

**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	86,843,032	88,372,982	1,529,950	1.76 %
Operating Expenses	43,578,461	41,892,591	(1,685,870)	(3.87)%
Equipment & Intangible Assets	2,489,950	2,804,832	314,882	12.65 %
Capital Outlay	43,900	0	(43,900)	(100.00)%
Local Assistance	8,116,180	8,116,180	0	0.00 %
Grants	4,401,428	5,075,428	674,000	15.31 %
Benefits & Claims	800,000	800,000	0	0.00 %
Transfers	3,453,486	3,448,486	(5,000)	(0.14)%
Debt Service	1,396,926	1,570,682	173,756	12.44 %
<b>Total Expenditures</b>	<b>\$151,123,363</b>	<b>\$152,081,181</b>	<b>\$957,818</b>	<b>0.63 %</b>
General Fund	62,326,411	63,811,465	1,485,054	2.38 %
State/Other Special Rev. Funds	83,965,661	84,055,896	90,235	0.11 %
Federal Spec. Rev. Funds	4,831,294	4,213,820	(617,474)	(12.78)%
<b>Total Funds</b>	<b>\$151,123,366</b>	<b>\$152,081,181</b>	<b>\$957,815</b>	<b>0.63 %</b>
<b>Total Ongoing</b>	<b>\$148,852,366</b>	<b>\$152,472,154</b>	<b>\$3,619,788</b>	<b>2.43 %</b>
<b>Total OTO</b>	<b>\$2,271,000</b>	<b>(\$390,973)</b>	<b>(\$2,661,973)</b>	<b>(117.22)%</b>

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**Agency Highlights**

<b>Department of Natural Resources and Conservation Major Budget Highlights</b>	
<p>The legislature approved a budget of \$152.1 million, an increase of 0.6% or \$1.0 million when compared to the 2021 biennium appropriation. Legislative adjustments include:</p> <ul style="list-style-type: none"> <li>• Reduction in appropriation of state special revenue: \$4.3 million</li> <li>• Increase of 8.50 FTE: \$2.3 million, of which \$1.4 million is general fund                             <ul style="list-style-type: none"> <li>◦ Confederated Salish and Kootenai Tribes water compact implementation, 3.00 FTE: \$800,000</li> <li>◦ Trust lands forest management, 2.00 FTE: \$350,600</li> <li>◦ County cooperative fire protection program, 1.5 FTE: \$689,200</li> <li>◦ Cyber security officer, 1.00 FTE: \$231,400</li> <li>◦ Water resources hydroelectric plant operator, 1.00 FTE: \$214,200</li> </ul> </li> <li>• Conservation district grants: \$700,000</li> <li>• Statewide present law adjustments for personal services: \$1.0 million, of which \$550,000 is general fund</li> <li>• Water Resource Division general fund operating costs: \$1.0 million</li> <li>• East Fork dam final design: \$800,000</li> <li>• Statewide present law fixed cost, inflation and other operating adjustments: \$690,600</li> <li>• Regional water grants: \$174,000</li> <li>• One-time-only appropriation for water flow equipment: \$98,700</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	531.11	531.11	539.61	539.61
Personal Services	41,422,052	43,098,720	43,744,312	43,826,003	44,546,979
Operating Expenses	17,843,810	21,847,768	21,730,693	20,917,677	20,974,914
Equipment & Intangible Assets	1,056,001	1,136,884	1,353,066	1,451,766	1,353,066
Capital Outlay	43,917	43,900	0	0	0
Local Assistance	2,186,870	4,058,090	4,058,090	4,058,090	4,058,090
Grants	2,162,636	2,300,714	2,100,714	2,537,714	2,537,714
Benefits & Claims	0	400,000	400,000	400,000	400,000
Transfers	1,712,837	1,729,243	1,724,243	1,724,243	1,724,243
Debt Service	567,658	611,585	785,341	785,341	785,341
<b>Total Expenditures</b>	<b>\$66,995,781</b>	<b>\$75,226,904</b>	<b>\$75,896,459</b>	<b>\$75,700,834</b>	<b>\$76,380,347</b>
General Fund	29,599,567	31,015,389	31,311,022	31,496,373	32,315,092
State/Other Special Rev. Funds	35,194,175	41,801,123	42,164,538	42,093,591	41,962,305
Federal Spec. Rev. Funds	2,202,039	2,410,395	2,420,899	2,110,870	2,102,950
<b>Total Funds</b>	<b>\$66,995,781</b>	<b>\$75,226,907</b>	<b>\$75,896,459</b>	<b>\$75,700,834</b>	<b>\$76,380,347</b>
<b>Total Ongoing</b>	<b>\$66,042,839</b>	<b>\$74,053,907</b>	<b>\$74,798,459</b>	<b>\$76,141,807</b>	<b>\$76,330,347</b>
<b>Total OTO</b>	<b>\$952,942</b>	<b>\$1,173,000</b>	<b>\$1,098,000</b>	<b>(\$440,973)</b>	<b>\$50,000</b>

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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	531.11	539.61	539.61	0.00	539.61	539.61	0.00	0.00
Personal Services	43,744,312	43,826,003	43,826,003	0	44,546,979	44,546,979	0	0
Operating Expenses	21,730,693	22,860,123	20,917,677	(1,942,446)	22,916,892	20,974,914	(1,941,978)	(3,884,424)
Equipment & Intangible Assets	1,353,066	1,421,766	1,451,766	30,000	1,323,066	1,353,066	30,000	60,000
Capital Outlay	0	0	0	0	0	0	0	0
Local Assistance	4,058,090	4,058,090	4,058,090	0	4,058,090	4,058,090	0	0
Grants	2,100,714	2,050,714	2,537,714	487,000	2,050,714	2,537,714	487,000	974,000
Benefits & Claims	400,000	400,000	400,000	0	400,000	400,000	0	0
Transfers	1,724,243	1,724,243	1,724,243	0	1,724,243	1,724,243	0	0
Debt Service	785,341	785,341	785,341	0	785,341	785,341	0	0
<b>Total Costs</b>	<b>\$75,896,459</b>	<b>\$77,126,280</b>	<b>\$75,700,834</b>	<b>(\$1,425,446)</b>	<b>\$77,805,325</b>	<b>\$76,380,347</b>	<b>(\$1,424,978)</b>	<b>(\$2,850,424)</b>
General Fund	31,311,022	31,508,320	31,496,373	(11,947)	32,326,911	32,315,092	(11,819)	(23,766)
State/other Special Rev. Funds	42,164,538	43,506,037	42,093,591	(1,412,446)	43,374,423	41,962,305	(1,412,118)	(2,824,564)
Federal Spec. Rev. Funds	2,420,899	2,111,923	2,110,870	(1,053)	2,103,991	2,102,950	(1,041)	(2,094)
Other	0	0	0	0	0	0	0	0
<b>Total Funds</b>	<b>\$75,896,459</b>	<b>\$77,126,280</b>	<b>\$75,700,834</b>	<b>(\$1,425,446)</b>	<b>\$77,805,325</b>	<b>\$76,380,347</b>	<b>(\$1,424,978)</b>	<b>(\$2,850,424)</b>
<b>Total Ongoing</b>	<b>\$74,798,459</b>	<b>\$77,715,953</b>	<b>\$76,141,807</b>	<b>(\$1,574,146)</b>	<b>\$77,805,325</b>	<b>\$76,330,347</b>	<b>(\$1,474,978)</b>	<b>(\$3,049,124)</b>
<b>Total OTO</b>	<b>\$1,098,000</b>	<b>(\$589,673)</b>	<b>(\$440,973)</b>	<b>\$148,700</b>	<b>\$0</b>	<b>\$50,000</b>	<b>\$50,000</b>	<b>\$198,700</b>

The legislature approved total appropriations \$2.9 million lower than the executive request, with the reduction being almost entirely from state special revenue. Specifically, the legislature approved:

- Reductions to state special revenue appropriations of \$4.3 million
- Aquatic invasive species grants to conservation districts of \$300,000
- Regional water grants totaling \$174,000
- The legislature did not approve reductions in state special revenue totaling \$967,481 in the Conservation and Resource Development Division
- Further reductions to fixed costs, \$96,621

Funding

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

Total Department of Natural Resources and Conservation Funding by Source of Authority 2023 Biennium Budget Request - Department of Natural Resources and Conservation						
Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	64,401,138	(589,673)	0	0	63,811,465	38.83 %
State Special Total	83,857,196	198,700	0	3,499,810	87,555,706	53.28 %
Federal Special Total	4,213,820	0	0	1,600,000	5,813,820	3.54 %
Proprietary Total	0	0	7,161,853	0	7,161,853	4.36 %
Other Total	0	0	0	0	0	0.00 %
<b>Total All Funds</b>	<b>\$152,472,154</b>	<b>(\$390,973)</b>	<b>\$7,161,853</b>	<b>\$5,099,810</b>	<b>\$164,342,844</b>	
<b>Percent - Total All Sources</b>	<b>92.78 %</b>	<b>(0.24)%</b>	<b>4.36 %</b>	<b>3.10 %</b>		

Department of Natural Resources and Conservation is primarily funded with general fund and state special revenue funds. Federal revenue funds and proprietary funds associated with air operations and the state nursery make up the remainder of funding for DNRC. State special revenue from 28 different funds constitutes over half of the total funding for the agency.

**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	30,358,022	30,358,022	60,716,044	95.15 %	74,798,459	74,798,459	149,596,918	98.37 %
SWPL Adjustments	461,687	470,487	932,174	1.46 %	851,365	851,300	1,702,665	1.12 %
PL Adjustments	903,650	864,120	1,767,770	2.77 %	2,165,996	1,996,125	4,162,121	2.74 %
New Proposals	(226,986)	622,463	395,477	0.62 %	(2,114,986)	(1,265,537)	(3,380,523)	(2.22)%
<b>Total Budget</b>	<b>\$31,496,373</b>	<b>\$32,315,092</b>	<b>\$63,811,465</b>		<b>\$75,700,834</b>	<b>\$76,380,347</b>	<b>\$152,081,181</b>	

**Language and Statutory Authority**

The department is authorized to decrease federal special revenue in the water pollution control and/or drinking water revolving fund loan programs and increase state special revenue by a like amount within administration accounts when the amount of federal EPA CAP grant funds allocated for administration of the grant have been expended or federal funds and bond proceeds will be used for other program purposes as authorized in law providing for the distribution of funds.

During the 2023 biennium, up to \$1 million of funds currently in or to be deposited in the DNRC Indirects special revenue account is appropriated to the department for indirect pool expenditures.

During the 2023 biennium, up to \$600,000 from the loan loss reserve account of the private loan program established in 85-1-603 is appropriated to the department for the purchase of prior liens on property held as loan security as provided in 85-1-615.

During the 2023 biennium, up to \$1 million of funds currently in or to be deposited in the Broadwater replacement and renewal account is appropriated to the department for repairing or replacing equipment at the Broadwater hydropower facility.

During the 2023 biennium, up to \$500,000 of funds currently in or to be deposited in the state project hydropower earnings account is appropriated for the purpose of repairing, improving, or rehabilitating department state water projects.

During the 2023 biennium, up to \$1 million of funds currently in or to be deposited in the contract timber harvest account is appropriated to the department for contract harvesting, a tool to improve forest health and generate revenue for trust beneficiaries.

During the 2023 biennium, the department is authorized to decrease federal special revenue and increase state special revenue by a like amount in the Director's Office indirects account for amounts not included in but necessary to meet the intent of the decision package 2102 - DO Funding Shift.

The RDB Proceeds, Coal Bed Methane Protection, Broadwater Irrigation, Forest Resources Forest Improvement, and the TLMD Trust Administration state special revenue funds in the Department of Natural Resources and Conservation 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	10,476,824	11,266,568	789,744	7.54 %
Operating Expenses	4,742,632	4,873,741	131,109	2.76 %
Equipment & Intangible Assets	125,108	125,108	0	0.00 %
Transfers	1,000	1,000	0	0.00 %
Debt Service	43,400	43,400	0	0.00 %
<b>Total Expenditures</b>	<b>\$15,388,964</b>	<b>\$16,309,817</b>	<b>\$920,853</b>	<b>5.98 %</b>
General Fund	8,496,152	9,237,261	741,109	8.72 %
State/Other Special Rev. Funds	5,659,448	7,000,681	1,341,233	23.70 %
Federal Spec. Rev. Funds	1,233,364	71,875	(1,161,489)	(94.17)%
<b>Total Funds</b>	<b>\$15,388,964</b>	<b>\$16,309,817</b>	<b>\$920,853</b>	<b>5.98 %</b>
<b>Total Ongoing</b>	<b>\$15,388,964</b>	<b>\$16,391,468</b>	<b>\$1,002,504</b>	<b>6.51 %</b>
<b>Total OTO</b>	<b>\$0</b>	<b>(\$81,651)</b>	<b>(\$81,651)</b>	<b>100.00 %</b>

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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	59.00	59.00	60.00	60.00
Personal Services	5,165,803	5,256,082	5,220,742	5,583,661	5,682,907
Operating Expenses	2,059,497	2,627,448	2,115,184	2,527,768	2,345,973
Equipment & Intangible Assets	31,069	62,554	62,554	62,554	62,554
Transfers	0	500	500	500	500
Debt Service	3,345	21,700	21,700	21,700	21,700
<b>Total Expenditures</b>	<b>\$7,259,714</b>	<b>\$7,968,284</b>	<b>\$7,420,680</b>	<b>\$8,196,183</b>	<b>\$8,113,634</b>
General Fund	3,636,222	4,300,481	4,195,671	4,624,353	4,612,908
State/Other Special Rev. Funds	2,761,334	2,805,645	2,853,803	3,531,788	3,468,893
Federal Spec. Rev. Funds	862,158	862,158	371,206	40,042	31,833
<b>Total Funds</b>	<b>\$7,259,714</b>	<b>\$7,968,284</b>	<b>\$7,420,680</b>	<b>\$8,196,183</b>	<b>\$8,113,634</b>
<b>Total Ongoing</b>	<b>\$7,259,714</b>	<b>\$7,968,284</b>	<b>\$7,420,680</b>	<b>\$8,277,834</b>	<b>\$8,113,634</b>
<b>Total OTO</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$81,651)</b>	<b>\$0</b>

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**Funding**

The Director's Office is funded mostly with general fund and state special revenue generated from timber sales, taxes on oil and gas, fire protection taxes, and other taxes and fees. State special revenue is used to cover the costs of services provided to other programs in the department. The remaining federal revenue is a portion of the federal funds provided for overhead costs.

**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	4,195,671	4,195,671	8,391,342	90.84 %	7,420,680	7,420,680	14,841,360	91.00 %
SWPL Adjustments	401,080	336,577	737,657	7.99 %	707,284	593,495	1,300,779	7.98 %
PL Adjustments	53,240	24,647	77,887	0.84 %	93,857	43,446	137,303	0.84 %
New Proposals	(25,638)	56,013	30,375	0.33 %	(25,638)	56,013	30,375	0.19 %
<b>Total Budget</b>	<b>\$4,624,353</b>	<b>\$4,612,908</b>	<b>\$9,237,261</b>		<b>\$8,196,183</b>	<b>\$8,113,634</b>	<b>\$16,309,817</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	200,409	135,265	17,654	353,328	0.00	210,351	141,974	18,531	370,856
DP 2 - Fixed Costs	0.00	212,804	143,654	18,751	375,209	0.00	138,162	93,259	12,173	243,594
DP 3 - Inflation Deflation	0.00	(186)	0	0	(186)	0.00	(117)	0	0	(117)
DP 50 - Fixed Cost Reductions	0.00	(11,947)	(8,067)	(1,053)	(21,067)	0.00	(11,819)	(7,978)	(1,041)	(20,838)
DP 2101 - DO OPERATING ADJUSTMENTS	0.00	43,827	29,582	3,861	77,270	0.00	18,372	12,401	1,619	32,392
DP 2102 - DO FUNDING SHIFT	0.00	0	371,206	(371,206)	0	0.00	0	371,206	(371,206)	0
DP 2103 - DO OFFICE OF INFORMATION TECHNOLOGY POSITION	1.00	67,181	45,342	5,919	118,442	1.00	64,043	43,225	5,641	112,909
DP 2105 - DO SERVICENOW REDUCTION	0.00	(57,768)	(38,997)	(5,090)	(101,855)	0.00	(57,768)	(38,997)	(5,090)	(101,855)
<b>Grand Total All Present Law Adjustments</b>	<b>1.00</b>	<b>\$454,320</b>	<b>\$677,985</b>	<b>(\$331,164)</b>	<b>\$801,141</b>	<b>1.00</b>	<b>\$361,224</b>	<b>\$615,090</b>	<b>(\$339,373)</b>	<b>\$636,941</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 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 the following: 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 the Governor’s proposal for fixed costs for warehouses, storage rooms and information technology.

DP 2101 - DO OPERATING ADJUSTMENTS -

The legislature approved an increase in general fund, state special revenue, and federal funds for various operating adjustments, such as contracted services for a business analysis, office equipment rental, and rent for the DNRC Director’s Office portion of the headquarters office located in Helena.

DP 2102 - DO FUNDING SHIFT -

The legislature approved a shift in funding from federal sources to state special revenue. This moves funding from the Director’s Office indirect assessment on federal special revenue account to a state special revenue account to properly record the revenues and expenditures of those assessments.

DP 2103 - DO OFFICE OF INFORMATION TECHNOLOGY POSITION -

The legislature approved an increase of 1.00 FTE and appropriations from the general fund, state special revenue, and federal sources. The appropriation will fund an information security officer for cybersecurity for the department’s data and systems as required by 2-15-114, MCA.

DP 2105 - DO SERVICENOW REDUCTION -

This change reflects efficiencies that will be identified and implemented using the suite of ServiceNow products that are included in the State Information Technology Services Division fixed cost included in SWPL 2.

**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 2106 - DO OIT NRIS/GIS FIXED COST ADJUSTMENT	0.00	56,013	0	0	56,013	0.00	56,013	0	0	56,013
DP 5555 - Reduce GF Budget for State Share Holiday	0.00	(81,651)	0	0	(81,651)	0.00	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>(\$25,638)</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$25,638)</b>	<b>0.00</b>	<b>\$56,013</b>	<b>\$0</b>	<b>\$0</b>	<b>\$56,013</b>

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

DP 2106 - DO OIT NRIS/GIS FIXED COST ADJUSTMENT -

The legislature approved an increase in expenditure for the Montana State Library natural resource information system and geographic information service.

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	3,267,075	3,191,962	(75,113)	(2.30)%
Operating Expenses	1,012,059	1,037,664	25,605	2.53 %
Equipment & Intangible Assets	113,100	113,100	0	0.00 %
<b>Total Expenditures</b>	<b>\$4,392,234</b>	<b>\$4,342,726</b>	<b>(\$49,508)</b>	<b>(1.13)%</b>
State/Other Special Rev. Funds	4,209,850	4,129,342	(80,508)	(1.91)%
Federal Spec. Rev. Funds	182,384	213,384	31,000	17.00 %
<b>Total Funds</b>	<b>\$4,392,234</b>	<b>\$4,342,726</b>	<b>(\$49,508)</b>	<b>(1.13)%</b>
<b>Total Ongoing</b>	<b>\$4,392,234</b>	<b>\$4,342,726</b>	<b>(\$49,508)</b>	<b>(1.13)%</b>
<b>Total OTO</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>0.00 %</b>

**Page Reference**

LFD Budget Analysis C-180

**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	19.50	19.50	19.50	19.50
Personal Services	1,354,737	1,616,507	1,650,568	1,594,923	1,597,039
Operating Expenses	323,167	489,940	522,119	519,172	518,492
Equipment & Intangible Assets	0	56,550	56,550	56,550	56,550
<b>Total Expenditures</b>	<b>\$1,677,904</b>	<b>\$2,162,997</b>	<b>\$2,229,237</b>	<b>\$2,170,645</b>	<b>\$2,172,081</b>
State/Other Special Rev. Funds	1,602,213	2,087,305	2,122,545	2,063,953	2,065,389
Federal Spec. Rev. Funds	75,691	75,692	106,692	106,692	106,692
<b>Total Funds</b>	<b>\$1,677,904</b>	<b>\$2,162,997</b>	<b>\$2,229,237</b>	<b>\$2,170,645</b>	<b>\$2,172,081</b>
<b>Total Ongoing</b>	<b>\$1,677,904</b>	<b>\$2,162,997</b>	<b>\$2,229,237</b>	<b>\$2,170,645</b>	<b>\$2,172,081</b>
<b>Total OTO</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

**Page Reference**

LFD Budget Analysis C-181

**Funding**

The division is funded through taxes levied on oil and gas production and fees paid by operators of class II injection wells.



Statutory funds are appropriated for oil and gas damage mitigation.

**Program 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 %	2,229,237	2,229,237	4,458,474	102.67 %
SWPL Adjustments	0	0	0	0.00 %	(58,592)	(57,156)	(115,748)	(2.67)%
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>\$2,170,645</b>	<b>\$2,172,081</b>	<b>\$4,342,726</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	(55,645)	0	(55,645)	0.00	0	(53,529)	0	(53,529)
DP 2 - Fixed Costs	0.00	0	(2,947)	0	(2,947)	0.00	0	(3,627)	0	(3,627)
<b>Grand Total All Present Law Adjustments</b>	<b>0.00</b>	<b>\$0</b>	<b>(\$58,592)</b>	<b>\$0</b>	<b>(\$58,592)</b>	<b>0.00</b>	<b>\$0</b>	<b>(\$57,156)</b>	<b>\$0</b>	<b>(\$57,156)</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 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 the following: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

## 57060 - Department Of Natural Resources And Conservation 23-Conservation & Resource Dev.

### 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	5,100,810	5,414,893	314,083	6.16%	
Operating Expenses	6,146,233	2,275,969	(3,870,264)	(62.97)%	
Equipment & Intangible Assets	111,486	87,486	(24,000)	(21.53)%	
Local Assistance	8,116,180	8,116,180	0	0.00%	
Grants	3,806,498	4,580,498	774,000	20.33%	
Benefits & Claims	800,000	800,000	0	0.00%	
Debt Service	732	0	(732)	(100.00)%	
<b>Total Expenditures</b>	<b>\$24,081,939</b>	<b>\$21,275,026</b>	<b>(\$2,806,913)</b>	<b>(11.66)%</b>	
General Fund	3,436,060	3,606,168	170,108	4.95%	
State/Other Special Rev. Funds	20,152,307	17,052,286	(3,100,021)	(15.38)%	
Federal Spec. Rev. Funds	493,572	616,572	123,000	24.92%	
<b>Total Funds</b>	<b>\$24,081,939</b>	<b>\$21,275,026</b>	<b>(\$2,806,913)</b>	<b>(11.66)%</b>	
<b>Total Ongoing</b>	<b>\$23,891,939</b>	<b>\$21,195,786</b>	<b>(\$2,696,153)</b>	<b>(11.28)%</b>	
<b>Total OTO</b>	<b>\$190,000</b>	<b>\$79,240</b>	<b>(\$110,760)</b>	<b>(58.29)%</b>	

### Page Reference

LFD Budget Analysis C-184

### 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	30.17	30.17	30.17	30.17
Personal Services	2,354,355	2,488,911	2,611,899	2,694,627	2,720,266
Operating Expenses	2,535,588	3,059,675	3,086,558	1,137,380	1,138,589
Equipment & Intangible Assets	67,944	67,743	43,743	43,743	43,743
Local Assistance	2,186,870	4,058,090	4,058,090	4,058,090	4,058,090
Grants	1,882,893	1,953,249	1,853,249	2,290,249	2,290,249
Benefits & Claims	0	400,000	400,000	400,000	400,000
Debt Service	727	732	0	0	0
<b>Total Expenditures</b>	<b>\$9,028,377</b>	<b>\$12,028,400</b>	<b>\$12,053,539</b>	<b>\$10,624,089</b>	<b>\$10,650,937</b>
General Fund	1,710,586	1,710,734	1,725,326	1,791,351	1,814,817
State/Other Special Rev. Funds	7,112,506	10,112,380	10,039,927	8,524,452	8,527,834
Federal Spec. Rev. Funds	205,285	205,286	288,286	308,286	308,286
<b>Total Funds</b>	<b>\$9,028,377</b>	<b>\$12,028,400</b>	<b>\$12,053,539</b>	<b>\$10,624,089</b>	<b>\$10,650,937</b>
<b>Total Ongoing</b>	<b>\$9,028,377</b>	<b>\$11,858,400</b>	<b>\$12,033,539</b>	<b>\$10,594,849</b>	<b>\$10,600,937</b>
<b>Total OTO</b>	<b>\$0</b>	<b>\$170,000</b>	<b>\$20,000</b>	<b>\$29,240</b>	<b>\$50,000</b>

### Page Reference

# 57060 - Department Of Natural Resources And Conservation 23-Conservation & Resource Dev.

## LFD Budget Analysis C-185

### Funding

State special revenue is used to fund the Conservation Districts Bureau, Resources Development Bureau, and sage grouse conservation programs. Sources of revenue include interest and earnings from the resource indemnity trust, resource indemnity tax distributions, bond proceeds, fees assessed on hydroelectric facilities, and production taxes on oil and gas. Statutory appropriations for sage grouse habitat are funded by mitigation fees from land developers, donations and transfers from the general fund.

### 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	1,725,326	1,725,326	3,450,652	95.69 %	12,033,539	12,033,539	24,067,078	113.12 %
SWPL Adjustments	(8,215)	(5,509)	(13,724)	(0.38)%	117,310	123,398	240,708	1.13 %
PL Adjustments	95,000	95,000	190,000	5.27 %	382,000	382,000	764,000	3.59 %
New Proposals	(20,760)	0	(20,760)	(0.58)%	(1,908,760)	(1,888,000)	(3,796,760)	(17.85)%
<b>Total Budget</b>	<b>\$1,791,351</b>	<b>\$1,814,817</b>	<b>\$3,606,168</b>		<b>\$10,624,089</b>	<b>\$10,650,937</b>	<b>\$21,275,026</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	(11,939)	115,427	0	103,488	0.00	(9,644)	118,011	0	108,367
DP 2 - Fixed Costs	0.00	3,724	10,098	0	13,822	0.00	4,135	10,896	0	15,031
DP 2301 - CARDD & RANGELAND OPERATING ADJUSTMENTS	0.00	55,000	67,000	20,000	142,000	0.00	55,000	67,000	20,000	142,000
DP 2302 - CARDD CONSERVATION DISTRICT GRANTS	0.00	40,000	160,000	0	200,000	0.00	40,000	160,000	0	200,000
DP 2304 - CARDD FLATHEAD BASIN COMMISSION OPERATING	0.00	0	40,000	0	40,000	0.00	0	40,000	0	40,000
DP 2311 - CARDD FEDERAL FUNDS UPDATE	0.00	0	0	0	0	0.00	0	0	0	0
<b>Grand Total All Present Law Adjustments</b>	<b>0.00</b>	<b>\$86,785</b>	<b>\$392,525</b>	<b>\$20,000</b>	<b>\$499,310</b>	<b>0.00</b>	<b>\$89,491</b>	<b>\$395,907</b>	<b>\$20,000</b>	<b>\$505,398</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 -

**57060 - Department Of Natural Resources And Conservation 23-Conservation & Resource Dev.**

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 the following: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

**DP 2301 - CARDD & RANGELAND OPERATING ADJUSTMENTS -**

The legislature approved an increase for operation expenses such as travel, insurance, and contracted services for the conservation district and resource development bureaus as well as operation expenses for the Wastewater and Drinking Water Program of the Resource Development Bureau.

**DP 2302 - CARDD CONSERVATION DISTRICT GRANTS -**

The legislature approved appropriations of general fund and state special revenue to fund the Conservation District Grant 223 Program. This provides conservation districts with funding to carry out locally led natural resource conservation projects and programs as authorized by law. Additional funding is needed to respond to flooding, forest fires, and the mitigation of these natural resource events.

**DP 2304 - CARDD FLATHEAD BASIN COMMISSION OPERATING -**

The legislature approved an increase in appropriation for operation of the Flathead Basin Commission.

**DP 2311 - CARDD FEDERAL FUNDS UPDATE -**

The legislature approved a transfer of budget authority between federal funding sources that support the State Revolving Fund Program. This decision package has no impact on the overall budget.

**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 52 - Reduce State Special Revenue	0.00	0	(2,125,000)	0	(2,125,000)	0.00	0	(2,125,000)	0	(2,125,000)
DP 2316 - REGIONAL WATER GRANTS	0.00	0	87,000	0	87,000	0.00	0	87,000	0	87,000
DP 2318 - Lake Elmo Restoration (RST/OTO)	0.00	0	50,000	0	50,000	0.00	0	50,000	0	50,000
DP 2319 - Conservation District AIS Check Stations (Restricted)	0.00	0	100,000	0	100,000	0.00	0	100,000	0	100,000
DP 5555 - Reduce GF Budget for State Share Holiday	0.00	(20,760)	0	0	(20,760)	0.00	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>(\$20,760)</b>	<b>(\$1,888,000)</b>	<b>\$0</b>	<b>(\$1,908,760)</b>	<b>0.00</b>	<b>\$0</b>	<b>(\$1,888,000)</b>	<b>\$0</b>	<b>(\$1,888,000)</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 appropriations for state special revenue.

**DP 2316 - REGIONAL WATER GRANTS -**

The legislature approved an appropriation from the coal bed methane state special revenue account (02694) to the agency

for the administration grants to the regional water authority.

DP 2318 - Lake Elmo Restoration (RST/OTO) -

The legislature approved an appropriation from the Environmental Contingency state special revenue account to fund aquatic invasive species eradication at Lake Elmo in Yellowstone county. The project will be administered by the Yellowstone County Conservation District.

DP 2319 - Conservation District AIS Check Stations (Restricted) -

The legislature approved an increase in appropriation from the Environmental Contingency state special revenue account to fund aquatic invasive species check stations operated by conservation districts.

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	22,365,803	23,042,130	676,327	3.02 %
Operating Expenses	13,363,944	15,189,380	1,825,436	13.66 %
Equipment & Intangible Assets	272,998	365,698	92,700	33.96 %
Transfers	83,182	83,182	0	0.00 %
Debt Service	1,299,232	1,477,408	178,176	13.71 %
<b>Total Expenditures</b>	<b>\$37,385,159</b>	<b>\$40,157,798</b>	<b>\$2,772,639</b>	<b>7.42 %</b>
General Fund	21,079,711	22,732,475	1,652,764	7.84 %
State/Other Special Rev. Funds	15,824,298	16,865,158	1,040,860	6.58 %
Federal Spec. Rev. Funds	481,150	560,165	79,015	16.42 %
<b>Total Funds</b>	<b>\$37,385,159</b>	<b>\$40,157,798</b>	<b>\$2,772,639</b>	<b>7.42 %</b>
<b>Total Ongoing</b>	<b>\$37,120,159</b>	<b>\$40,241,657</b>	<b>\$3,121,498</b>	<b>8.41 %</b>
<b>Total OTO</b>	<b>\$265,000</b>	<b>(\$83,859)</b>	<b>(\$348,859)</b>	<b>(131.64)%</b>

### Page Reference

LFD Budget Analysis C-192

### 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	132.26	132.26	136.26	136.26
Personal Services	10,372,877	11,111,542	11,254,261	11,404,357	11,637,773
Operating Expenses	4,404,797	6,637,359	6,726,585	7,471,603	7,717,777
Equipment & Intangible Assets	143,676	139,499	133,499	232,199	133,499
Transfers	19,995	41,591	41,591	41,591	41,591
Debt Service	546,901	560,528	738,704	738,704	738,704
<b>Total Expenditures</b>	<b>\$15,488,246</b>	<b>\$18,490,519</b>	<b>\$18,894,640</b>	<b>\$19,888,454</b>	<b>\$20,269,344</b>
General Fund	9,754,591	10,456,261	10,623,450	11,128,238	11,604,237
State/Other Special Rev. Funds	5,535,231	7,831,911	7,992,387	8,480,278	8,384,880
Federal Spec. Rev. Funds	198,424	202,347	278,803	279,938	280,227
<b>Total Funds</b>	<b>\$15,488,246</b>	<b>\$18,490,519</b>	<b>\$18,894,640</b>	<b>\$19,888,454</b>	<b>\$20,269,344</b>
<b>Total Ongoing</b>	<b>\$15,418,303</b>	<b>\$18,420,519</b>	<b>\$18,699,640</b>	<b>\$19,972,313</b>	<b>\$20,269,344</b>
<b>Total OTO</b>	<b>\$69,943</b>	<b>\$70,000</b>	<b>\$195,000</b>	<b>(\$83,859)</b>	<b>\$0</b>

### Page Reference

LFD Budget Analysis C-193

### Funding

The Water Resources Division is predominantly funded with general fund and state special revenue. Revenue is primarily generated from the sale of electricity at the state owned Toston dam in Broadwater County. Revenues generated from fees include water rights filing fees and water adjudication fees. The division also receives revenue from taxes on metal mines, oil, and gas production.

**Program 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	10,553,450	10,553,450	21,106,900	92.85 %	18,699,640	18,699,640	37,399,280	93.13 %
SWPL Adjustments	(12,765)	20,899	8,134	0.04 %	(5,893)	34,084	28,191	0.07 %
PL Adjustments	500,000	500,000	1,000,000	4.40 %	1,107,154	1,005,732	2,112,886	5.26 %
New Proposals	87,553	529,888	617,441	2.72 %	87,553	529,888	617,441	1.54 %
<b>Total Budget</b>	<b>\$11,128,238</b>	<b>\$11,604,237</b>	<b>\$22,732,475</b>		<b>\$19,888,454</b>	<b>\$20,269,344</b>	<b>\$40,157,798</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	(30,742)	(4,194)	1,025	(33,911)	0.00	(3,933)	1,319	1,306	(1,308)
DP 2 - Fixed Costs	0.00	35,463	10,760	110	46,333	0.00	35,799	10,962	118	46,879
DP 3 - Inflation Deflation	0.00	(17,486)	(829)	0	(18,315)	0.00	(10,967)	(520)	0	(11,487)
DP 2401 - WRD ESSENTIAL OPERATING FUNDS	0.00	500,000	0	0	500,000	0.00	500,000	0	0	500,000
DP 2402 - WRD EAST FORK FINAL DESIGN	0.00	0	400,000	0	400,000	0.00	0	400,000	0	400,000
DP 2404 - WRD FLOW MEASUREMENT EQUIP (RST/OTO)	0.00	0	98,700	0	98,700	0.00	0	0	0	0
DP 2414 - WRD HYDROELECTRIC PLANT OPERATOR FTE	1.00	0	108,454	0	108,454	1.00	0	105,732	0	105,732
<b>Grand Total All Present Law Adjustments</b>	<b>1.00</b>	<b>\$487,235</b>	<b>\$612,891</b>	<b>\$1,135</b>	<b>\$1,101,261</b>	<b>1.00</b>	<b>\$520,899</b>	<b>\$517,493</b>	<b>\$1,424</b>	<b>\$1,039,816</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 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 the following: 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 2401 - WRD ESSENTIAL OPERATING FUNDS -

The legislature approved an increase in general fund to support the eight Water Resources Division regional offices in Billings, Bozeman, Glasgow, Havre, Helena, Kalispell, Lewistown, and Missoula.

DP 2402 - WRD EAST FORK FINAL DESIGN -

The legislature approved an increase in state special revenue for the final design and construction documents for the rehabilitation of the East Fork Dam near Lewistown. Rehabilitation will include a new spillway and seepage mitigation measures.

DP 2404 - WRD FLOW MEASUREMENT EQUIP (RST/OTO) -

The legislature approved a one-time-only increase in state special revenue to purchase equipment to measure flows into reservoirs and canals.

DP 2414 - WRD HYDROELECTRIC PLANT OPERATOR FTE -

The legislature approved an increase in state special revenue to support an increase of 1.00 FTE at the Broadwater Power Project. The funding will support a hydroelectric plant operator.

**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 2405 - CSKT -MONTANA COMPACT IMPLEMENTATION	3.00	270,112	0	0	270,112	3.00	529,888	0	0	529,888
DP 5555 - Reduce GF Budget for State Share Holiday	0.00	(182,559)	0	0	(182,559)	0.00	0	0	0	0
<b>Total</b>	<b>3.00</b>	<b>\$87,553</b>	<b>\$0</b>	<b>\$0</b>	<b>\$87,553</b>	<b>3.00</b>	<b>\$529,888</b>	<b>\$0</b>	<b>\$0</b>	<b>\$529,888</b>

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

DP 2405 - CSKT -MONTANA COMPACT IMPLEMENTATION -

The legislature approved an \$800,000 increase in general fund to implement the Confederated Salish and Kootenai Tribes - State of Montana Water Rights Compact. This funding will be used to implement the compact by providing technical and administrative support for on and off-reservation water rights administration, water measurement, and evaluating large scale rehabilitation and restoration projects which directly affect the long-term validity of the Flathead Indian Irrigation Project (FIIP) and the significant number of users served by the FIIP. The request includes 3.00 FTE including 1.00 FTE for a hydrologist, 1.00 FTE for a water conservation specialist, and 1.00 FTE for a civil engineering specialist.

The legislature restricted \$100,000 in each year of the biennium to implement the Montana Environmental Policy Act (MEPA)(75-1-102, MCA), National Environmental Protection Act (NEPA)(42 U.S.C. §§ 4321 et seq.), and the protection and administration of state-based water rights.

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	45,632,520	45,457,429	(175,091)	(0.38)%
Operating Expenses	18,313,593	18,515,837	202,244	1.10 %
Equipment & Intangible Assets	1,867,258	2,113,440	246,182	13.18 %
Capital Outlay	43,900	0	(43,900)	(100.00)%
Grants	594,930	494,930	(100,000)	(16.81)%
Transfers	3,369,304	3,364,304	(5,000)	(0.15)%
Debt Service	53,562	49,874	(3,688)	(6.89)%
<b>Total Expenditures</b>	<b>\$69,875,067</b>	<b>\$69,995,814</b>	<b>\$120,747</b>	<b>0.17 %</b>
General Fund	29,314,488	28,235,561	(1,078,927)	(3.68)%
State/Other Special Rev. Funds	38,119,758	39,008,429	888,671	2.33 %
Federal Spec. Rev. Funds	2,440,824	2,751,824	311,000	12.74 %
<b>Total Funds</b>	<b>\$69,875,070</b>	<b>\$69,995,814</b>	<b>\$120,744</b>	<b>0.17 %</b>
<b>Total Ongoing</b>	<b>\$68,059,070</b>	<b>\$70,300,517</b>	<b>\$2,241,447</b>	<b>3.29 %</b>
<b>Total OTO</b>	<b>\$1,816,000</b>	<b>(\$304,703)</b>	<b>(\$2,120,703)</b>	<b>(116.78)%</b>

**Page Reference**

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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	290.18	290.18	293.68	293.68
Personal Services	22,174,280	22,625,678	23,006,842	22,548,435	22,908,994
Operating Expenses	8,520,761	9,033,346	9,280,247	9,261,754	9,254,083
Equipment & Intangible Assets	813,312	810,538	1,056,720	1,056,720	1,056,720
Capital Outlay	43,917	43,900	0	0	0
Grants	279,743	347,465	247,465	247,465	247,465
Transfers	1,692,842	1,687,152	1,682,152	1,682,152	1,682,152
Debt Service	16,685	28,625	24,937	24,937	24,937
<b>Total Expenditures</b>	<b>\$33,541,540</b>	<b>\$34,576,704</b>	<b>\$35,298,363</b>	<b>\$34,821,463</b>	<b>\$35,174,351</b>
General Fund	14,498,168	14,547,913	14,766,575	13,952,431	14,283,130
State/Other Special Rev. Funds	18,182,891	18,963,882	19,155,876	19,493,120	19,515,309
Federal Spec. Rev. Funds	860,481	1,064,912	1,375,912	1,375,912	1,375,912
<b>Total Funds</b>	<b>\$33,541,540</b>	<b>\$34,576,707</b>	<b>\$35,298,363</b>	<b>\$34,821,463</b>	<b>\$35,174,351</b>
<b>Total Ongoing</b>	<b>\$32,658,541</b>	<b>\$33,643,707</b>	<b>\$34,415,363</b>	<b>\$35,126,166</b>	<b>\$35,174,351</b>
<b>Total OTO</b>	<b>\$882,999</b>	<b>\$933,000</b>	<b>\$883,000</b>	<b>(\$304,703)</b>	<b>\$0</b>

**Page Reference**

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**Funding**

General fund provides general division support as well as the fixed costs of the fire protection program. About half of all funding is from state special revenue. The primary source of state special funding comes from the fire protection taxes fund and the timber sales, forest resources fees, and Trust Lands Management Division (TLMD) administration fund revenue. Statutory appropriation support 7.00 FTE that perform forest management on federal lands through the good neighbor authority and are funded through revenues generated by that program. Proprietary revenues are generated from the sale of state nursery products, and fees charged other agencies for aircraft services.

**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	13,883,575	13,883,575	27,767,150	98.34 %	34,415,363	34,415,363	68,830,726	98.34 %	
SWPL Adjustments	81,587	118,520	200,107	0.71 %	91,256	157,479	248,735	0.36 %	
PL Adjustments	255,410	244,473	499,883	1.77 %	582,985	564,947	1,147,932	1.64 %	
New Proposals	(268,141)	36,562	(231,579)	(0.82)%	(268,141)	36,562	(231,579)	(0.33)%	
<b>Total Budget</b>	<b>\$13,952,431</b>	<b>\$14,283,130</b>	<b>\$28,235,561</b>		<b>\$34,821,463</b>	<b>\$35,174,351</b>	<b>\$69,995,814</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	60,512	21,918	0	82,430	0.00	86,516	51,622	0	138,138
DP 2 - Fixed Costs	0.00	28,329	(1,348)	0	26,981	0.00	36,553	(5,827)	0	30,726
DP 3 - Inflation Deflation	0.00	(7,254)	(10,901)	0	(18,155)	0.00	(4,549)	(6,836)	0	(11,385)
DP 35101 - FD FIRE PROTECTION & COUNTY CO-OP RESOURCES	1.50	236,553	116,510	0	353,063	1.50	225,198	110,917	0	336,115
DP 35103 - FD FEDERAL FUNDS UPDATE	0.00	0	0	0	0	0.00	0	0	0	0
DP 35201 - TLMD FORESTER FTE FOR FOREST MANAGEMENT	2.00	0	168,042	0	168,042	2.00	0	162,539	0	162,539
DP 35202 - TLMD & FORESTRY - OPERATING ADJUSTMENTS	0.00	18,857	43,023	0	61,880	0.00	19,275	47,018	0	66,293
<b>Grand Total All Present Law Adjustments</b>	<b>3.50</b>	<b>\$336,997</b>	<b>\$337,244</b>	<b>\$0</b>	<b>\$674,241</b>	<b>3.50</b>	<b>\$362,993</b>	<b>\$359,433</b>	<b>\$0</b>	<b>\$722,426</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 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 the following: 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 35101 - FD FIRE PROTECTION & COUNTY CO-OP RESOURCES -

The legislature approved an increase of 1.50 FTE funded with general fund and state special revenue. The positions will support County Co-op Fire Protection Program capacity and modernize resources to meet current and expected needs related to aviation, communications, and operational support.

DP 35103 - FD FEDERAL FUNDS UPDATE -

The legislature approved shifting federal appropriation authority between several federal funds, this decision package does not affect the overall budget.

DP 35201 - TLMD FORESTER FTE FOR FOREST MANAGEMENT -

The legislature approved an increase of 2.00 FTE funded with state special revenue and related operating expenses. The positions will provide additional timber sale capacity for the Forest Management Program.

DP 35202 - TLMD & FORESTRY - OPERATING ADJUSTMENTS -

The legislature approved an increase in general fund and state special revenue appropriation for operating cost at the field offices for Northwestern, Central, Northeastern Land Offices and the Trust Lands headquarters.

**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	(304,703)	0	0	(304,703)	0.00	0	0	0	0
DP 18001 - O&M for new facilities	0.00	36,562	0	0	36,562	0.00	36,562	0	0	36,562
<b>Total</b>	<b>0.00</b>	<b>(\$268,141)</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$268,141)</b>	<b>0.00</b>	<b>\$36,562</b>	<b>\$0</b>	<b>\$0</b>	<b>\$36,562</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. The proposal is contingent on passage and approval of Senate Bill 110.

DP 18001 - O&M for new facilities -

The legislature approved an increase in general fund for the operation and maintenance of new construction authorized in

HB 5. The new construction is for conservation district offices. This funding is contingent on inclusion of the project in HB 5.