

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	18,877,062	19,014,605	137,543	0.73 %
Operating Expenses	7,160,984	7,775,283	614,299	8.58 %
Equipment & Intangible Assets	253,172	427,000	173,828	68.66 %
Transfers	767,962	798,962	31,000	4.04 %
Total Expenditures	\$27,059,180	\$28,015,850	\$956,670	3.54 %
General Fund	6,040,214	6,508,289	468,075	7.75 %
State/Other Special Rev. Funds	17,240,927	17,308,785	67,858	0.39 %
Federal Spec. Rev. Funds	3,778,039	4,198,776	420,737	11.14 %
Total Funds	\$27,059,180	\$28,015,850	\$956,670	3.54 %
Total Ongoing	\$26,406,697	\$27,174,062	\$767,365	2.91 %
Total OTO	\$652,483	\$841,788	\$189,305	29.01 %

Agency Description

The Department of Livestock is responsible for controlling and eradicating animal diseases; preventing the transmission of animal diseases to humans; protecting the livestock industry from theft and predatory animals; meat, milk, and egg inspection; and regulating the milk industry relative to producer pricing. The department, which is provided for in 2-15-3101, MCA, consists of the Board of Livestock and its appointed executive officer, the Livestock Crimestoppers Commission, the Milk Control Board, and the Livestock Loss Board. The department is organized into three divisions: Animal Health & Food Safety, Centralized Services, and Brand Enforcement. The Board of Livestock, which is the statutory head of the Department of Livestock, consists of seven members appointed by the Governor and confirmed by the Senate to serve six-year terms.

Agency Highlights

**Department of Livestock
Major Budget Highlights**

The legislature approved a budget of approximately \$28.0 million, an increase of 3.5% or \$956,700 when compared to the 2021 biennium appropriation. Legislative adjustments include:

- An increase in statewide present law adjustments for personal services: \$225,200
- One-time-only general fund and federal revenue to support the United States Department of Agriculture Cooperative Interstate Shipping program: \$400,000
- A one-time-only state special revenue appropriation for a new helicopter for predator control: \$300,000
- General fund appropriations for the expansion of brucellosis surveillance: \$250,000
- One-time-only appropriation of state special revenue for the purchase of equipment in the Animal Health Division: \$127,000
- Animal Health Division leased vehicles: \$63,300
- Augments to operating costs in all programs: 80,200
- A one-time-only increase of 1.00 FTE in the first year of the biennium to support the decennial brands re-record: \$48,600
- One-time-only reduction in general fund for state shared holiday: \$53,800
- Statewide present law adjustments for fixed costs and inflation: \$25,800
- One-time-only funding to replace staff computers: \$20,000

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	132.87	132.87	133.87	132.87
Personal Services	8,989,772	9,393,276	9,483,786	9,490,032	9,524,573
Operating Expenses	3,031,255	3,528,509	3,632,475	3,912,799	3,862,484
Equipment & Intangible Assets	196,686	223,172	30,000	245,000	182,000
Transfers	346,821	368,481	399,481	399,481	399,481
Total Expenditures	\$12,564,534	\$13,513,438	\$13,545,742	\$14,047,312	\$13,968,538
General Fund	2,879,881	2,979,851	3,060,363	3,256,587	3,251,702
State/Other Special Rev. Funds	7,836,828	8,655,599	8,585,328	8,693,449	8,615,336
Federal Spec. Rev. Funds	1,847,825	1,877,988	1,900,051	2,097,276	2,101,500
Total Funds	\$12,564,534	\$13,513,438	\$13,545,742	\$14,047,312	\$13,968,538
Total Ongoing	\$12,238,417	\$13,141,874	\$13,264,823	\$13,597,524	\$13,576,538
Total OTO	\$326,117	\$371,564	\$280,919	\$449,788	\$392,000

Summary of Legislative Action

The legislature approved a total budget of \$28.0 million, an increase of 3.5% or \$1.0 million. General fund appropriations increased by 7.8% or \$468,100. In addition to base funding of \$26.5 million the legislature approved \$1.5 million in present law and new proposals, of which \$687,600 was general fund. The legislature also approved an increase of 1.0 FTE in the first year of the biennium as one-time-only.

The legislature approved \$540,400 in general fund appropriations to support the expansion of designated surveillance

areas for brucellosis testing in Madison and Beaverhead Counties, the livestock loss board, laboratory equipment for the detection of chronic wasting disease, meat and poultry inspection, and additional support for the milk laboratory. General fund appropriations for meat and poultry inspection will match with \$249,800 from federal sources to support the United States Department of Agriculture Cooperative Interstate Shipping program to promote the expansion of markets for state inspected meat and poultry beyond Montana’s borders.

The legislature approved \$300,000 in state special revenue appropriations to purchase a military surplus helicopter for predator control, the agency will retire the 1968 Bell Jet Ranger. The funding for the helicopter comes from fees charged per each head of livestock in the state. Other state special revenue appropriations of \$167,900 supports new laboratory equipment in the animal health laboratory, leased vehicles to replace department owned vehicles, new staff computers, and one-time-only funding for additional brands re-record staff.

Statewide present law adjustments of \$250,400 for personal services, fixed costs, and inflation are funded from the general fund, state special revenue, and federal sources.

Funding

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

Total Department of Livestock Funding by Source of Authority 2023 Biennium Budget Request - Department of Livestock						
Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	6,332,113	176,176	0	0	6,508,289	20.29 %
State Special Total	16,883,173	425,612	0	1,670,000	18,978,785	59.17 %
Federal Special Total	3,958,776	240,000	0	0	4,198,776	13.09 %
Proprietary Total	0	0	2,386,923	0	2,386,923	7.44 %
Other Total	0	0	0	0	0	0.00 %
Total All Funds	\$27,174,062	\$841,788	\$2,386,923	\$1,670,000	\$32,072,773	
Percent - Total All Sources	84.73 %	2.62 %	7.44 %	5.21 %		

The Department of Livestock is funded with general fund, state special revenue, federal special revenue, and non-budgeted proprietary funds.

General fund provides 23.2% of total HB 2 funds and 20.3% of total funding. General fund supports some administrative functions, the diagnostic lab, and provides matching funds for federal special revenue expended on meat and poultry inspections. One-time-only general fund appropriations support the purchase of laboratory equipment in the Animal Health Division and a federal funds match for the USDA Cooperative Interstate Shipping Program.

State special revenue provides 61.8% of total HB 2 funds and 59.2% of total funding. State special revenue is primarily from taxes and fees assessed to livestock owners. Two state special revenue funds comprise 54.8% of HB 2, the livestock per capita fee assessed on a per animal basis and fees charged for inspections and brand recording. One-time-only appropriations of state special revenue support the purchase of a new helicopter for predator control, laboratory equipment in the animal health division, replacement of staff computers, and 1.00 FTE in the first fiscal year of the biennium to help with the ten-year brand re-record. The agency expends statutory appropriations of state special revenue for livestock loss prevention and compensation.

Federal special revenue provides 15.0% of the total HB 2 budget and 13.1% of total funding. Most federal funds are USDA matching funds for meat and poultry inspections and federal support for animal health programs. Other federal sources include the bison operations cooperative agreement and the Greater Yellowstone Interagency Brucellosis Committee Grant for contracted research. One-time-only appropriations of federal funds are a match of general fund appropriation for the USDA Cooperative Interstate Shipping 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 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	2,910,363	2,910,363	5,820,726	89.44 %	13,264,823	13,264,823	26,529,646	94.70 %
SWPL Adjustments	114,081	125,438	239,519	3.68 %	236,532	213,922	450,454	1.61 %
PL Adjustments	(7,933)	(7,999)	(15,932)	(0.24)%	(78,865)	(78,661)	(157,526)	(0.56)%
New Proposals	240,076	223,900	463,976	7.13 %	624,822	568,454	1,193,276	4.26 %
Total Budget	\$3,256,587	\$3,251,702	\$6,508,289		\$14,047,312	\$13,968,538	\$28,015,850	

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	132.87	134.37	133.87	(0.50)	133.37	132.87	(0.50)	(0.50)
Personal Services	9,483,786	9,627,314	9,490,032	(137,282)	9,661,673	9,524,573	(137,100)	(274,382)
Operating Expenses	3,632,475	3,716,972	3,912,799	195,827	3,671,712	3,862,484	190,772	386,599
Equipment & Intangible Assets	30,000	245,000	245,000	0	182,000	182,000	0	0
Grants	0	0	0	0	0	0	0	0
Benefits & Claims	0	0	0	0	0	0	0	0
Transfers	399,481	399,481	399,481	0	399,481	399,481	0	0
Total Costs	\$13,545,742	\$13,988,767	\$14,047,312	\$58,545	\$13,914,866	\$13,968,538	\$53,672	\$112,217
General Fund	3,060,363	3,214,064	3,256,587	42,523	3,206,107	3,251,702	45,595	88,118
State/other Special Rev. Funds	8,585,328	8,767,352	8,693,449	(73,903)	8,696,402	8,615,336	(81,066)	(154,969)
Federal Spec. Rev. Funds	1,900,051	2,007,351	2,097,276	89,925	2,012,357	2,101,500	89,143	179,068
Other	0	0	0	0	0	0	0	0
Total Funds	\$13,545,742	\$13,988,767	\$14,047,312	\$58,545	\$13,914,866	\$13,968,538	\$53,672	\$112,217
Total Ongoing	\$13,264,823	\$13,748,979	\$13,597,524	(\$151,455)	\$13,732,866	\$13,576,538	(\$156,328)	(\$307,783)
Total OTO	\$280,919	\$239,788	\$449,788	\$210,000	\$182,000	\$392,000	\$210,000	\$420,000

The legislature approved total appropriations \$112,217 higher than the executive request. Specifically, the legislature;

- Approved general fund and federal special revenue appropriation to support the USDA Cooperative Interstate Shipping Program: \$400,000
- Approved an additional 1.0% vacancy savings: \$200,126
- Did not approve an executive request for appropriation of general fund and federal funds for 0.50 FTE for a label specialist: \$74,256
- Approved further reductions to fixed cost: \$13,401

Language and Statutory Authority

There is no HB 2 language included for the department.

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	2,872,183	2,820,255	(51,928)	(1.81)%
Operating Expenses	1,447,207	1,539,153	91,946	6.35 %
Equipment & Intangible Assets	0	300,000	300,000	0.00 %
Transfers	204,962	204,962	0	0.00 %
Total Expenditures	\$4,524,352	\$4,864,370	\$340,018	7.52 %
General Fund	225,967	252,171	26,204	11.60 %
State/Other Special Rev. Funds	4,298,385	4,612,199	313,814	7.30 %
Total Funds	\$4,524,352	\$4,864,370	\$340,018	7.52 %
Total Ongoing	\$4,524,352	\$4,546,542	\$22,190	0.49 %
Total OTO	\$0	\$317,828	\$317,828	100.00 %

Program Description

The Centralized Services Division is responsible for overall department administration, budgeting, accounting, payroll, personnel, legal services, purchasing, information technology, public information, risk management, contract administration, and general services for the department. The Board of Milk Control and the Livestock Loss Board are administratively attached to the department. The Milk Control Bureau staff and the Livestock Loss Board (LLB) staff are part of the Centralized Services Division. The Livestock Loss Board provides compensation and prevention funding for predation losses to livestock producers from wolves, grizzlies, and mountain lions. The Board of Milk Control regulates producer pricing of milk (prices paid to dairy farmers) and fair-trade practices for the sale of all dairy products in Montana. The Predator Control Program is administered by the Board of Livestock and the executive officer.

Program Highlights

Centralized Services Program Major Budget Highlights
<p>The legislature approved a budget of approximately \$4.9 million, a 7.5% or \$340,000 increase compared to the 2021 biennium. The legislature approved:</p> <ul style="list-style-type: none"> • One-time-only appropriation of state special revenue for a predator control helicopter: \$300,000 • General fund appropriation to augment operations of the Livestock Loss Board: \$22,600 • An overall increase in statewide present law adjustments for personal services, fixed costs, and inflation: \$22,400 • A one-time-only appropriation to replace staff computers: \$20,000 • A one-time-only reduction in general fund of \$80,400 for the state share holiday

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	17.00	17.00	17.00	17.00
Personal Services	1,406,418	1,434,793	1,437,390	1,407,207	1,413,048
Operating Expenses	435,129	736,604	710,603	800,570	738,583
Equipment & Intangible Assets	0	0	0	150,000	150,000
Transfers	98,468	102,481	102,481	102,481	102,481
Total Expenditures	\$1,940,015	\$2,273,878	\$2,250,474	\$2,460,258	\$2,404,112
General Fund	108,022	112,386	113,581	125,015	127,156
State/Other Special Rev. Funds	1,831,993	2,161,492	2,136,893	2,335,243	2,276,956
Total Funds	\$1,940,015	\$2,273,878	\$2,250,474	\$2,460,258	\$2,404,112
Total Ongoing	\$1,940,015	\$2,273,878	\$2,250,474	\$2,302,430	\$2,244,112
Total OTO	\$0	\$0	\$0	\$157,828	\$160,000

Funding

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

Department of Livestock, 01-Centralized Services Program Funding by Source of Authority						
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	
01100 General Fund	252,171	0	0	252,171	3.86 %	
02117 Predatory Animal SSR	0	0	850,000	850,000	13.53 %	
02124 LLB Restricted Special Revenue	0	0	600,000	600,000	9.55 %	
02426 Lvstk Per Capita	4,053,584	0	0	4,053,584	64.52 %	
02495 POOL SETTLEMENT FUND	0	0	0	0	0.00 %	
02817 Milk Control Bureau	558,615	0	0	558,615	8.89 %	
02125 Livestock Loss Reduction	0	0	100,000	100,000	1.59 %	
02136 Wolf Mitigation Donation Fund	0	0	120,000	120,000	1.91 %	
State Special Total	\$4,612,199	\$0	\$1,670,000	\$6,282,199	96.14 %	
03345 LLRMB Fed Spec Rev Fund	0	0	0	0	0.00 %	
Federal Special Total	\$0	\$0	\$0	\$0	0.00 %	
Proprietary Total	\$0	\$0	\$0	\$0	0.00 %	
Total All Funds	\$4,864,370	\$0	\$1,670,000	\$6,534,370		

The program is funded primarily with state special revenue, of which the primary source is fees assessed on each head of livestock in the state commonly known as the livestock per-capita fund. The Milk Control Bureau and the Milk Control Board are funded from fees charged to producers, distributors, and producer-distributors. General fund supports the activities of the Livestock Loss Board. Statutory appropriations do not require re-authorization by the legislature. The division expends state special revenue that is statutorily appropriated to the agency for livestock loss prevention and livestock loss compensation.

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	113,581	113,581	227,162	90.08 %	2,250,474	2,250,474	4,500,948	92.53 %
SWPL Adjustments	2,306	2,275	4,581	1.82 %	40,346	(17,972)	22,374	0.46 %
PL Adjustments	11,300	11,300	22,600	8.96 %	21,300	21,300	42,600	0.88 %
New Proposals	(2,172)	0	(2,172)	(0.86)%	148,138	150,310	298,448	6.14 %
Total Budget	\$125,015	\$127,156	\$252,171		\$2,460,258	\$2,404,112	\$4,864,370	

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	2,122	(30,133)	0	(28,011)	0.00	2,196	(26,538)	0	(24,342)
DP 2 - Fixed Costs	0.00	195	72,274	0	72,469	0.00	193	15,430	0	15,623
DP 3 - Inflation Deflation	0.00	0	(26)	0	(26)	0.00	0	(16)	0	(16)
DP 50 - Fixed Cost Reductions	0.00	(11)	(4,075)	0	(4,086)	0.00	(114)	(9,123)	0	(9,237)
DP 101 - Computer Funding Augment (RST/BIEN/OTO)	0.00	0	10,000	0	10,000	0.00	0	10,000	0	10,000
DP 102 - LLB Operations Augment	0.00	11,300	0	0	11,300	0.00	11,300	0	0	11,300
Grand Total All Present Law Adjustments	0.00	\$13,606	\$48,040	\$0	\$61,646	0.00	\$13,575	(\$10,247)	\$0	\$3,328

***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 approved 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 101 - Computer Funding Augment (RST/BIEN/OTO) -

The legislature approved a one-time-only appropriation of state special revenue to replace staff computers. The appropriation is funded from livestock per-capita fees.

DP 102 - LLB Operations Augment -

The legislature approved an increase in general fund to support ongoing operations of the Livestock Loss Board.

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 103 - Helicopter for Predator Control (OTO)	0.00	0	150,000	0	150,000	0.00	0	150,000	0	150,000
DP 105 - NRIS/GIS Fixed Costs	0.00	0	310	0	310	0.00	0	310	0	310
DP 5555 - Reduce GF Budget for State Share Holiday	0.00	(2,172)	0	0	(2,172)	0.00	0	0	0	0
Total	0.00	(\$2,172)	\$150,310	\$0	\$148,138	0.00	\$0	\$150,310	\$0	\$150,310

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

DP 103 - Helicopter for Predator Control (OTO) -

The legislature approved a one-time-only appropriation of state special revenue to purchase a helicopter for predator control. The purchase will be funded from livestock per capita fees.

DP 105 - NRIS/GIS Fixed Costs -

The legislature approved an increase in state special revenue to pay for natural resource information and geographic information services provided by the Montana State Library.

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	8,839,784	9,092,949	253,165	2.86 %
Operating Expenses	4,342,759	4,905,951	563,192	12.97 %
Equipment & Intangible Assets	253,172	127,000	(126,172)	(49.84)%
Transfers	563,000	594,000	31,000	5.51 %
Total Expenditures	\$13,998,715	\$14,719,900	\$721,185	5.15 %
General Fund	5,814,247	6,256,118	441,871	7.60 %
State/Other Special Rev. Funds	4,406,429	4,265,006	(141,423)	(3.21)%
Federal Spec. Rev. Funds	3,778,039	4,198,776	420,737	11.14 %
Total Funds	\$13,998,715	\$14,719,900	\$721,185	5.15 %
Total Ongoing	\$13,489,143	\$14,244,552	\$755,409	5.60 %
Total OTO	\$509,572	\$475,348	(\$34,224)	(6.72)%

Program Description

The Animal Health & Food Safety Division (State Veterinarian Office) works with animal owners and veterinarians to prevent, control, and eradicate animal diseases, including those in bison and alternative livestock animals. The program cooperates with the Departments of Public Health and Human Services and Fish, Wildlife and Parks and the US Department of Agriculture to protect human health from animal diseases transmissible to humans including rabies and brucellosis by monitoring testing and enforcing animal quarantines. The division also regulates the importation of animals into Montana; ensures the production and sale of safe and wholesome products of animal agriculture including meat, poultry, and milk and their products; and enforces the laws of Montana relating to animal health and producing a safe and wholesome food supply.

Program Highlights

Animal Health Division Major Budget Highlights
<p>The legislature approved a budget of approximately \$14.7 million, a 5.2% or \$721,200 increase compared to the 2021 biennium. The legislature approved:</p> <ul style="list-style-type: none"> • One-time-only general fund and federal revenue to support the USDA Cooperative Interstate Shipping program: \$400,000 • Statewide present law adjustments for personal services:\$322,400 • Expanded brucellosis monitoring: \$250,000 • One-Time-Only appropriation for laboratory equipment for chronic wasting disease: \$127,000 • State special revenue and federal funds for leased vehicles: \$63,300 • One-time-only reduction in general fund for state shared holiday: \$51,700 • On site technical support for the milk laboratory: \$28,000 • Meat and poultry inspection label specialist training: \$19,600 • Diagnostic lab disposal services: \$10,000 • Fixed costs and inflation: \$14,900

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	62.76	62.76	62.76	62.76
Personal Services	4,309,207	4,428,700	4,411,084	4,512,357	4,580,592
Operating Expenses	1,989,298	2,112,750	2,230,009	2,451,564	2,454,387
Equipment & Intangible Assets	196,686	223,172	30,000	95,000	32,000
Transfers	248,353	266,000	297,000	297,000	297,000
Total Expenditures	\$6,743,544	\$7,030,622	\$6,968,093	\$7,355,921	\$7,363,979
General Fund	2,771,859	2,867,465	2,946,782	3,131,572	3,124,546
State/Other Special Rev. Funds	2,123,860	2,285,169	2,121,260	2,127,073	2,137,933
Federal Spec. Rev. Funds	1,847,825	1,877,988	1,900,051	2,097,276	2,101,500
Total Funds	\$6,743,544	\$7,030,622	\$6,968,093	\$7,355,921	\$7,363,979
Total Ongoing	\$6,445,640	\$6,706,050	\$6,783,093	\$7,112,573	\$7,131,979
Total OTO	\$297,904	\$324,572	\$185,000	\$243,348	\$232,000

Funding

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

Department of Livestock, 04-Animal Health Division Funding by Source of Authority					
Funds	HB2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
01100 General Fund	6,256,118	0	0	6,256,118	36.57 %
02117 Predatory Animal SSR	0	0	0	0	0.00 %
02262 Egg Shielded Grading Program	688,019	0	0	688,019	16.13 %
02426 Lvstk Per Capita	2,873,022	0	0	2,873,022	67.36 %
02427 Animal Health	11,442	0	0	11,442	0.27 %
02701 Milk and Egg Inspection	692,523	0	0	692,523	16.24 %
02284 Aquatic Invasive Species	0	0	0	0	0.00 %
State Special Total	\$4,265,006	\$0	\$0	\$4,265,006	24.93 %
03032 Animal Health Sp. Rev	28,505	0	0	28,505	0.68 %
03209 Meat/Poultry Inspection Sp Rev	2,410,379	0	0	2,410,379	57.41 %
03427 AH FEDERAL UMBRELLA	1,697,848	0	0	1,697,848	40.44 %
03673 Small Federal Grants	62,044	0	0	62,044	1.48 %
03710 NAIS	0	0	0	0	0.00 %
Federal Special Total	\$4,198,776	\$0	\$0	\$4,198,776	24.54 %
06026 MT Veterinary Diagnostic Lab	0	2,386,923	0	2,386,923	100.00 %
Proprietary Total	\$0	\$2,386,923	\$0	\$2,386,923	13.95 %
Total All Funds	\$14,719,900	\$2,386,923	\$0	\$17,106,823	

The Animal Health Division is funded from the general fund, state special revenue, and federal sources. State special revenue is generated from per head livestock tax and fees charged for milk and egg inspection, which are matched with federal funds for meat and poultry inspection and animal health. Non-budgeted proprietary funds are generated from fees for service at the Montana Veterinary Diagnostic Laboratory.

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	2,796,782	2,796,782	5,593,564	89.41 %	6,783,093	6,783,093	13,566,186	92.16 %
SWPL Adjustments	111,775	123,163	234,938	3.76 %	244,921	262,703	507,624	3.45 %
PL Adjustments	(19,233)	(19,299)	(38,532)	(0.62)%	(100,165)	(99,961)	(200,126)	(1.36)%
New Proposals	242,248	223,900	466,148	7.45 %	428,072	418,144	846,216	5.75 %
Total Budget	\$3,131,572	\$3,124,546	\$6,256,118		\$7,355,921	\$7,363,979	\$14,719,900	

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	124,322	54,627	74,141	253,090	0.00	130,075	63,474	75,920	269,469
DP 2 - Fixed Costs	0.00	(5,798)	11,731	1,653	7,586	0.00	(6,053)	11,621	1,396	6,964
DP 3 - Inflation Deflation	0.00	(7,075)	(837)	(7,414)	(15,326)	0.00	(4,437)	(524)	(4,651)	(9,612)
DP 50 - Fixed Cost Reductions	0.00	326	(661)	(94)	(429)	0.00	3,578	(6,870)	(826)	(4,118)
DP 51 - Additional 1% Vacancy Savings	0.00	(19,233)	(69,509)	(11,423)	(100,165)	0.00	(19,299)	(69,200)	(11,462)	(99,961)
Grand Total All Present Law Adjustments	0.00	\$92,542	(\$4,649)	\$56,863	\$144,756	0.00	\$103,864	(\$1,499)	\$60,377	\$162,742

**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 approved 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 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 \$200,126, consisting of \$38,532 in general fund, \$138,709 in state special revenue, \$22,885 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 401 - DSA Expansion	0.00	125,000	0	0	125,000	0.00	125,000	0	0	125,000
DP 402 - Area Supervisor Leased Vehicle	0.00	0	7,731	0	7,731	0.00	0	8,086	0	8,086
DP 403 - Bison Management Leased Vehicles	0.00	0	0	15,462	15,462	0.00	0	0	16,172	16,172
DP 404 - Sanitarian Leased Vehicle	0.00	0	7,731	0	7,731	0.00	0	8,086	0	8,086
DP 405 - Lab Equipment (OTO)	0.00	70,000	0	0	70,000	0.00	0	0	0	0
DP 406 - Lab Equipment (OTO)	0.00	0	25,000	0	25,000	0.00	0	32,000	0	32,000
DP 407 - MPI Training	0.00	4,900	0	4,900	9,800	0.00	4,900	0	4,900	9,800
DP 409 - MVDL Disposal Services	0.00	0	5,000	0	5,000	0.00	0	5,000	0	5,000
DP 410 - Milk Lab Application Support	0.00	14,000	0	0	14,000	0.00	14,000	0	0	14,000
DP 411 - Cooperative Interstate Shipping Program (RST/OTO)	0.00	80,000	0	120,000	200,000	0.00	80,000	0	120,000	200,000
DP 5555 - Reduce GF Budget for State Share Holiday	0.00	(51,652)	0	0	(51,652)	0.00	0	0	0	0
Total	0.00	\$242,248	\$45,462	\$140,362	\$428,072	0.00	\$223,900	\$53,172	\$141,072	\$418,144

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

DP 401 - DSA Expansion -

The legislature approved an increase in general fund for expansion of Montana's designated surveillance area for brucellosis in Madison and Beaverhead counties.

DP 402 - Area Supervisor Leased Vehicle -

The legislature approved funding for one additional leased vehicle to replace one department-owned area supervisor vehicle. This will be funded with livestock per capita fees.

DP 403 - Bison Management Leased Vehicles -

The legislature approved funding for two additional lease vehicles to replace two department-owned bison management vehicles. This will be funded from federal sources.

DP 404 - Sanitarian Leased Vehicle -

The legislature approved funding for one additional lease vehicle to replace one department-owned sanitarian vehicle. This will be funded with milk and egg inspection fees.

DP 405 - Lab Equipment (OTO) -

The legislature approved a one-time-only appropriation of general fund to purchase lab equipment dedicated to chronic wasting disease (CWD) sample preparation and testing. Equipment dedicated to (CWD) will help prevent cross contamination in the lab. The legislature directed the funding to come from the Department of Fish, Wildlife and Parks.

DP 406 - Lab Equipment (OTO) -

The legislature approved one-time-only state special revenue for new lab equipment in the histology lab. This will be funded from livestock per capita fees.

DP 407 - MPI Training -

The legislature approved general fund to be matched with federal funds to provide necessary training to meat and poultry inspection supervisors and the label specialist.

DP 409 - MVDL Disposal Services -

The legislature approved an appropriation for special chemical waste disposal services needed at the Montana Veterinary Diagnostic Lab on an annual basis. The proposal is funded from livestock per capita fees.

DP 410 - Milk Lab Application Support -

The legislature approved a general fund appropriation for additional onsite technical support and maintenance fees for the milk lab.

DP 411 - Cooperative Interstate Shipping Program (RST/OTO) -

The legislature approved an increase in general fund and matching federal special revenue to support the United States Department of Agriculture Cooperative Interstate Shipping Program. The funding will support expanded levels of inspection and training in the meat and poultry program.

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	7,165,095	7,101,401	(63,694)	(0.89)%
Operating Expenses	1,371,018	1,330,179	(40,839)	(2.98)%
Total Expenditures	\$8,536,113	\$8,431,580	(\$104,533)	(1.22)%
State/Other Special Rev. Funds	8,536,113	8,431,580	(104,533)	(1.22)%
Total Funds	\$8,536,113	\$8,431,580	(\$104,533)	(1.22)%
Total Ongoing	\$8,393,202	\$8,382,968	(\$10,234)	(0.12)%
Total OTO	\$142,911	\$48,612	(\$94,299)	(65.98)%

Program Description

The Brands Enforcement Division provides the livestock industry with professional law enforcement and investigative work in tracking livestock ownership and in the deterrence and/or resolution of related criminal activities. The division conducts, collects, documents, audits, and evaluates compliance on brand inspections and permits for Montana livestock. The division also maintains the official record of Montana brands and security interest filings of branded livestock, and licenses livestock markets and dealers. The Livestock Crimestoppers Commission is administratively attached to the department.

Program Highlights

Brands Enforcement Division Major Budget Highlights
<p>The legislature approved a budget of approximately \$8.4 million, a 1.2% or \$104,500 decrease compared to the 2021 biennium. The legislature approved:</p> <ul style="list-style-type: none"> • Reductions for statewide present law adjustments for personal service, fixed costs, and inflation: \$79,500 • A one-time-only increase of 1.00 FTE in the first year of the biennium to support the decennial brands re-record: \$48,600

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	53.11	53.11	54.11	53.11
Personal Services	3,274,147	3,529,783	3,635,312	3,570,468	3,530,933
Operating Expenses	606,828	679,155	691,863	660,665	669,514
Total Expenditures	\$3,880,975	\$4,208,938	\$4,327,175	\$4,231,133	\$4,200,447
State/Other Special Rev. Funds	3,880,975	4,208,938	4,327,175	4,231,133	4,200,447
Total Funds	\$3,880,975	\$4,208,938	\$4,327,175	\$4,231,133	\$4,200,447
Total Ongoing	\$3,852,762	\$4,161,946	\$4,231,256	\$4,182,521	\$4,200,447
Total OTO	\$28,213	\$46,992	\$95,919	\$48,612	\$0

Funding

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

Department of Livestock, 06-Brands Enforcement Division 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 %
02425 Inspection and Control	6,107,016	0	0	6,107,016	72.43 %
02426 Lvstk Per Capita	2,324,564	0	0	2,324,564	27.57 %
State Special Total	\$8,431,580	\$0	\$0	\$8,431,580	100.00 %
Federal Special Total	\$0	\$0	\$0	\$0	0.00 %
Proprietary Total	\$0	\$0	\$0	\$0	0.00 %
Total All Funds	\$8,431,580	\$0	\$0	\$8,431,580	

The program is funded with revenue generated from fee charged for brand recording and market and local inspections as well as fees charged to stockowners on each head of livestock commonly referred to as per-capita fees.

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 %	4,231,256	4,231,256	8,462,512	100.37 %
SWPL Adjustments	0	0	0	0.00 %	(48,735)	(30,809)	(79,544)	(0.94)%
PL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
New Proposals	0	0	0	0.00 %	48,612	0	48,612	0.58 %
Total Budget	\$0	\$0	\$0		\$4,231,133	\$4,200,447	\$8,431,580	

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	0	(26,987)	0	(26,987)	0.00	0	(17,910)	0	(17,910)
DP 2 - Fixed Costs	0.00	0	(6,073)	0	(6,073)	0.00	0	(6,981)	0	(6,981)
DP 3 - Inflation Deflation	0.00	0	(16,017)	0	(16,017)	0.00	0	(10,045)	0	(10,045)
DP 50 - Fixed Cost Reductions	0.00	0	342	0	342	0.00	0	4,127	0	4,127
Grand Total All Present Law Adjustments	0.00	\$0	(\$48,735)	\$0	(\$48,735)	0.00	\$0	(\$30,809)	\$0	(\$30,809)

**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 approved 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 adjusted 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 601 - Additional Brands Rerecord Staff (OTO)	1.00	0	48,612	0	48,612	0.00	0	0	0	0
Total	1.00	\$0	\$48,612	\$0	\$48,612	0.00	\$0	\$0	\$0	\$0

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

DP 601 - Additional Brands Rerecord Staff (OTO) -

The legislature approved a one-time-only increase of 1.00 FTE and state special revenue for temporary employees required for the decennial brands re-record. This will be funded with livestock per capita fees.