034,237,833	(\$18,471,657)	(\$33,526,574)
Total Ongoing	\$979,186,300	\$1,023,651,656	\$1,009,332,239	(\$14,319,417)	\$1,051,866,990	\$1,034,063,333	(\$17,803,657)	(\$32,123,074)
Total OTO	\$907,937	\$842,500	\$107,000	(\$735,500)	\$842,500	\$174,500	(\$668,000)	(\$1,403,500)

The legislature adopted appropriations totaling \$33.5 million below the budget proposed by the executive as follows:

Statewide Education Activities

The legislative budget for statewide education activities is \$0.4 million below the executive proposed biennial budget. General fund is lower by \$0.1 million and federal special revenue is lower by \$0.3 million.

- \$ 0.6 million below the executive proposed budget for personal services
 - The legislature adopted a reduction in personal services of 4.03 FTE
- \$ 0.2 million above the executive proposed budget for operations
 - The legislature adopted DP 926, which reduced by the amount moved to Local Education activities

Local Education Activities

The legislative budget for Local Education Activities is \$31.5 below the executive proposed biennial budget.

- \$14,520 above the executive proposed appropriation for operating expenses
- \$0.2 million below the executive proposal for grants
- \$32.9 million below the executive proposal for local assistance
 - The legislature did not approve inflationary increases of \$1.9 million for special education in HB 2
 - The legislature did not approve an increase of \$21.7 million to provide preschool in K-12 schools in HB 2
 - The legislature decreased the general fund appropriation by \$8.0 million in order to match the HJ2 guarantee state special revenue estimate
 - The legislature adopted an appropriation for school safety of \$0.2 million
 - The legislature adopted DP 901 which increases the budget by \$0.1 million to restore several of the 0.5% cuts from SB 261
 - The legislature adopted an increase of \$7.0 million general fund for expected ANB increases
 - The legislature adopted a decrease of \$8.0 million in state special for debt service alignment
 - The legislature adopted a decrease of \$0.8 million in general fund for increased guarantee account revenue due to HB 695

Funding

The following table shows agency funding by source of authority.

Total Office of Public Instruction Funding by Source of Authority 2021 Biennium Budget Request - Office of Public Instruction						
Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	1,689,659,178	281,500	0	0	1,689,940,678	78.82 %
State Special Total	8,316,578	0	0	94,322,969	102,639,547	4.79 %
Federal Special Total	345,419,816	0	0	0	345,419,816	16.11 %
Proprietary Total	0	0	5,919,926	0	5,919,926	0.28 %
Other Total	0	0	0	0	0	0.00 %
Total All Funds	\$2,043,395,572	\$281,500	\$5,919,926	\$94,322,969	\$2,143,919,967	
Percent - Total All Sources	95.31 %	0.01 %	0.28 %	4.40 %		

Budget Summary by Category

The following table summarizes the total budget by base, present law adjustments, and new proposals. For a description of these categories, please see the glossary section of the Budget Analysis.

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	798,679,410	798,679,410	1,597,358,820	94.52 %	979,186,300	979,186,300	1,958,372,600	95.83 %
SWPL Adjustments	377,937	383,860	761,797	0.05 %	(1,186,687)	(1,180,296)	(2,366,983)	(0.12)%
PL Adjustments	34,791,921	55,490,880	90,282,801	5.34 %	34,671,436	59,462,759	94,134,195	4.61 %
New Proposals	768,190	769,070	1,537,260	0.09 %	(3,231,810)	(3,230,930)	(6,462,740)	(0.32)%
Total Budget	\$834,617,458	\$855,323,220	\$1,689,940,678		\$1,009,439,239	\$1,034,237,833	\$2,043,677,072	

Language and Statutory Authority

The Office of Public Instruction may distribute funds from the appropriation for In-State Treatment to public school districts for the purpose of providing educational costs of children with significant behavioral or physical needs.

All revenue up to \$1.3 million in the traffic education account for distribution to schools under the provisions of 20-7-506 and 61-5-121 is appropriated as provided in Title 20, chapter 7, part 5.

~~All appropriations for federal special revenue programs in state level activities and in local education activities and all general fund appropriations in local education activities are biennial.~~

All appropriations for federal special revenue programs in state level activities and in local education activities are biennial. All general fund appropriations in local education activities are biennial, except Major Maintenance Aid and Debt Service Assistance.

The Major Maintenance Aid and Debt Service Assistance restricted line item appropriation is restricted to the major maintenance aid program established in 20-9-525 unless funding requirements for the program are less than the available funds. Any remaining appropriation authority from the restricted appropriations may be used to augment the appropriations for debt service assistance established in 20-9-367

Cultural Integrity Commitment Act -- HB 41 is contingent on passage and approval of HB 41.

If HB 695 is not passed and approved, K-12 BASE Aid is increased by \$400,000 general fund in FY 2020 and \$400,000 general fund in FY 2021.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	26,069,359	25,507,231	(562,128)	(2.16)%
Operating Expenses	28,171,017	26,363,796	(1,807,221)	(6.42)%
Equipment & Intangible Assets	985,523	985,524	1	0.00 %
Transfers	3,992,674	4,021,000	28,326	0.71 %
Total Expenditures	\$59,218,573	\$56,877,551	(\$2,341,022)	(3.95)%
General Fund	21,721,811	21,437,939	(283,872)	(1.31)%
State/Other Special Rev. Funds	407,719	490,578	82,859	20.32 %
Federal Spec. Rev. Funds	37,089,043	34,949,034	(2,140,009)	(5.77)%
Total Funds	\$59,218,573	\$56,877,551	(\$2,341,022)	(3.95)%
Total Ongoing	\$57,432,549	\$56,877,551	(\$554,998)	(0.97)%
Total OTO	\$1,786,024	\$0	(\$1,786,024)	(100.00)%

Page Reference

Legislative Budget Analysis, E-8.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	156.32	156.32	152.29	152.29
Personal Services	11,035,054	12,226,247	13,843,112	12,753,949	12,753,282
Operating Expenses	14,400,889	14,269,793	13,901,224	13,178,000	13,185,796
Equipment & Intangible Assets	0	492,761	492,762	492,762	492,762
Transfers	1,990,497	1,996,337	1,996,337	2,010,500	2,010,500
Total Expenditures	\$27,426,440	\$28,985,138	\$30,233,435	\$28,435,211	\$28,442,340
General Fund	10,423,817	10,423,875	11,297,936	10,715,821	10,722,118
State/Other Special Rev. Funds	180,522	198,870	208,849	245,145	245,433
Federal Spec. Rev. Funds	16,822,101	18,362,393	18,726,650	17,474,245	17,474,789
Total Funds	\$27,426,440	\$28,985,138	\$30,233,435	\$28,435,211	\$28,442,340
Total Ongoing	\$26,548,353	\$28,107,051	\$29,325,498	\$28,435,211	\$28,442,340
Total OTO	\$878,087	\$878,087	\$907,937	\$0	\$0

Page Reference

Legislative Budget Analysis, E-9.

Funding

HB 2 Funding

Federal funds support just over half of the Office of Public Instruction's total budget authority, general funds support roughly one third, with the balance supported by state special revenue and proprietary funds.

State special revenue includes:

- School Lunch Program revenues are generated through reimbursements for the costs of shipping, handling, and other related costs of school food commodities used in the program
- Traffic and Safety Education Program revenues are generated through a percentage of driver's license fees

Federal special revenue is made up of federal grants that support public education

Non-Budgeted Proprietary Funding

- Indirect cost pool is a funding source that supports operations and various functions of the agency. A discussion of this source is included in the Proprietary Rates section of the narrative. The legislature adopted an indirect cost pool rate of 17.0%
- Advanced Drivers Education Program

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	10,389,999	10,389,999	20,779,998	96.93 %	29,325,498	29,325,498	58,650,996	103.12 %
SWPL Adjustments	377,922	383,841	761,763	3.55 %	(1,186,702)	(1,180,315)	(2,367,017)	(4.16)%
PL Adjustments	(166,239)	(165,861)	(332,100)	(1.55)%	182,276	183,018	365,294	0.64 %
New Proposals	114,139	114,139	228,278	1.06 %	114,139	114,139	228,278	0.40 %
Total Budget	\$10,715,821	\$10,722,118	\$21,437,939		\$28,435,211	\$28,442,340	\$56,877,551	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	286,935	36,153	(1,612,527)	(1,289,439)	0.00	289,984	36,336	(1,617,168)	(1,290,848)
DP 2 - Fixed Costs	0.00	88,441	106	3,061	91,608	0.00	90,699	203	5,818	96,720
DP 3 - Inflation Deflation	0.00	2,546	37	8,546	11,129	0.00	3,158	45	10,610	13,813
DP 50 - Personal Services Adjustment	(4.03)	(148,239)	0	(151,485)	(299,724)	(4.03)	(147,861)	0	(151,121)	(298,982)
DP 604 - Federal Grant Award Adjustment-Pgm 06	0.00	0	0	500,000	500,000	0.00	0	0	500,000	500,000
DP 693 - National Board Certification Stipends	0.00	(18,000)	0	0	(18,000)	0.00	(18,000)	0	0	(18,000)
Grand Total All Present Law Adjustments	(4.03)	\$211,683	\$36,296	(\$1,252,405)	(\$1,004,426)	(4.03)	\$217,980	\$36,584	(\$1,251,861)	(\$997,297)

**Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget.

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 50 - Personal Services Adjustment -

The legislature adopted a present law adjustment in personal services to maintain operations and services of the program. Specific reductions include reduction of 4.03 FTE and transfer of 0.40 FTE to federal special revenue funding.

DP 604 - Federal Grant Award Adjustment-Pgm 06 -

The legislature adopted an appropriation of \$1.0 million for the biennium to restore federal authority for personal services for short-term workers.

DP 693 - National Board Certification Stipends -

The legislature adopted a transfer of \$18,000 per year from the State Level Activities program to the Local Education Activities program to fund stipends for teachers who have received National Board Certification per 20-4-134, MCA.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 620 - Montana Digital Academy - RST	0.00	842,500	0	0	842,500	0.00	842,500	0	0	842,500
DP 926 - SB 9 Restoration Funds RST/BIEN	0.00	(728,361)	0	0	(728,361)	0.00	(728,361)	0	0	(728,361)
Total	0.00	\$114,139	\$0	\$0	\$114,139	0.00	\$114,139	\$0	\$0	\$114,139

**"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 620 - Montana Digital Academy - RST -

The legislature adopted \$842,500 per year general fund as a restricted, one-time-only appropriation for the Montana Digital Academy (MTDA) in addition to \$1,158,000 per year in the OPI base budget for MTDA. The one-time-only designation is removed in DP 600 which makes the funding ongoing.

DP 926 - SB 9 Restoration Funds RST/BIEN -

The legislature adopted a reduction of OPI base operating expense of \$728,361 in each year of the biennium.

**Other Issues -
Proprietary Rates**

Indirect Cost Pool - 06512

The OPI indirect cost pool is an internal service fund used to allocate various centralized costs such as payroll, accounting, or budgeting, to all of OPI's state and federally funded programs using a pre-approved indirect cost rate. Because the proprietary funds do not require an appropriation, they are not typically included in appropriation tables. Instead, the legislature approves the fees and charges that support the revenues for the program. The fees approved in the general appropriations act are the maximum fees that may be charged in the biennium.

Revenue

Indirect cost pool revenues are a function of the amount of expenditures recorded in the State Level Activities Program. Revenues are generated monthly by applying the approved indirect cost rate to the prior month's direct personal services

and operating expenditures in both state and federally funded programs. OPI negotiated a three-year "predetermined rate" with the U.S. Department of Education. The negotiated rate for fiscal year 2019 is 17%. For fiscal years 2020-2021 the legislature adopted the rate of 17%.

Expenses

Indirect cost pool covers the expenses incurred by the 25.85 FTE, who provide administrative, finance, accounting and data management services to the rest of the agency. The rate also covers fees charged for services provided by other departments, including but not limited to warrant writing, workers' compensation fees, audit fees, rent, and grounds maintenance. The pool also covers termination payouts for staff, except the superintendent and the superintendent's personal staff.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Operating Expenses	2,599,628	2,627,770	28,142	1.08 %
Local Assistance	1,571,679,181	1,671,950,969	100,271,788	6.38 %
Grants	303,997,352	311,205,102	7,207,750	2.37 %
Transfers	1,015,714	1,015,680	(34)	0.00 %
Total Expenditures	\$1,879,291,875	\$1,986,799,521	\$107,507,646	5.72 %
General Fund	1,557,149,093	1,668,502,739	111,353,646	7.15 %
State/Other Special Rev. Funds	18,672,000	7,826,000	(10,846,000)	(58.09)%
Federal Spec. Rev. Funds	303,470,782	310,470,782	7,000,000	2.31 %
Total Funds	\$1,879,291,875	\$1,986,799,521	\$107,507,646	5.72 %
Total Ongoing	\$1,879,291,875	\$1,986,518,021	\$107,226,146	5.71 %
Total OTO	\$0	\$281,500	\$281,500	100.00 %

Page Reference

Legislative Budget Analysis, E-18.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
Operating Expenses	1,277,456	1,293,020	1,306,608	1,313,883	1,313,887
Local Assistance	762,104,637	776,131,503	795,547,678	824,079,754	847,871,215
Grants	150,847,617	151,498,676	152,498,676	155,102,551	156,102,551
Transfers	713,923	507,874	507,840	507,840	507,840
Total Expenditures	\$914,943,633	\$929,431,073	\$949,860,802	\$981,004,028	\$1,005,795,493
General Fund	763,281,003	768,859,682	788,289,411	823,901,637	844,601,102
State/Other Special Rev. Funds	750,000	9,336,000	9,336,000	2,367,000	5,459,000
Federal Spec. Rev. Funds	150,912,630	151,235,391	152,235,391	154,735,391	155,735,391
Total Funds	\$914,943,633	\$929,431,073	\$949,860,802	\$981,004,028	\$1,005,795,493
Total Ongoing	\$914,943,633	\$929,431,073	\$949,860,802	\$980,897,028	\$1,005,620,993
Total OTO	\$0	\$0	\$0	\$107,000	\$174,500

Page Reference

Legislative Budget Analysis, E-20.

Funding

Local Education Activities is funded by a combination of general fund, state and federal special revenue. The majority of funds are appropriated by HB 2 and the remainder are statutory appropriations.

General fund supports approximately 84.0% of the distribution to school districts, federal 15.0% and state special revenue the remaining 1.0%. Details of state and federal special are described below.

Guarantee Account

The guarantee account is a state special revenue account statutorily appropriated to school funding (20-9-622, MCA). The guarantee account receives revenue generated from common school trust lands and the subsequent interest on the common school trust account.

School Facility and Technology Account

The school facility and technology account supports state subsidies for school debt service from facilities bonds, technological improvements, and other infrastructure and facility needs. The school facility and technology account is funded from public land trust power site rent under the provisions of 77-4-208(2), MCA and timber harvest income from school trust lands under the provisions of 20-9-516(2)(a), MCA.

Traffic & Safety Education Account

The traffic & safety education account funds traffic education programs in Montana schools. Traffic and safety education revenues are generated from a percentage of drivers' license and commercial drivers' license fees.

School Facility State Special Revenue

The school facility state special revenue account receives interest from the school facility sub-trust within the state coal trust. This money is then distributed to school districts to help support major maintenance.

Federal funds

Federal funds support school nutrition, education for the disadvantaged, special education, professional development for educators, and various other purposes.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	788,289,411	788,289,411	1,576,578,822	94.49 %	949,860,802	949,860,802	1,899,721,604	95.62 %
SWPL Adjustments	15	19	34	0.00 %	15	19	34	0.00 %
PL Adjustments	34,958,160	55,656,741	90,614,901	5.43 %	34,489,160	59,279,741	93,768,901	4.72 %
New Proposals	654,051	654,931	1,308,982	0.08 %	(3,345,949)	(3,345,069)	(6,691,018)	(0.34)%
Total Budget	\$823,901,637	\$844,601,102	\$1,668,502,739		\$981,004,028	\$1,005,795,493	\$1,986,799,521	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
-----Fiscal 2020-----						-----Fiscal 2021-----				
FTE	General Fund	State Special	Federal Special	Total Funds		FTE	General Fund	State Special	Federal Special	Total Funds
DP 3 - Inflation Deflation										
0.00	15	0	0	15		0.00	19	0	0	19
DP 692 - National Board Certification Stipends RST/OTO										
0.00	107,000	0	0	107,000		0.00	174,500	0	0	174,500
DP 902 - K-12 BASE Aid Inflation RST/BIEN										
0.00	24,572,480	0	0	24,572,480		0.00	46,158,348	0	0	46,158,348
DP 904 - Fall ANB Count										
0.00	4,217,393	0	0	4,217,393		0.00	2,831,718	0	0	2,831,718
DP 908 - Restore Transportation Payment RST/BIEN										
0.00	1,900,000	0	0	1,900,000		0.00	1,900,000	0	0	1,900,000
DP 909 - Federal Grant Award Adjustments-Pgm 09										
0.00	0	0	2,500,000	2,500,000		0.00	0	0	3,500,000	3,500,000
DP 910 - Restore Data for Achievement RST/BIEN										
0.00	3,209,999	0	0	3,209,999		0.00	3,272,947	0	0	3,272,947
DP 920 - At Risk Inflation RST/BIEN										
0.00	49,721	0	0	49,721		0.00	150,620	0	0	150,620
DP 922 - NRD Major Maintenance Aid RST/BIEN										
0.00	4,783,000	1,617,000	0	6,400,000		0.00	5,391,000	2,209,000	0	7,600,000
DP 923 - Debt Service Assistance RST										
0.00	0	(4,586,000)	0	(4,586,000)		0.00	0	(2,086,000)	0	(2,086,000)
DP 960 - Guarantee Account Adjustment RST/BIEN										
0.00	(3,881,433)	0	0	(3,881,433)		0.00	(4,222,392)	0	0	(4,222,392)
Grand Total All Present Law Adjustments										
0.00	\$34,958,175	(\$2,969,000)	\$2,500,000	\$34,489,175		0.00	\$55,656,760	\$123,000	\$3,500,000	\$59,279,760

***Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 692 - National Board Certification Stipends RST/OTO -

The legislature adopted \$281,500 general fund for the biennium restricted to support stipends for National Board Certified teachers per 20-4-134, MCA. Stipends are to be distributed to the qualifying teacher's school district for distribution to the teacher. Therefore, this change package moves base funding of \$18,000 per year of the biennium to the Local Education Activities program, reducing the agency State Level Activities by the same amount. Additional general fund of \$89,000 in FY 2020 and \$156,500 in FY 2021 is included based upon projections of eligible teachers.

DP 902 - K-12 BASE Aid Inflation RST/BIEN -

The legislature adopted an increase of \$70.7 million general fund for the 2021 biennium to support inflation increases per 20-9-326, MCA. Increases of 0.91% in FY 2020 and 1.83% in FY 2021 are for the basic entitlement, per-Average Number Belonging (ANB) entitlement, the quality educator payment, the Indian education for all payment, and the American Indian achievement gap payment. ANB counts are projected to increase by 0.9% in FY 2020 and by 1.2% in FY 2021, so the present law adjustment includes funding for both the growth in enrollment (ANB) and the inflationary increases in the statutory funding rates.

DP 904 - Fall ANB Count -

Provides an appropriation for K-12 BASE Aid for revised ANB estimates arising from the February 2019 actual enrollment counts; including the ANB from newly formed high school districts.

DP 908 - Restore Transportation Payment RST/BIEN -

The legislature adopted DP 908 which restores \$1.7 million per year to the pupil transportation appropriation, which was cut in the previous biennium, and adds \$0.2 million per year to meet estimated statutory pupil transportation costs. This totals of \$1.9 million per year.

DP 909 - Federal Grant Award Adjustments-Pgm 09 -

The legislature adopted a \$6.0 million increase in federal fund appropriations for the 2021 biennium for anticipated increases in federal grant awards that OPI distributes to school districts and other local education entities administered by the OPI. Increases are primarily related to IDEA Part B and Title I Part A.

DP 910 - Restore Data for Achievement RST/BIEN -

The legislature adopted an increase of \$6.5 million general fund for the 2021 biennium to restore the data for achievement payment and provide inflationary increases in each year. The restoration of this payment includes \$3,180,038 each year of the biennium plus inflationary and ANB adjustments of \$29,960 in FY 2020 and \$92,909 in FY 2021. These increases represent a 0.91% increase in FY 2020 and 1.83% in FY 2021 as required for this payment in 20-9-326, MCA.

DP 920 - At Risk Inflation RST/BIEN -

The legislature adopted inflation increases for the at-risk student payment of \$49,721 in FY 2020 and \$150,620 in FY 2021. This represents a 0.91% increase in FY 2020 and a 1.83% increase in FY 2021 per 20-9-326, MCA.

DP 922 - NRD Major Maintenance Aid RST/BIEN -

The legislature adopted \$6.4 million in FY 2020 and \$7.6 million in FY 2021 for the Natural Resource Development K-12 School Facilities Payment (20-9-635, MCA). Funding includes \$1.6 million in FY 2020 and \$2.2 million in FY 2021 from the school major maintenance aid state special revenue fund (20-9-380, MCA) and \$4.8 million in FY 2020 and \$5.4 million in FY 2021 from the state general fund.

DP 923 - Debt Service Assistance RST -

The legislature adopted DP 923, which aligns the appropriation with anticipated revenue for the purpose of the debt service assistance payment in 20-9-346, MCA. This is a decrease of \$4.6 million in FY 2020 and \$2.1 million in FY 2021. The total appropriation in FY 2020 will be \$4.0 million, and in FY 2021 \$6.5 million, based upon funds available in the account.

DP 960 - Guarantee Account Adjustment RST/BIEN -

The legislature adopted a general fund decrease of \$8.1 million for the 2021 biennium to offset estimated increases to the guarantee state special revenue account.

New Proposals -

The New Proposals table shows new changes to spending.

New Proposals	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 900 - School Safety RST/BIEN	0.00	100,000	0	0	100,000	0.00	100,000	0	0	100,000
DP 901 - Reinstate SB 261 Cuts RST/BIEN	0.00	39,350	0	0	39,350	0.00	39,350	0	0	39,350
DP 905 - HB 695 Adjustment	0.00	(400,000)	0	0	(400,000)	0.00	(400,000)	0	0	(400,000)
DP 906 - Adjust Debt Service Assistance	0.00	0	(4,000,000)	0	(4,000,000)	0.00	0	(4,000,000)	0	(4,000,000)
DP 926 - SB 9 Restoration Funds RST/BIEN	0.00	867,111	0	0	867,111	0.00	867,111	0	0	867,111
DP 9041 - HB 41 Funding	0.00	47,590	0	0	47,590	0.00	48,470	0	0	48,470
DP 9042 - Line Item HB41 Funding	0.00	0	0	0	0	0.00	0	0	0	0
Total	0.00	\$654,051	(\$4,000,000)	\$0	(\$3,345,949)	0.00	\$654,931	(\$4,000,000)	\$0	(\$3,345,069)

**"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 900 - School Safety RST/BIEN -

The legislature adopted an appropriation of \$200,000 for the biennium to provide school safety training to educators.

DP 901 - Reinstate SB 261 Cuts RST/BIEN -

The legislature adopted an appropriation of \$39,350 per year to restore reductions in multiple programs that were impacted by SB 261.

DP 905 - HB 695 Adjustment -

Reduces the K-12 BASE Aid line item by \$400,000 per year due to the interest earnings that would flow into the Guarantee Account from the passage of HB 695. This includes language to make this contingent upon passage and approval of HB 695.

DP 906 - Adjust Debt Service Assistance -

This removes \$4.0 million per year in state special authority for Debt Service Assistance as this authority was overflow authority from Major Maintenance and is no longer needed as the authority is contained in the combined Major Maintenance and Debt Service Assistance line. This also renamed the line items School Facility Reimbursement (Restricted) to Debt Service Assistance (Restricted) as well as Major Maintenance Aid (Restricted/Biennial) to Major Maintenance Aid and Debt Service Assistance (Restricted). Language was also added for the order of distribution between Major Maintenance and Debt Service Assistance as well as make this line item appropriation not biennial.

DP 926 - SB 9 Restoration Funds RST/BIEN -

The legislature adopted an increase in special education allowable cost base of \$217,547 plus \$39,564 GTB and retirement costs per year; secondary Vo-Ed base of \$510,000 per year; and additional gifted and talented base authority of \$100,000 per year.

DP 9041 - HB 41 Funding -

Provides funding for HB 41, which extends the Culture Integrity Commitment Act through June 30, 2023. Cost to the state general fund is \$47,590 in FY 2020 and \$48,470 in FY 2021. This is contingent upon passage of HB 41.

DP 9042 - Line Item HB41 Funding -

Transfers funding for HB41 from the K-12 BASE Aid Line item to the Cultural Integrity Act line item. This includes language to make this contingent upon passage and approval of HB 41.

Agency Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Agency Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	483,896	504,248	20,352	4.21 %
Operating Expenses	230,623	191,018	(39,605)	(17.17)%
Total Expenditures	\$714,519	\$695,266	(\$19,253)	(2.69)%
General Fund	278,326	329,452	51,126	18.37 %
State/Other Special Rev. Funds	436,193	365,814	(70,379)	(16.13)%
Total Funds	\$714,519	\$695,266	(\$19,253)	(2.69)%
Total Ongoing	\$654,519	\$695,266	\$40,747	6.23 %
Total OTO	\$60,000	\$0	(\$60,000)	(100.00)%

Page Reference

Legislative Budget Analysis, E-25.

Agency Highlights

Board of Public Education Major Budget Highlights
<ul style="list-style-type: none"> • The legislature adopted a decrease to the Board of Public Education's total biennial appropriation of approximately \$19,000 or 2.7% compared to the 2019 biennium appropriation <ul style="list-style-type: none"> ◦ The legislature adopted a \$20,000 increase to personal services for the 2021 biennium ◦ The legislature adopted a decrease of \$40,000 in operating expenses from the last biennium budget

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	3.00	3.00	3.00	3.00
Personal Services	220,845	237,947	245,949	252,395	251,853
Operating Expenses	83,268	115,150	115,473	103,438	87,580
Total Expenditures	\$304,113	\$353,097	\$361,422	\$355,833	\$339,433
General Fund	118,717	136,811	141,515	172,926	156,526
State/Other Special Rev. Funds	185,396	216,286	219,907	182,907	182,907
Total Funds	\$304,113	\$353,097	\$361,422	\$355,833	\$339,433
Total Ongoing	\$286,472	\$323,097	\$331,422	\$355,833	\$339,433
Total OTO	\$17,641	\$30,000	\$30,000	\$0	\$0

Page Reference

Legislative Budget Analysis, E-26.

Executive Budget Comparison

The following table compares the legislative budget for the biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Approp. Fiscal 2019	Executive Budget Fiscal 2020	Legislative Budget Fiscal 2020	Leg — Exec. Difference Fiscal 2020	Executive Budget Fiscal 2021	Legislative Budget Fiscal 2021	Leg — Exec. Difference Fiscal 2021	Biennium Difference Fiscal 20-21
FTE	3.00	3.00	3.00	0.00	3.00	3.00	0.00	0.00
Personal Services	245,949	252,395	252,395	0	251,853	251,853	0	0
Operating Expenses	115,473	103,438	103,438	0	87,580	87,580	0	0
Total Costs	\$361,422	\$355,833	\$355,833	\$0	\$339,433	\$339,433	\$0	\$0
General Fund	141,515	172,926	172,926	0	156,526	156,526	0	0
State/other Special Rev. Funds	219,907	182,907	182,907	0	182,907	182,907	0	0
Total Funds	\$361,422	\$355,833	\$355,833	\$0	\$339,433	\$339,433	\$0	\$0
Total Ongoing	\$331,422	\$355,833	\$355,833	\$0	\$339,433	\$339,433	\$0	\$0
Total OTO	\$30,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0

The legislature adopted the executive budget proposal with no changes.

Funding

The following table shows agency funding by source of authority.

Total Board of Public Education Funding by Source of Authority 2021 Biennium Budget Request - Board of Public Education						
Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	329,452	0	0	0	329,452	47.38 %
State Special Total	365,814	0	0	0	365,814	52.62 %
Federal Special Total	0	0	0	0	0	0.00 %
Proprietary Total	0	0	0	0	0	0.00 %
Other Total	0	0	0	0	0	0.00 %
Total All Funds	\$695,266	\$0	\$0	\$0	\$695,266	
Percent - Total All Sources	100.00 %	0.00 %	0.00 %	0.00 %		

The Board of Public Education (BPE) is funded through a combination of general fund and state special funds. In previous biennia the funding was evenly split between general fund and state special funds. However last biennium state special funds made up a larger portion of the budget in order to spend down unused fund balances. For the 2021 biennium the legislature approved rebalancing the funding between general fund and state special funds by shifting the appropriation from state special to the general fund.

The funding for the state special revenue accounts is provided by teacher certification fees of \$6.00 per year. By statute, these fees are collected by the Office of Public Instruction (OPI) and deposited into two accounts: two-thirds of the fees are deposited in the advisory council state special revenue fund which supports the activities of the Certification Standards and Practices Advisory Council (CSPAC), and one third is deposited into the research state special revenue fund and used to fund the statutory duties of the BPE and CSPAC.

All revenue to the advisory council fund is expended each year before general fund is expended. As originally created, the research fund was to be a reserve for special projects. Statute was changed to allow for the appropriation of a portion of the fund for operations with the balance reserved for special projects. Historical revenues and expenditures over the last five years are in line with the appropriation adopted by the legislature for both funds.

Budget Summary by Category

The following table summarizes the total budget by base, present law adjustments, and new proposals. For a description of these categories, please see the glossary section of the Budget Analysis.

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	141,515	141,515	283,030	85.91 %	331,422	331,422	662,844	95.34 %
SWPL Adjustments	31,411	15,011	46,422	14.09 %	24,411	8,011	32,422	4.66 %
PL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$172,926	\$156,526	\$329,452		\$355,833	\$339,433	\$695,266	

Page Reference

Legislative Budget Analysis, E-25.

Page Reference

Legislative Budget Analysis, E-26.

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	18,446	(12,000)	0	6,446	0.00	17,904	(12,000)	0	5,904
DP 2 - Fixed Costs	0.00	12,896	5,000	0	17,896	0.00	(2,978)	5,000	0	2,022
DP 3 - Inflation Deflation	0.00	69	0	0	69	0.00	85	0	0	85
Grand Total All Present Law Adjustments	0.00	\$31,411	(\$7,000)	\$0	\$24,411	0.00	\$15,011	(\$7,000)	\$0	\$8,011

*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget.

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

Agency Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Agency Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	13,566,250	10,566,296	(2,999,954)	(22.11)%
Operating Expenses	21,354,719	13,931,344	(7,423,375)	(34.76)%
Equipment & Intangible Assets	42,630	22,126	(20,504)	(48.10)%
Local Assistance	25,825,047	27,756,318	1,931,271	7.48%
Grants	32,257,920	35,799,041	3,541,121	10.98%
Benefits & Claims	90,937,952	0	(90,937,952)	(100.00)%
Transfers	444,145,532	473,136,337	28,990,805	6.53%
Debt Service	25,364	0	(25,364)	(100.00)%
Total Expenditures	\$628,155,414	\$561,211,462	(\$66,943,952)	(10.66)%
General Fund	444,997,731	475,516,946	30,519,215	6.86%
State/Other Special Rev. Funds	43,814,509	48,302,616	4,488,107	10.24%
Federal Spec. Rev. Funds	138,282,033	36,170,615	(102,111,418)	(73.84)%
Proprietary Funds	1,061,141	1,221,285	160,144	15.09%
Total Funds	\$628,155,414	\$561,211,462	(\$66,943,952)	(10.66)%
Total Ongoing	\$627,246,964	\$557,408,962	(\$69,838,002)	(11.13)%
Total OTO	\$908,450	\$3,802,500	\$2,894,050	318.57%

Page Reference

Legislative Budget Analysis, E-31.

Agency Highlights

Commissioner of Higher Education Major Budget Highlights
<ul style="list-style-type: none"> • The legislature adopted an increase to the Commissioner of Higher Education's total biennial appropriation of approximately \$41.7 million or 8.0% compared to the 2019 biennium appropriation <ul style="list-style-type: none"> ◦ This has been adjusted for the Guaranteed Student Loan and Improving Teacher Quality programs that have been either reduced or eliminated, accounting for a federal funds decrease of \$103.9 million • The legislature agreed to a Shared Policy Goal with the Office of the Commissioner of Higher Education to enhance the efforts of career and technical education (CTE). This Shared Policy Goal is the result of agreeing to a tuition freeze for the 2021 biennium • The legislature adopted a match of \$2.0 million one-time-only to fund scholarships for need-based aid and adult learners • The legislature adopted \$350,000 one-time-only funding to Tribal Colleges for high school equivalency test (HiSET) preparation • The legislature adopted one-time-only funding for: <ul style="list-style-type: none"> ◦ Bureau of Mines data preservation project ◦ Agricultural Experiment Stations Wool Lab ◦ Agricultural Experiment Stations Seed Lab • The legislature adopted an increase in federal authority for GEAR UP and Perkins grants • The legislature adopted \$542,500 one-time-only funding for Flathead Valley Community College

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	89.90	89.90	50.22	50.22
Personal Services	4,283,621	6,676,172	6,890,078	5,285,927	5,280,369
Operating Expenses	10,814,305	13,785,389	7,569,330	6,999,137	6,932,207
Equipment & Intangible Assets	0	21,315	21,315	11,063	11,063
Local Assistance	12,815,643	12,815,644	13,009,403	13,835,193	13,921,125
Grants	14,455,942	16,120,845	16,137,075	17,704,363	18,094,678
Benefits & Claims	11,046,860	42,112,415	48,825,537	0	0
Transfers	219,774,756	220,957,926	223,187,606	235,642,188	237,494,149
Debt Service	0	12,682	12,682	0	0
Total Expenditures	\$273,191,127	\$312,502,388	\$315,653,026	\$279,477,871	\$281,733,591
General Fund	219,766,507	220,857,734	224,139,997	236,913,165	238,603,781
State/Other Special Rev. Funds	21,696,821	22,022,324	21,792,185	23,918,364	24,384,252
Federal Spec. Rev. Funds	31,269,452	69,095,328	69,186,705	18,035,611	18,135,004
Proprietary Funds	458,347	527,002	534,139	610,731	610,554
Total Funds	\$273,191,127	\$312,502,388	\$315,653,026	\$279,477,871	\$281,733,591
Total Ongoing	\$272,736,902	\$312,048,163	\$315,198,801	\$277,719,371	\$279,689,591
Total OTO	\$454,225	\$454,225	\$454,225	\$1,758,500	\$2,044,000

Page Reference

Legislative Budget Analysis, E-33.

Executive Budget Comparison

The following table compares the legislative budget for the biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Approp. Fiscal 2019	Executive Budget Fiscal 2020	Legislative Budget Fiscal 2020	Leg — Exec. Difference Fiscal 2020	Executive Budget Fiscal 2021	Legislative Budget Fiscal 2021	Leg — Exec. Difference Fiscal 2021	Biennium Difference Fiscal 20-21
FTE	89.90	49.88	50.22	0.34	49.88	50.22	0.34	0.34
Personal Services	6,890,078	5,201,646	5,285,927	84,281	5,194,915	5,280,369	85,454	169,735
Operating Expenses	7,569,330	6,994,488	6,999,137	4,649	6,927,558	6,932,207	4,649	9,298
Equipment & Intangible Assets	21,315	11,063	11,063	0	11,063	11,063	0	0
Local Assistance	13,009,403	13,519,243	13,835,193	315,950	13,607,125	13,921,125	314,000	629,950
Grants	16,137,075	19,479,363	17,704,363	(1,775,000)	19,669,678	18,094,678	(1,575,000)	(3,350,000)
Benefits & Claims	48,825,537	0	0	0	0	0	0	0
Transfers	223,187,606	235,350,708	235,642,188	291,480	237,202,669	237,494,149	291,480	582,960
Debt Service	12,682	0	0	0	0	0	0	0
Total Costs	\$315,653,026	\$280,556,511	\$279,477,871	(\$1,078,640)	\$282,613,008	\$281,733,591	(\$879,417)	(\$1,958,057)
General Fund	224,139,997	238,377,746	236,913,165	(1,464,581)	239,870,312	238,603,781	(1,266,531)	(2,731,112)
State/other Special Rev. Funds	21,792,185	23,618,364	23,918,364	300,000	24,084,252	24,384,252	300,000	600,000
Federal Spec. Rev. Funds	69,186,705	17,954,319	18,035,611	81,292	18,052,539	18,135,004	82,465	163,757
Other	534,139	606,082	610,731	4,649	605,905	610,554	4,649	9,298
Total Funds	\$315,653,026	\$280,556,511	\$279,477,871	(\$1,078,640)	\$282,613,008	\$281,733,591	(\$879,417)	(\$1,958,057)
Total Ongoing	\$315,198,801	\$280,392,991	\$277,719,371	(\$2,673,620)	\$282,449,488	\$279,689,591	(\$2,759,897)	(\$5,433,517)
Total OTO	\$454,225	\$163,520	\$1,758,500	\$1,594,980	\$163,520	\$2,044,000	\$1,880,480	\$3,475,460

The legislature approved a budget that is \$2.0 million less than the budget proposed by the executive for the 2021 biennium.

The major differences in the legislative budget compared to the executive budget are:

- The legislature adopted the proposal for Financial Assistance Match at \$2.0 million rather than \$5.0 million
- The legislature reduced the proposed HiSET preparation funding from \$700,000 to \$350,000
- The legislature adopted a reduced amount of the proposed reinstatement of personal services in several programs and the reduction of 1.66 FTE
- The legislature increased the Guaranteed Student Loan Program FTE to a total of 3.00 rather than 2.00
- The legislature did not approve the one-time-only operation and maintenance costs associated with the MSU American Indian Hall
- The legislature did not adopt the further reduction of audit costs on the community colleges
- The legislature adopted a \$542,500 one-time-only appropriation for Flathead Valley Community College

Funding

The following table shows agency funding by source of authority.

Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	472,314,446	3,202,500	0	3,570,048	479,086,994	53.55 %
State Special Total	47,702,616	600,000	0	7,690,792	55,993,408	6.26 %
Federal Special Total	36,170,615	0	0	0	36,170,615	4.04 %
Proprietary Total	1,221,285	0	322,179,375	0	323,400,660	36.15 %
Other Total	0	0	0	0	0	0.00 %
Total All Funds	\$557,408,962	\$3,802,500	\$322,179,375	\$11,260,840	\$894,651,677	
Percent - Total All Sources	62.30 %	0.42 %	36.01 %	1.26 %		

The Commissioner of Higher Education is funded through a combination of general fund, state special revenue, federal special revenue, and propriety funds. Funding is discussed in further detail at the program level.

Budget Summary by Category

The following table summarizes the total budget by base, present law adjustments, and new proposals. For a description of these categories, please see the glossary section of the Budget Analysis.

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	223,985,772	223,985,772	447,971,544	94.21 %	315,198,801	315,198,801	630,397,602	112.33 %
SWPL Adjustments	469,694	393,866	863,560	0.18 %	467,225	391,342	858,567	0.15 %
PL Adjustments	10,999,199	12,480,143	23,479,342	4.94 %	(37,946,655)	(35,900,552)	(73,847,207)	(13.16)%
New Proposals	1,458,500	1,744,000	3,202,500	0.67 %	1,758,500	2,044,000	3,802,500	0.68 %
Total Budget	\$236,913,165	\$238,603,781	\$475,516,946		\$279,477,871	\$281,733,591	\$561,211,462	

Language and Statutory Authority

Items designated as OCHE Administration (01), Student Assistance (02), Educational Outreach and Diversity (06), Workforce Development (08), Appropriation Distribution (09), Guaranteed Student Loan (12), and the Board of Regents (13) are designated as biennial appropriations.

General fund money, state and federal special revenue and proprietary fund revenue appropriated to the Board of Regents are included in all Montana university system programs. All other public funds received by units of the Montana university system (other than plant funds appropriated in HB 5, relating to long-range building) are appropriated to the board of regents and may be expended under the provisions of 17-7-138(2). The board of regents shall allocate the appropriations to individual university system units, as defined in 17-7-102(15), according to board policy.

The Montana University system, except the Office of the Commissioner of Higher Education and the community colleges, shall provide the office of budget and program planning and the legislative fiscal division banner access to the entire university system's information system, except for information pertaining to individual students and individual employees that is protected by Article II, sections 9 and 10, of the Montana constitution, 20-25-515, or the Family Educational Rights and Privacy Act of 1974, 20 U.S.C. 1232g.

The Montana university system shall provide the electronic data required for entering human resource data for the current unrestricted operating funds into the Internet Budgeting and Reporting System (IBARS). The salary and benefit data provided must reflect approved board of regents operating budgets.

The average budgeted amount for each full-time equivalent student at the community colleges, includes \$3,196 for each year of the 2021 biennium. The general fund appropriation for Community College Assistance provides 48.2% in FY 2020

and 48.2% in FY 2021 of the budget amount for each full-time equivalent student each year of the 2021 biennium. The remaining 51.8% of the budget amount for each full-time equivalent student must be paid from funds other than those appropriated for Community College Assistance.

The commissioner may adjust the funding distribution between community colleges based on actual enrollment.

The general fund appropriation for Community College Assistance is calculated to fund education in the community colleges for an estimated 2,083 resident FTE in FY 2020 and 2,143 in FY 2021. If total resident FTE student enrollment in the community colleges is greater than the estimated number for the biennium, the community colleges shall serve the additional students without a state general fund contribution. If actual resident FTE student enrollment is less than the estimated numbers for the biennium, the community colleges shall revert general fund money to the state in accordance with 17-7-142.

Funding to be transferred to the state energy conservation program debt service account for energy improvements are as followed. Transferred funding for each year of the biennium to retire bonded projects are University of Montana \$26,500, UM Western \$98,000, UM Helena \$6,000, MSU Northern \$16,700 in FY 2020 and \$16,200 in FY 2021, MSU Billings \$45,519, Great Falls \$86,500. Funding to be transferred for each year of the biennium for state energy revolving projects are UM Western \$41,885 in FY 2020 and \$41,205 in FY 2021, UM Helena \$55,649, UM Montana Tech \$90,266, MSU Billings \$55,323, MSU Northern \$64,576, Miles Community College \$23,553, University of Montana \$294,875. Montana State University transfers are \$277,611 in FY 2020 and \$254,753 in FY 2021.

Total audit costs are estimated to be \$197,329 for the community colleges for the biennium. The general fund appropriation for each community college provides 48.2% of the total audit costs in the 2021 biennium. The remaining 51.8% of these cost must be paid from funds other than those appropriated from Community College Assistance – Legislative Audit. Audit costs charged to the community colleges for the biennium may not exceed \$62,577 for Flathead Valley CC, \$56,987 for Miles CC, and \$77,765 for Dawson CC. Total audit cost for Administration \$65,951, UM - Missoula \$286,054, MSU - Bozeman \$286,054.

The Montana university system shall pay \$88,506 for the 2021 biennium in current funds in support of the Montana Natural Resource Information System (NRIS) located at the Montana state library. Quarterly payments must be made upon receipt of the bills from the state library, up to the total appropriated.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	5,304,545	6,339,328	1,034,783	19.51 %
Operating Expenses	1,905,144	2,225,288	320,144	16.80 %
Equipment & Intangible Assets	22,126	22,126	0	0.00 %
Transfers	31,958	45,546	13,588	42.52 %
Total Expenditures	\$7,263,773	\$8,632,288	\$1,368,515	18.84 %
General Fund	6,202,632	7,411,003	1,208,371	19.48 %
Proprietary Funds	1,061,141	1,221,285	160,144	15.09 %
Total Funds	\$7,263,773	\$8,632,288	\$1,368,515	18.84 %
Total Ongoing	\$7,263,773	\$8,632,288	\$1,368,515	18.84 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

Legislative Budget Analysis, E-43.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	23.28	23.28	23.28	23.28
Personal Services	2,518,604	2,608,913	2,695,632	3,171,741	3,167,587
Operating Expenses	829,526	966,348	938,796	1,146,198	1,079,090
Equipment & Intangible Assets	0	11,063	11,063	11,063	11,063
Transfers	8,973	9,185	22,773	22,773	22,773
Total Expenditures	\$3,357,103	\$3,595,509	\$3,668,264	\$4,351,775	\$4,280,513
General Fund	2,898,756	3,068,507	3,134,125	3,741,044	3,669,959
Proprietary Funds	458,347	527,002	534,139	610,731	610,554
Total Funds	\$3,357,103	\$3,595,509	\$3,668,264	\$4,351,775	\$4,280,513
Total Ongoing	\$3,357,103	\$3,595,509	\$3,668,264	\$4,351,775	\$4,280,513
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

Legislative Budget Analysis, E-44.

Funding

This program is funded primarily from general fund. The remaining portion of the funding for the 2021 biennium would come from proprietary revenue in the form of indirect costs to support administrative overhead activities for programs administered by other OCHE programs (e.g. Talent Search, GEAR-UP, Perkins, Group Insurance, and MUS Workers' Compensation).

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	3,134,125	3,134,125	6,268,250	84.58 %	3,668,264	3,668,264	7,336,528	84.99 %
SWPL Adjustments	469,415	393,531	862,946	11.64 %	541,358	465,297	1,006,655	11.66 %
PL Adjustments	137,504	142,303	279,807	3.78 %	142,153	146,952	289,105	3.35 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$3,741,044	\$3,669,959	\$7,411,003		\$4,351,775	\$4,280,513	\$8,632,288	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	404,950	0	0	476,109	0.00	401,162	0	0	471,955
DP 2 - Fixed Costs	0.00	64,465	0	0	64,465	0.00	(7,631)	0	0	(7,631)
DP 3 - Inflation Deflation	0.00	0	0	0	784	0.00	0	0	0	973
DP 55 - SWPL Fixed Cost Adjustment	0.00	0	0	0	4,649	0.00	0	0	0	4,649
DP 101 - Information Technology Costs	0.00	137,504	0	0	137,504	0.00	142,303	0	0	142,303
Grand Total All Present Law Adjustments	0.00	\$606,919	\$0	\$0	\$683,511	0.00	\$535,834	\$0	\$0	\$612,249

**Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget.

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 55 - SWPL Fixed Cost Adjustment -

The legislature adopted an increase to the Statewide Cost Allocation Plan (SWCAP).

DP 101 - Information Technology Costs -

The legislature adopted an increase related to information technology related costs.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	300,129	250,438	(49,691)	(16.56)%
Operating Expenses	154,795	541,204	386,409	249.63%
Local Assistance	302,000	315,000	13,000	4.30%
Grants	19,697,986	22,155,553	2,457,567	12.48%
Total Expenditures	\$20,454,910	\$23,262,195	\$2,807,285	13.72%
General Fund	18,886,646	22,519,833	3,633,187	19.24%
State/Other Special Rev. Funds	1,568,264	742,362	(825,902)	(52.66)%
Total Funds	\$20,454,910	\$23,262,195	\$2,807,285	13.72%
Total Ongoing	\$20,454,910	\$21,262,195	\$807,285	3.95%
Total OTO	\$0	\$2,000,000	\$2,000,000	100.00%

Page Reference

Legislative Budget Analysis, E-47.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	1.50	1.50	1.50	1.50
Personal Services	45,729	139,833	160,296	125,373	125,065
Operating Expenses	84,192	84,192	70,603	270,607	270,597
Local Assistance	149,000	149,000	153,000	156,000	159,000
Grants	9,505,681	9,771,155	9,926,831	10,882,619	11,272,934
Total Expenditures	\$9,784,602	\$10,144,180	\$10,310,730	\$11,434,599	\$11,827,596
General Fund	9,369,740	9,440,248	9,446,398	11,063,362	11,456,471
State/Other Special Rev. Funds	414,862	703,932	864,332	371,237	371,125
Total Funds	\$9,784,602	\$10,144,180	\$10,310,730	\$11,434,599	\$11,827,596
Total Ongoing	\$9,784,602	\$10,144,180	\$10,310,730	\$10,534,599	\$10,727,596
Total OTO	\$0	\$0	\$0	\$900,000	\$1,100,000

Page Reference

Legislative Budget Analysis, E-48.

Funding

The Student Assistance Program is funded primarily with general fund via HB 2. State special revenue is also included in HB 2 to administer the college savings program.

The figure below summarizes the proposed budgets for the student assistance programs for the 2021 biennium.

Figure 5

Montana University System - Impact of 2021 Biennium Executive Budget Across Functional Areas General Fund and State Special Revenue Only						
Budget Item	Appropriated FY 2018	Appropriated FY 2019	Request FY 2020	Request FY 2021	Change 19-21 Bien.	% Change 19-21 Bien.
<u>GRANTS, LOANS, WK STUDY</u>						
Supplemental Ed Opportunity Grant	\$458,160	\$458,160	\$737,160	\$737,160	\$558,000	60.9%
Work Study	851,056	815,781	815,781	815,781	(35,275)	-2.1%
Governor's Scholarship Program	279,000	279,000	-	-	(558,000)	-100.0%
Financial Assistance Match	-	-	900,000	1,100,000	2,000,000	100.0%
<u>PROFESSIONAL STUDENT EXCHANGE</u>						
WICHE	2,348,266	2,337,958	2,456,091	2,447,636	217,503	4.6%
WWAMI	4,792,500	4,939,470	4,909,140	5,059,710	236,880	2.4%
MN Dentistry	180,250	183,225	133,750	164,100	(65,625)	-18.1%
WIMU Veterinary Program	1,002,810	1,022,880	1,043,340	1,064,190	81,840	4.0%
<u>STUDENT LOAN REPAYMENT ASSISTANCE</u>						
Institutional Nursing Incentive	43,388	43,388	43,388	43,388	-	0.0%
<u>ADMINISTRATIVE COSTS</u>						
Student Assistance Admin	49,381	91,698	24,712	24,506	(91,861)	-60.4%
Family Savings Program (SSR)	139,369	139,170	371,237	371,126	463,824	166.5%
TOTAL COSTS	10,144,180	10,310,730	11,434,599	11,827,596	2,807,285	13.7%
<u>FUNDING</u>						
General Fund	9,440,248	9,446,398	11,063,362	11,456,471	3,633,187	19.2%
State Special	703,932	864,332	371,237	371,125	(825,902)	-52.7%
TOTAL FUNDING	\$10,144,180	\$10,310,730	\$11,434,599	\$11,827,596	\$2,807,285	13.7%

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	9,446,398	9,446,398	18,892,796	83.89 %	10,310,730	10,310,730	20,621,460	88.65 %
SWPL Adjustments	4	(6)	(2)	0.00 %	4	(6)	(2)	0.00 %
PL Adjustments	716,960	910,079	1,627,039	7.22 %	223,865	416,872	640,737	2.75 %
New Proposals	900,000	1,100,000	2,000,000	8.88 %	900,000	1,100,000	2,000,000	8.60 %
Total Budget	\$11,063,362	\$11,456,471	\$22,519,833		\$11,434,599	\$11,827,596	\$23,262,195	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 2 - Fixed Costs	0.00	4	0	0	4	0.00	(6)	0	0	(6)
DP 50 - Present Law Adjustment	0.00	(66,098)	31,175	0	(34,923)	0.00	(66,294)	31,063	0	(35,231)
DP 201 - WICHE/WWAMI/MN Dental	0.00	58,788	0	0	58,788	0.00	252,103	0	0	252,103
DP 202 - WWAMI Funding Switch	0.00	724,270	(724,270)	0	0	0.00	724,270	(724,270)	0	0
DP 203 - Increase Family Educational Savings Authority	0.00	0	200,000	0	200,000	0.00	0	200,000	0	200,000
Grand Total All Present Law Adjustments	0.00	\$716,964	(\$493,095)	\$0	\$223,869	0.00	\$910,073	(\$493,207)	\$0	\$416,866

***Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 50 - Present Law Adjustment -

The legislature adopted a present law adjustment in personal services to maintain operations and services of the program. Specific adjustments include reducing the proposed reinstatement of personal services.

DP 201 - WICHE/WWAMI/MN Dental -

The legislature adopted present law increases associated with increased fees to continue the support of professional programs.

DP 202 - WWAMI Funding Switch -

The legislature restored funding of WICHE/WWAMI/MN Dental to general fund from the rural physicians state special revenue.

DP 203 - Increase Family Educational Savings Authority -

The legislature adopted an increase in family educational savings state special revenue authority to increase marketing of college savings plans.

New Proposals -

The New Proposals table shows new changes to spending.

New Proposals	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 204 - Financial Assistance Match (RST/OTO)	0.00	900,000	0	0	900,000	0.00	1,100,000	0	0	1,100,000
Total	0.00	\$900,000	\$0	\$0	\$900,000	0.00	\$1,100,000	\$0	\$0	\$1,100,000

*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 204 - Financial Assistance Match (RST/OTO) -

The legislature adopted funding for student assistance programs to provide student funding for need-based aid and returning adult learners as restricted and one-time-only. Distribution is contingent on a 1:1 match from private donors.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison					
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change	
Personal Services	32,780	0	(32,780)	(100.00)%	
Operating Expenses	2,000	0	(2,000)	(100.00)%	
Grants	1,000,000	0	(1,000,000)	(100.00)%	
Total Expenditures	\$1,034,780	\$0	(\$1,034,780)	(100.00)%	
Federal Spec. Rev. Funds	1,034,780	0	(1,034,780)	(100.00)%	
Total Funds	\$1,034,780	\$0	(\$1,034,780)	(100.00)%	
Total Ongoing	\$1,034,780	\$0	(\$1,034,780)	(100.00)%	
Total OTO	\$0	\$0	\$0	0.00%	

Page Reference

Legislative Budget Analysis, E-54.

Program Actuals and Budget Comparison						
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021	
Personal Services	41	16,390	16,390	0	0	
Operating Expenses	2	1,000	1,000	0	0	
Grants	280,183	500,000	500,000	0	0	
Total Expenditures	\$280,226	\$517,390	\$517,390	\$0	\$0	
Federal Spec. Rev. Funds	280,226	517,390	517,390	0	0	
Total Funds	\$280,226	\$517,390	\$517,390	\$0	\$0	
Total Ongoing	\$280,226	\$517,390	\$517,390	\$0	\$0	
Total OTO	\$0	\$0	\$0	\$0	\$0	

Page Reference

Legislative Budget Analysis, E-54.

Funding

This program was funded entirely from the federal Improving Teacher Quality grant. The federal grant supporting this program terminated on December 31, 2018.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	0	0	0	0.00 %	517,390	517,390	1,034,780	0.00 %
SWPL Adjustments	0	0	0	0.00 %	(16,390)	(16,390)	(32,780)	0.00 %
PL Adjustments	0	0	0	0.00 %	(501,000)	(501,000)	(1,002,000)	0.00 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$0	\$0	\$0		\$0	\$0	\$0	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	0	(16,390)	(16,390)	0.00	0	0	(16,390)	(16,390)
DP 301 - Remove Federal Authority for Grant Ending	0.00	0	0	(501,000)	(501,000)	0.00	0	0	(501,000)	(501,000)
Grand Total All Present Law Adjustments	0.00	\$0	\$0	(\$517,390)	(\$517,390)	0.00	\$0	\$0	(\$517,390)	(\$517,390)

***Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 1 - Personal Services -

The legislature adopted to reduce the personal services budget authority in each year to zero. Federal funding for this program has been eliminated.

DP 301 - Remove Federal Authority for Grant Ending -

The legislature adopted to reduce the federal budget authority in each year to zero. Federal funding for this program has been eliminated.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Local Assistance	25,523,047	27,441,318	1,918,271	7.52 %
Total Expenditures	\$25,523,047	\$27,441,318	\$1,918,271	7.52 %
General Fund	25,523,047	27,441,318	1,918,271	7.52 %
Total Funds	\$25,523,047	\$27,441,318	\$1,918,271	7.52 %
Total Ongoing	\$25,523,047	\$26,898,818	\$1,375,771	5.39 %
Total OTO	\$0	\$542,500	\$542,500	100.00 %

Page Reference

Legislative Budget Analysis, E-57.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
Local Assistance	12,666,643	12,666,644	12,856,403	13,679,193	13,762,125
Total Expenditures	\$12,666,643	\$12,666,644	\$12,856,403	\$13,679,193	\$13,762,125
General Fund	12,666,643	12,666,644	12,856,403	13,679,193	13,762,125
Total Funds	\$12,666,643	\$12,666,644	\$12,856,403	\$13,679,193	\$13,762,125
Total Ongoing	\$12,666,643	\$12,666,644	\$12,856,403	\$13,450,693	\$13,448,125
Total OTO	\$0	\$0	\$0	\$228,500	\$314,000

Page Reference

Legislative Budget Analysis, E-58.

Funding

The Community College Assistance Program is funded entirely with general fund in HB 2. The state appropriation for the community colleges is a separate line item and is not part of the lump sum appropriation to the Montana University System educational units.

The general fund appropriation is determined by a three-factor statutory funding formula that is a calculation of the cost of education, the projected resident student enrollment, and the state percent share of funding that is determined by the legislature as a matter of public policy. The total cost of education is rebased each biennium from the actual base year expenditures reported by the community colleges in the annual operating budgets submitted to and approved by the Montana Board of Regents.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	12,856,403	12,856,403	25,712,806	93.70 %	12,856,403	12,856,403	25,712,806	93.70 %
SWPL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
PL Adjustments	594,290	591,722	1,186,012	4.32 %	594,290	591,722	1,186,012	4.32 %
New Proposals	228,500	314,000	542,500	1.98 %	228,500	314,000	542,500	1.98 %
Total Budget	\$13,679,193	\$13,762,125	\$27,441,318		\$13,679,193	\$13,762,125	\$27,441,318	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 401 - Community College PLA	0.00	499,177	0	0	499,177	0.00	591,722	0	0	591,722
DP 402 - Community College LAD Audit Costs	0.00	95,113	0	0	95,113	0.00	0	0	0	0
Grand Total All Present Law Adjustments	0.00	\$594,290	\$0	\$0	\$594,290	0.00	\$591,722	\$0	\$0	\$591,722

**Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 401 - Community College PLA -

The legislature adopted present law adjustments related to the increased funding based on the statutory funding formula.

DP 402 - Community College LAD Audit Costs -

The legislature adopted the present law adjustment for the legislative audit costs for the community colleges.

New Proposals -

The "New Proposals" table shows new changes to spending.

	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 404 - Additional funding for FVCC (OTO)	0.00	228,500	0	0	228,500	0.00	314,000	0	0	314,000
Total	0.00	\$228,500	\$0	\$0	\$228,500	0.00	\$314,000	\$0	\$0	\$314,000

**Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 404 - Additional funding for FVCC (OTO) -

The legislature adopted additional one-time-only general fund for Flathead Valley Community College. These funds were to increase the state support per resident FTE to make it more equitable with other colleges in the Montana University System.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	1,421,674	1,410,029	(11,645)	(0.82)%
Operating Expenses	28,370,209	42,272,441	13,902,232	49.00 %
Benefits & Claims	231,623,981	269,165,879	37,541,898	16.21 %
Total Expenditures	\$261,415,864	\$312,848,349	\$51,432,485	19.67 %
Proprietary Funds	261,415,864	312,848,349	51,432,485	19.67 %
Total Funds	\$261,415,864	\$312,848,349	\$51,432,485	19.67 %

Page Reference

Legislative Budget Analysis, E-67.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	7.00	7.00	7.00	7.00
Personal Services	874,310	874,311	547,363	704,765	705,264
Operating Expenses	8,317,194	13,234,281	15,135,928	20,136,189	22,136,252
Benefits & Claims	91,552,134	109,228,293	122,395,688	128,793,408	140,372,471
Total Expenditures	\$100,743,638	\$123,336,885	\$138,078,979	\$149,634,362	\$163,213,987
Proprietary Funds	100,743,638	123,336,885	138,078,979	149,634,362	163,213,987
Total Funds	\$100,743,638	\$123,336,885	\$138,078,979	\$149,634,362	\$163,213,987

Page Reference

Legislative Budget Analysis, E-67.

Funding

This program is funded with an enterprise type proprietary fund. As such, the legislature does not appropriate funds or approve rates for the program. Instead, the legislature reviews the report for the enterprise fund and identifies any concerns with the financial position of the fund.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	0	0	0	0.00 %	138,078,979	138,078,979	276,157,958	88.27 %
SWPL Adjustments	0	0	0	0.00 %	157,663	158,225	315,888	0.10 %
PL Adjustments	0	0	0	0.00 %	11,397,720	24,976,783	36,374,503	11.63 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$0	\$0	\$0		\$149,634,362	\$163,213,987	\$312,848,349	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	0	0	157,402	0.00	0	0	0	157,901
DP 3 - Inflation Deflation	0.00	0	0	0	261	0.00	0	0	0	324
DP 501 - MUS Group Health Insurance Inflation	0.00	0	0	0	11,397,720	0.00	0	0	0	24,976,783
Grand Total All Present Law Adjustments	0.00	\$0	\$0	\$0	\$11,555,383	0.00	\$0	\$0	\$0	\$25,135,008

**Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 1 - Personal Services -

The legislature reviewed adjustments to annualize personal services costs including FY 2019 statewide pay plan adjustments, benefit rate adjustments, vacancy savings adjustments and longevity adjustments related to incumbents in each position at the time of the personal services snapshot.

DP 3 - Inflation Deflation -

The legislature reviewed adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 501 - MUS Group Health Insurance Inflation -

The legislature reviewed the increase in proprietary fund authority for program expenses.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	2,637,704	2,585,911	(51,793)	(1.96)%
Operating Expenses	6,593,662	6,577,444	(16,218)	(0.25)%
Grants	5,754,000	6,754,000	1,000,000	17.38 %
Transfers	3,000,000	3,000,000	0	0.00 %
Total Expenditures	\$17,985,366	\$18,917,355	\$931,989	5.18 %
General Fund	255,647	279,027	23,380	9.15 %
Federal Spec. Rev. Funds	17,729,719	18,638,328	908,609	5.12 %
Total Funds	\$17,985,366	\$18,917,355	\$931,989	5.18 %
Total Ongoing	\$17,985,366	\$18,917,355	\$931,989	5.18 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

Legislative Budget Analysis, E-72.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	19.90	19.90	18.24	18.24
Personal Services	934,140	1,289,063	1,348,641	1,293,129	1,292,782
Operating Expenses	1,991,060	3,305,773	3,287,889	3,288,668	3,288,776
Grants	1,836,834	2,877,000	2,877,000	3,377,000	3,377,000
Transfers	1,455,781	1,500,000	1,500,000	1,500,000	1,500,000
Total Expenditures	\$6,217,815	\$8,971,836	\$9,013,530	\$9,458,797	\$9,458,558
General Fund	125,804	125,870	129,777	139,664	139,363
Federal Spec. Rev. Funds	6,092,011	8,845,966	8,883,753	9,319,133	9,319,195
Total Funds	\$6,217,815	\$8,971,836	\$9,013,530	\$9,458,797	\$9,458,558
Total Ongoing	\$6,217,815	\$8,971,836	\$9,013,530	\$9,458,797	\$9,458,558
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

Legislative Budget Analysis, E-73.

Funding

General fund supports the American Indian/Minority Achievement component of the program.

Federal funds are from two grant sources:

- The Talent Search grant comprising approximately 9.1% of the biennial program funding; it does not have a non-federal matching requirement

- The GEAR UP grant comprising approximately 90.9% of the biennial budget; requires a 50.0% non-federal fund match which is provided through allowable in-kind services

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	129,777	129,777	259,554	93.02 %	9,013,530	9,013,530	18,027,060	95.29 %
SWPL Adjustments	275	341	616	0.22 %	779	887	1,666	0.01 %
PL Adjustments	9,612	9,245	18,857	6.76 %	444,488	444,141	888,629	4.70 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$139,664	\$139,363	\$279,027		\$9,458,797	\$9,458,558	\$18,917,355	

Present Law Adjustments -

The “Present Law Adjustments” table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. “Statewide Present Law” adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 2 - Fixed Costs	0.00	0	0	26	26	0.00	0	0	(47)	(47)
DP 3 - Inflation Deflation	0.00	275	0	478	753	0.00	341	0	593	934
DP 50 - Present Law Adjustment	(1.66)	9,612	0	(65,124)	(55,512)	(1.66)	9,245	0	(65,104)	(55,859)
DP 601 - GEAR UP Federal Authority Increase	0.00	0	0	500,000	500,000	0.00	0	0	500,000	500,000
Grand Total All Present Law Adjustments	(1.66)	\$9,887	\$0	\$435,380	\$445,267	(1.66)	\$9,586	\$0	\$435,442	\$445,028

**Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 50 - Present Law Adjustment -

The legislature adopted a present law adjustment in personal services to maintain operations and services of the program. Specific adjustments include a reduction of 1.66 FTE.

DP 601 - GEAR UP Federal Authority Increase -

The legislature adopted an increase in federal authority to utilize carryover funds on grants to eligible schools.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	197,280	200,938	3,658	1.85 %
Operating Expenses	2,926,966	3,130,088	203,122	6.94 %
Benefits & Claims	6,000,000	6,000,000	0	0.00 %
Total Expenditures	\$9,124,246	\$9,331,026	\$206,780	2.27 %
Proprietary Funds	9,124,246	9,331,026	206,780	2.27 %
Total Funds	\$9,124,246	\$9,331,026	\$206,780	2.27 %

Page Reference

Legislative Budget Analysis, E-76.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	1.00	1.00	1.00	1.00
Personal Services	99,715	99,715	97,565	100,600	100,338
Operating Expenses	1,124,555	1,461,951	1,465,015	1,565,041	1,565,047
Benefits & Claims	1,513,273	3,000,000	3,000,000	3,000,000	3,000,000
Total Expenditures	\$2,737,543	\$4,561,666	\$4,562,580	\$4,665,641	\$4,665,385
Proprietary Funds	2,737,543	4,561,666	4,562,580	4,665,641	4,665,385
Total Funds	\$2,737,543	\$4,561,666	\$4,562,580	\$4,665,641	\$4,665,385

Page Reference

Legislative Budget Analysis, E-77.

Funding

This program is funded with an enterprise type proprietary fund in which the funding is derived from premiums and investment earnings. For enterprise type proprietary funds, the legislature does not appropriate funds or approve rates for the program. Instead, the legislature reviews the report for the enterprise fund and identifies any concerns with the financial position of the fund.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	0	0	0	0.00 %	4,562,580	4,562,580	9,125,160	97.79 %
SWPL Adjustments	0	0	0	0.00 %	3,061	2,805	5,866	0.06 %
PL Adjustments	0	0	0	0.00 %	100,000	100,000	200,000	2.14 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$0	\$0	\$0		\$4,665,641	\$4,665,385	\$9,331,026	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	0	0	3,035	0.00	0	0	0	2,773
DP 3 - Inflation Deflation	0.00	0	0	0	26	0.00	0	0	0	32
DP 701 - MUS Workers Comp Increased Budget Authority	0.00	0	0	0	100,000	0.00	0	0	0	100,000
Grand Total All Present Law Adjustments	0.00	\$0	\$0	\$0	\$103,061	0.00	\$0	\$0	\$0	\$102,805

**Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 1 - Personal Services -

The legislature reviewed adjustments to annualize personal services costs including FY 2019 statewide pay plan adjustments, benefit rate adjustments, vacancy savings adjustments and longevity adjustments related to incumbents in each position at the time of the personal services snapshot.

DP 3 - Inflation Deflation -

The legislature reviewed adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 701 - MUS Workers Comp Increased Budget Authority -

The legislature reviewed the additional spending authority for safety incentives contingent upon approval by the MUS Workers' Compensation Management Committee.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	661,987	870,426	208,439	31.49 %
Operating Expenses	526,244	181,869	(344,375)	(65.44)%
Grants	4,130,184	4,863,738	733,554	17.76 %
Transfers	6,721,854	7,005,356	283,502	4.22 %
Total Expenditures	\$12,040,269	\$12,921,389	\$881,120	7.32 %
General Fund	180,134	180,134	0	0.00 %
Federal Spec. Rev. Funds	11,860,135	12,741,255	881,120	7.43 %
Total Funds	\$12,040,269	\$12,921,389	\$881,120	7.32 %
Total Ongoing	\$12,040,269	\$12,921,389	\$881,120	7.32 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

Legislative Budget Analysis, E-81.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	4.20	4.20	4.20	4.20
Personal Services	325,075	333,661	328,326	435,352	435,074
Operating Expenses	90,633	435,611	90,633	90,917	90,952
Grants	1,995,369	2,134,815	1,995,369	2,431,869	2,431,869
Transfers	3,317,171	3,569,176	3,152,678	3,452,678	3,552,678
Total Expenditures	\$5,728,248	\$6,473,263	\$5,567,006	\$6,410,816	\$6,510,573
General Fund	90,068	90,067	90,067	90,067	90,067
Federal Spec. Rev. Funds	5,638,180	6,383,196	5,476,939	6,320,749	6,420,506
Total Funds	\$5,728,248	\$6,473,263	\$5,567,006	\$6,410,816	\$6,510,573
Total Ongoing	\$5,728,248	\$6,473,263	\$5,567,006	\$6,410,816	\$6,510,573
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

Legislative Budget Analysis, E-82.

Funding

Funding for this program is nearly all federal special revenue. These federal funds:

- Are authorized by the federal Carl D. Perkins Career and Technical Education Improvement Act of 2006
- Are administered by the Office of the Commissioner of Higher Education and granted to postsecondary programs and transferred to the Office of Public Instruction for secondary programs
- Require a maintenance of effort on funds used for administration

The state general fund in this program is the minimum non-federal match for the postsecondary administration costs. The state match for administration related to secondary programs is accounted for in the Office of Public Instruction.

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	90,067	90,067	180,134	100.00 %	5,567,006	5,567,006	11,134,012	86.17 %
SWPL Adjustments	0	0	0	0.00 %	284	319	603	0.00 %
PL Adjustments	0	0	0	0.00 %	843,526	943,248	1,786,774	13.83 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$90,067	\$90,067	\$180,134		\$6,410,816	\$6,510,573	\$12,921,389	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 2 - Fixed Costs	0.00	0	0	12	12	0.00	0	0	(18)	(18)
DP 3 - Inflation Deflation	0.00	0	0	272	272	0.00	0	0	337	337
DP 50 - Present Law Adjustment	0.00	0	0	107,026	107,026	0.00	0	0	106,748	106,748
DP 801 - Perkins Federal Authority Increase	0.00	0	0	736,500	736,500	0.00	0	0	836,500	836,500
Grand Total All Present Law Adjustments	0.00	\$0	\$0	\$843,810	\$843,810	0.00	\$0	\$0	\$943,567	\$943,567

**"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 50 - Present Law Adjustment -

The legislature adopted a present law increase in personal services to maintain operations and services of the agency/ program.

DP 801 - Perkins Federal Authority Increase -

The legislature adopted additional federal authority for the anticipated increase in federal funds and carryover funding from prior years.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Transfers	377,365,721	403,888,508	26,522,787	7.03 %
Total Expenditures	\$377,365,721	\$403,888,508	\$26,522,787	7.03 %
General Fund	337,749,412	358,758,190	21,008,778	6.22 %
State/Other Special Rev. Funds	39,616,309	45,130,318	5,514,009	13.92 %
Total Funds	\$377,365,721	\$403,888,508	\$26,522,787	7.03 %
Total Ongoing	\$377,365,721	\$403,888,508	\$26,522,787	7.03 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

Legislative Budget Analysis, E-85.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
Transfers	186,544,947	187,431,681	189,934,040	201,138,471	202,750,037
Total Expenditures	\$186,544,947	\$187,431,681	\$189,934,040	\$201,138,471	\$202,750,037
General Fund	166,577,956	167,428,257	170,321,155	178,806,312	179,951,878
State/Other Special Rev. Funds	19,966,991	20,003,424	19,612,885	22,332,159	22,798,159
Total Funds	\$186,544,947	\$187,431,681	\$189,934,040	\$201,138,471	\$202,750,037
Total Ongoing	\$186,544,947	\$187,431,681	\$189,934,040	\$201,138,471	\$202,750,037
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

Legislative Budget Analysis, E-86.

Funding

Funding for this program is predominately general fund. State special revenue from the six-mill property tax levy funds a portion of the university educational units. Program fees and an allocation from drivers' license fees support the motorcycle safety program at MSU Northern in Havre.

State general fund for the educational units and the state special revenue from the statewide six-mill property tax levy are appropriated as a lump sum. The Board of Regents allocates the funds to the educational units.

Tuition

In addition to state funding, the educational units fund operational costs with revenue from student tuition and interest earnings (collectively these comprise the current unrestricted operating fund). In FY 2018, state funds provided an average

of 38.2% of the current unrestricted fund budget for the educational units with state general fund and six-mill levy revenue. Student tuition funded the majority of the remaining 61.8%.

With the proposed legislative action and if the Board of Regents approves the current unrestricted operating budgets at the level included in the agency budget request submitted in September 2018, the equivalent state percent share would be 39.5% of the current unrestricted fund. Student tuition would comprise most of the remaining 60.5%. The legislature agreed to a Shared Policy Goal to further the development and promotion of career and technical education (CTE) in Montana in return for a tuition freeze for the 2021 biennium.

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	170,321,155	170,321,155	340,642,310	94.95 %	189,934,040	189,934,040	379,868,080	94.05 %
SWPL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
PL Adjustments	8,485,157	9,630,723	18,115,880	5.05 %	11,204,431	12,815,997	24,020,428	5.95 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$178,806,312	\$179,951,878	\$358,758,190		\$201,138,471	\$202,750,037	\$403,888,508	

Present Law Adjustments -

The “Present Law Adjustments” table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. “Statewide Present Law” adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 901 - MUS LAD Audit Costs	0.00	572,108	0	0	572,108	0.00	0	0	0	0
DP 902 - MUS Fixed Cost Increases from State	0.00	246,014	0	0	246,014	0.00	8,284	0	0	8,284
DP 903 - Educational Units PLA	0.00	7,667,035	0	0	7,667,035	0.00	9,622,439	0	0	9,622,439
DP 905 - 6 Mill Levy PLA	0.00	0	2,719,274	0	2,719,274	0.00	0	3,185,274	0	3,185,274
Grand Total All Present Law Adjustments	0.00	\$8,485,157	\$2,719,274	\$0	\$11,204,431	0.00	\$9,630,723	\$3,185,274	\$0	\$12,815,997

*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 901 - MUS LAD Audit Costs -

The legislature adopted a line item appropriation for legislative audit costs.

DP 902 - MUS Fixed Cost Increases from State -

The legislature adopted an increase for fixed costs for the educational units.

DP 903 - Educational Units PLA -

The legislature adopted an increase in general fund for personal services, operating expenses, and other items specific to higher education. This request is similar to SWPL 1, 2, and 3 for all other agencies.

DP 905 - 6 Mill Levy PLA -

The legislature adopted an increase of six-mill levy authority.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Transfers	57,025,999	59,196,927	2,170,928	3.81 %
Total Expenditures	\$57,025,999	\$59,196,927	\$2,170,928	3.81 %
General Fund	54,396,063	56,766,991	2,370,928	4.36 %
State/Other Special Rev. Funds	2,629,936	2,429,936	(200,000)	(7.60)%
Total Funds	\$57,025,999	\$59,196,927	\$2,170,928	3.81 %
Total Ongoing	\$56,117,549	\$58,286,927	\$2,169,378	3.87 %
Total OTO	\$908,450	\$910,000	\$1,550	0.17 %

Page Reference

Legislative Budget Analysis, E-96.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
Transfers	28,447,884	28,447,884	28,578,115	29,528,266	29,668,661
Total Expenditures	\$28,447,884	\$28,447,884	\$28,578,115	\$29,528,266	\$29,668,661
General Fund	27,132,916	27,132,916	27,263,147	28,313,298	28,453,693
State/Other Special Rev. Funds	1,314,968	1,314,968	1,314,968	1,214,968	1,214,968
Total Funds	\$28,447,884	\$28,447,884	\$28,578,115	\$29,528,266	\$29,668,661
Total Ongoing	\$27,993,659	\$27,993,659	\$28,123,890	\$29,073,266	\$29,213,661
Total OTO	\$454,225	\$454,225	\$454,225	\$455,000	\$455,000

Page Reference

Legislative Budget Analysis, E-97.

Funding

The general operating budgets for the Research and Development Agencies are funded for the most part with general fund. The remaining funding comes from state special revenue sources. The state special revenue is comprised of revenues from resource indemnity trust (RIT) interest, and oil and gas and metal mines tax. The agencies also use non-state revenues to support their general operating budgets; these revenues are not appropriated in HB 2.

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	27,108,922	27,108,922	54,217,844	95.51 %	28,123,890	28,123,890	56,247,780	95.02 %
SWPL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
PL Adjustments	1,049,376	1,189,771	2,239,147	3.94 %	949,376	1,089,771	2,039,147	3.44 %
New Proposals	155,000	155,000	310,000	0.55 %	455,000	455,000	910,000	1.54 %
Total Budget	\$28,313,298	\$28,453,693	\$56,766,991		\$29,528,266	\$29,668,661	\$59,196,927	

Present Law Adjustments -

The “Present Law Adjustments” table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. “Statewide Present Law” adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1001 - Restore General Fund to FSTS	0.00	100,000	(100,000)	0	0	0.00	100,000	(100,000)	0	0
DP 1002 - SWPL Research and Development Agencies	0.00	444,894	0	0	444,894	0.00	392,037	0	0	392,037
DP 1003 - PL Research and Development Agencies	0.00	504,482	0	0	504,482	0.00	697,734	0	0	697,734
Grand Total All Present Law Adjustments	0.00	\$1,049,376	(\$100,000)	\$0	\$949,376	0.00	\$1,189,771	(\$100,000)	\$0	\$1,089,771

*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 1001 - Restore General Fund to FSTS -

The legislature restored funding for the Fire Services Training School to general fund from the fire suppression account.

DP 1002 - SWPL Research and Development Agencies -

The legislature adopted an increase in general fund to annualize various personal services costs, fixed costs, and inflation and deflation factors. This request is equivalent to SWPL 1, 2, and 3 for all other agencies.

DP 1003 - PL Research and Development Agencies -

The legislature adopted an increase in general fund to annualize personal services and operating costs.

New Proposals -

The “New Proposals” table shows new changes to spending.

New Proposals	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1004 - MAES Seed Lab (RST/OTO)	0.00	100,000	0	0	100,000	0.00	100,000	0	0	100,000
DP 1005 - MAES Wool Lab (RST/OTO)	0.00	55,000	0	0	55,000	0.00	55,000	0	0	55,000
DP 1006 - MBMG Data Preservation (RST/OTO)	0.00	0	300,000	0	300,000	0.00	0	300,000	0	300,000
Total	0.00	\$155,000	\$300,000	\$0	\$455,000	0.00	\$155,000	\$300,000	\$0	\$455,000

*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 1004 - MAES Seed Lab (RST/OTO) -

The legislature adopted a restricted one-time-only appropriation for the Montana Ag Experiment Stations Seed Lab.

DP 1005 - MAES Wool Lab (RST/OTO) -

The legislature adopted a restricted one-time-only appropriation for the Montana Ag Experiment Stations Wool Lab.

DP 1006 - MBMG Data Preservation (RST/OTO) -

The legislature adopted a restricted one-time-only appropriation for the Montana Bureau of Mines and Geology data preservation project.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Grants	1,675,750	2,025,750	350,000	20.89 %
Total Expenditures	\$1,675,750	\$2,025,750	\$350,000	20.89 %
General Fund	1,675,750	2,025,750	350,000	20.89 %
Total Funds	\$1,675,750	\$2,025,750	\$350,000	20.89 %
Total Ongoing	\$1,675,750	\$1,675,750	\$0	0.00 %
Total OTO	\$0	\$350,000	\$350,000	100.00 %

Page Reference

Legislative Budget Analysis, E-101.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
Grants	837,875	837,875	837,875	1,012,875	1,012,875
Total Expenditures	\$837,875	\$837,875	\$837,875	\$1,012,875	\$1,012,875
General Fund	837,875	837,875	837,875	1,012,875	1,012,875
Total Funds	\$837,875	\$837,875	\$837,875	\$1,012,875	\$1,012,875
Total Ongoing	\$837,875	\$837,875	\$837,875	\$837,875	\$837,875
Total OTO	\$0	\$0	\$0	\$175,000	\$175,000

Page Reference

Legislative Budget Analysis, E-102.

Funding

Funding for tribal college support of nonbeneficiary students is entirely from the state general fund.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	837,875	837,875	1,675,750	82.72 %	837,875	837,875	1,675,750	82.72 %
SWPL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
PL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
New Proposals	175,000	175,000	350,000	17.28 %	175,000	175,000	350,000	17.28 %
Total Budget	\$1,012,875	\$1,012,875	\$2,025,750		\$1,012,875	\$1,012,875	\$2,025,750	

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1101 - HiSET to Tribal Colleges (RST/OTO)	0.00	175,000	0	0	175,000	0.00	175,000	0	0	175,000
Total	0.00	\$175,000	\$0	\$0	\$175,000	0.00	\$175,000	\$0	\$0	\$175,000

*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 1101 - HiSET to Tribal Colleges (RST/OTO) -

The legislature adopted funding from the general fund for the tribal colleges to provide specific classes and training to individuals and students to prepare for and complete the high school equivalency test (HiSET) as restricted and one-time-only.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	4,624,704	507,593	(4,117,111)	(89.02)%
Operating Expenses	12,048,875	4,283,439	(7,765,436)	(64.45)%
Equipment & Intangible Assets	20,504	0	(20,504)	(100.00)%
Benefits & Claims	90,937,952	0	(90,937,952)	(100.00)%
Debt Service	25,364	0	(25,364)	(100.00)%
Total Expenditures	\$107,657,399	\$4,791,032	(\$102,866,367)	(95.55)%
Federal Spec. Rev. Funds	107,657,399	4,791,032	(102,866,367)	(95.55)%
Total Funds	\$107,657,399	\$4,791,032	(\$102,866,367)	(95.55)%
Total Ongoing	\$107,657,399	\$4,791,032	(\$102,866,367)	(95.55)%
Total OTO	\$0	\$0	\$0	0.00%

Page Reference

Legislative Budget Analysis, E-105.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	41.02	41.02	3.00	3.00
Personal Services	456,232	2,283,911	2,340,793	254,032	253,561
Operating Expenses	7,755,943	8,929,516	3,119,359	2,141,697	2,141,742
Equipment & Intangible Assets	0	10,252	10,252	0	0
Benefits & Claims	11,046,860	42,112,415	48,825,537	0	0
Debt Service	0	12,682	12,682	0	0
Total Expenditures	\$19,259,035	\$53,348,776	\$54,308,623	\$2,395,729	\$2,395,303
Federal Spec. Rev. Funds	19,259,035	53,348,776	54,308,623	2,395,729	2,395,303
Total Funds	\$19,259,035	\$53,348,776	\$54,308,623	\$2,395,729	\$2,395,303
Total Ongoing	\$19,259,035	\$53,348,776	\$54,308,623	\$2,395,729	\$2,395,303
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

Legislative Budget Analysis, E-106.

Funding

This program is funded entirely with federal funds from the U.S. Department of Education.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	0	0	0	0.00 %	54,308,623	54,308,623	108,617,246	2,267.10 %
SWPL Adjustments	0	0	0	0.00 %	(58,810)	(58,765)	(117,575)	(2.45)%
PL Adjustments	0	0	0	0.00 %	(51,854,084)	(51,854,555)	(103,708,639)	(2,164.64)%
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$0	\$0	\$0		\$2,395,729	\$2,395,303	\$4,791,032	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 2 - Fixed Costs	0.00	0	0	(58,993)	(58,993)	0.00	0	0	(58,993)	(58,993)
DP 3 - Inflation Deflation	0.00	0	0	183	183	0.00	0	0	228	228
DP 50 - Present Law Adjustment	0.00	0	0	(1,711,239)	(1,711,239)	0.00	0	0	(1,661,920)	(1,661,920)
DP 1201 - Reduce Federal Authority for GSL	(38.02)	0	0	(50,142,845)	(50,142,845)	(38.02)	0	0	(50,192,635)	(50,192,635)
Grand Total All Present Law Adjustments	(38.02)	\$0	\$0	(\$51,912,894)	(\$51,912,894)	(38.02)	\$0	\$0	(\$51,913,320)	(\$51,913,320)

**Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others

DP 50 - Present Law Adjustment -

The legislature adopted a present law increase in personal services to maintain operations and services of the agency/ program.

DP 1201 - Reduce Federal Authority for GSL -

The legislature adopted a decrease in each year of the biennium of federal authority to align with the reduced operating plan as approved by the Board of Regents. In addition, the legislature adopted a reduction of 38.02 FTE associated with the decrease in authority.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison					
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change	
Personal Services	4,401	12,600	8,199	186.30 %	
Operating Expenses	123,999	122,100	(1,899)	(1.53)%	
Total Expenditures	\$128,400	\$134,700	\$6,300	4.91 %	
General Fund	128,400	134,700	6,300	4.91 %	
Total Funds	\$128,400	\$134,700	\$6,300	4.91 %	
Total Ongoing	\$128,400	\$134,700	\$6,300	4.91 %	
Total OTO	\$0	\$0	\$0	0.00 %	

Page Reference

Legislative Budget Analysis, E-110.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
Personal Services	3,800	4,401	0	6,300	6,300
Operating Expenses	62,949	62,949	61,050	61,050	61,050
Total Expenditures	\$66,749	\$67,350	\$61,050	\$67,350	\$67,350
General Fund	66,749	67,350	61,050	67,350	67,350
Total Funds	\$66,749	\$67,350	\$61,050	\$67,350	\$67,350
Total Ongoing	\$66,749	\$67,350	\$61,050	\$67,350	\$67,350
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

Legislative Budget Analysis, E-111.

Funding

The Board of Regents Program is funded exclusively with general fund.

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	61,050	61,050	122,100	90.65 %	61,050	61,050	122,100	90.65 %
SWPL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
PL Adjustments	6,300	6,300	12,600	9.35 %	6,300	6,300	12,600	9.35 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$67,350	\$67,350	\$134,700		\$67,350	\$67,350	\$134,700	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1301 - Reinstatement Personal Services	0.00	6,300	0	0	6,300	0.00	6,300	0	0	6,300
Grand Total All Present Law Adjustments	0.00	\$6,300	\$0	\$0	\$6,300	0.00	\$6,300	\$0	\$0	\$6,300

*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 1301 - Reinstatement Personal Services -

The legislature adopted the reinstatement of personal services for the Board of Regents which had been removed from the base budget.

Agency Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Agency Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	12,898,380	14,280,646	1,382,266	10.72 %
Operating Expenses	1,599,929	1,711,454	111,525	6.97 %
Equipment & Intangible Assets	19,547	0	(19,547)	(100.00)%
Transfers	10,000	2,000	(8,000)	(80.00)%
Debt Service	56,902	56,902	0	0.00 %
Total Expenditures	\$14,584,758	\$16,051,002	\$1,466,244	10.05 %
General Fund	13,642,654	15,116,428	1,473,774	10.80 %
State/Other Special Rev. Funds	801,916	570,764	(231,152)	(28.82)%
Federal Spec. Rev. Funds	140,188	363,810	223,622	159.52 %
Total Funds	\$14,584,758	\$16,051,002	\$1,466,244	10.05 %
Total Ongoing	\$14,470,882	\$15,937,126	\$1,466,244	10.13 %
Total OTO	\$113,876	\$113,876	\$0	0.00 %

Page Reference

Legislative Budget Analysis, E-113.

Agency Highlights

Montana School for the Deaf and Blind Major Budget Highlights
<ul style="list-style-type: none"> • The legislature adopted an increase to the Montana School for the Deaf and Blind’s total biennial appropriation of approximately \$1.5 million or 10.1% compared to the 2019 biennium appropriation. This includes a: <ul style="list-style-type: none"> ◦ \$1.5 million general fund increase ◦ \$0.2 million state special revenue decrease ◦ \$0.2 million federal special revenue increase • The legislature adopted a budget reduction eliminating 1.49 FTE • The legislature adopted a one-time-only appropriation of \$60,000 general fund for student travel • The legislature adopted a one-time-only appropriation of \$53,876 general fund for extra-curricular stipends

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	84.96	84.96	83.47	83.47
Personal Services	5,877,998	6,339,656	6,558,724	7,138,028	7,142,618
Operating Expenses	787,283	827,997	771,932	868,081	843,373
Equipment & Intangible Assets	13,147	19,547	0	0	0
Transfers	9,000	9,000	1,000	1,000	1,000
Debt Service	28,450	28,451	28,451	28,451	28,451
Total Expenditures	\$6,715,878	\$7,224,651	\$7,360,107	\$8,035,560	\$8,015,442
General Fund	6,266,628	6,757,028	6,885,626	7,568,273	7,548,155
State/Other Special Rev. Funds	379,968	398,340	403,576	285,382	285,382
Federal Spec. Rev. Funds	69,282	69,283	70,905	181,905	181,905
Total Funds	\$6,715,878	\$7,224,651	\$7,360,107	\$8,035,560	\$8,015,442
Total Ongoing	\$6,665,778	\$7,167,713	\$7,303,169	\$7,978,622	\$7,958,504
Total OTO	\$50,100	\$56,938	\$56,938	\$56,938	\$56,938

Page Reference

Legislative Budget Analysis, E-114.

Executive Budget Comparison

The following table compares the legislative budget for the biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Approp. Fiscal 2019	Executive Budget Fiscal 2020	Legislative Budget Fiscal 2020	Leg — Exec. Difference Fiscal 2020	Executive Budget Fiscal 2021	Legislative Budget Fiscal 2021	Leg — Exec. Difference Fiscal 2021	Biennium Difference Fiscal 20-21
FTE	84.96	84.96	83.47	(1.49)	84.96	83.47	(1.49)	(1.49)
Personal Services	6,558,724	7,238,635	7,138,028	(100,607)	7,243,079	7,142,618	(100,461)	(201,068)
Operating Expenses	771,932	867,803	868,081	278	843,095	843,373	278	556
Equipment & Intangible Assets	0	0	0	0	0	0	0	0
Transfers	1,000	1,000	1,000	0	1,000	1,000	0	0
Debt Service	28,451	28,451	28,451	0	28,451	28,451	0	0
Total Costs	\$7,360,107	\$8,135,889	\$8,035,560	(\$100,329)	\$8,115,625	\$8,015,442	(\$100,183)	(\$200,512)
General Fund	6,885,626	7,668,880	7,568,273	(100,607)	7,648,616	7,548,155	(100,461)	(201,068)
State/other Special Rev. Funds	403,576	285,104	285,382	278	285,104	285,382	278	556
Federal Spec. Rev. Funds	70,905	181,905	181,905	0	181,905	181,905	0	0
Total Funds	\$7,360,107	\$8,135,889	\$8,035,560	(\$100,329)	\$8,115,625	\$8,015,442	(\$100,183)	(\$200,512)
Total Ongoing	\$7,303,169	\$8,078,951	\$7,978,622	(\$100,329)	\$8,058,687	\$7,958,504	(\$100,183)	(\$200,512)
Total OTO	\$56,938	\$56,938	\$56,938	\$0	\$56,938	\$56,938	\$0	\$0

In addition to the executive request, the legislature approved an additional reduction of \$0.1 million for the biennium which removes 1.49 FTE from the Student Services Program.

Funding

The following table shows agency funding by source of authority.

Total School For the Deaf & Blind Funding by Source of Authority 2021 Biennium Budget Request - School For the Deaf & Blind						
Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	15,002,552	113,876	0	0	15,116,428	94.18 %
State Special Total	570,764	0	0	0	570,764	3.56 %
Federal Special Total	363,810	0	0	0	363,810	2.27 %
Proprietary Total	0	0	0	0	0	0.00 %
Other Total	0	0	0	0	0	0.00 %
Total All Funds	\$15,937,126	\$113,876	\$0	\$0	\$16,051,002	
Percent - Total All Sources	99.29 %	0.71 %	0.00 %	0.00 %		

HB 2 Funding

General Fund

- Montana School for the Deaf and Blind’s programs are funded primarily with general fund

State Special Revenue

- School trust income & interest. Revenues from school trusts fluctuate based on the activities occurring on school lands
- Medicaid reimbursement. Students under the care of the MSDB may be Medicaid eligible and the school is reimbursed for those services covered by Medicaid

Federal Special Revenue

- National School Lunch Program provides subsidized meals for low-income children
- Education Consolidation and Improvement Act Chapter I assists state and local educational agencies meet the needs of educationally deprived children

Budget Summary by Category

The following table summarizes the total budget by base, present law adjustments, and new proposals. For a description of these categories, please see the glossary section of the Budget Analysis.

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	6,885,626	6,885,626	13,771,252	91.10 %	7,303,169	7,303,169	14,606,338	91.00 %
SWPL Adjustments	102,905	78,912	181,817	1.20 %	102,905	78,912	181,817	1.13 %
PL Adjustments	549,742	553,617	1,103,359	7.30 %	599,486	603,361	1,202,847	7.49 %
New Proposals	30,000	30,000	60,000	0.40 %	30,000	30,000	60,000	0.37 %
Total Budget	\$7,568,273	\$7,548,155	\$15,116,428		\$8,035,560	\$8,015,442	\$16,051,002	

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	838,935	858,347	19,412	2.31 %
Operating Expenses	223,969	336,984	113,015	50.46 %
Equipment & Intangible Assets	3,335	0	(3,335)	(100.00)%
Total Expenditures	\$1,066,239	\$1,195,331	\$129,092	12.11 %
General Fund	1,060,417	1,188,801	128,384	12.11 %
State/Other Special Rev. Funds	5,822	6,530	708	12.16 %
Total Funds	\$1,066,239	\$1,195,331	\$129,092	12.11 %
Total Ongoing	\$1,066,239	\$1,195,331	\$129,092	12.11 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

Legislative Budget Analysis, E-119.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	5.00	5.00	5.00	5.00
Personal Services	388,414	417,153	421,782	428,816	429,531
Operating Expenses	100,928	128,632	95,337	181,456	155,528
Equipment & Intangible Assets	3,335	3,335	0	0	0
Total Expenditures	\$492,677	\$549,120	\$517,119	\$610,272	\$585,059
General Fund	489,842	546,285	514,132	607,007	581,794
State/Other Special Rev. Funds	2,835	2,835	2,987	3,265	3,265
Total Funds	\$492,677	\$549,120	\$517,119	\$610,272	\$585,059
Total Ongoing	\$492,677	\$549,120	\$517,119	\$610,272	\$585,059
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

Legislative Budget Analysis, E-120.

Funding

The program is funded almost entirely with general fund. The school also receives interest and income from school trust lands which funds less than one percent of the programs budget.

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	514,132	514,132	1,028,264	86.50 %	517,119	517,119	1,034,238	86.52 %
SWPL Adjustments	92,875	67,662	160,537	13.50 %	92,875	67,662	160,537	13.43 %
PL Adjustments	0	0	0	0.00 %	278	278	556	0.05 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$607,007	\$581,794	\$1,188,801		\$610,272	\$585,059	\$1,195,331	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	7,034	0	0	7,034	0.00	7,749	0	0	7,749
DP 2 - Fixed Costs	0.00	85,841	0	0	85,841	0.00	59,913	0	0	59,913
DP 55 - SWPL Fixed Cost Adjustment	0.00	0	278	0	278	0.00	0	278	0	278
Grand Total All Present Law Adjustments	0.00	\$92,875	\$278	\$0	\$93,153	0.00	\$67,662	\$278	\$0	\$67,940

*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget.

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 55 - SWPL Fixed Cost Adjustment -

The legislature adopted an increase to the Statewide Cost Allocation Plan (SWCAP).

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	377,809	405,199	27,390	7.25 %
Operating Expenses	528,467	518,698	(9,769)	(1.85)%
Equipment & Intangible Assets	6,400	0	(6,400)	(100.00)%
Transfers	10,000	2,000	(8,000)	(80.00)%
Debt Service	56,902	56,902	0	0.00 %
Total Expenditures	\$979,578	\$982,799	\$3,221	0.33 %
General Fund	979,565	982,799	3,234	0.33 %
State/Other Special Rev. Funds	13	0	(13)	(100.00)%
Total Funds	\$979,578	\$982,799	\$3,221	0.33 %
Total Ongoing	\$979,578	\$982,799	\$3,221	0.33 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

Legislative Budget Analysis, E-123.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	3.57	3.57	3.57	3.57
Personal Services	165,060	181,041	196,768	202,279	202,920
Operating Expenses	268,503	268,511	259,956	259,949	258,749
Equipment & Intangible Assets	0	6,400	0	0	0
Transfers	9,000	9,000	1,000	1,000	1,000
Debt Service	28,450	28,451	28,451	28,451	28,451
Total Expenditures	\$471,013	\$493,403	\$486,175	\$491,679	\$491,120
General Fund	471,000	493,390	486,175	491,679	491,120
State/Other Special Rev. Funds	13	13	0	0	0
Total Funds	\$471,013	\$493,403	\$486,175	\$491,679	\$491,120
Total Ongoing	\$471,013	\$493,403	\$486,175	\$491,679	\$491,120
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

Legislative Budget Analysis, E-124.

Funding

The program is funded entirely with general fund.

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	486,175	486,175	972,350	98.94 %	486,175	486,175	972,350	98.94 %
SWPL Adjustments	(7)	(1,207)	(1,214)	(0.12)%	(7)	(1,207)	(1,214)	(0.12)%
PL Adjustments	5,511	6,152	11,663	1.19 %	5,511	6,152	11,663	1.19 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$491,679	\$491,120	\$982,799		\$491,679	\$491,120	\$982,799	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 2 - Fixed Costs	0.00	(7)	0	0	(7)	0.00	(1,207)	0	0	(1,207)
DP 50 - Personal Services Adjustment	0.00	5,511	0	0	5,511	0.00	6,152	0	0	6,152
Grand Total All Present Law Adjustments	0.00	\$5,504	\$0	\$0	\$5,504	0.00	\$4,945	\$0	\$0	\$4,945

***Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 50 - Personal Services Adjustment -

The legislature adopted a present law increase in personal services to maintain operations and services of the agency/ program. Specific adjustments include: an increase of \$5,511 in FY 2020 and \$6,152 in FY 2021.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	2,994,530	2,943,890	(50,640)	(1.69)%
Operating Expenses	367,234	376,304	9,070	2.47%
Equipment & Intangible Assets	2,496	0	(2,496)	(100.00)%
Total Expenditures	\$3,364,260	\$3,320,194	(\$44,066)	(1.31)%
General Fund	3,258,533	3,251,864	(6,669)	(0.20)%
State/Other Special Rev. Funds	60,000	0	(60,000)	(100.00)%
Federal Spec. Rev. Funds	45,727	68,330	22,603	49.43%
Total Funds	\$3,364,260	\$3,320,194	(\$44,066)	(1.31)%
Total Ongoing	\$3,304,260	\$3,260,194	(\$44,066)	(1.33)%
Total OTO	\$60,000	\$60,000	\$0	0.00%

Page Reference

Legislative Budget Analysis, E-127.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	26.70	26.70	25.21	25.21
Personal Services	1,308,498	1,469,712	1,524,818	1,471,784	1,472,106
Operating Expenses	180,075	181,199	186,035	187,924	188,380
Equipment & Intangible Assets	2,496	2,496	0	0	0
Total Expenditures	\$1,491,069	\$1,653,407	\$1,710,853	\$1,659,708	\$1,660,486
General Fund	1,438,507	1,600,845	1,657,688	1,625,543	1,626,321
State/Other Special Rev. Funds	30,000	30,000	30,000	0	0
Federal Spec. Rev. Funds	22,562	22,562	23,165	34,165	34,165
Total Funds	\$1,491,069	\$1,653,407	\$1,710,853	\$1,659,708	\$1,660,486
Total Ongoing	\$1,461,069	\$1,623,407	\$1,680,853	\$1,629,708	\$1,630,486
Total OTO	\$30,000	\$30,000	\$30,000	\$30,000	\$30,000

Page Reference

Legislative Budget Analysis, E-128.

Funding

The program is funded primarily with general fund appropriations. Federal funds are subsidies provided by the National School Lunch Program.

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	1,657,688	1,657,688	3,315,376	101.95 %	1,680,853	1,680,853	3,361,706	101.25 %
SWPL Adjustments	1,889	2,345	4,234	0.13 %	1,889	2,345	4,234	0.13 %
PL Adjustments	(64,034)	(63,712)	(127,746)	(3.93)%	(53,034)	(52,712)	(105,746)	(3.18)%
New Proposals	30,000	30,000	60,000	1.85 %	30,000	30,000	60,000	1.81 %
Total Budget	\$1,625,543	\$1,626,321	\$3,251,864		\$1,659,708	\$1,660,486	\$3,320,194	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 3 - Inflation Deflation	0.00	1,889	0	0	1,889	0.00	2,345	0	0	2,345
DP 50 - Personal Services Adjustment	(1.49)	(64,034)	0	11,000	(53,034)	(1.49)	(63,712)	0	11,000	(52,712)
Grand Total All Present Law Adjustments	(1.49)	(\$62,145)	\$0	\$11,000	(\$51,145)	(1.49)	(\$61,367)	\$0	\$11,000	(\$50,367)

**Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 50 - Personal Services Adjustment -

The legislature adopted a present law increase in personal services to maintain operations and services of the agency/ program. Specific adjustments include: a decrease of \$62,145 in FY 2020 and \$50,367 in FY 2021.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals										
	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 5 - Student Travel RST/OTO	0.00	30,000	0	0	30,000	0.00	30,000	0	0	30,000
Total	0.00	\$30,000	\$0	\$0	\$30,000	0.00	\$30,000	\$0	\$0	\$30,000

**Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 5 - Student Travel RST/OTO -

The legislature adopted an appropriation of \$30,000 one-time-only, restricted, general fund in each year of the 2021 biennium to cover travel costs due to lack of commercial transportation available in Great Falls. Statute requires MSDB to use a carrier certified by the Public Service Commission, in accordance with 20-8-121, MCA, to charter buses to transport children on visits home twice per month. The school used commercial bus transportation until the bus lines ceased to run through Great Falls.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	8,687,106	10,073,210	1,386,104	15.96 %
Operating Expenses	480,259	479,468	(791)	(0.16)%
Equipment & Intangible Assets	7,316	0	(7,316)	(100.00)%
Total Expenditures	\$9,174,681	\$10,552,678	\$1,377,997	15.02 %
General Fund	8,344,139	9,692,964	1,348,825	16.16 %
State/Other Special Rev. Funds	736,081	564,234	(171,847)	(23.35)%
Federal Spec. Rev. Funds	94,461	295,480	201,019	212.81 %
Total Funds	\$9,174,681	\$10,552,678	\$1,377,997	15.02 %
Total Ongoing	\$9,120,805	\$10,498,802	\$1,377,997	15.11 %
Total OTO	\$53,876	\$53,876	\$0	0.00 %

Page Reference

Legislative Budget Analysis, E-131.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	49.69	49.69	49.69	49.69
Personal Services	4,016,026	4,271,750	4,415,356	5,035,149	5,038,061
Operating Expenses	237,777	249,655	230,604	238,752	240,716
Equipment & Intangible Assets	7,316	7,316	0	0	0
Total Expenditures	\$4,261,119	\$4,528,721	\$4,645,960	\$5,273,901	\$5,278,777
General Fund	3,867,279	4,116,508	4,227,631	4,844,044	4,848,920
State/Other Special Rev. Funds	347,120	365,492	370,589	282,117	282,117
Federal Spec. Rev. Funds	46,720	46,721	47,740	147,740	147,740
Total Funds	\$4,261,119	\$4,528,721	\$4,645,960	\$5,273,901	\$5,278,777
Total Ongoing	\$4,241,019	\$4,501,783	\$4,619,022	\$5,246,963	\$5,251,839
Total OTO	\$20,100	\$26,938	\$26,938	\$26,938	\$26,938

Page Reference

Legislative Budget Analysis, E-132.

Funding

The Outreach Program is funded almost entirely with general fund. The Residential Education Program is funded primarily with general fund, with additional funding from the school's trust lands, Medicaid reimbursement for services provided to students who qualify for Medicaid, and federal funds designated for the assistance of state and local educational agencies to meet the special educational needs of educationally deprived children.

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	4,227,631	4,227,631	8,455,262	87.23 %	4,619,022	4,619,022	9,238,044	87.54 %
SWPL Adjustments	8,148	10,112	18,260	0.19 %	8,148	10,112	18,260	0.17 %
PL Adjustments	608,265	611,177	1,219,442	12.58 %	646,731	649,643	1,296,374	12.28 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$4,844,044	\$4,848,920	\$9,692,964		\$5,273,901	\$5,278,777	\$10,552,678	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 3 - Inflation Deflation	0.00	8,148	0	0	8,148	0.00	10,112	0	0	10,112
DP 4 - Extra-curricular stipends RST/OTO	0.00	26,938	0	0	26,938	0.00	26,938	0	0	26,938
DP 50 - Personal Services Adjustment	0.00	581,327	(61,534)	100,000	619,793	0.00	584,239	(61,534)	100,000	622,705
Grand Total All Present Law Adjustments	0.00	\$616,413	(\$61,534)	\$100,000	\$654,879	0.00	\$621,289	(\$61,534)	\$100,000	\$659,755

**Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 4 - Extra-curricular stipends RST/OTO -

The legislature adopted one-time-only revenue of \$26,938 in each year of the 2021 biennium, which is restricted for stipends to be paid to staff sponsoring and interpreting extra-curricular activities such as sports, clubs, and class meetings.

DP 50 - Personal Services Adjustment -

The legislature adopted a present law increase in personal services to maintain operations and services of the agency/ program. Specific adjustments include: an increase of \$0.7 million for each year of the biennium.

Agency Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Agency Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	1,285,030	1,365,168	80,138	6.24 %
Operating Expenses	664,506	701,257	36,751	5.53 %
Grants	924,476	924,476	0	0.00 %
Total Expenditures	\$2,874,012	\$2,990,901	\$116,889	4.07 %
General Fund	995,386	1,074,383	78,997	7.94 %
State/Other Special Rev. Funds	466,320	482,455	16,135	3.46 %
Federal Spec. Rev. Funds	1,412,306	1,434,063	21,757	1.54 %
Total Funds	\$2,874,012	\$2,990,901	\$116,889	4.07 %
Total Ongoing	\$2,874,012	\$2,990,901	\$116,889	4.07 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

Legislative Budget Analysis, E-135.

Agency Highlights

Montana Arts Council Major Budget Highlights
<ul style="list-style-type: none"> • The legislature adopted an increase to the Montana Arts Council's total biennial appropriation by approximately \$116,000 or 4.0% compared to the 2019 biennium appropriation • Increases are due to SB 9 restoration to the base and statewide present law adjustments • The agency is not subject to vacancy savings

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	7.00	7.00	7.00	7.00
Personal Services	615,610	616,404	668,626	683,245	681,923
Operating Expenses	332,358	332,808	331,698	364,531	336,726
Grants	459,801	462,238	462,238	462,238	462,238
Total Expenditures	\$1,407,769	\$1,411,450	\$1,462,562	\$1,510,014	\$1,480,887
General Fund	475,354	479,042	516,344	551,314	523,069
State/Other Special Rev. Funds	230,129	230,126	236,194	241,419	241,036
Federal Spec. Rev. Funds	702,286	702,282	710,024	717,281	716,782
Total Funds	\$1,407,769	\$1,411,450	\$1,462,562	\$1,510,014	\$1,480,887
Total Ongoing	\$1,407,769	\$1,411,450	\$1,462,562	\$1,510,014	\$1,480,887
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

Legislative Budget Analysis, E-136.

Executive Budget Comparison

The following table compares the legislative budget for the biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Approp. Fiscal 2019	Executive Budget Fiscal 2020	Legislative Budget Fiscal 2020	Leg — Exec. Difference Fiscal 2020	Executive Budget Fiscal 2021	Legislative Budget Fiscal 2021	Leg — Exec. Difference Fiscal 2021	Biennium Difference Fiscal 20-21
FTE	7.00	7.00	7.00	0.00	7.00	7.00	0.00	0.00
Personal Services	668,626	683,245	683,245	0	681,923	681,923	0	0
Operating Expenses	331,698	363,999	364,531	532	336,194	336,726	532	1,064
Grants	462,238	462,238	462,238	0	462,238	462,238	0	0
Transfers	0	0	0	0	0	0	0	0
Total Costs	\$1,462,562	\$1,509,482	\$1,510,014	\$532	\$1,480,355	\$1,480,887	\$532	\$1,064
General Fund	516,344	551,314	551,314	0	523,069	523,069	0	0
State/other Special Rev. Funds	236,194	241,286	241,419	133	240,903	241,036	133	266
Federal Spec. Rev. Funds	710,024	716,882	717,281	399	716,383	716,782	399	798
Total Funds	\$1,462,562	\$1,509,482	\$1,510,014	\$532	\$1,480,355	\$1,480,887	\$532	\$1,064
Total Ongoing	\$1,462,562	\$1,509,482	\$1,510,014	\$532	\$1,480,355	\$1,480,887	\$532	\$1,064
Total OTO	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

The legislature adopted a budget that is slightly higher than the proposed executive budget for the 2021 biennium. The legislature adopted the statewide cost allocation plan adjustment for fixed costs which was not included in the executive proposed budget. The legislature adopted all other present law adjustments as proposed in the executive budget.

Funding

The following table shows agency funding by source of authority.

Total Montana Arts Council Funding by Source of Authority 2021 Biennium Budget Request - Montana Arts Council						
Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	1,074,383	0	0	0	1,074,383	35.92 %
State Special Total	482,455	0	0	0	482,455	16.13 %
Federal Special Total	1,434,063	0	0	0	1,434,063	47.95 %
Proprietary Total	0	0	0	0	0	0.00 %
Other Total	0	0	0	0	0	0.00 %
Total All Funds	\$2,990,901	\$0	\$0	\$0	\$2,990,901	
Percent - Total All Sources	100.00 %	0.00 %	0.00 %	0.00 %		

MAC is funded with a combination of general fund, state special revenue, and federal special revenue.

General fund supports:

- A portion of the agency operations and services to the state’s arts community

- Arts grants including Artists in the Schools and several other grant programs available to non-profit arts organizations, schools, and other eligible entities

State special revenue from the Cultural and Aesthetic Trust:

- Supports the agency’s administration of cultural and aesthetic trust activities and the preservation of the state’s cultural heritage
- Grant awards through HB 9 Cultural and Aesthetic projects

Federal special revenue from the National Endowment of the Arts:

- Formula grants requiring a non-federal revenue dollar for dollar match. The agency utilizes general fund and state special revenue as a source of matching funds
- Supports the administration, grants, and services to the state’s arts community

Budget Summary by Category

The following table summarizes the total budget by base, present law adjustments, and new proposals. For a description of these categories, please see the glossary section of the Budget Analysis.

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	516,344	516,344	1,032,688	96.12 %	1,462,562	1,462,562	2,925,124	97.80 %
SWPL Adjustments	34,970	6,725	41,695	3.88 %	46,920	17,793	64,713	2.16 %
PL Adjustments	0	0	0	0.00 %	532	532	1,064	0.04 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$551,314	\$523,069	\$1,074,383		\$1,510,014	\$1,480,887	\$2,990,901	

Language and Statutory Authority

All HB 2 federal funding appropriations for the Montana Arts Council are biennial appropriations.

Page Reference

Legislative Budget Analysis, E-135.

Page Reference

Legislative Budget Analysis, E-136.

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	4,824	4,240	5,555	14,619	0.00	4,388	3,856	5,053	13,297
DP 2 - Fixed Costs	0.00	30,004	800	1,224	32,028	0.00	2,161	789	1,207	4,157
DP 3 - Inflation Deflation	0.00	142	52	79	273	0.00	176	64	99	339
DP 55 - SWPL Fixed Cost Adjustment	0.00	0	133	399	532	0.00	0	133	399	532
Grand Total All Present Law Adjustments	0.00	\$34,970	\$5,225	\$7,257	\$47,452	0.00	\$6,725	\$4,842	\$6,758	\$18,325

*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget.

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 55 - SWPL Fixed Cost Adjustment -

The legislature adopted an increase to the Statewide Cost Allocation Plan (SWCAP).

Agency Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Agency Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	4,346,437	4,513,363	166,926	3.84 %
Operating Expenses	3,451,694	3,899,479	447,785	12.97 %
Grants	2,450,314	2,659,356	209,042	8.53 %
Total Expenditures	\$10,248,445	\$11,072,198	\$823,753	8.04 %
General Fund	4,335,299	5,142,124	806,825	18.61 %
State/Other Special Rev. Funds	3,493,578	3,827,715	334,137	9.56 %
Federal Spec. Rev. Funds	2,419,568	2,102,359	(317,209)	(13.11)%
Total Funds	\$10,248,445	\$11,072,198	\$823,753	8.04 %
Total Ongoing	\$10,248,445	\$10,822,198	\$573,753	5.60 %
Total OTO	\$0	\$250,000	\$250,000	100.00 %

Page Reference

Legislative Budget Analysis, E-141.

Agency Highlights

Montana State Library Major Budget Highlights
<ul style="list-style-type: none"> • The legislature adopted an increase to the Montana State Library's ongoing total biennial appropriation of approximately \$0.6 million or 5.6% compared to the 2019 biennium appropriation • The legislature adopted a reduction of 1.00 FTE for a personal services savings of \$114,000 • The legislature adopted an additional \$250,000 one-time-only state special revenue for the 2021 biennium

Agency Actuals and Budget Comparison						
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021	
FTE	0.00	30.46	30.46	29.46	29.46	
Personal Services	2,361,289	2,510,782	1,835,655	2,258,110	2,255,253	
Operating Expenses	1,604,658	1,729,119	1,722,575	1,926,334	1,973,145	
Grants	425,303	845,636	1,604,678	1,504,678	1,154,678	
Total Expenditures	\$4,391,250	\$5,085,537	\$5,162,908	\$5,689,122	\$5,383,076	
General Fund	2,099,353	2,148,954	2,186,345	2,582,171	2,559,953	
State/Other Special Rev. Funds	1,399,846	1,729,049	1,764,529	1,880,403	1,947,312	
Federal Spec. Rev. Funds	892,051	1,207,534	1,212,034	1,226,548	875,811	
Total Funds	\$4,391,250	\$5,085,537	\$5,162,908	\$5,689,122	\$5,383,076	
Total Ongoing	\$4,391,250	\$5,085,537	\$5,162,908	\$5,589,122	\$5,233,076	
Total OTO	\$0	\$0	\$0	\$100,000	\$150,000	

Page Reference

Legislative Budget Analysis, E-142.

Executive Budget Comparison

The following table compares the legislative budget for the biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Approp. Fiscal 2019	Executive Budget Fiscal 2020	Legislative Budget Fiscal 2020	Leg — Exec. Difference Fiscal 2020	Executive Budget Fiscal 2021	Legislative Budget Fiscal 2021	Leg — Exec. Difference Fiscal 2021	Biennium Difference Fiscal 20-21
FTE	30.46	29.46	29.46	0.00	29.46	29.46	0.00	0.00
Personal Services	1,835,655	2,258,110	2,258,110	0	2,255,253	2,255,253	0	0
Operating Expenses	1,722,575	1,824,176	1,926,334	102,158	1,820,987	1,973,145	152,158	254,316
Grants	1,604,678	1,504,678	1,504,678	0	1,154,678	1,154,678	0	0
Total Costs	\$5,162,908	\$5,586,964	\$5,689,122	\$102,158	\$5,230,918	\$5,383,076	\$152,158	\$254,316
General Fund	2,186,345	2,582,171	2,582,171	0	2,559,953	2,559,953	0	0
State/other Special Rev. Funds	1,764,529	1,779,549	1,880,403	100,854	1,796,458	1,947,312	150,854	251,708
Federal Spec. Rev. Funds	1,212,034	1,225,244	1,226,548	1,304	874,507	875,811	1,304	2,608
Total Funds	\$5,162,908	\$5,586,964	\$5,689,122	\$102,158	\$5,230,918	\$5,383,076	\$152,158	\$254,316
Total Ongoing	\$5,162,908	\$5,586,964	\$5,589,122	\$2,158	\$5,230,918	\$5,233,076	\$2,158	\$4,316
Total OTO	\$0	\$0	\$100,000	\$100,000	\$0	\$150,000	\$150,000	\$250,000

The legislature adopted an ongoing budget that is approximately \$4,300 higher than the budget proposed by the executive for the 2021 biennium. The legislature adopted the statewide cost allocation plan adjustment for fixed costs which was not included in the executive proposed budget. The legislature adopted all other present law adjustments as proposed in the executive budget. In addition, the legislature adopted a one-time-only appropriation of \$250,000 state special revenue to align their overall budget closer to their 2017 biennium appropriation.

Funding

The following table shows agency funding by source of authority.

Total Montana State Library Funding by Source of Authority 2021 Biennium Budget Request - Montana State Library						
Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	5,142,124	0	0	791,532	5,933,656	46.96 %
State Special Total	3,577,715	250,000	0	0	3,827,715	30.29 %
Federal Special Total	2,102,359	0	0	0	2,102,359	16.64 %
Proprietary Total	0	0	771,773	0	771,773	6.11 %
Other Total	0	0	0	0	0	0.00 %
Total All Funds	\$10,822,198	\$250,000	\$771,773	\$791,532	\$12,635,503	
Percent - Total All Sources	85.65 %	1.98 %	6.11 %	6.26 %		

The Montana State Library is funded through a combination of general fund, state special revenue, and federal special revenue.

General fund supports:

- The statewide inter-library resource-sharing program
- State aid to libraries throughout Montana
- Natural Resource Information System (NRIS)
- General agency operations

State special revenue includes:

- Coal severance tax from the basic library services account, which was previously a portion of the coal severance tax shared account, partially funds general operations, statewide technology contracts, and the library federation grants to assist local libraries in providing basic services
- Assessments from certain state agencies that use the NRIS
- Revenue from the Montana Land Information account that receives a portion of document recording fees assessed at the local level

Federal funds come primarily from LSTA grants administered through the federal Institute of Museum and Library Services. These funds:

- Are formula grants from the federal agency rather than competitive grants
- Require a 2:1 federal: state match and a 5 year plan
- Are used for collection content and access, training and outreach to local libraries, and services to patrons with disabilities.

In addition, the Montana State Library has proprietary funding that does not require an appropriation. This funding is discussed in more detail in the Proprietary Rates section later in this narrative.

Budget Summary by Category

The following table summarizes the total budget by base, present law adjustments, and new proposals. For a description of these categories, please see the glossary section of the Budget Analysis.

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	2,186,345	2,186,345	4,372,690	85.04 %	5,162,908	5,162,908	10,325,816	93.26 %
SWPL Adjustments	453,033	430,719	883,752	17.19 %	528,767	505,625	1,034,392	9.34 %
PL Adjustments	0	0	0	0.00 %	(45,346)	(378,346)	(423,692)	(3.83)%
New Proposals	(57,207)	(57,111)	(114,318)	(2.22)%	42,793	92,889	135,682	1.23 %
Total Budget	\$2,582,171	\$2,559,953	\$5,142,124		\$5,689,122	\$5,383,076	\$11,072,198	

Page Reference

Legislative Budget Analysis, E-141.

Page Reference

Legislative Budget Analysis, E-142.

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	419,030	62,524	(1,892)	479,662	0.00	416,905	62,433	(2,629)	476,709
DP 2 - Fixed Costs	0.00	32,493	0	15,102	47,595	0.00	11,940	0	15,102	27,042
DP 3 - Inflation Deflation	0.00	1,510	0	0	1,510	0.00	1,874	0	0	1,874
DP 5 - Coal Severance Tax Allotment	0.00	0	52,496	0	52,496	0.00	0	69,496	0	69,496
DP 7 - MLIAC & LSTA Grant Authority Adjustment	0.00	0	(100,000)	0	(100,000)	0.00	0	(100,000)	(350,000)	(450,000)
DP 55 - SWPL Fixed Cost Adjustment	0.00	0	854	1,304	2,158	0.00	0	854	1,304	2,158
Grand Total All Present Law Adjustments	0.00	\$453,033	\$15,874	\$14,514	\$483,421	0.00	\$430,719	\$32,783	(\$336,223)	\$127,279

*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget.

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 5 - Coal Severance Tax Allotment -

The legislature adopted an increase in the coal severance tax authority to the Montana State Library due to increased revenue projections.

P AC STA rant Authorit Adjust ent

The legislature adopted to reduce state special revenue authority for the Montana Land Information Advisory Council to align projects and expenditures with needed authority. The legislature adopted to reduce federal special revenue authority to align Library Services and Technology Act grant activities with needed authority.

DP 55 - SWPL Fixed Cost Adjustment -

The legislature adopted an increase to the Statewide Cost Allocation Plan (SWCAP).

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 9 - FTE Reductions	(1.00)	(57,207)	0	0	(57,207)	(1.00)	(57,111)	0	0	(57,111)
DP 10 - Montana State Library Funding (OTO)	0.00	0	100,000	0	100,000	0.00	0	150,000	0	150,000
Total	(1.00)	(\$57,207)	\$100,000	\$0	\$42,793	(1.00)	(\$57,111)	\$150,000	\$0	\$92,889

*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 9 - FTE Reductions -

The legislature adopted a reduction of 1.00 FTE, and associated general fund appropriations, to make permanent reductions as the result of SB 261 during the 2017 Legislative Session.

DP 10 - Montana State Library Funding (OTO) -

The legislature adopted one-time-only state special revenue fund for the Montana State Library in order to align their funding closer to their 2017 biennium appropriation.

Agency Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Agency Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	6,032,843	6,474,009	441,166	7.31 %
Operating Expenses	3,442,628	3,777,961	335,333	9.74 %
Equipment & Intangible Assets	160,068	188,020	27,952	17.46 %
Grants	174,240	174,240	0	0.00 %
Total Expenditures	\$9,809,779	\$10,614,230	\$804,451	8.20 %
General Fund	5,255,234	5,932,122	676,888	12.88 %
State/Other Special Rev. Funds	1,534,552	1,842,173	307,621	20.05 %
Federal Spec. Rev. Funds	1,658,714	1,596,057	(62,657)	(3.78)%
Proprietary Funds	1,361,279	1,243,878	(117,401)	(8.62)%
Total Funds	\$9,809,779	\$10,614,230	\$804,451	8.20 %
Total Ongoing	\$9,809,779	\$10,614,230	\$804,451	8.20 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

Legislative Budget Analysis, E-151.

Agency Highlights

Montana Historical Society Major Budget Highlights
<ul style="list-style-type: none"> • The legislature adopted an increase to the Montana Historical Society's total biennial appropriation of approximately \$804,000 or 8.2% compared to the 2019 biennium appropriation • The legislature adopted a reduced amount of the proposed reinstatement of personal services • The legislature adopted the reduction of 4.01 FTE for a personal services savings of \$0.5 million

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	58.39	58.39	54.38	54.38
Personal Services	2,928,101	2,945,028	3,087,815	3,236,869	3,237,140
Operating Expenses	1,644,159	1,758,341	1,684,287	1,892,621	1,885,340
Equipment & Intangible Assets	66,057	66,058	94,010	94,010	94,010
Grants	73,200	87,120	87,120	87,120	87,120
Total Expenditures	\$4,711,517	\$4,856,547	\$4,953,232	\$5,310,620	\$5,303,610
General Fund	2,553,796	2,593,159	2,662,075	2,986,814	2,945,308
State/Other Special Rev. Funds	766,101	768,776	765,776	905,359	936,814
Federal Spec. Rev. Funds	756,025	818,165	840,549	796,635	799,422
Proprietary Funds	635,595	676,447	684,832	621,812	622,066
Total Funds	\$4,711,517	\$4,856,547	\$4,953,232	\$5,310,620	\$5,303,610
Total Ongoing	\$4,711,517	\$4,856,547	\$4,953,232	\$5,310,620	\$5,303,610
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

Legislative Budget Analysis, E-152.

Executive Budget Comparison

The following table compares the legislative budget for the biennium to the budget requested by the Governor, by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Approp. Fiscal 2019	Executive Budget Fiscal 2020	Legislative Budget Fiscal 2020	Leg — Exec. Difference Fiscal 2020	Executive Budget Fiscal 2021	Legislative Budget Fiscal 2021	Leg — Exec. Difference Fiscal 2021	Biennium Difference Fiscal 20-21
FTE	58.39	54.38	54.38	0.00	54.38	54.38	0.00	0.00
Personal Services	3,087,815	3,608,182	3,236,869	(371,313)	3,608,453	3,237,140	(371,313)	(742,626)
Operating Expenses	1,684,287	1,763,473	1,892,621	129,148	1,727,766	1,885,340	157,574	286,722
Equipment & Intangible Assets	94,010	94,010	94,010	0	94,010	94,010	0	0
Grants	87,120	87,120	87,120	0	87,120	87,120	0	0
Total Costs	\$4,953,232	\$5,552,785	\$5,310,620	(\$242,165)	\$5,517,349	\$5,303,610	(\$213,739)	(\$455,904)
General Fund	2,662,075	3,308,628	2,986,814	(321,814)	3,267,122	2,945,308	(321,814)	(643,628)
State/other Special Rev. Funds	765,776	768,147	905,359	137,212	768,394	936,814	168,420	305,632
Federal Spec. Rev. Funds	840,549	820,285	796,635	(23,650)	823,076	799,422	(23,654)	(47,304)
Other	684,832	655,725	621,812	(33,913)	658,757	622,066	(36,691)	(70,604)
Total Funds	\$4,953,232	\$5,552,785	\$5,310,620	(\$242,165)	\$5,517,349	\$5,303,610	(\$213,739)	(\$455,904)
Total Ongoing	\$4,953,232	\$5,552,785	\$5,310,620	(\$242,165)	\$5,517,349	\$5,303,610	(\$213,739)	(\$455,904)
Total OTO	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

The legislature adopted a budget that is approximately \$500,000 less than the proposed executive budget for the 2021 biennium.

The major differences in the legislative budget compared to the executive are:

- The legislature adopted a reduced amount of the proposed reinstatement of personal services

- The legislature adopted an increase in the statewide cost allocation plan

Funding

The following table shows agency funding by source of authority.

Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	5,932,122	0	0	0	5,932,122	52.13 %
State Special Total	1,842,173	0	0	766,291	2,608,464	22.92 %
Federal Special Total	1,596,057	0	0	0	1,596,057	14.02 %
Proprietary Total	1,243,878	0	0	0	1,243,878	10.93 %
Other Total	0	0	0	0	0	0.00 %
Total All Funds	\$10,614,230	\$0	\$0	\$766,291	\$11,380,521	
Percent - Total All Sources	93.27 %	0.00 %	0.00 %	6.73 %		

The Montana Historical Society is funded through a combination of general fund, state special revenue, federal special revenue, and proprietary revenue as shown in the table above.

Proprietary revenues are fees for goods and services to external customers and support the costs of providing those goods and services. Proprietary fund revenues include magazine subscriptions, the sale of books published by the Historical Society, merchandise sales, and photography sales.

In addition, Montana Historical Society receives statutory authority which includes:

- Montana Historical Society Membership fees
- Entrance fees charged at the Original Governor’s Mansion
- A 1.0% allocation of the lodging facility use tax
- One fourth of the revenue generated from the sale of Lewis and Clark license plates

Budget Summary by Category

The following table summarizes the total budget by base, present law adjustments, and new proposals. For a description of these categories, please see the glossary section of the Budget Analysis.

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	2,662,075	2,662,075	5,324,150	89.75 %	4,953,232	4,953,232	9,906,464	93.33 %
SWPL Adjustments	56,289	16,235	72,524	1.22 %	79,186	43,479	122,665	1.16 %
PL Adjustments	515,599	513,973	1,029,572	17.36 %	398,003	398,100	796,103	7.50 %
New Proposals	(247,149)	(246,975)	(494,124)	(8.33)%	(119,801)	(91,201)	(211,002)	(1.99)%
Total Budget	\$2,986,814	\$2,945,308	\$5,932,122		\$5,310,620	\$5,303,610	\$10,614,230	

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	1,611,937	1,753,982	142,045	8.81 %
Operating Expenses	708,772	643,467	(65,305)	(9.21)%
Equipment & Intangible Assets	28,368	56,736	28,368	100.00 %
Total Expenditures	\$2,349,077	\$2,454,185	\$105,108	4.47 %
General Fund	1,638,054	1,874,419	236,365	14.43 %
State/Other Special Rev. Funds	54,918	105,480	50,562	92.07 %
Federal Spec. Rev. Funds	151,927	79,679	(72,248)	(47.55)%
Proprietary Funds	504,178	394,607	(109,571)	(21.73)%
Total Funds	\$2,349,077	\$2,454,185	\$105,108	4.47 %
Total Ongoing	\$2,349,077	\$2,454,185	\$105,108	4.47 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

Legislative Budget Analysis, E-158.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	16.19	16.19	14.68	14.68
Personal Services	764,882	779,267	832,670	877,452	876,530
Operating Expenses	372,093	418,513	290,259	342,665	300,802
Equipment & Intangible Assets	0	0	28,368	28,368	28,368
Total Expenditures	\$1,136,975	\$1,197,780	\$1,151,297	\$1,248,485	\$1,205,700
General Fund	830,169	869,538	768,516	959,533	914,886
State/Other Special Rev. Funds	757	2,222	52,696	52,740	52,740
Federal Spec. Rev. Funds	73,194	74,599	77,328	38,978	40,701
Proprietary Funds	232,855	251,421	252,757	197,234	197,373
Total Funds	\$1,136,975	\$1,197,780	\$1,151,297	\$1,248,485	\$1,205,700
Total Ongoing	\$1,136,975	\$1,197,780	\$1,151,297	\$1,248,485	\$1,205,700
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

Legislative Budget Analysis, E-159.

Funding

The program is funded with a combination of:

- General fund
- State special revenue funds from membership fees, donations, and a portion of the lodging facility use tax
- Federal funds through indirect cost recoveries
- Proprietary funds from museum entrance fees and merchandise sales

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	768,516	768,516	1,537,032	82.00 %	1,151,297	1,151,297	2,302,594	93.82 %
SWPL Adjustments	49,712	7,710	57,422	3.06 %	52,131	10,268	62,399	2.54 %
PL Adjustments	229,546	226,711	456,257	24.34 %	133,298	132,186	265,484	10.82 %
New Proposals	(88,241)	(88,051)	(176,292)	(9.41)%	(88,241)	(88,051)	(176,292)	(7.18)%
Total Budget	\$959,533	\$914,886	\$1,874,419		\$1,248,485	\$1,205,700	\$2,454,185	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 2 - Fixed Costs	0.00	49,669	6	0	52,088	0.00	7,657	6	0	10,215
DP 3 - Inflation Deflation	0.00	43	0	0	43	0.00	53	0	0	53
DP 50 - Personal Services Adjustment	0.00	229,546	0	(38,406)	133,023	0.00	226,711	0	(36,683)	131,911
DP 55 - SWPL Fixed Cost Adjustment	0.00	0	38	56	275	0.00	0	38	56	275
Grand Total All Present Law Adjustments	0.00	\$279,258	\$44	(\$38,350)	\$185,429	0.00	\$234,421	\$44	(\$36,627)	\$142,454

*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 50 - Personal Services Adjustment -

The legislature adopted a present law increase in personal services to maintain operations and services of the agency/ program.

DP 55 - SWPL Fixed Cost Adjustment -

The legislature adopted an increase to the Statewide Cost Allocation Plan (SWCAP).

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 4 - Position Reductions	(1.51)	(88,241)	0	0	(88,241)	(1.51)	(88,051)	0	0	(88,051)
Total	(1.51)	(\$88,241)	\$0	\$0	(\$88,241)	(1.51)	(\$88,051)	\$0	\$0	(\$88,051)

*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 4 - Position Reductions -

The legislature adopted a reduction of 1.51 FTE, and associated general fund appropriations, to make certain reductions from SB 261 (2017 Legislative Session) permanent.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison					
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change	
Personal Services	1,420,517	1,478,133	57,616	4.06 %	
Operating Expenses	661,949	814,727	152,778	23.08 %	
Equipment & Intangible Assets	113,628	117,694	4,066	3.58 %	
Total Expenditures	\$2,196,094	\$2,410,554	\$214,460	9.77 %	
General Fund	1,898,478	1,970,577	72,099	3.80 %	
State/Other Special Rev. Funds	228,110	369,834	141,724	62.13 %	
Proprietary Funds	69,506	70,143	637	0.92 %	
Total Funds	\$2,196,094	\$2,410,554	\$214,460	9.77 %	
Total Ongoing	\$2,196,094	\$2,410,554	\$214,460	9.77 %	
Total OTO	\$0	\$0	\$0	0.00 %	

Page Reference

Legislative Budget Analysis, E-162.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	15.50	15.50	13.50	13.50
Personal Services	703,607	703,604	716,913	738,505	739,628
Operating Expenses	329,603	332,789	329,160	399,291	415,436
Equipment & Intangible Assets	54,780	54,781	58,847	58,847	58,847
Total Expenditures	\$1,087,990	\$1,091,174	\$1,104,920	\$1,196,643	\$1,213,911
General Fund	942,371	942,366	956,112	983,756	986,821
State/Other Special Rev. Funds	114,029	114,055	114,055	177,814	192,020
Proprietary Funds	31,590	34,753	34,753	35,073	35,070
Total Funds	\$1,087,990	\$1,091,174	\$1,104,920	\$1,196,643	\$1,213,911
Total Ongoing	\$1,087,990	\$1,091,174	\$1,104,920	\$1,196,643	\$1,213,911
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

Legislative Budget Analysis, E-163.

Funding

The program is funded with a combination of:

- General fund
- State special revenue from the lodging facility use tax
- Proprietary fund revenue from the sale of historic photo reproductions and images

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	956,112	956,112	1,912,224	97.04 %	1,104,920	1,104,920	2,209,840	91.67 %
SWPL Adjustments	6,052	7,994	14,046	0.71 %	6,333	8,265	14,598	0.61 %
PL Adjustments	137,958	138,810	276,768	14.04 %	138,082	138,934	277,016	11.49 %
New Proposals	(116,366)	(116,095)	(232,461)	(11.80)%	(52,692)	(38,208)	(90,900)	(3.77)%
Total Budget	\$983,756	\$986,821	\$1,970,577		\$1,196,643	\$1,213,911	\$2,410,554	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 2 - Fixed Costs	0.00	5,903	(10)	0	6,184	0.00	7,809	(17)	0	8,080
DP 3 - Inflation Deflation	0.00	149	0	0	149	0.00	185	0	0	185
DP 50 - Personal Services Adjustment	0.00	137,958	0	0	137,958	0.00	138,810	0	0	138,810
DP 55 - SWPL Fixed Cost Adjustment	0.00	0	95	0	124	0.00	0	95	0	124
Grand Total All Present Law Adjustments	0.00	\$144,010	\$85	\$0	\$144,415	0.00	\$146,804	\$78	\$0	\$147,199

**Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 50 - Personal Services Adjustment -

The legislature adopted a present law increase in personal services to maintain operations and services of the agency/ program.

DP 55 - SWPL Fixed Cost Adjustment -

The legislature adopted an increase to the Statewide Cost Allocation Plan (SWCAP).

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 4 - Position Reductions	(2.00)	(116,366)	0	0	(116,366)	(2.00)	(116,095)	0	0	(116,095)
DP 10 - Accommodations Tax Authority	0.00	0	63,674	0	63,674	0.00	0	77,887	0	77,887
Total	(2.00)	(\$116,366)	\$63,674	\$0	(\$52,692)	(2.00)	(\$116,095)	\$77,887	\$0	(\$38,208)

*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 4 - Position Reductions -

The legislature adopted a reduction of 2.00 FTE, and associated general fund appropriations, to make certain reductions from SB 261 (2017 Legislative Session) permanent.

DP 10 - Accommodations Tax Authority -

The legislature adopted an increase in state special revenue authority from the accommodations tax to match HJ 2 revenue projections.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	909,924	972,697	62,773	6.90 %
Operating Expenses	1,145,330	1,338,467	193,137	16.86 %
Equipment & Intangible Assets	18,072	13,590	(4,482)	(24.80)%
Total Expenditures	\$2,073,326	\$2,324,754	\$251,428	12.13 %
General Fund	1,030,661	1,172,971	142,310	13.81 %
State/Other Special Rev. Funds	1,035,647	1,145,686	110,039	10.63 %
Proprietary Funds	7,018	6,097	(921)	(13.12)%
Total Funds	\$2,073,326	\$2,324,754	\$251,428	12.13 %
Total Ongoing	\$2,073,326	\$2,324,754	\$251,428	12.13 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

Legislative Budget Analysis, E-166.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	7.75	7.75	7.75	7.75
Personal Services	440,740	440,741	469,183	486,401	486,296
Operating Expenses	557,158	558,487	586,843	660,734	677,733
Equipment & Intangible Assets	11,277	11,277	6,795	6,795	6,795
Total Expenditures	\$1,009,175	\$1,010,505	\$1,062,821	\$1,153,930	\$1,170,824
General Fund	461,868	461,869	568,792	586,535	586,436
State/Other Special Rev. Funds	543,445	544,627	491,020	564,346	581,340
Proprietary Funds	3,862	4,009	3,009	3,049	3,048
Total Funds	\$1,009,175	\$1,010,505	\$1,062,821	\$1,153,930	\$1,170,824
Total Ongoing	\$1,009,175	\$1,010,505	\$1,062,821	\$1,153,930	\$1,170,824
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

Legislative Budget Analysis, E-167.

Funding

The program is funded with a combination of:

- General fund
- State special revenue from the lodging facility use tax, and donations at the Original Governor’s Mansion
- Proprietary funds generated through the sales of books, copies, and photographs, and the rental of traveling exhibits

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	568,792	568,792	1,137,584	96.98 %	1,062,821	1,062,821	2,125,642	91.44 %
SWPL Adjustments	525	531	1,056	0.09 %	9,284	12,070	21,354	0.92 %
PL Adjustments	17,218	17,113	34,331	2.93 %	18,151	18,046	36,197	1.56 %
New Proposals	0	0	0	0.00 %	63,674	77,887	141,561	6.09 %
Total Budget	\$586,535	\$586,436	\$1,172,971		\$1,153,930	\$1,170,824	\$2,324,754	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 2 - Fixed Costs	0.00	493	34	0	9,252	0.00	491	33	0	12,030
DP 3 - Inflation Deflation	0.00	32	0	0	32	0.00	40	0	0	40
DP 11 - Fixed Costs Fund Adjustment	0.00	0	8,691	0	0	0.00	0	11,473	0	0
DP 50 - Personal Services Adjustment	0.00	17,218	0	0	17,218	0.00	17,113	0	0	17,113
DP 55 - SWPL Fixed Cost Adjustment	0.00	0	927	0	933	0.00	0	927	0	933
Grand Total All Present Law Adjustments	0.00	\$17,743	\$9,652	\$0	\$27,435	0.00	\$17,644	\$12,433	\$0	\$30,116

**Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 11 - Fixed Costs Fund Adjustment -

The legislature adopted a correction to the funding for DP 3 Fixed Costs for the Museum Program.

DP 50 - Personal Services Adjustment -

The legislature adopted a present law increase in personal services to maintain operations and services of the agency/ program.

P SWP i ed Cost Ad ust ent

The legislature adopted an increase to the Statewide Cost Allocation Plan (SWCAP).

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 10 - Accommodations Tax Authority	0.00	0	63,674	0	63,674	0.00	0	77,887	0	77,887
Total	0.00	\$0	\$63,674	\$0	\$63,674	0.00	\$0	\$77,887	\$0	\$77,887

*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 10 - Accommodations Tax Authority -

The legislature adopted an increase in state special revenue authority from the accommodations tax to match HJ 2 revenue projections.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison					
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change	
Personal Services	585,096	643,282	58,186	9.94 %	
Operating Expenses	313,044	339,288	26,244	8.38 %	
Total Expenditures	\$898,140	\$982,570	\$84,430	9.40 %	
General Fund	245,661	355,480	109,819	44.70 %	
Proprietary Funds	652,479	627,090	(25,389)	(3.89)%	
Total Funds	\$898,140	\$982,570	\$84,430	9.40 %	
Total Ongoing	\$898,140	\$982,570	\$84,430	9.40 %	
Total OTO	\$0	\$0	\$0	0.00 %	

Page Reference

Legislative Budget Analysis, E-170.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	5.00	5.00	5.00	5.00
Personal Services	297,891	297,933	287,163	321,879	321,403
Operating Expenses	144,290	146,068	166,976	169,577	169,711
Total Expenditures	\$442,181	\$444,001	\$454,139	\$491,456	\$491,114
General Fund	116,536	116,536	129,125	177,978	177,502
Proprietary Funds	325,645	327,465	325,014	313,478	313,612
Total Funds	\$442,181	\$444,001	\$454,139	\$491,456	\$491,114
Total Ongoing	\$442,181	\$444,001	\$454,139	\$491,456	\$491,114
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

Legislative Budget Analysis, E-171.

Funding

The program is funded with a combination of:

- General fund
- Proprietary funds from subscription sales for the magazine and sales of books published by the program

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	129,125	129,125	258,250	72.65 %	454,139	454,139	908,278	92.44 %
SWPL Adjustments	0	0	0	0.00 %	2,192	2,326	4,518	0.46 %
PL Adjustments	48,853	48,377	97,230	27.35 %	35,125	34,649	69,774	7.10 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$177,978	\$177,502	\$355,480		\$491,456	\$491,114	\$982,570	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 2 - Fixed Costs	0.00	0	0	0	2,172	0.00	0	0	0	2,301
DP 3 - Inflation Deflation	0.00	0	0	0	20	0.00	0	0	0	25
DP 50 - Personal Services Adjustment	0.00	48,853	0	0	34,716	0.00	48,377	0	0	34,240
DP 55 - SWPL Fixed Cost Adjustment	0.00	0	0	0	409	0.00	0	0	0	409
Grand Total All Present Law Adjustments	0.00	\$48,853	\$0	\$0	\$37,317	0.00	\$48,377	\$0	\$0	\$36,975

**"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 50 - Personal Services Adjustment -

The legislature adopted a present law increase in personal services to maintain operations and services of the agency/ program.

DP 55 - SWPL Fixed Cost Adjustment -

The legislature adopted an increase to the Statewide Cost Allocation Plan (SWCAP).

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change
Personal Services	393,954	446,729	52,775	13.40 %
Operating Expenses	268,697	271,580	2,883	1.07 %
Total Expenditures	\$662,651	\$718,309	\$55,658	8.40 %
General Fund	393,954	446,729	52,775	13.40 %
State/Other Special Rev. Funds	215,877	221,173	5,296	2.45 %
Proprietary Funds	52,820	50,407	(2,413)	(4.57)%
Total Funds	\$662,651	\$718,309	\$55,658	8.40 %
Total Ongoing	\$662,651	\$718,309	\$55,658	8.40 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

Legislative Budget Analysis, E-174.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	4.95	4.95	4.45	4.45
Personal Services	180,963	180,962	212,992	222,931	223,798
Operating Expenses	132,808	135,532	133,165	135,664	135,916
Total Expenditures	\$313,771	\$316,494	\$346,157	\$358,595	\$359,714
General Fund	180,963	180,962	212,992	222,931	223,798
State/Other Special Rev. Funds	107,870	107,872	108,005	110,459	110,714
Proprietary Funds	24,938	27,660	25,160	25,205	25,202
Total Funds	\$313,771	\$316,494	\$346,157	\$358,595	\$359,714
Total Ongoing	\$313,771	\$316,494	\$346,157	\$358,595	\$359,714
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

Legislative Budget Analysis, E-175.

Funding

The program is funded with a combination of:

- General fund
- State special revenue appropriated in HB 2 from a 2.6% allocation of the lodging facility use tax which may be used only for the purpose of historical interpretation and costs relating to the Scriver collection
- State special revenue appropriated via a statutory appropriation from a 1.0% allocation of the lodging facility use tax which may be used for the installation or maintenance of roadside historical signs and historic sites
- Proprietary funds derived from program fees and education enterprises

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	212,992	212,992	425,984	95.36 %	346,157	346,157	692,314	96.38 %
SWPL Adjustments	0	0	0	0.00 %	2,384	2,636	5,020	0.70 %
PL Adjustments	52,481	53,635	106,116	23.75 %	52,596	53,750	106,346	14.80 %
New Proposals	(42,542)	(42,829)	(85,371)	(19.11)%	(42,542)	(42,829)	(85,371)	(11.88)%
Total Budget	\$222,931	\$223,798	\$446,729		\$358,595	\$359,714	\$718,309	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 2 - Fixed Costs	0.00	0	2,245	0	2,288	0.00	0	2,476	0	2,516
DP 3 - Inflation Deflation	0.00	0	96	0	96	0.00	0	120	0	120
DP 50 - Personal Services Adjustment	0.00	52,481	0	0	52,481	0.00	53,635	0	0	53,635
DP 55 - SWPL Fixed Cost Adjustment	0.00	0	113	0	115	0.00	0	113	0	115
Grand Total All Present Law Adjustments	0.00	\$52,481	\$2,454	\$0	\$54,980	0.00	\$53,635	\$2,709	\$0	\$56,386

*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 50 - Personal Services Adjustment -

The legislature adopted a present law increase in personal services to maintain operations and services of the agency/ program.

DP 55 - SWPL Fixed Cost Adjustment -

The legislature adopted an increase to the Statewide Cost Allocation Plan (SWCAP).

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 4 - Position Reductions	(0.50)	(42,542)	0	0	(42,542)	(0.50)	(42,829)	0	0	(42,829)
Total	(0.50)	(\$42,542)	\$0	\$0	(\$42,542)	(0.50)	(\$42,829)	\$0	\$0	(\$42,829)

*"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 4 - Position Reductions -

The legislature adopted a reduction of 0.50 FTE, and associated general fund appropriations, to make certain reductions from SB 261 (2017 Legislative Session) permanent.

Program Budget Comparison

The following table compares the 2019 biennium appropriated budget and the 2021 biennium budget by type of expenditure and source of funding.

Program Budget Comparison					
Budget Item	Appropriated Budget 18-19	Legislative Budget 20-21	Biennium Change	Biennium % Change	
Personal Services	1,111,415	1,179,186	67,771	6.10 %	
Operating Expenses	344,836	370,432	25,596	7.42 %	
Grants	174,240	174,240	0	0.00 %	
Total Expenditures	\$1,630,491	\$1,723,858	\$93,367	5.73 %	
General Fund	48,426	111,946	63,520	131.17 %	
Federal Spec. Rev. Funds	1,506,787	1,516,378	9,591	0.64 %	
Proprietary Funds	75,278	95,534	20,256	26.91 %	
Total Funds	\$1,630,491	\$1,723,858	\$93,367	5.73 %	
Total Ongoing	\$1,630,491	\$1,723,858	\$93,367	5.73 %	
Total OTO	\$0	\$0	\$0	0.00 %	

Page Reference

Legislative Budget Analysis, E-178.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2018	Approp. Fiscal 2018	Approp. Fiscal 2019	Legislative Fiscal 2020	Legislative Fiscal 2021
FTE	0.00	9.00	9.00	9.00	9.00
Personal Services	540,018	542,521	568,894	589,701	589,485
Operating Expenses	108,207	166,952	177,884	184,690	185,742
Grants	73,200	87,120	87,120	87,120	87,120
Total Expenditures	\$721,425	\$796,593	\$833,898	\$861,511	\$862,347
General Fund	21,889	21,888	26,538	56,081	55,865
Federal Spec. Rev. Funds	682,831	743,566	763,221	757,657	758,721
Proprietary Funds	16,705	31,139	44,139	47,773	47,761
Total Funds	\$721,425	\$796,593	\$833,898	\$861,511	\$862,347
Total Ongoing	\$721,425	\$796,593	\$833,898	\$861,511	\$862,347
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

Legislative Budget Analysis, E-179.

Funding

The program is funded through a combination of:

- General fund
- Federal special revenue
- Proprietary

Federal special revenue is from the National Park Service for historic site preservation. Proprietary funds are generated from fees for historical preservation assistance and services and are used to enhance and maintain the agency's antiquities database.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget	Budget Fiscal 2020	Budget Fiscal 2021	Biennium Fiscal 20-21	Percent of Budget
2019 Base Budget	26,538	26,538	53,076	47.41 %	833,898	833,898	1,667,796	96.75 %
SWPL Adjustments	0	0	0	0.00 %	6,862	7,914	14,776	0.86 %
PL Adjustments	29,543	29,327	58,870	52.59 %	20,751	20,535	41,286	2.40 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$56,081	\$55,865	\$111,946		\$861,511	\$862,347	\$1,723,858	

Present Law Adjustments -

The "Present Law Adjustments" table shows the changes from the FY 2019 base appropriation to the 2021 biennium budget. "Statewide Present Law" adjustments are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

	-----Fiscal 2020-----					-----Fiscal 2021-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 2 - Fixed Costs	0.00	0	0	3,144	6,808	0.00	0	0	4,198	7,846
DP 3 - Inflation Deflation	0.00	0	0	54	54	0.00	0	0	68	68
DP 50 - Personal Services Adjustment	0.00	29,543	0	(8,736)	20,807	0.00	29,327	0	(8,736)	20,591
DP 55 - SWPL Fixed Cost Adjustment	0.00	0	0	(26)	(56)	0.00	0	0	(30)	(56)
Grand Total All Present Law Adjustments	0.00	\$29,543	\$0	(\$5,564)	\$27,613	0.00	\$29,327	\$0	(\$4,500)	\$28,449

**"Total Funds" amount includes funding from sources other than General Fund, State Special, or Federal Special (i.e. Proprietary).

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, gasoline, and others.

DP 50 - Personal Services Adjustment -

The legislature adopted a present law increase in personal services to maintain operations and services of the agency/ program.

DP 55 - SWPL Fixed Cost Adjustment -

The legislature adopted an increase to the Statewide Cost Allocation Plan (SWCAP).