

### Agency Budget Comparison

The following table compares the 2021 biennium appropriated budget and the 2023 biennium adopted budget by type of expenditure and source of funding.

Agency Budget Comparison				
Budget Item	Appropriated Budget 20-21	Legislative Budget 22-23	Biennium Change	Biennium % Change
Personal Services	64,445,111	64,112,765	(332,346)	(0.52)%
Operating Expenses	59,863,295	51,459,664	(8,403,631)	(14.04)%
Equipment & Intangible Assets	493,480	203,480	(290,000)	(58.77)%
Grants	3,551,726	3,551,726	0	0.00%
Benefits & Claims	0	850,000	850,000	0.00%
Transfers	6,246,898	6,079,288	(167,610)	(2.68)%
<b>Total Expenditures</b>	<b>\$134,600,510</b>	<b>\$126,256,923</b>	<b>(\$8,343,587)</b>	<b>(6.20)%</b>
General Fund	10,919,326	11,114,491	195,165	1.79%
State/Other Special Rev. Funds	75,909,279	65,695,801	(10,213,478)	(13.45)%
Federal Spec. Rev. Funds	47,771,905	49,446,631	1,674,726	3.51%
<b>Total Funds</b>	<b>\$134,600,510</b>	<b>\$126,256,923</b>	<b>(\$8,343,587)</b>	<b>(6.20)%</b>
<b>Total Ongoing</b>	<b>\$133,600,510</b>	<b>\$126,337,293</b>	<b>(\$7,263,217)</b>	<b>(5.44)%</b>
<b>Total OTO</b>	<b>\$1,000,000</b>	<b>(\$80,370)</b>	<b>(\$1,080,370)</b>	<b>(108.04)%</b>

### Agency Description

The department is responsible for regulating air quality, water quality, underground storage tanks, automobile wrecking facilities, hazardous waste facilities, solid waste management systems, and mining operations; and for the siting and needs analyses of large-scale energy facilities. In addition, the department is the lead agency for reclamation and cleanup activities related to the federal and state superfund programs and leaking underground storage tanks, and for regulation and permitting of mining conducted on private, state, and federal lands. This work is completed through four programs:

- Central Management,
- Water Quality,
- Waste Management & Remediation, and
- Air, Energy, & Mining.

The Petroleum Tank Compensation Board and the Libby Asbestos Superfund Oversight Committee are also attached for administrative purposes.

The department works in partnership with the federal Environmental Protection Agency (EPA) and the Department of Interior Office of Surface Mining. Congress gave the EPA the initial responsibility for development and implementation of environmental protection, but many federal statutes contain preference for delegation of the program to the states when the state can demonstrate capacity to carry it out. This arrangement establishes state-federal environmental goals and priorities with the funding and flexibility to achieve desired results. These joint activities become the basis of future agreements and long-term strategic planning.

### Agency Highlights

<b>Department of Environmental Quality Major Budget Highlights</b>
<p>The legislature approved a budget of approximately \$126.3 million, a decrease of 6.2% or \$8.3 million when compared to the 2021 biennium appropriation. Legislative adjustments include:</p> <ul style="list-style-type: none"> <li>• A reduction of state special revenue appropriations: \$8.5 million</li> <li>• Increases in appropriations of \$1.1 million to fund environmental remediation costs</li> <li>• Reductions in personal services including a vacancy savings of 4.0%: \$724,400</li> <li>• Statewide present law adjustments of \$222,700 for increases in fixed costs, inflation, rent, and personal services funded primarily with general fund</li> <li>• A one-time-only reduction in general fund of \$80,400 for the state share holiday</li> </ul>

**Agency Actuals and Budget Comparison**

The following table compares FY 2020 actual expenditures to the 2021 biennium appropriated budget and the 2023 biennium adopted budget by year, type of expenditure, and source of funding.

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2020	Approp. Fiscal 2020	Approp. Fiscal 2021	Legislative Fiscal 2022	Legislative Fiscal 2023
FTE	0.00	365.54	365.54	365.54	365.54
Personal Services	27,471,524	31,986,352	32,458,759	31,968,418	32,144,347
Operating Expenses	19,154,218	29,699,144	30,164,151	25,728,166	25,731,498
Equipment & Intangible Assets	305,139	391,740	101,740	101,740	101,740
Grants	1,616,222	1,775,863	1,775,863	1,775,863	1,775,863
Benefits & Claims	0	0	0	425,000	425,000
Transfers	299,584	3,207,254	3,039,644	3,039,644	3,039,644
<b>Total Expenditures</b>	<b>\$48,846,687</b>	<b>\$67,060,353</b>	<b>\$67,540,157</b>	<b>\$63,038,831</b>	<b>\$63,218,092</b>
General Fund	5,405,513	5,433,124	5,486,202	5,518,996	5,595,495
State/Other Special Rev. Funds	27,716,851	37,827,754	38,081,525	32,796,442	32,899,359
Federal Spec. Rev. Funds	15,724,323	23,799,475	23,972,430	24,723,393	24,723,238
<b>Total Funds</b>	<b>\$48,846,687</b>	<b>\$67,060,353</b>	<b>\$67,540,157</b>	<b>\$63,038,831</b>	<b>\$63,218,092</b>
<b>Total Ongoing</b>	<b>\$48,346,687</b>	<b>\$66,560,353</b>	<b>\$67,040,157</b>	<b>\$63,119,201</b>	<b>\$63,218,092</b>
<b>Total OTO</b>	<b>\$500,000</b>	<b>\$500,000</b>	<b>\$500,000</b>	<b>(\$80,370)</b>	<b>\$0</b>

**Summary of Legislative Action**

The legislature approved a total biennial budget of approximately \$126.3 million, a decrease of 6.2% or \$8.3 million. General fund appropriations increased by 1.8% or \$195,200. In addition to base funding of \$134.1 million the legislature approved reductions of \$7.8 million in present law and new proposals.

To align appropriations with anticipated expenditures, the legislature reduced base appropriation of state special revenue by \$8.5 million. In the previous two biennia, the agency has spent only 67.8% of HB 2 appropriation for six state special revenue funds. The table below shows the six funds and the unexpended amounts for the last two biennia, the last column shows the reductions approved by the legislature.

New Proposal 52, Reduction of State Special Revenue			
State Special Revenue Fund	Unexpended HB 2 Appropriation		Legislative Reduction
	2017 Bien	2019 Bien	2023 Biennium
Petroleum Storage Tank Cleanup	\$553,704	\$212,957	\$200,000
Environmental Quality Protection Fund	1,156,091	1,148,609	2,300,000
Air Quality Operating Fees	355,314	1,306,753	800,000
Major Facility Siting	1,764,637	2,056,716	1,000,000
Junk Vehicle Disposal	748,631	300,801	500,000
Hard Rock Mining Reclamation	4,865,056	8,616,314	3,700,000
<b>Totals</b>	<b>\$9,443,433</b>	<b>\$13,642,149</b>	<b>\$8,500,000</b>

Language included in HB 2 gives the Office of Budget and Program Planning the flexibility to increase the budget for the funds listed above should the need arise.

The legislature approved \$1.1 million in state special revenue appropriations to fund the Controlled Allocation of Liability Act, expand the use of the orphan share account, and petroleum tank cleanup projects.

The legislature reduced appropriations for personal services by \$724,400, which includes vacancy savings of 4.0%. Increase in general fund, states special revenue, and federal revenue totaling \$381,400 were appropriated for fixed costs and inflation. The budget also includes a one-time-only reduction of \$80,400 in general fund for the state shared holiday.

## Funding

The following table shows adopted agency funding by source of authority.

Total Department of Environmental Quality Funding by Source of Authority 2023 Biennium Budget Request - Department of Environmental Quality						
Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	11,194,861	(80,370)	0	0	11,114,491	7.30 %
State Special Total	65,695,801	0	0	8,000,000	73,695,801	48.43 %
Federal Special Total	49,446,631	0	0	0	49,446,631	32.49 %
Proprietary Total	0	0	17,914,179	0	17,914,179	11.77 %
Other Total	0	0	0	0	0	0.00 %
<b>Total All Funds</b>	<b>\$126,337,293</b>	<b>(\$80,370)</b>	<b>\$17,914,179</b>	<b>\$8,000,000</b>	<b>\$152,171,102</b>	
<b>Percent - Total All Sources</b>	<b>83.02 %</b>	<b>(0.05)%</b>	<b>11.77 %</b>	<b>5.26 %</b>		

The department's largest source of funding is state special revenue. This revenue is derived from permitting fees, fines, and bond proceeds utilized to support specific department functions such as permitting, enforcement, and remediation. The federal revenue is provided from the U.S. Environmental Protection Agency performance partnership grant, the super fund program, and other federal grant resources. General fund is utilized for personal services, operations, travel, communications, and equipment.

## 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](#).

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2022	Budget Fiscal 2023	Biennium Fiscal 22-23	Percent of Budget	Budget Fiscal 2022	Budget Fiscal 2023	Biennium Fiscal 22-23	Percent of Budget
2021 Base Budget	5,486,202	5,486,202	10,972,404	98.72 %	67,040,157	67,040,157	134,080,314	106.20 %
SWPL Adjustments	147,601	143,818	291,419	2.62 %	61,464	161,187	222,651	0.18 %
PL Adjustments	(34,437)	(34,525)	(68,962)	(0.62)%	(282,420)	(283,252)	(565,672)	(0.45)%
New Proposals	(80,370)	0	(80,370)	(0.72)%	(3,780,370)	(3,700,000)	(7,480,370)	(5.92)%
<b>Total Budget</b>	<b>\$5,518,996</b>	<b>\$5,595,495</b>	<b>\$11,114,491</b>		<b>\$63,038,831</b>	<b>\$63,218,092</b>	<b>\$126,256,923</b>	

**Other Legislation**

**HB 116 - "Indoor Cleanup Standards for Methamphetamine"**

HB 116 expands the scope of methamphetamine cleanup to include areas or properties where methamphetamine was used.

**HB 277 - "Provide for a State Government Performance and Results Act"**

HB 211 provides for a strategic planning process for certain governmental entities. Under the legislation each agency must:

- Produce a three-year strategic plan
- Solicit public comment before acceptance of the plan
- Post the plan on the department website
- Submit the plan to the legislature
- Provide annual performance reports

**SB 223 - "Generally Revise the Board of Environmental Review"**

SB 233 transfers all Board of Environmental Review rulemaking authority to the Department of Environmental Quality. The Board of Environmental Review will still hear contested cases or appeals.

**Executive Budget Comparison**

Executive Budget Comparison								
Budget Item	Approp. Fiscal 2021	Executive Budget Fiscal 2022	Legislative Budget Fiscal 2022	Leg — Exec. Difference Fiscal 2022	Executive Budget Fiscal 2023	Legislative Budget Fiscal 2023	Leg — Exec. Difference Fiscal 2023	Biennium Difference Fiscal 22-23
FTE	365.54	365.54	365.54	0.00	365.54	365.54	0.00	0.00
Personal Services	32,458,759	32,250,838	31,968,418	(282,420)	32,427,599	32,144,347	(283,252)	(565,672)
Operating Expenses	30,164,151	29,821,403	25,728,166	(4,093,237)	29,826,920	25,731,498	(4,095,422)	(8,188,659)
Equipment & Intangible Assets	101,740	101,740	101,740	0	101,740	101,740	0	0
Capital Outlay	0	0	0	0	0	0	0	0
Grants	1,775,863	905,073	1,775,863	870,790	905,261	1,775,863	870,602	1,741,392
Benefits & Claims	0	425,000	425,000	0	425,000	425,000	0	0
Transfers	3,039,644	3,039,644	3,039,644	0	3,039,644	3,039,644	0	0
<b>Total Costs</b>	<b>\$67,540,157</b>	<b>\$66,543,698</b>	<b>\$63,038,831</b>	<b>(\$3,504,867)</b>	<b>\$66,726,164</b>	<b>\$63,218,092</b>	<b>(\$3,508,072)</b>	<b>(\$7,012,939)</b>
General Fund	5,486,202	5,554,804	5,518,996	(35,808)	5,631,965	5,595,495	(36,470)	(72,278)
State/other Special Rev. Funds	38,081,525	36,175,462	32,796,442	(3,379,020)	36,280,066	32,899,359	(3,380,707)	(6,759,727)
Federal Spec. Rev. Funds	23,972,430	24,813,432	24,723,393	(90,039)	24,814,133	24,723,238	(90,895)	(180,934)
Other	0	0	0	0	0	0	0	0
<b>Total Funds</b>	<b>\$67,540,157</b>	<b>\$66,543,698</b>	<b>\$63,038,831</b>	<b>(\$3,504,867)</b>	<b>\$66,726,164</b>	<b>\$63,218,092</b>	<b>(\$3,508,072)</b>	<b>(\$7,012,939)</b>
<b>Total Ongoing</b>	<b>\$67,040,157</b>	<b>\$66,624,068</b>	<b>\$63,119,201</b>	<b>(\$3,504,867)</b>	<b>\$66,726,164</b>	<b>\$63,218,092</b>	<b>(\$3,508,072)</b>	<b>(\$7,012,939)</b>
<b>Total OTO</b>	<b>\$500,000</b>	<b>(\$80,370)</b>	<b>(\$80,370)</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

The legislature approved total appropriations that are approximately \$7.0 million lower than the executive request, with the reduction being almost entirely state special revenue. Specifically, the legislature:

- Approved a reduction in state special revenue appropriations of \$8.5 million
- Did not approve reductions in state special revenue appropriations totaling \$2.1 million for the disposal of junk vehicles, and funds supported by public utilities fees
- Approved an additional 1.0% vacancy savings of \$565,700
- Approved a reduction in general fund for state shared holiday of \$80,400

### **Language and Statutory Authority**

The legislature included the following language in HB 2:

"The department is appropriated up to \$1.0 million of the funds recovered under the petroleum tank compensation board subrogation program in the 2023 biennium for the purpose of paying contract expenses related to the recovery of funds."

"If the Carpenter/Snow and Barker/Hughesville National Priority List (NPL) sites are approved for federal superfund funding by the Environmental Protection Agency, the Department is appropriated \$2.2 million in state special revenue from the CERCLA Bond Proceeds Account."

"The Water Quality Division is authorized to decrease federal special revenue and increase state special revenue in the drinking water and/or water pollution control revolving loan programs by a like amount within the administration account, when the amount of federal capitalization funds have been expended or when federal funds and bond proceeds will be used for other program purposes."

"The Hard Rock Mining Reclamation, Air Quality Operating Fees, Petroleum Storage Tank Cleanup, Junk Vehicle Disposal, Environmental Quality Protection, and the Major Facility Siting state special revenue funds in the Department of Environmental Quality are eligible to be amended under 17-7- 402(1)(a)(xii), MCA in the 2023 biennium budget."

**Program Budget Comparison**

The following table compares the 2021 biennium appropriated budget and the 2023 biennium adopted budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 20-21	Legislative Budget 22-23	Biennium Change	Biennium % Change
Personal Services	3,759,755	3,193,616	(566,139)	(15.06)%
Operating Expenses	5,994,573	4,866,997	(1,127,576)	(18.81)%
<b>Total Expenditures</b>	<b>\$9,754,328</b>	<b>\$8,060,613</b>	<b>(\$1,693,715)</b>	<b>(17.36)%</b>
General Fund	1,691,019	1,615,867	(75,152)	(4.44)%
State/Other Special Rev. Funds	6,533,082	5,199,943	(1,333,139)	(20.41)%
Federal Spec. Rev. Funds	1,530,227	1,244,803	(285,424)	(18.65)%
<b>Total Funds</b>	<b>\$9,754,328</b>	<b>\$8,060,613</b>	<b>(\$1,693,715)</b>	<b>(17.36)%</b>
<b>Total Ongoing</b>	<b>\$9,754,328</b>	<b>\$8,071,362</b>	<b>(\$1,682,966)</b>	<b>(17.25)%</b>
<b>Total OTO</b>	<b>\$0</b>	<b>(\$10,749)</b>	<b>(\$10,749)</b>	<b>100.00 %</b>

**Program Description**

The Central Services Division is responsible for agency-wide administration, management, planning, evaluation, and support. The division consists of the Director’s Office and the Centralized Services Division.

- The Director’s Office includes the director’s staff, a centralized legal pool, the Montana Environmental Policy Act and the Montana Facility Siting Act functions, public affairs, and the enforcement program
- The Centralized Services Division is an extension of the Director’s Office and provides overall policy direction and support services to the agency in the areas of human resources, information management and technology, fiscal, records management, safety, emergency management, and continuous process improvement

**Program Highlights**

<b>Centralized Services Division Major Budget Highlights</b>
<p>The legislature approved a budget of approximately \$8.1 million, a 17.4% or \$1.7 million decrease compared to the 2021 biennium. The legislature approved:</p> <ul style="list-style-type: none"> <li>• A reduction in state special revenue appropriations: \$1.0 million</li> <li>• An additional reduction for 1.0% vacancy savings: \$565,700</li> <li>• Statewide present law increases for personal services, fixed costs, and inflation: \$25,300</li> <li>• A one-time-only reduction in general fund of \$10,750 for the state share holiday</li> </ul>

**Program Actuals and Budget Comparison**

The following table compares FY 2020 actual expenditures to the 2021 biennium appropriated budget and the 2023 biennium adopted budget by year, type of expenditure, and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2020	Approp. Fiscal 2020	Approp. Fiscal 2021	Legislative Fiscal 2022	Legislative Fiscal 2023
FTE	0.00	20.58	20.58	20.58	20.58
Personal Services	1,726,137	1,871,216	1,888,539	1,588,779	1,604,837
Operating Expenses	1,915,485	3,077,245	2,917,328	2,433,749	2,433,248
<b>Total Expenditures</b>	<b>\$3,641,622</b>	<b>\$4,948,461</b>	<b>\$4,805,867</b>	<b>\$4,022,528</b>	<b>\$4,038,085</b>
General Fund	877,463	892,808	798,211	802,742	813,125
State/Other Special Rev. Funds	2,377,127	3,265,187	3,267,895	2,598,843	2,601,100
Federal Spec. Rev. Funds	387,032	790,466	739,761	620,943	623,860
<b>Total Funds</b>	<b>\$3,641,622</b>	<b>\$4,948,461</b>	<b>\$4,805,867</b>	<b>\$4,022,528</b>	<b>\$4,038,085</b>
<b>Total Ongoing</b>	<b>\$3,641,622</b>	<b>\$4,948,461</b>	<b>\$4,805,867</b>	<b>\$4,033,277</b>	<b>\$4,038,085</b>
<b>Total OTO</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$10,749)</b>	<b>\$0</b>

Funding

The following table shows adopted program funding by source of authority.

Department of Environmental Quality, 10-Centralized Services Division Funding by Source of Authority					
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
01100 General Fund	1,615,867	0	0	1,615,867	6.22 %
02036 Opencut permit Fees	0	0	0	0	0.00 %
02070 Hazardous Waste-CERCLA	52,206	0	0	52,206	1.00 %
02075 UST Leak Prevention Program	82,258	0	0	82,258	1.58 %
02097 Environmental Rehab & Response	500,434	0	0	500,434	9.62 %
02157 Solid Waste Management Fee	124,494	0	0	124,494	2.39 %
02201 Air Quality-Operating Fees	413,416	0	0	413,416	7.95 %
02202 Asbestos Control	128,322	0	0	128,322	2.47 %
02204 Public Drinking Water	290,444	0	0	290,444	5.59 %
02223 Wastewater SRF Special Admin	5,430	0	0	5,430	0.10 %
02278 MPDES Permit Program	489,159	0	0	489,159	9.41 %
02418 Subdivision Plat Review	145,996	0	0	145,996	2.81 %
02428 Major Facility Siting	465,288	0	0	465,288	8.95 %
02542 MT Environ Policy Act Fee	2,342,682	0	0	2,342,682	45.05 %
02576 Natural Resources Operations	41,608	0	0	41,608	0.80 %
02845 Junk Vehicle Disposal	104,204	0	0	104,204	2.00 %
02955 State Energy conservation ARRA	14,002	0	0	14,002	0.27 %
<b>State Special Total</b>	<b>\$5,199,943</b>	<b>\$0</b>	<b>\$0</b>	<b>\$5,199,943</b>	<b>20.02 %</b>
03046 2019 Exchange Network	200,000	0	0	200,000	16.07 %
03067 DSL Federal Reclamation Grant	0	0	0	0	0.00 %
03071 2016 Exchange Network	0	0	0	0	0.00 %
03231 NPS20 Staffing Grant	0	0	0	0	0.00 %
03262 EPA Ppg	0	0	0	0	0.00 %
03433 EPA Perf Partnership Grant	758,001	0	0	758,001	60.89 %
03442 DEQ-COVID Relief 12/30/20	0	0	0	0	0.00 %
03452 2018 Exchange Network	0	0	0	0	0.00 %
03459 DOE Competitive Special Proj	0	0	0	0	0.00 %
03691 Non Pt Source Staffing/Support	41,776	0	0	41,776	3.36 %
03816 DOI OSM A&E Grant	245,026	0	0	245,026	19.68 %
03025 2014 Exchange Network Grant	0	0	0	0	0.00 %
<b>Federal Special Total</b>	<b>\$1,244,803</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,244,803</b>	<b>4.79 %</b>
06509 DEQ Indirects	0	17,914,179	0	17,914,179	100.00 %
<b>Proprietary Total</b>	<b>\$0</b>	<b>\$17,914,179</b>	<b>\$0</b>	<b>\$17,914,179</b>	<b>68.97 %</b>
<b>Total All Funds</b>	<b>\$8,060,613</b>	<b>\$17,914,179</b>	<b>\$0</b>	<b>\$25,974,792</b>	

Most of the activities in the Central Management Program are funded with non-budgeted proprietary funds that are not

appropriated through HB 2. The proprietary funding is based upon a negotiated indirect rate with the Environmental Protection Agency. The indirect rate is assessed against personal services and operations. Funds appropriated through HB 2 constitute about a third of total funding sources for the program. The appropriated HB 2 funds consist of general funds, 14 state special revenue funds, and federal grants. Most of the funding comes from Montana Environmental Protection Act (MEPA) fees. Along with MEPA fees, fees for major facility siting, environmental re-habitation and response, air quality operating fees, and pollutant discharge elimination system permits make up about two thirds of state revenue appropriations.

**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](#).

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2022	Budget Fiscal 2023	Biennium Fiscal 22-23	Percent of Budget	Budget Fiscal 2022	Budget Fiscal 2023	Biennium Fiscal 22-23	Percent of Budget
2021 Base Budget	798,211	798,211	1,596,422	98.80 %	4,805,867	4,805,867	9,611,734	119.24 %
SWPL Adjustments	49,717	49,439	99,156	6.14 %	9,830	15,470	25,300	0.31 %
PL Adjustments	(34,437)	(34,525)	(68,962)	(4.27)%	(282,420)	(283,252)	(565,672)	(7.02)%
New Proposals	(10,749)	0	(10,749)	(0.67)%	(510,749)	(500,000)	(1,010,749)	(12.54)%
<b>Total Budget</b>	<b>\$802,742</b>	<b>\$813,125</b>	<b>\$1,615,867</b>		<b>\$4,022,528</b>	<b>\$4,038,085</b>	<b>\$8,060,613</b>	

**Present Law Adjustments**

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2022-----					-----Fiscal 2023-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	31,601	(9,058)	(29,134)	(6,591)	0.00	32,454	(6,522)	(26,382)	(450)
DP 2 - Fixed Costs	0.00	18,515	0	0	18,515	0.00	17,551	0	0	17,551
DP 3 - Inflation Deflation	0.00	0	(586)	(1,109)	(1,695)	0.00	0	(368)	(697)	(1,065)
DP 50 - Fixed Cost Reductions	0.00	(399)	0	0	(399)	0.00	(566)	0	0	(566)
DP 51 - Additional 1% Vacancy Savings	0.00	(34,437)	(159,408)	(88,575)	(282,420)	0.00	(34,525)	(159,905)	(88,822)	(283,252)
<b>Grand Total All Present Law Adjustments</b>	<b>0.00</b>	<b>\$15,280</b>	<b>(\$169,052)</b>	<b>(\$118,818)</b>	<b>(\$272,590)</b>	<b>0.00</b>	<b>\$14,914</b>	<b>(\$166,795)</b>	<b>(\$115,901)</b>	<b>(\$267,782)</b>

\*\*\*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 made adjustments to the present law personal services budget for expected changes, management decisions, and budget modifications.

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the 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 approved 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 - Fixed Cost Reductions -

The legislature reduced fixed costs for warehouses, storage rooms and information technology.

DP 51 - Additional 1% Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings reducing personal services by \$565,672, consisting of \$68,962 in general fund, \$319,313 in state special revenue, \$177,397 in federal special revenue.

**New Proposals**

The New Proposals table shows new changes to spending

New Proposals	-----Fiscal 2022-----					-----Fiscal 2023-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 52 - Reduce State Special Revenue	0.00	0	(500,000)	0	(500,000)	0.00	0	(500,000)	0	(500,000)
DP 5555 - Reduce GF Budget for State Share Holiday	0.00	(10,749)	0	0	(10,749)	0.00	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>(\$10,749)</b>	<b>(\$500,000)</b>	<b>\$0</b>	<b>(\$510,749)</b>	<b>0.00</b>	<b>\$0</b>	<b>(\$500,000)</b>	<b>\$0</b>	<b>(\$500,000)</b>

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

DP 52 - Reduce State Special Revenue -

The legislature reduced state special revenue appropriations.

DP 5555 - Reduce GF Budget for State Share Holiday -

The legislature eliminated the state share contribution to the state employee group benefit plan for two months. Reserves are used to pay benefits during the holiday. This change package removes the general fund portion of the savings generated by the suspension of the contributions. Savings from other funding sources, where applicable, remain in agency personal services budgets.

**Program Budget Comparison**

The following table compares the 2021 biennium appropriated budget and the 2023 biennium adopted budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 20-21	Legislative Budget 22-23	Biennium Change	Biennium % Change
Personal Services	24,207,362	24,735,546	528,184	2.18 %
Operating Expenses	12,063,406	12,228,633	165,227	1.37 %
Grants	504,040	504,040	0	0.00 %
Transfers	28,612	8,002	(20,610)	(72.03)%
<b>Total Expenditures</b>	<b>\$36,803,420</b>	<b>\$37,476,221</b>	<b>\$672,801</b>	<b>1.83 %</b>
General Fund	5,206,846	5,240,429	33,583	0.64 %
State/Other Special Rev. Funds	15,243,724	15,659,366	415,642	2.73 %
Federal Spec. Rev. Funds	16,352,850	16,576,426	223,576	1.37 %
<b>Total Funds</b>	<b>\$36,803,420</b>	<b>\$37,476,221</b>	<b>\$672,801</b>	<b>1.83 %</b>
<b>Total Ongoing</b>	<b>\$36,803,420</b>	<b>\$37,514,106</b>	<b>\$710,686</b>	<b>1.93 %</b>
<b>Total OTO</b>	<b>\$0</b>	<b>(\$37,885)</b>	<b>(\$37,885)</b>	<b>100.00 %</b>

**Program Description**

The Water Quality Division protects public health and water quality in the state of Montana. This is accomplished through the financing and technical assistance provided for community water and wastewater systems; the development of water quality restoration plans; managing a State-wide monitoring network; subdivision review; monitoring compliance of public water systems; and water discharge permitting. The division achieves this through coordination with the public and regulated community by proposing rules, drafting policy, and developing water quality standards.

**Program Highlights**

<b>Water Quality Division Major Budget Highlights</b>
<p>The legislature approved a budget of approximately \$37.5 million, a 1.8% or \$672,800 increase compared to the 2021 biennium. The legislature approved:</p> <ul style="list-style-type: none"> <li>• Increases for statewide present law adjustments for personal services, fixed costs, and inflation: \$534,400</li> <li>• A one-time-only reduction in general fund of \$37,900 for the state share holiday</li> </ul>

**Program Actuals and Budget Comparison**

The following table compares FY 2020 actual expenditures to the 2021 biennium appropriated budget and the 2023 biennium adopted budget by year, type of expenditure, and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2020	Approp. Fiscal 2020	Approp. Fiscal 2021	Legislative Fiscal 2022	Legislative Fiscal 2023
FTE	0.00	135.67	135.67	135.67	135.67
Personal Services	10,299,890	12,015,830	12,191,532	12,331,939	12,403,607
Operating Expenses	4,200,400	6,021,082	6,042,324	6,115,339	6,113,294
Grants	204,763	252,020	252,020	252,020	252,020
Transfers	24,083	24,611	4,001	4,001	4,001
<b>Total Expenditures</b>	<b>\$14,729,136</b>	<b>\$18,313,543</b>	<b>\$18,489,877</b>	<b>\$18,703,299</b>	<b>\$18,772,922</b>
General Fund	2,581,640	2,587,589	2,619,257	2,605,726	2,634,703
State/Other Special Rev. Funds	6,439,421	7,587,343	7,656,381	7,802,784	7,856,582
Federal Spec. Rev. Funds	5,708,075	8,138,611	8,214,239	8,294,789	8,281,637
<b>Total Funds</b>	<b>\$14,729,136</b>	<b>\$18,313,543</b>	<b>\$18,489,877</b>	<b>\$18,703,299</b>	<b>\$18,772,922</b>
<b>Total Ongoing</b>	<b>\$14,729,136</b>	<b>\$18,313,543</b>	<b>\$18,489,877</b>	<b>\$18,741,184</b>	<b>\$18,772,922</b>
<b>Total OTO</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$37,885)</b>	<b>\$0</b>

**Funding**

The following table shows adopted program funding by source of authority.

Department of Environmental Quality, 20-Water Quality Division						
Funding by Source of Authority						
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	
01100 General Fund	5,240,429	0	0	5,240,429	13.98 %	
02204 Public Drinking Water	2,606,702	0	0	2,606,702	16.65 %	
02206 Agriculture Monitoring	10,914	0	0	10,914	0.07 %	
02223 Wastewater SRF Special Admin	2,163,228	0	0	2,163,228	13.81 %	
02278 MPDES Permit Program	6,635,577	0	0	6,635,577	42.37 %	
02316 SRF Bonds State Administration	70,004	0	0	70,004	0.45 %	
02418 Subdivision Plat Review	2,541,798	0	0	2,541,798	16.23 %	
02420 Bd of Cert For W&WW OP	314,273	0	0	314,273	2.01 %	
02491 Drinking Water Spec Admin Cost	1,316,870	0	0	1,316,870	8.41 %	
<b>State Special Total</b>	<b>\$15,659,366</b>	<b>\$0</b>	<b>\$0</b>	<b>\$15,659,366</b>	<b>41.78 %</b>	
03003 Regional Wetlands Program	362,726	0	0	362,726	2.19 %	
03033 FY19 WQ 604B Grant	0	0	0	0	0.00 %	
03091 106 Monitor Suppl Initiative	312,360	0	0	312,360	1.88 %	
03101 106 Suppl Monitor 2016-2019	0	0	0	0	0.00 %	
03149 WPC17 SRF Grant	0	0	0	0	0.00 %	
03190 Water 106 Monitoring Init.	49,950	0	0	49,950	0.30 %	
03229 Wetland Voluntary Restoration	0	0	0	0	0.00 %	
03231 NPS20 Staffing Grant	428,880	0	0	428,880	2.59 %	
03245 WPC19 SRF Grant	100,000	0	0	100,000	0.60 %	
03262 EPA Ppg	0	0	0	0	0.00 %	
03311 FY16 NPS Project Grant	0	0	0	0	0.00 %	
03312 FY17 NPS Project Grant	0	0	0	0	0.00 %	
03318 Water Quality 604B Grant	200,000	0	0	200,000	1.21 %	
03364 NPS20 Project Grant	0	0	0	0	0.00 %	
03385 106 Monitoring 2019-2022	0	0	0	0	0.00 %	
03409 WPC18 SRF Grant	0	0	0	0	0.00 %	
03433 EPA Perf Partnership Grant	8,172,935	0	0	8,172,935	49.30 %	
03436 NPS Staffing & Support	0	0	0	0	0.00 %	
03442 DEQ-COVID Relief 12/30/20	0	0	0	0	0.00 %	
03449 NPS18 Project Grant	0	0	0	0	0.00 %	
03450 NPS19 Project Grant	0	0	0	0	0.00 %	
03457 WPC20 SRF Grant	302,174	0	0	302,174	1.82 %	
03478 Lead in Schools	0	0	0	0	0.00 %	
03676 Bureau of Land Management	361,488	0	0	361,488	2.18 %	
03691 Non Pt Source Staffing/Support	2,133,330	0	0	2,133,330	12.87 %	
03695 SRF St Tribal Rel Agrmt Grant	116,800	0	0	116,800	0.70 %	
03812 DW 18 SRF Grant	150,000	0	0	150,000	0.90 %	
03813 DW19 SRF Grant	420,080	0	0	420,080	2.53 %	
03814 EPA Water Quality 205J	200,000	0	0	200,000	1.21 %	
03815 DW20 SRF Grant	3,265,703	0	0	3,265,703	19.70 %	
03952 DW16 SRF Grant	0	0	0	0	0.00 %	
03953 DW17 SRF Grant	0	0	0	0	0.00 %	
<b>Federal Special Total</b>	<b>\$16,576,426</b>	<b>\$0</b>	<b>\$0</b>	<b>\$16,576,426</b>	<b>44.23 %</b>	
<b>Proprietary Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00 %</b>	
<b>Total All Funds</b>	<b>\$37,476,221</b>	<b>\$0</b>	<b>\$0</b>	<b>\$37,476,221</b>		

The Water Quality Division is funded primarily with state special revenue and federal funds. State special revenue and federal funds constitute 86.0% of the total budget. The divisions primary state special revenue funds are the fees collected for Montana pollutant discharge elimination system permits, wastewater revolving funds, drinking water revolving funds, and fees for subdivision plat reviews. The largest portion of federal funds are provided through the EPA programs, including the performance partnership grant and funds for non-point source water projects under the federal Clean Water Act. General fund supports personal services and operating expenses.

### 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](#).

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2022	Budget Fiscal 2023	Biennium Fiscal 22-23	Percent of Budget	Budget Fiscal 2022	Budget Fiscal 2023	Biennium Fiscal 22-23	Percent of Budget
2021 Base Budget	2,619,257	2,619,257	5,238,514	99.96 %	18,489,877	18,489,877	36,979,754	98.68 %
SWPL Adjustments	24,354	15,446	39,800	0.76 %	251,307	283,045	534,352	1.43 %
PL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
New Proposals	(37,885)	0	(37,885)	(0.72)%	(37,885)	0	(37,885)	(0.10)%
<b>Total Budget</b>	<b>\$2,605,726</b>	<b>\$2,634,703</b>	<b>\$5,240,429</b>		<b>\$18,703,299</b>	<b>\$18,772,922</b>	<b>\$37,476,221</b>	

**Present Law Adjustments**

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2022-----					-----Fiscal 2023-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	3,618	108,142	66,532	178,292	0.00	(3,997)	164,330	51,742	212,075
DP 2 - Fixed Costs	0.00	21,193	39,104	22,606	82,903	0.00	20,090	37,066	21,428	78,584
DP 3 - Inflation Deflation	0.00	0	0	(8,101)	(8,101)	0.00	0	0	(5,082)	(5,082)
DP 50 - Fixed Cost Reductions	0.00	(457)	(843)	(487)	(1,787)	0.00	(647)	(1,195)	(690)	(2,532)
<b>Grand Total All Present Law Adjustments</b>	<b>0.00</b>	<b>\$24,354</b>	<b>\$146,403</b>	<b>\$80,550</b>	<b>\$251,307</b>	<b>0.00</b>	<b>\$15,446</b>	<b>\$200,201</b>	<b>\$67,398</b>	<b>\$283,045</b>

\*\*\*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 made adjustments to the present law personal services budget for expected changes, management decisions, and budget modifications.

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the 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 approved 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 - Fixed Cost Reductions -

The legislature reduced fixed costs for warehouses, storage rooms and information technology.

**New Proposals**

The New Proposals table shows new changes to spending

New Proposals	-----Fiscal 2022-----					-----Fiscal 2023-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 5555 - Reduce GF Budget for State Share Holiday	0.00	(37,885)	0	0	(37,885)	0.00	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>(\$37,885)</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$37,885)</b>	<b>0.00</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

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

DP 5555 - Reduce GF Budget for State Share Holiday -

The legislature eliminated the state share contribution to the state employee group benefit plan for two months. Reserves are used to pay benefits during the holiday. This change package removes the general fund portion of the savings generated by the suspension of the contributions. Savings from other funding sources, where applicable, remain in agency personal services budgets.

**Program Budget Comparison**

The following table compares the 2021 biennium appropriated budget and the 2023 biennium adopted budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 20-21	Legislative Budget 22-23	Biennium Change	Biennium % Change
Personal Services	16,743,489	16,821,566	78,077	0.47%
Operating Expenses	22,790,777	19,293,616	(3,497,161)	(15.34)%
Grants	3,047,686	3,047,686	0	0.00%
Benefits & Claims	0	850,000	850,000	0.00%
Transfers	5,556,398	5,429,398	(127,000)	(2.29)%
<b>Total Expenditures</b>	<b>\$48,138,350</b>	<b>\$45,442,266</b>	<b>(\$2,696,084)</b>	<b>(5.60)%</b>
General Fund	672,414	666,784	(5,630)	(0.84)%
State/Other Special Rev. Funds	26,948,649	23,254,182	(3,694,467)	(13.71)%
Federal Spec. Rev. Funds	20,517,287	21,521,300	1,004,013	4.89%
<b>Total Funds</b>	<b>\$48,138,350</b>	<b>\$45,442,266</b>	<b>(\$2,696,084)</b>	<b>(5.60)%</b>
<b>Total Ongoing</b>	<b>\$47,138,350</b>	<b>\$45,451,170</b>	<b>(\$1,687,180)</b>	<b>(3.58)%</b>
<b>Total OTO</b>	<b>\$1,000,000</b>	<b>(\$8,904)</b>	<b>(\$1,008,904)</b>	<b>(100.89)%</b>

**Program Description**

The Waste Management and Remediation Division protects human health and the environment by preventing exposure to contaminants, working with Montana communities and businesses to implement effective material management and cleanup strategies, and overseeing compliance with state and federal laws and regulations. The division oversees and conducts or supports remedial investigation and efficient, cost-effective cleanup activities at state and federal superfund sites; supervises voluntary cleanup activities; reclaims abandoned mine lands; implements corrective actions at sites; and administers regulatory waste management programs.

**Program Highlights**

<b>Waste Management and Remediation Division Major Budget Highlights</b>
<p>The legislature approved a budget of approximately \$45.4 million, a 5.6% or \$2.7 million decrease compared to the 2021 biennium. The legislature approved:</p> <ul style="list-style-type: none"> <li>• Reductions in state special revenues: \$3.0 million</li> <li>• Increases in appropriations for the orphan share account: \$1.1 million</li> <li>• Increases for statewide present law adjustments for personal services, fixed costs, and inflation: \$86,100</li> <li>• A one-time-only reduction in general fund of \$8,900 for the state share holiday</li> </ul>

**Program Actuals and Budget Comparison**

The following table compares FY 2020 actual expenditures to the 2021 biennium appropriated budget and the 2023 biennium adopted budget by year, type of expenditure, and source of funding.

**53010 - Department of Environmental Quality    40-Waste Management & Remediation Division**

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2020	Approp. Fiscal 2020	Approp. Fiscal 2021	Legislative Fiscal 2022	Legislative Fiscal 2023
FTE	0.00	100.01	100.01	100.01	100.01
Personal Services	7,406,126	8,308,696	8,434,793	8,390,868	8,430,698
Operating Expenses	7,756,197	11,331,568	11,459,209	9,647,632	9,645,984
Grants	1,411,459	1,523,843	1,523,843	1,523,843	1,523,843
Benefits & Claims	0	0	0	425,000	425,000
Transfers	204,874	2,841,699	2,714,699	2,714,699	2,714,699
<b>Total Expenditures</b>	<b>\$16,778,656</b>	<b>\$24,005,806</b>	<b>\$24,132,544</b>	<b>\$22,702,042</b>	<b>\$22,740,224</b>
General Fund	333,226	334,570	337,844	328,940	337,844
State/Other Special Rev. Funds	10,448,531	13,435,231	13,513,418	11,615,334	11,638,848
Federal Spec. Rev. Funds	5,996,899	10,236,005	10,281,282	10,757,768	10,763,532
<b>Total Funds</b>	<b>\$16,778,656</b>	<b>\$24,005,806</b>	<b>\$24,132,544</b>	<b>\$22,702,042</b>	<b>\$22,740,224</b>
<b>Total Ongoing</b>	<b>\$16,278,656</b>	<b>\$23,505,806</b>	<b>\$23,632,544</b>	<b>\$22,710,946</b>	<b>\$22,740,224</b>
<b>Total OTO</b>	<b>\$500,000</b>	<b>\$500,000</b>	<b>\$500,000</b>	<b>(\$8,904)</b>	<b>\$0</b>

**Funding**

The following table shows adopted program funding by source of authority.



**53010 - Department of Environmental Quality    40-Waste Management & Remediation Division**

Department of Environmental Quality, 40-Waste Management & Remediation Division						
Funding by Source of Authority						
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	
01100 General Fund	666,784	0	0	666,784	1.47 %	
02054 UST-Installer Lic & Permit Acc	200,818	0	0	200,818	0.86 %	
02058 Petroleum Storage Tank Cleanup	3,080,378	0	0	3,080,378	13.25 %	
02070 Hazardous Waste-CERCLA	1,274,647	0	0	1,274,647	5.48 %	
02075 UST Leak Prevention Program	791,918	0	0	791,918	3.41 %	
02157 Solid Waste Management Fee	2,054,874	0	0	2,054,874	8.84 %	
02162 Environmental Quality Protecti	5,503,633	0	0	5,503,633	23.67 %	
02202 Asbestos Control	454,155	0	0	454,155	1.95 %	
02206 Agriculture Monitoring	29,992	0	0	29,992	0.13 %	
02314 DNRC Grants - REMediation	457,060	0	0	457,060	1.97 %	
02421 Hazardous Waste Fees	358,484	0	0	358,484	1.54 %	
02438 Pegasus - Beal Mountain	1,988	0	0	1,988	0.01 %	
02472 Orphan Share Fund	1,122,530	0	0	1,122,530	4.83 %	
02565 LUST Cost Recovery	900,026	0	0	900,026	3.87 %	
02676 Hard Rock Reclamation	1,470,000	0	0	1,470,000	6.32 %	
02845 Junk Vehicle Disposal	5,136,999	0	0	5,136,999	22.09 %	
02940 Pegasus - Basin	77,964	0	0	77,964	0.34 %	
02954 Septage Fees	138,716	0	0	138,716	0.60 %	
02130 Libby Asbestos Cleanup O&M	200,000	0	0	200,000	0.86 %	
02519 CERCLA CSC Bond Proceeds	0	0	0	0	0.00 %	
<b>State Special Total</b>	<b>\$23,254,182</b>	<b>\$0</b>	<b>\$0</b>	<b>\$23,254,182</b>	<b>51.17 %</b>	
03028 UST Energy Policy Act Prov	0	0	0	0	0.00 %	
03036 DEQ - Federal Aml Grant	1,013,760	0	0	1,013,760	4.71 %	
03058 Abandoned Mine Lands	2,640,428	0	0	2,640,428	12.27 %	
03155 2004 Network Exchange Grant	400,000	0	0	400,000	1.86 %	
03158 Abandoned Mine Lands	0	0	0	0	0.00 %	
03221 EPA LUST Trust	0	0	0	0	0.00 %	
03222 Mgmt Assist Special Acct	954,520	0	0	954,520	4.44 %	
03228 L.U.S.T./Trust	1,182,224	0	0	1,182,224	5.49 %	
03232 Mgmt Assist Bulk	500,000	0	0	500,000	2.32 %	
03249 Abandoned Mines 19	3,613,279	0	0	3,613,279	16.79 %	
03256 EPA Superfund Core	0	0	0	0	0.00 %	
03257 Superfund Multisite TechAssist	0	0	0	0	0.00 %	
03259 Superfund Multisite TechAssist	416,000	0	0	416,000	1.93 %	
03260 Carpenter Snow Creek Superfund	400,072	0	0	400,072	1.86 %	
03261 Superfund Multisite TA Bulk	400,000	0	0	400,000	1.86 %	
03262 EPA Ppg	0	0	0	0	0.00 %	
03309 UST Leak Prevention Grant	680,615	0	0	680,615	3.16 %	
03360 Management Assistance - Bulk	290	0	0	290	0.00 %	
03433 EPA Perf Partnership Grant	1,198,052	0	0	1,198,052	5.57 %	
03438 Brownsfield State Response	1,513,264	0	0	1,513,264	7.03 %	
03442 DEQ-COVID Relief 12/30/20	0	0	0	0	0.00 %	
03447 Belt Water Treatment Fund	300,000	0	0	300,000	1.39 %	
03463 Mine Lease/Reclamation	125,518	0	0	125,518	0.58 %	
03468 Core Cooperative Grant	451,632	0	0	451,632	2.10 %	
03663 Abandoned Mines Lands Grant	2,264,918	0	0	2,264,918	10.52 %	
03667 Abandoned Mines	0	0	0	0	0.00 %	
03721 Libby Sitewide	966,728	0	0	966,728	4.49 %	
03798 LIBBY O&M GRANT	400,000	0	0	400,000	1.86 %	
03820 FY10 Exchange Network Grant	1,500,000	0	0	1,500,000	6.97 %	
03966 DEQ ASSET MHGMT FED FUNDS	0	0	0	0	0.00 %	
03973 EPA Brownfields Grant	0	0	0	0	0.00 %	
03342 Butte Mine Flooding	600,000	0	0	600,000	2.79 %	
<b>Federal Special Total</b>	<b>\$21,521,300</b>	<b>\$0</b>	<b>\$0</b>	<b>\$21,521,300</b>	<b>47.36 %</b>	
06509 DEQ Indirects	0	0	0	0	0.00 %	
<b>Proprietary Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00 %</b>	
<b>Total All Funds</b>	<b>\$45,442,266</b>	<b>\$0</b>	<b>\$0</b>	<b>\$45,442,266</b>		

The Waste Management and Remediation Division is funded with general fund, state special and federal revenue. State special revenue comes from a \$0.0075 gas tax for petroleum tank cleanup, registration fees for underground storage tanks, and interest proceeds from the Resource Indemnity Trust (RIT). Federal special revenue is derived from the federal EPA

**53010 - Department of Environmental Quality    40-Waste Management & Remediation Division**

for superfund oversight and various other activities. Other federal revenue sources include the Office of Surface Mining for the Abandoned Mine Lands Program.

**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](#).

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2022	Budget Fiscal 2023	Biennium Fiscal 22-23	Percent of Budget	Budget Fiscal 2022	Budget Fiscal 2023	Biennium Fiscal 22-23	Percent of Budget
2021 Base Budget	337,844	337,844	675,688	101.34 %	23,632,544	23,632,544	47,265,088	104.01 %
SWPL Adjustments	0	0	0	0.00 %	28,402	57,680	86,082	0.19 %
PL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
New Proposals	(8,904)	0	(8,904)	(1.34)%	(958,904)	(950,000)	(1,908,904)	(4.20)%
<b>Total Budget</b>	<b>\$328,940</b>	<b>\$337,844</b>	<b>\$666,784</b>		<b>\$22,702,042</b>	<b>\$22,740,224</b>	<b>\$45,442,266</b>	

**Present Law Adjustments**

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

	-----Fiscal 2022-----					-----Fiscal 2023-----				
	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	(485,332)	450,311	(35,021)	0.00	0	(461,569)	457,474	(4,095)
DP 2 - Fixed Costs	0.00	0	44,903	27,524	72,427	0.00	0	42,565	26,090	68,655
DP 3 - Inflation Deflation	0.00	0	(6,687)	(756)	(7,443)	0.00	0	(4,194)	(474)	(4,668)
DP 50 - Fixed Cost Reductions	0.00	0	(968)	(593)	(1,561)	0.00	0	(1,372)	(840)	(2,212)
<b>Grand Total All Present Law Adjustments</b>	<b>0.00</b>	<b>\$0</b>	<b>(\$448,084)</b>	<b>\$476,486</b>	<b>\$28,402</b>	<b>0.00</b>	<b>\$0</b>	<b>(\$424,570)</b>	<b>\$482,250</b>	<b>\$57,680</b>

\*"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 made adjustments to the present law personal services budget for expected changes, management decisions, and budget modifications.

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the 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 approved 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 - Fixed Cost Reductions -

The legislature reduced fixed costs for warehouses, storage rooms and information technology.

**New Proposals**

The New Proposals table shows new changes to spending

New Proposals	-----Fiscal 2022-----					-----Fiscal 2023-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 30 - CALA Reimbursement	0.00	0	300,000	0	300,000	0.00	0	300,000	0	300,000
DP 52 - Reduce State Special Revenue	0.00	0	(1,500,000)	0	(1,500,000)	0.00	0	(1,500,000)	0	(1,500,000)
DP 90 - Orphan Share Expanded Use (RST/BIEN)	0.00	0	250,000	0	250,000	0.00	0	250,000	0	250,000
DP 5555 - Reduce GF Budget for State Share Holiday	0.00	(8,904)	0	0	(8,904)	0.00	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>(\$8,904)</b>	<b>(\$950,000)</b>	<b>\$0</b>	<b>(\$958,904)</b>	<b>0.00</b>	<b>\$0</b>	<b>(\$950,000)</b>	<b>\$0</b>	<b>(\$950,000)</b>

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

DP 30 - CALA Reimbursement -

The legislature approved an appropriation from the state special revenue orphan share account to reimburse remedial action costs.

DP 52 - Reduce State Special Revenue -

The legislature reduced state special revenue appropriations.

DP 90 - Orphan Share Expanded Use (RST/BIEN) -

The legislature approved to expand the use of the orphan share account to allow the Department of Environmental Quality to evaluate and take remedial actions and to respond to a release or threatened release at petroleum or hazardous substance sites.

DP 5555 - Reduce GF Budget for State Share Holiday -

The legislature eliminated the state share contribution to the state employee group benefit plan for two months. Reserves are used to pay benefits during the holiday. This change package removes the general fund portion of the savings generated by the suspension of the contributions. Savings from other funding sources, where applicable, remain in agency personal services budgets.

**Program Budget Comparison**

The following table compares the 2021 biennium appropriated budget and the 2023 biennium adopted budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 20-21	Legislative Budget 22-23	Biennium Change	Biennium % Change
Personal Services	18,941,702	18,579,458	(362,244)	(1.91)%
Operating Expenses	18,165,227	14,215,646	(3,949,581)	(21.74)%
Equipment & Intangible Assets	493,480	203,480	(290,000)	(58.77)%
Transfers	47,396	27,396	(20,000)	(42.20)%
<b>Total Expenditures</b>	<b>\$37,647,805</b>	<b>\$33,025,980</b>	<b>(\$4,621,825)</b>	<b>(12.28)%</b>
General Fund	3,349,047	3,591,411	242,364	7.24 %
State/Other Special Rev. Funds	24,927,217	19,330,467	(5,596,750)	(22.45)%
Federal Spec. Rev. Funds	9,371,541	10,104,102	732,561	7.82 %
<b>Total Funds</b>	<b>\$37,647,805</b>	<b>\$33,025,980</b>	<b>(\$4,621,825)</b>	<b>(12.28)%</b>
<b>Total Ongoing</b>	<b>\$37,647,805</b>	<b>\$33,048,812</b>	<b>(\$4,598,993)</b>	<b>(12.22)%</b>
<b>Total OTO</b>	<b>\$0</b>	<b>(\$22,832)</b>	<b>(\$22,832)</b>	<b>100.00 %</b>

**Program Description**

The Air, Energy and Mining Division (AEMD) permits and regulates environmentally-protective and productive operations in air, hard rock mining, opencut mining, and coal mining industries according to program statutory authority. The permitting and regulatory work includes extensive coordination with other programs to develop environmental review documents that comply with the Montana Environmental Policy Act (MEPA), including environmental assessments and environmental impact statements. AEMD includes the State Energy Office, or Energy Bureau, which promotes and improves Montanan’s access to energy efficiency and alternative energy sources while improving the state’s energy security by offering financing mechanisms, technical assistance, and education for public and private entities.

**Program Highlights**

<b>Air Energy and Mining Division Major Budget Highlights</b>
<p>The legislature approved a budget of approximately \$33.0 million, a 12.3% or \$4.6 million decrease compared to the 2021 biennium. The legislature approved:</p> <ul style="list-style-type: none"> <li>• Reductions in state special revenue appropriation: \$4.5 million</li> <li>• Reductions in statewide present law adjustments for personal services, fixed costs, and inflation: \$410,700</li> <li>• A one-time-only reduction in general fund of \$22,800 for the state share holiday</li> </ul>

**Program Actuals and Budget Comparison**

The following table compares FY 2020 actual expenditures to the 2021 biennium appropriated budget and the 2023 biennium adopted budget by year, type of expenditure, and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2020	Approp. Fiscal 2020	Approp. Fiscal 2021	Legislative Fiscal 2022	Legislative Fiscal 2023
FTE	0.00	103.53	103.53	103.53	103.53
Personal Services	7,627,870	9,398,016	9,543,686	9,266,624	9,312,834
Operating Expenses	5,097,586	8,844,582	9,320,645	7,103,988	7,111,658
Equipment & Intangible Assets	305,139	391,740	101,740	101,740	101,740
Transfers	54,245	33,698	13,698	13,698	13,698
<b>Total Expenditures</b>	<b>\$13,084,840</b>	<b>\$18,668,036</b>	<b>\$18,979,769</b>	<b>\$16,486,050</b>	<b>\$16,539,930</b>
General Fund	1,613,184	1,618,157	1,730,890	1,781,588	1,809,823
State/Other Special Rev. Funds	7,839,339	12,415,486	12,511,731	9,654,569	9,675,898
Federal Spec. Rev. Funds	3,632,317	4,634,393	4,737,148	5,049,893	5,054,209
<b>Total Funds</b>	<b>\$13,084,840</b>	<b>\$18,668,036</b>	<b>\$18,979,769</b>	<b>\$16,486,050</b>	<b>\$16,539,930</b>
<b>Total Ongoing</b>	<b>\$13,084,840</b>	<b>\$18,668,036</b>	<b>\$18,979,769</b>	<b>\$16,508,882</b>	<b>\$16,539,930</b>
<b>Total OTO</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$22,832)</b>	<b>\$0</b>

**Funding**

The following table shows adopted program funding by source of authority.

Department of Environmental Quality, 50-Air Energy & Mining Division						
Funding by Source of Authority						
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	
01100 General Fund	3,591,411	0	0	3,591,411	10.87 %	
02036 Opencut permit Fees	1,463,888	0	0	1,463,888	7.57 %	
02058 Petroleum Storage Tank Cleanup	0	0	0	0	0.00 %	
02095 Opencut Bond Forfeitures	429,248	0	0	429,248	2.22 %	
02096 Reclamation - Bond Forfeitures	347,688	0	0	347,688	1.80 %	
02201 Air Quality-Operating Fees	7,150,510	0	0	7,150,510	36.99 %	
02202 Asbestos Control	0	0	0	0	0.00 %	
02291 Alternative Energy Loan ARRA	218,340	0	0	218,340	1.13 %	
02370 Energy Conserv Repayment Acct	24,862	0	0	24,862	0.13 %	
02555 Alternative Energy Rev Loan	419,518	0	0	419,518	2.17 %	
02576 Natural Resources Operations	4,487,058	0	0	4,487,058	23.21 %	
02579 Coal & Uranium Mine Account	573,138	0	0	573,138	2.96 %	
02676 Hard Rock Reclamation	0	0	0	0	0.00 %	
02955 State Energy conservation ARRA	1,062,942	0	0	1,062,942	5.50 %	
02973 Univ System Benefits Program	506,102	0	0	506,102	2.62 %	
02988 Hard Rock Mining Reclamation	2,647,173	0	0	2,647,173	13.69 %	
<b>State Special Total</b>	<b>\$19,330,467</b>	<b>\$0</b>	<b>\$0</b>	<b>\$19,330,467</b>	<b>58.53 %</b>	
03052 DOE SHOPP 09/14/21	34,640	0	0	34,640	0.34 %	
03067 DSL Federal Reclamation Grant	396,062	0	0	396,062	3.92 %	
03199 Stripper Wells	9,000	0	0	9,000	0.09 %	
03262 EPA Ppg	0	0	0	0	0.00 %	
03289 FY 14 State Clean Diesel	350,000	0	0	350,000	3.46 %	
03325 EPA 103 PM 2.5	811,938	0	0	811,938	8.04 %	
03433 EPA Perf Partnership Grant	3,238,374	0	0	3,238,374	32.05 %	
03459 DOE Competitive Special Proj	801,600	0	0	801,600	7.93 %	
03672 Source Reduction Assistance	0	0	0	0	0.00 %	
03723 Clean Diesel DS-97867001	459,368	0	0	459,368	4.55 %	
03816 DOI OSM A&E Grant	4,003,120	0	0	4,003,120	39.62 %	
03973 EPA Brownfields Grant	0	0	0	0	0.00 %	
03492 Coal ePermitting System	0	0	0	0	0.00 %	
03087 ePermitting-Proj Mngr	0	0	0	0	0.00 %	
03614 BLM-L17AC00009 O&M	0	0	0	0	0.00 %	
03981 BLM Air Monitoring 06/22/2022	0	0	0	0	0.00 %	
03029 SEEDS - EE0007672	0	0	0	0	0.00 %	
03006 SEP-Utah_EE0008610-DOE	0	0	0	0	0.00 %	
<b>Federal Special Total</b>	<b>\$10,104,102</b>	<b>\$0</b>	<b>\$0</b>	<b>\$10,104,102</b>	<b>30.59 %</b>	
<b>Proprietary Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00 %</b>	
<b>Total All Funds</b>	<b>\$33,025,980</b>	<b>\$0</b>	<b>\$0</b>	<b>\$33,025,980</b>		

The Air Energy and Mining Division is funded primarily with state special and federal revenues. State special revenue consists of forfeited mining and reclamation bonds, and air quality fees. The agency also receives RIT interest via the natural resource's operations fund. Hard rock mining reclamation revenue is primarily from interest earned with the state Board of Investments and funds transferred from the hard rock mining reclamation debt service fund. Federal special revenues come primarily from EPA, Department of Energy, and Department of Interior grants. General fund supports personal services and operating expenses.

### 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](#).

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2022	Budget Fiscal 2023	Biennium Fiscal 22-23	Percent of Budget	Budget Fiscal 2022	Budget Fiscal 2023	Biennium Fiscal 22-23	Percent of Budget
2021 Base Budget	1,730,890	1,730,890	3,461,780	96.39 %	18,979,769	18,979,769	37,959,538	114.94 %
SWPL Adjustments	73,530	78,933	152,463	4.25 %	(220,887)	(189,839)	(410,726)	(1.24)%
PL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
New Proposals	(22,832)	0	(22,832)	(0.64)%	(2,272,832)	(2,250,000)	(4,522,832)	(13.69)%
<b>Total Budget</b>	<b>\$1,781,588</b>	<b>\$1,809,823</b>	<b>\$3,591,411</b>		<b>\$16,486,050</b>	<b>\$16,539,930</b>	<b>\$33,025,980</b>	

**Present Law Adjustments**

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
Budget Item	-----Fiscal 2022-----					-----Fiscal 2023-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	52,637	(602,219)	295,352	(254,230)	0.00	58,544	(590,149)	300,753	(230,852)
DP 3 - Inflation Deflation	0.00	(2,583)	(28,829)	0	(31,412)	0.00	(1,620)	(18,079)	0	(19,699)
DP 50 - Fixed Cost Reductions	0.00	(515)	(527)	(384)	(1,426)	0.00	(732)	(746)	(543)	(2,021)
<b>Grand Total All Present Law Adjustments</b>	<b>0.00</b>	<b>\$49,539</b>	<b>(\$631,575)</b>	<b>\$294,968</b>	<b>(\$287,068)</b>	<b>0.00</b>	<b>\$56,192</b>	<b>(\$608,974)</b>	<b>\$300,210</b>	<b>(\$252,572)</b>

\*\*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 made adjustments to the present law personal services budget for expected changes, management decisions, and budget modifications.

DP 3 - Inflation Deflation -

The legislature approved 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 - Fixed Cost Reductions -

The legislature reduced fixed costs for warehouses, storage rooms and information technology.

**New Proposals**

The New Proposals table shows new changes to spending

New Proposals										
Budget Item	-----Fiscal 2022-----					-----Fiscal 2023-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 52 - Reduce State Special Revenue	0.00	0	(2,250,000)	0	(2,250,000)	0.00	0	(2,250,000)	0	(2,250,000)
DP 5555 - Reduce GF Budget for State Share Holiday	0.00	(22,832)	0	0	(22,832)	0.00	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>(\$22,832)</b>	<b>(\$2,250,000)</b>	<b>\$0</b>	<b>(\$2,272,832)</b>	<b>0.00</b>	<b>\$0</b>	<b>(\$2,250,000)</b>	<b>\$0</b>	<b>(\$2,250,000)</b>

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

DP 52 - Reduce State Special Revenue -

The legislature reduced state special revenue appropriations.

DP 5555 - Reduce GF Budget for State Share Holiday -

The legislature eliminated the state share contribution to the state employee group benefit plan for two months. Reserves are used to pay benefits during the holiday. This change package removes the general fund portion of the savings generated by the suspension of the contributions. Savings from other funding sources, where applicable, remain in agency personal services budgets.



**Program Budget Comparison**

The following table compares the 2021 biennium appropriated budget and the 2023 biennium adopted budget by type of expenditure and source of funding.

Program Budget Comparison					
Budget Item	Appropriated Budget 20-21	Legislative Budget 22-23	Biennium Change	Biennium % Change	
Operating Expenses	345,508	345,508	0	0.00 %	
Transfers	614,492	614,492	0	0.00 %	
<b>Total Expenditures</b>	<b>\$960,000</b>	<b>\$960,000</b>	<b>\$0</b>	<b>0.00 %</b>	
State/Other Special Rev. Funds	960,000	960,000	0	0.00 %	
<b>Total Funds</b>	<b>\$960,000</b>	<b>\$960,000</b>	<b>\$0</b>	<b>0.00 %</b>	
<b>Total Ongoing</b>	<b>\$960,000</b>	<b>\$960,000</b>	<b>\$0</b>	<b>0.00 %</b>	
<b>Total OTO</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00 %</b>	

**Program Description**

The Libby Asbestos Oversight Committee is attached to DEQ for administrative purposes. The Oversight Committee was created to enhance communication with stakeholders regarding the Libby Asbestos Superfund Site. In addition, the Oversight Committee advises DEQ on administration of the Libby asbestos cleanup trust fund and operation and maintenance of accounts. The appropriated funds are used to maintain committee activities and support operation and maintenance at the site for long-term environmental and public health protection.

**Program Highlights**

<b>Libby Asbestos Advisory Team Major Budget Highlights</b>
The legislature approved a budget of \$960,000 in state special revenue. This is unchanged from the previous biennium.

**Program Actuals and Budget Comparison**

The following table compares FY 2020 actual expenditures to the 2021 biennium appropriated budget and the 2023 biennium adopted budget by year, type of expenditure, and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2020	Approp. Fiscal 2020	Approp. Fiscal 2021	Legislative Fiscal 2022	Legislative Fiscal 2023
Operating Expenses	14,285	172,754	172,754	172,754	172,754
Transfers	16,382	307,246	307,246	307,246	307,246
<b>Total Expenditures</b>	<b>\$30,667</b>	<b>\$480,000</b>	<b>\$480,000</b>	<b>\$480,000</b>	<b>\$480,000</b>
State/Other Special Rev. Funds	30,667	480,000	480,000	480,000	480,000
<b>Total Funds</b>	<b>\$30,667</b>	<b>\$480,000</b>	<b>\$480,000</b>	<b>\$480,000</b>	<b>\$480,000</b>
<b>Total Ongoing</b>	<b>\$30,667</b>	<b>\$480,000</b>	<b>\$480,000</b>	<b>\$480,000</b>	<b>\$480,000</b>
<b>Total OTO</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**Funding**

The following table shows adopted program funding by source of authority.

Department of Environmental Quality, 80-Libby Asbestos Advisory Team Funding by Source of Authority						
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	
General Fund	0	0	0	0	0.00 %	
02130 Libby Asbestos Cleanup O&M	960,000	0	0	960,000	100.00 %	
<b>State Special Total</b>	<b>\$960,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$960,000</b>	<b>100.00 %</b>	
<b>Federal Special Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00 %</b>	
<b>Proprietary Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00 %</b>	
<b>Total All Funds</b>	<b>\$960,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$960,000</b>		

HB 2 funding for the Libby asbestos advisory team comes from the hard rock mining reclamation state special revenue account.

**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](#).

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2022	Budget Fiscal 2023	Biennium Fiscal 22-23	Percent of Budget	Budget Fiscal 2022	Budget Fiscal 2023	Biennium Fiscal 22-23	Percent of Budget
2021 Base Budget	0	0	0	0.00 %	480,000	480,000	960,000	100.00 %
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	0	0	0	0.00 %	0	0	0	0.00 %
<b>Total Budget</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>		<b>\$480,000</b>	<b>\$480,000</b>	<b>\$960,000</b>	

# 53010 - Department of Environmental Quality 90-Petroleum Tank Release Compensation Board

## Program Budget Comparison

The following table compares the 2021 biennium appropriated budget and the 2023 biennium adopted budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 20-21	Legislative Budget 22-23	Biennium Change	Biennium % Change
Personal Services	792,803	782,579	(10,224)	(1.29)%
Operating Expenses	503,804	509,264	5,460	1.08 %
<b>Total Expenditures</b>	<b>\$1,296,607</b>	<b>\$1,291,843</b>	<b>(\$4,764)</b>	<b>(0.37)%</b>
State/Other Special Rev. Funds	1,296,607	1,291,843	(4,764)	(0.37)%
<b>Total Funds</b>	<b>\$1,296,607</b>	<b>\$1,291,843</b>	<b>(\$4,764)</b>	<b>(0.37)%</b>
<b>Total Ongoing</b>	<b>\$1,296,607</b>	<b>\$1,291,843</b>	<b>(\$4,764)</b>	<b>(0.37)%</b>
<b>Total OTO</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00 %</b>

## Program Description

The Petroleum Tank Release Compensation Board is responsible for administering the petroleum tank release cleanup fund. This includes reimbursement to petroleum storage tank owners and operators for corrective action costs, and compensation paid to third parties for bodily injury and property damage resulting from a release of petroleum from a petroleum storage tank. The board is responsible for responding to and working with private individuals, corporations, other state agencies, the Governor’s Office, the legislature, federal agencies, and other interested parties with activities relative to petroleum storage tanks. The division is attached to DEQ for administrative purposes.

## Program Highlights

<b>Petroleum Tank Release Compensation Board Major Budget Highlights</b>
<p>The legislature approved a budget of approximately \$1.3 million, a 0.4% or \$4,800 decrease compared to the 2021 biennium. The legislature approved:</p> <ul style="list-style-type: none"> <li>• Reductions for statewide present law adjustments for personal services, fixed costs, and inflation: \$12,400</li> </ul>

## Program Actuals and Budget Comparison

The following table compares FY 2020 actual expenditures to the 2021 biennium appropriated budget and the 2023 biennium adopted budget by year, type of expenditure, and source of funding.

## 53010 - Department of Environmental Quality 90-Petroleum Tank Release Compensation Board

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2020	Approp. Fiscal 2020	Approp. Fiscal 2021	Legislative Fiscal 2022	Legislative Fiscal 2023
FTE	0.00	5.75	5.75	5.75	5.75
Personal Services	411,501	392,594	400,209	390,208	392,371
Operating Expenses	170,265	251,913	251,891	254,704	254,560
<b>Total Expenditures</b>	<b>\$581,766</b>	<b>\$644,507</b>	<b>\$652,100</b>	<b>\$644,912</b>	<b>\$646,931</b>
State/Other Special Rev. Funds	581,766	644,507	652,100	644,912	646,931
<b>Total Funds</b>	<b>\$581,766</b>	<b>\$644,507</b>	<b>\$652,100</b>	<b>\$644,912</b>	<b>\$646,931</b>
<b>Total Ongoing</b>	<b>\$581,766</b>	<b>\$644,507</b>	<b>\$652,100</b>	<b>\$644,912</b>	<b>\$646,931</b>
<b>Total OTO</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

### Funding

The following table shows adopted program funding by source of authority.

Department of Environmental Quality, 90-Petroleum Tank Release Compensation Board Funding by Source of Authority					
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	0	0	0	0	0.00 %
02058 Petroleum Storage Tank Cleanup	1,291,843	0	8,000,000	9,291,843	100.00 %
<b>State Special Total</b>	<b>\$1,291,843</b>	<b>\$0</b>	<b>\$8,000,000</b>	<b>\$9,291,843</b>	<b>100.00 %</b>
<b>Federal Special Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00 %</b>
<b>Proprietary Total</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00 %</b>
<b>Total All Funds</b>	<b>\$1,291,843</b>	<b>\$0</b>	<b>\$8,000,000</b>	<b>\$9,291,843</b>	

The program is funded entirely through a portion of the \$0.0075 tax on gasoline, diesel, heating oil, and aviation fuel. Statutory appropriations pay for the reimbursement due to storage tank releases as described in 75-11-313, MCA.

### 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](#).

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2022	Budget Fiscal 2023	Biennium Fiscal 22-23	Percent of Budget	Budget Fiscal 2022	Budget Fiscal 2023	Biennium Fiscal 22-23	Percent of Budget
2021 Base Budget	0	0	0	0.00 %	652,100	652,100	1,304,200	100.96 %
SWPL Adjustments	0	0	0	0.00 %	(7,188)	(5,169)	(12,357)	(0.96)%
PL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
<b>Total Budget</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>		<b>\$644,912</b>	<b>\$646,931</b>	<b>\$1,291,843</b>	

### Present Law Adjustments

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide

## 53010 - Department of Environmental Quality 90-Petroleum Tank Release Compensation Board

Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments	-----Fiscal 2022-----					-----Fiscal 2023-----				
	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	(10,001)	0	(10,001)	0.00	0	(7,838)	0	(7,838)
DP 2 - Fixed Costs	0.00	0	2,980	0	2,980	0.00	0	2,825	0	2,825
DP 3 - Inflation Deflation	0.00	0	(103)	0	(103)	0.00	0	(65)	0	(65)
DP 50 - Fixed Cost Reductions	0.00	0	(64)	0	(64)	0.00	0	(91)	0	(91)
<b>Grand Total All Present Law Adjustments</b>	<b>0.00</b>	<b>\$0</b>	<b>(\$7,188)</b>	<b>\$0</b>	<b>(\$7,188)</b>	<b>0.00</b>	<b>\$0</b>	<b>(\$5,169)</b>	<b>\$0</b>	<b>(\$5,169)</b>

\*\*"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 made adjustments to the present law personal services budget for expected changes, management decisions, and budget modifications.

### DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the 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 approved 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 - Fixed Cost Reductions -

The legislature reduced fixed costs for warehouses, storage rooms and information technology.