

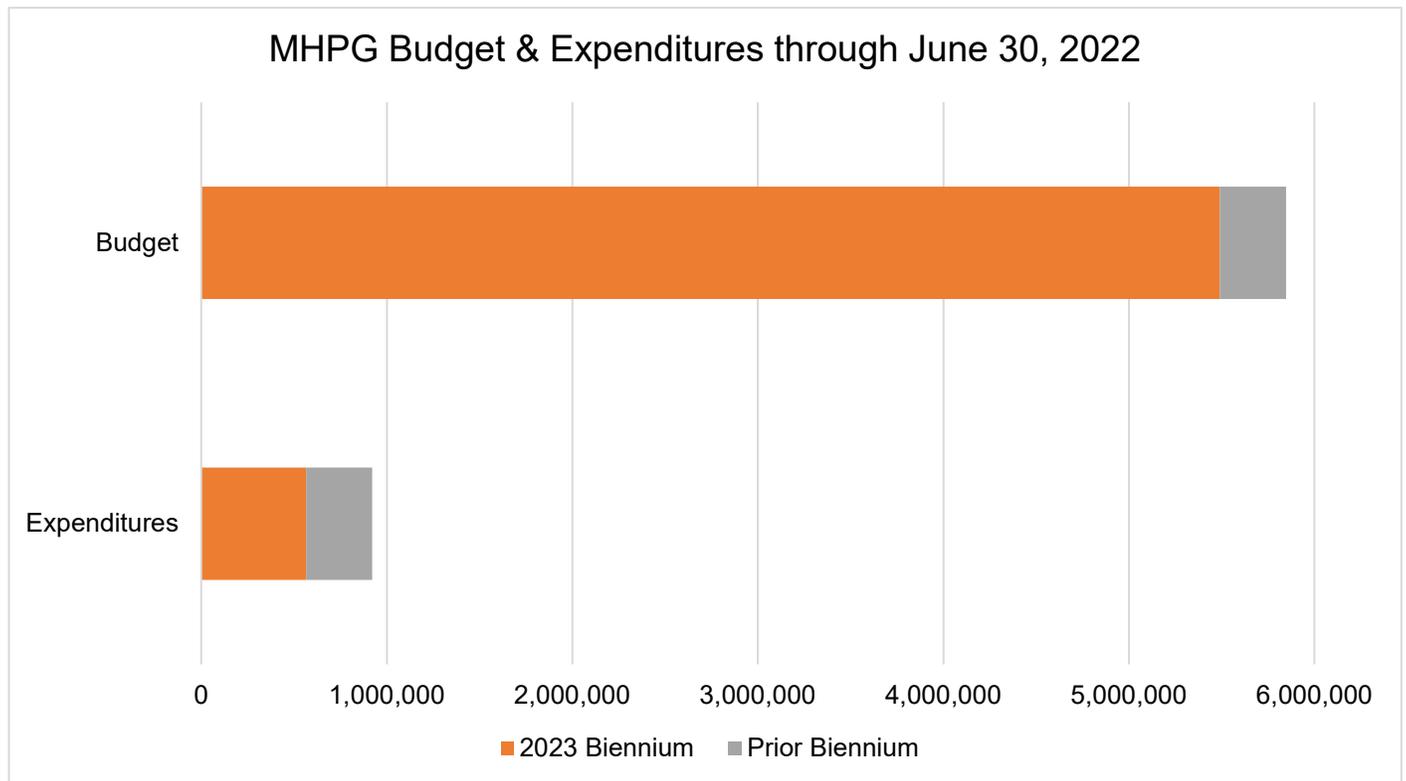
MONTANA HISTORIC PRESERVATION GRANT PROGRAM

PROGRAM SUMMARY

The Montana Historic Preservation Grant (MHPG) Program, administered by the Department of Commerce (COMM) and codified in Section 22-3-1305, MCA, provides competitive grants to historical societies, history museums, and other public or private entities for the preservation of Montana’s history and historic sites. MHPG project grants are available on a competitive basis and applications are submitted to the DOC on a biennial basis. Eligible applicants include, but are not limited to a person, association, or representative of a governing unit.

BUDGET & EXPENDITURE

The following chart and table show MHPG 2023 biennium budget and expenditure for FY 2022 through June 30, 2022 (fiscal year-end).



MHPG Budget and Expenditures through June 30, 2022				
Item	Appropriations		Balance	% Expended
	HB 12	Expenditures		
2023 Biennium Grants	5,490,121	566,066	4,924,055	10.3%
Prior Biennium Grants	357,804	355,602	2,202	99.4%
Total Appropriations/Expenditures	5,847,925	921,668	4,926,257	15.8%

For the funds appropriated under HB 12 for the 2023 biennium, approximately \$566,000 was expended in FY 2022. Disbursement of grant funds is made on a reimbursement basis, and the authority is continued beyond the biennium to allow for expenditure as projects continue and are completed.

From the previous biennium, approximately \$358,000 was accrued for grant expenditures related to infrastructure repair and maintenance of the Daly and Moss Mansions; of that amount, about \$356,000 was expended in FY 2022. Expenditures in FY 2022 for both the 2023 biennium and prior biennium grants totaled approximately \$922,000.

FUND BALANCE

The following chart shows the projected MHPG fund balance, based on FY 2022 actuals and FY 2023 projections.

Montana Historic Preservation Grants - 2023 Biennium					
Account - 02217					
	FY 2020 Actual	FY 2021 Actual	FY 2022 Actuals	FY 2023 Projected	2023 Bien. Projected
Estimated Beginning Fund Balance	\$0	\$610,403	\$1,784,169	\$4,126,100	\$1,784,169
Revenue Projections ¹					
Accommodation Sales Tax	610,403	1,615,961	3,263,645	2,196,046	5,459,691
Expenditures					
Prior Biennia	0	442,196	355,602	2,202	357,804
2023 Biennium Grants	0	0	566,066	4,924,055	5,490,121
Fund Balance Adjustment	<u>0</u>	<u>0</u>	<u>46</u>	<u>0</u>	<u>46</u>
Total Expenditures/Appropriations	0	442,196	921,714	4,926,258	5,847,971
Ending Fund Balance	\$610,403	\$1,784,169	\$4,126,100	\$1,395,889	\$1,395,889
¹ HJ 2					

Funding for MHPG grants comes from accommodations sales tax, as established in 15-68-820, MCA. FY 2022 actual revenues exceeded HJ 2 projections by approximately \$1.4 million. This increased the estimated ending fund balance. The FY 2023 revenues included in the fund balance table above are the projections from HJ 2 (2021).

Projected expenditures for FY 2023, based on the budget established in the state accounting system, total approximately \$4.9 million. Based on FY 2022 actuals and FY 2023 projections, including the HJ 2 revenue estimate and budgeted expenditures in the accounting system, the current estimated ending fund balance is approximately \$1.4 million. If revenues in FY 2023 exceed HJ 2 projections, the ending fund balance will likely be higher than currently projected.

The Department of Commerce has received notification that one project, authorized in the 2023 biennium, will be withdrawn due to a significant project scope increase after engineering review, in addition to supply chain issues and inflation. This will decrease projected expenditure and increase the estimated ending fund balance by approximately \$300,000.