

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	64,678,437	233,326	0.36 %
Operating Expenses	59,863,295	54,459,664	(5,403,631)	(9.03)%
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)%
Total Expenditures	\$134,600,510	\$129,822,595	(\$4,777,915)	(3.55)%
General Fund	10,919,326	11,183,453	264,127	2.42 %
State/Other Special Rev. Funds	75,909,279	69,015,114	(6,894,165)	(9.08)%
Federal Spec. Rev. Funds	47,771,905	49,624,028	1,852,123	3.88 %
Total Funds	\$134,600,510	\$129,822,595	(\$4,777,915)	(3.55)%
Total Ongoing	\$133,600,510	\$129,902,965	(\$3,697,545)	(2.77)%
Total OTO	\$1,000,000	(\$80,370)	(\$1,080,370)	(108.04)%

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Agency Highlights

Department of Environmental Quality Major Budget Highlights
<p>The legislature approved a budget of \$129.8 million, a decrease of 3.6% or \$4.8 million when compared to the 2021 biennium appropriation. Legislative adjustments include;</p> <ul style="list-style-type: none"> • Reduction of state special revenue appropriation: \$8.5 million • Increase in state special revenue of \$3.0 million to fund petroleum tank clean up • Increases in appropriation of \$1.1 million to fund environmental remediation costs • Statewide present law adjustments of \$222,700 for fixed costs, inflation, rent, and personal services funded primarily with general fund • One-time-only reduction in general fund of \$80,400 for the state share holiday

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	32,250,838	32,427,599
Operating Expenses	19,154,218	29,699,144	30,164,151	27,228,166	27,231,498
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
Total Expenditures	\$48,846,687	\$67,060,353	\$67,540,157	\$64,821,251	\$65,001,344
General Fund	5,405,513	5,433,124	5,486,202	5,553,433	5,630,020
State/Other Special Rev. Funds	27,716,851	37,827,754	38,081,525	34,455,850	34,559,264
Federal Spec. Rev. Funds	15,724,323	23,799,475	23,972,430	24,811,968	24,812,060
Total Funds	\$48,846,687	\$67,060,353	\$67,540,157	\$64,821,251	\$65,001,344
Total Ongoing	\$48,346,687	\$66,560,353	\$67,040,157	\$64,901,621	\$65,001,344
Total OTO	\$500,000	\$500,000	\$500,000	(\$80,370)	\$0

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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	32,250,838	0	32,427,599	32,427,599	0	0
Operating Expenses	30,164,151	29,821,403	27,228,166	(2,593,237)	29,826,920	27,231,498	(2,595,422)	(5,188,659)
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
Total Costs	\$67,540,157	\$66,543,698	\$64,821,251	(\$1,722,447)	\$66,726,164	\$65,001,344	(\$1,724,820)	(\$3,447,267)
General Fund	5,486,202	5,554,804	5,553,433	(1,371)	5,631,965	5,630,020	(1,945)	(3,316)
State/other Special Rev. Funds	38,081,525	36,175,462	34,455,850	(1,719,612)	36,280,066	34,559,264	(1,720,802)	(3,440,414)
Federal Spec. Rev. Funds	23,972,430	24,813,432	24,811,968	(1,464)	24,814,133	24,812,060	(2,073)	(3,537)
Other	0	0	0	0	0	0	0	0
Total Funds	\$67,540,157	\$66,543,698	\$64,821,251	(\$1,722,447)	\$66,726,164	\$65,001,344	(\$1,724,820)	(\$3,447,267)
Total Ongoing	\$67,040,157	\$66,624,068	\$64,901,621	(\$1,722,447)	\$66,726,164	\$65,001,344	(\$1,724,820)	(\$3,447,267)
Total OTO	\$500,000	(\$80,370)	(\$80,370)	\$0	\$0	\$0	\$0	\$0

The legislature approved total appropriations \$3.4 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 appropriation of \$8.5 million
- Approved an increase of \$3.0 million in state special revenue for the cleanup of petroleum tank release
- 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

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	11,263,823	(80,370)	0	0	11,183,453	7.18 %
State Special Total	69,015,114	0	0	8,000,000	77,015,114	49.45 %
Federal Special Total	49,624,028	0	0	0	49,624,028	31.86 %
Proprietary Total	0	0	17,914,179	0	17,914,179	11.50 %
Other Total	0	0	0	0	0	0.00 %
Total All Funds	\$129,902,965	(\$80,370)	\$17,914,179	\$8,000,000	\$155,736,774	
Percent - Total All Sources	83.41 %	(0.05)%	11.50 %	5.14 %		

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 (EPA) 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 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	98.11 %	67,040,157	67,040,157	134,080,314	103.28 %
SWPL Adjustments	147,601	143,818	291,419	2.61 %	61,464	161,187	222,651	0.17 %
PL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
New Proposals	(80,370)	0	(80,370)	(0.72)%	(2,280,370)	(2,200,000)	(4,480,370)	(3.45)%
Total Budget	\$5,553,433	\$5,630,020	\$11,183,453		\$64,821,251	\$65,001,344	\$129,822,595	

Language and Statutory Authority

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	3,759,288	(467)	(0.01)%
Operating Expenses	5,994,573	4,866,997	(1,127,576)	(18.81)%
Total Expenditures	\$9,754,328	\$8,626,285	(\$1,128,043)	(11.56)%
General Fund	1,691,019	1,684,829	(6,190)	(0.37)%
State/Other Special Rev. Funds	6,533,082	5,519,256	(1,013,826)	(15.52)%
Federal Spec. Rev. Funds	1,530,227	1,422,200	(108,027)	(7.06)%
Total Funds	\$9,754,328	\$8,626,285	(\$1,128,043)	(11.56)%
Total Ongoing	\$9,754,328	\$8,637,034	(\$1,117,294)	(11.45)%
Total OTO	\$0	(\$10,749)	(\$10,749)	100.00%

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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	1,871,199	1,888,089
Operating Expenses	1,915,485	3,077,245	2,917,328	2,433,749	2,433,248
Total Expenditures	\$3,641,622	\$4,948,461	\$4,805,867	\$4,304,948	\$4,321,337
General Fund	877,463	892,808	798,211	837,179	847,650
State/Other Special Rev. Funds	2,377,127	3,265,187	3,267,895	2,758,251	2,761,005
Federal Spec. Rev. Funds	387,032	790,466	739,761	709,518	712,682
Total Funds	\$3,641,622	\$4,948,461	\$4,805,867	\$4,304,948	\$4,321,337
Total Ongoing	\$3,641,622	\$4,948,461	\$4,805,867	\$4,315,697	\$4,321,337
Total OTO	\$0	\$0	\$0	(\$10,749)	\$0

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Funding

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 (EPA). 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.

Program Budget Summary by Category

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	94.75 %	4,805,867	4,805,867	9,611,734	111.42 %
SWPL Adjustments	49,717	49,439	99,156	5.89 %	9,830	15,470	25,300	0.29 %
PL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
New Proposals	(10,749)	0	(10,749)	(0.64)%	(510,749)	(500,000)	(1,010,749)	(11.72)%
Total Budget	\$837,179	\$847,650	\$1,684,829		\$4,304,948	\$4,321,337	\$8,626,285	

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)
Grand Total All Present Law Adjustments	0.00	\$49,717	(\$9,644)	(\$30,243)	\$9,830	0.00	\$49,439	(\$6,890)	(\$27,079)	\$15,470

**"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 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.

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
Total	0.00	(\$10,749)	(\$500,000)	\$0	(\$510,749)	0.00	\$0	(\$500,000)	\$0	(\$500,000)

*"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. The proposal is contingent on passage and approval of Senate Bill 110.

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)%
Total Expenditures	\$36,803,420	\$37,476,221	\$672,801	1.83 %
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 %
Total Funds	\$36,803,420	\$37,476,221	\$672,801	1.83 %
Total Ongoing	\$36,803,420	\$37,514,106	\$710,686	1.93 %
Total OTO	\$0	(\$37,885)	(\$37,885)	100.00 %

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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
Total Expenditures	\$14,729,136	\$18,313,543	\$18,489,877	\$18,703,299	\$18,772,922
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
Total Funds	\$14,729,136	\$18,313,543	\$18,489,877	\$18,703,299	\$18,772,922
Total Ongoing	\$14,729,136	\$18,313,543	\$18,489,877	\$18,741,184	\$18,772,922
Total OTO	\$0	\$0	\$0	(\$37,885)	\$0

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Funding

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 Environmental Protection Agency (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.

Program Budget Summary by Category

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)%
Total Budget	\$2,605,726	\$2,634,703	\$5,240,429		\$18,703,299	\$18,772,922	\$37,476,221	

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)
Grand Total All Present Law Adjustments	0.00	\$24,354	\$146,403	\$80,550	\$251,307	0.00	\$15,446	\$200,201	\$67,398	\$283,045

**"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 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.

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
Total	0.00	(\$37,885)	\$0	\$0	(\$37,885)	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 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. The proposal is contingent on passage and approval of Senate Bill 110.

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	22,293,616	(497,161)	(2.18)%
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)%
Total Expenditures	\$48,138,350	\$48,442,266	\$303,916	0.63%
General Fund	672,414	666,784	(5,630)	(0.84)%
State/Other Special Rev. Funds	26,948,649	26,254,182	(694,467)	(2.58)%
Federal Spec. Rev. Funds	20,517,287	21,521,300	1,004,013	4.89%
Total Funds	\$48,138,350	\$48,442,266	\$303,916	0.63%
Total Ongoing	\$47,138,350	\$48,451,170	\$1,312,820	2.79%
Total OTO	\$1,000,000	(\$8,904)	(\$1,008,904)	(100.89)%

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LFD Budget Analysis C-66

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	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	11,147,632	11,145,984
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
Total Expenditures	\$16,778,656	\$24,005,806	\$24,132,544	\$24,202,042	\$24,240,224
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	13,115,334	13,138,848
Federal Spec. Rev. Funds	5,996,899	10,236,005	10,281,282	10,757,768	10,763,532
Total Funds	\$16,778,656	\$24,005,806	\$24,132,544	\$24,202,042	\$24,240,224
Total Ongoing	\$16,278,656	\$23,505,806	\$23,632,544	\$24,210,946	\$24,240,224
Total OTO	\$500,000	\$500,000	\$500,000	(\$8,904)	\$0

Page Reference

LFD Budget Analysis C-67

Funding

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

Program Budget Summary by Category

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	337,844	337,844	675,688	101.34 %	23,632,544	23,632,544	47,265,088	97.57 %
SWPL Adjustments	0	0	0	0.00 %	28,402	57,680	86,082	0.18 %
PL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
New Proposals	(8,904)	0	(8,904)	(1.34)%	541,096	550,000	1,091,096	2.25 %
Total Budget	\$328,940	\$337,844	\$666,784		\$24,202,042	\$24,240,224	\$48,442,266	

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	(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)
Grand Total All Present Law Adjustments	0.00	\$0	(\$448,084)	\$476,486	\$28,402	0.00	\$0	(\$424,570)	\$482,250	\$57,680

*"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 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 -

53010 - Department Of Environmental Quality 40-Waste Management & Remediation Division

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

	-----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 901 - Petroleum Tank Clean Up	0.00	0	1,500,000	0	1,500,000	0.00	0	1,500,000	0	1,500,000
DP 5555 - Reduce GF Budget for State Share Holiday	0.00	(8,904)	0	0	(8,904)	0.00	0	0	0	0
Total	0.00	(\$8,904)	\$550,000	\$0	\$541,096	0.00	\$0	\$550,000	\$0	\$550,000

**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 901 - Petroleum Tank Clean Up -

The legislature approved an appropriation from the petroleum storage tank cleanup account (02058) to be used by the agency for the cleanup of petroleum tank leaks.

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. The proposal is contingent on passage and approval of Senate Bill 110.

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)%
Total Expenditures	\$37,647,805	\$33,025,980	(\$4,621,825)	(12.28)%
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 %
Total Funds	\$37,647,805	\$33,025,980	(\$4,621,825)	(12.28)%
Total Ongoing	\$37,647,805	\$33,048,812	(\$4,598,993)	(12.22)%
Total OTO	\$0	(\$22,832)	(\$22,832)	100.00 %

Page Reference

LFD Budget Analysis C-73

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
Total Expenditures	\$13,084,840	\$18,668,036	\$18,979,769	\$16,486,050	\$16,539,930
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
Total Funds	\$13,084,840	\$18,668,036	\$18,979,769	\$16,486,050	\$16,539,930
Total Ongoing	\$13,084,840	\$18,668,036	\$18,979,769	\$16,508,882	\$16,539,930
Total OTO	\$0	\$0	\$0	(\$22,832)	\$0

Page Reference

LFD Budget Analysis C-74

Funding

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 Resource Indemnity Trust (RIT) interest via the natural resources 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 revenues come primarily from EPA, Department of Energy, and Department of Interior grants. General fund supports personal services and operating expense.

Program Budget Summary by Category

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)%
Total Budget	\$1,781,588	\$1,809,823	\$3,591,411		\$16,486,050	\$16,539,930	\$33,025,980	

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	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)
Grand Total All Present Law Adjustments	0.00	\$49,539	(\$631,575)	\$294,968	(\$287,068)	0.00	\$56,192	(\$608,974)	\$300,210	(\$252,572)

**"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	-----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
Total	0.00	(\$22,832)	(\$2,250,000)	\$0	(\$2,272,832)	0.00	\$0	(\$2,250,000)	\$0	(\$2,250,000)

*"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. The proposal is contingent on passage and approval of Senate Bill 110.

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 %	
Total Expenditures	\$960,000	\$960,000	\$0	0.00 %	
State/Other Special Rev. Funds	960,000	960,000	0	0.00 %	
Total Funds	\$960,000	\$960,000	\$0	0.00 %	
Total Ongoing	\$960,000	\$960,000	\$0	0.00 %	
Total OTO	\$0	\$0	\$0	0.00 %	

Page Reference

LFD Budget Analysis C-78

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
Total Expenditures	\$30,667	\$480,000	\$480,000	\$480,000	\$480,000
State/Other Special Rev. Funds	30,667	480,000	480,000	480,000	480,000
Total Funds	\$30,667	\$480,000	\$480,000	\$480,000	\$480,000
Total Ongoing	\$30,667	\$480,000	\$480,000	\$480,000	\$480,000
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

LFD Budget Analysis C-79

Funding

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

Program Budget Summary by Category

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	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 %	
Total Budget	\$0	\$0	\$0		\$480,000	\$480,000	\$960,000		

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 %
Total Expenditures	\$1,296,607	\$1,291,843	(\$4,764)	(0.37)%
State/Other Special Rev. Funds	1,296,607	1,291,843	(4,764)	(0.37)%
Total Funds	\$1,296,607	\$1,291,843	(\$4,764)	(0.37)%
Total Ongoing	\$1,296,607	\$1,291,843	(\$4,764)	(0.37)%
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

LFD Budget Analysis C-81

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	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
Total Expenditures	\$581,766	\$644,507	\$652,100	\$644,912	\$646,931
State/Other Special Rev. Funds	581,766	644,507	652,100	644,912	646,931
Total Funds	\$581,766	\$644,507	\$652,100	\$644,912	\$646,931
Total Ongoing	\$581,766	\$644,507	\$652,100	\$644,912	\$646,931
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

LFD Budget Analysis C-82

Funding

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.

Program Budget Summary by Category

53010 - Department Of Environmental Quality 90-Petroleum Tank Release Compensation Board

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	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 %
Total Budget	\$0	\$0	\$0		\$644,912	\$646,931	\$1,291,843	

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	(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)
Grand Total All Present Law Adjustments	0.00	\$0	(\$7,188)	\$0	(\$7,188)	0.00	\$0	(\$5,169)	\$0	(\$5,169)

**"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 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.