

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	98,236,906	100,089,563	1,852,657	1.89 %
Operating Expenses	55,054,073	56,169,112	1,115,039	2.03 %
Equipment & Intangible Assets	841,208	989,698	148,490	17.65 %
Grants	19,848,191	19,645,272	(202,919)	(1.02)%
Benefits & Claims	200,778	200,778	0	0.00 %
Transfers	1,070,797	834,666	(236,131)	(22.05)%
Debt Service	536,929	482,348	(54,581)	(10.17)%
Total Expenditures	\$175,788,882	\$178,411,437	\$2,622,555	1.49 %
General Fund	3,996,198	4,103,889	107,691	2.69 %
State/Other Special Rev. Funds	104,842,975	106,150,943	1,307,968	1.25 %
Federal Spec. Rev. Funds	66,949,709	68,156,605	1,206,896	1.80 %
Total Funds	\$175,788,882	\$178,411,437	\$2,622,555	1.49 %
Total Ongoing	\$175,618,882	\$178,443,417	\$2,824,535	1.61 %
Total OTO	\$170,000	(\$31,980)	(\$201,980)	(118.81)%

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Agency Highlights

Department of Labor and Industry Major Budget Highlights	
<ul style="list-style-type: none"> • The Department of Labor and Industry's 2023 biennium budget is approximately \$2.6 million or 1.5% higher than the 2021 biennium budget. The legislature's adopted budget includes: <ul style="list-style-type: none"> ◦ Increases in statewide present law adjustments for personal services, fixed costs, and inflation/deflation ◦ An additional 1.0% vacancy savings reduction included in the Commissioner's Office and Centralized Services Division with language allowing the agency to allocate the reduction among its various programs ◦ Increases in state special revenue for the Montana Career Information System (MCIS) due to expiring federal funding ◦ Increases to facilitate payment of the anticipated increases to the maintenance contract for the Unemployment Insurance Tax System ◦ An increase in federal special funds to continue operations for the occupational health and safety surveillance program ◦ Increases in state special revenue for general operating adjustments and new technology ◦ Increases in state special revenue to purchase new vehicles for weights and measures field inspectors and for the field inspectors on several professional boards ◦ A decrease in state special revenue appropriations for the Montana Health and Economic Livelihood Partnership (HELP) Act 	

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	668.48	668.48	669.48	669.48
Personal Services	44,527,004	48,587,640	49,649,266	49,963,159	50,126,404
Operating Expenses	23,901,829	27,426,252	27,627,821	28,103,851	28,065,261
Equipment & Intangible Assets	419,764	447,884	393,324	505,849	483,849
Grants	8,047,986	10,025,555	9,822,636	9,822,636	9,822,636
Benefits & Claims	33,950	100,389	100,389	100,389	100,389
Transfers	494,535	663,464	407,333	417,333	417,333
Debt Service	246,389	295,755	241,174	241,174	241,174
Total Expenditures	\$77,671,457	\$87,546,939	\$88,241,943	\$89,154,391	\$89,257,046
General Fund	1,984,135	1,985,868	2,010,330	2,032,144	2,071,745
State/Other Special Rev. Funds	47,481,849	52,241,253	52,601,722	53,062,074	53,088,869
Federal Spec. Rev. Funds	28,205,473	33,319,818	33,629,891	34,060,173	34,096,432
Total Funds	\$77,671,457	\$87,546,939	\$88,241,943	\$89,154,391	\$89,257,046
Total Ongoing	\$77,586,457	\$87,461,939	\$88,156,943	\$89,186,371	\$89,257,046
Total OTO	\$85,000	\$85,000	\$85,000	(\$31,980)	\$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	668.48	670.48	669.48	(1.00)	670.48	669.48	(1.00)	(1.00)
Personal Services	49,649,266	50,575,919	49,963,159	(612,760)	50,740,726	50,126,404	(614,322)	(1,227,082)
Operating Expenses	27,627,821	28,778,063	28,103,851	(674,212)	28,743,632	28,065,261	(678,371)	(1,352,583)
Equipment & Intangible Assets	393,324	505,849	505,849	0	483,849	483,849	0	0
Capital Outlay	0	0	0	0	0	0	0	0
Grants	9,822,636	9,822,636	9,822,636	0	9,822,636	9,822,636	0	0
Benefits & Claims	100,389	100,389	100,389	0	100,389	100,389	0	0
Transfers	407,333	417,333	417,333	0	417,333	417,333	0	0
Debt Service	241,174	241,174	241,174	0	241,174	241,174	0	0
Total Costs	\$88,241,943	\$90,441,363	\$89,154,391	(\$1,286,972)	\$90,549,739	\$89,257,046	(\$1,292,693)	(\$2,579,665)
General Fund	2,010,330	2,048,088	2,032,144	(15,944)	2,087,863	2,071,745	(16,118)	(32,062)
State/other Special Rev. Funds	52,601,722	54,152,776	53,062,074	(1,090,702)	54,182,293	53,088,869	(1,093,424)	(2,184,126)
Federal Spec. Rev. Funds	33,629,891	34,240,499	34,060,173	(180,326)	34,279,583	34,096,432	(183,151)	(363,477)
Other	0	0	0	0	0	0	0	0
Total Funds	\$88,241,943	\$90,441,363	\$89,154,391	(\$1,286,972)	\$90,549,739	\$89,257,046	(\$1,292,693)	(\$2,579,665)
Total Ongoing	\$88,156,943	\$90,473,343	\$89,186,371	(\$1,286,972)	\$90,549,739	\$89,257,046	(\$1,292,693)	(\$2,579,665)
Total OTO	\$85,000	(\$31,980)	(\$31,980)	\$0	\$0	\$0	\$0	\$0

The legislature adopted ongoing appropriations that are \$2.6 million lower than the proposed appropriations for the 2023 biennium. Significant changes include:

- Adoption of DP 401, for the occupational health and safety surveillance grant. The executive request was to fund 1.00 FTE. The legislature removed the additional FTE but moved the corresponding funding of \$89,626 in FY 2022 and \$89,692 in FY 2023 into operating expenses, which resulted in a reduction in personal services and an increase in operating expenses
- A decrease in operating expenses of approximately \$14,000 FY 2022 and \$18,000 in FY 2023 due to a reduction in fixed costs for warehouses, storage rooms, and information technology
- Decreased personal services for an additional 1.0% vacancy savings
- A decrease in state special revenue for the Montana HELP Act

Funding

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

Total Department of Labor and Industry Funding by Source of Authority 2023 Biennium Budget Request - Department of Labor and Industry						
Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	4,135,869	(31,980)	0	0	4,103,889	0.32 %
State Special Total	106,150,943	0	0	1,269,606	107,420,549	8.32 %
Federal Special Total	68,156,605	0	0	0	68,156,605	5.28 %
Proprietary Total	0	0	1,110,443,436	737,301	1,111,180,737	86.08 %
Other Total	0	0	0	0	0	0.00 %
Total All Funds	\$178,443,417	(\$31,980)	\$1,110,443,436	\$2,006,907	\$1,290,861,780	
Percent - Total All Sources	13.82 %	(0.00)%	86.02 %	0.16 %		

HB 2 Authority

General Fund

The general fund supports activities in the Commissioner’s Office and Centralized Services Division, Employment Relations Division, and the Office of Community Services.

State Special Revenue

State special revenue funds include the employment security account, accounts for professional licensing boards or programs, and the uninsured employers fund. The majority of state special revenue used by the department is from the employment security account, which generates revenue from an administrative assessment against the payrolls of Montana employers.

Federal Special Revenue

Approximately 5.3% of the total funding for the Department of Labor and Industry is from federal special revenue. The uses and requirements for these funds are determined by the federal agencies granting the funding.

Non-Budgeted Proprietary Funding

Proprietary funding is 86.0% of all funding for the Department of Labor and Industry. A majority of this funding is nonbudgeted proprietary funding for unemployment benefits.

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	2,010,330	2,010,330	4,020,660	97.97 %	88,156,943	88,156,943	176,313,886	98.82 %
SWPL Adjustments	69,738	77,533	147,271	3.59 %	1,191,125	1,295,027	2,486,152	1.39 %
PL Adjustments	(15,944)	(16,118)	(32,062)	(0.78)%	(31,070)	(66,295)	(97,365)	(0.05)%
New Proposals	(31,980)	0	(31,980)	(0.78)%	(162,607)	(128,629)	(291,236)	(0.16)%
Total Budget	\$2,032,144	\$2,071,745	\$4,103,889		\$89,154,391	\$89,257,046	\$178,411,437	

Language and Statutory Authority

The Commissioner’s Office/Centralized Services Division includes a reduction in general fund of \$15,694 in FY 2022 and \$15,746 in FY 2023, state special revenue of \$332,634 in FY 2022 and \$333,586 in FY 2023, and federal special revenue

of \$174,806 in FY 2022 and \$175,298 in FY 2023. The reduction is the equivalent of an additional 1% vacancy savings. The agency may allocate this reduction in funding among programs when developing 2023 biennium operating plans.

The Montana Help Act special revenue fund in the Department of Labor and Industry is 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	33,447,561	34,801,714	1,354,153	4.05 %
Operating Expenses	13,444,731	12,832,643	(612,088)	(4.55)%
Equipment & Intangible Assets	25,816	25,816	0	0.00 %
Grants	13,648,747	13,445,828	(202,919)	(1.49)%
Transfers	444,128	203,628	(240,500)	(54.15)%
Debt Service	278,774	248,774	(30,000)	(10.76)%
Total Expenditures	\$61,289,757	\$61,558,403	\$268,646	0.44 %
State/Other Special Rev. Funds	28,260,867	27,689,518	(571,349)	(2.02)%
Federal Spec. Rev. Funds	33,028,890	33,868,885	839,995	2.54 %
Total Funds	\$61,289,757	\$61,558,403	\$268,646	0.44 %
Total Ongoing	\$61,119,757	\$61,558,403	\$438,646	0.72 %
Total OTO	\$170,000	\$0	(\$170,000)	(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	244.50	244.50	244.50	244.50
Personal Services	15,224,289	16,511,599	16,935,962	17,381,843	17,419,871
Operating Expenses	5,249,468	6,487,444	6,957,287	6,413,638	6,419,005
Equipment & Intangible Assets	0	12,908	12,908	12,908	12,908
Grants	5,053,245	6,925,833	6,722,914	6,722,914	6,722,914
Transfers	235,480	342,314	101,814	101,814	101,814
Debt Service	111,847	154,387	124,387	124,387	124,387
Total Expenditures	\$25,874,329	\$30,434,485	\$30,855,272	\$30,757,504	\$30,800,899
State/Other Special Rev. Funds	12,139,917	14,053,049	14,207,818	13,833,298	13,856,220
Federal Spec. Rev. Funds	13,734,412	16,381,436	16,647,454	16,924,206	16,944,679
Total Funds	\$25,874,329	\$30,434,485	\$30,855,272	\$30,757,504	\$30,800,899
Total Ongoing	\$25,789,329	\$30,349,485	\$30,770,272	\$30,757,504	\$30,800,899
Total OTO	\$85,000	\$85,000	\$85,000	\$0	\$0

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Funding

HB 2 Authority

State Special Revenue

State special revenue includes funding from the employment security account and the Montana HELP Act. The revenue for the employment security account is generated from an administrative assessment against the payrolls of Montana employers. Statute enumerates the use of the fund, including the operating expenses of the job services offices.

Federal Special Revenue

The majority of federal special revenues are from two federal programs: Wagner-Peyser Act and Workforce Innovation and Opportunity Act (WIOA) employment training grant. The uses and requirements for these funds are determined by the federal agencies granting the funding.

Non-Budgeted Proprietary Funding

Proprietary funding is received from rates charged to entities participating in the Montana Career Information System.

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 %	30,770,272	30,770,272	61,540,544	99.97 %
SWPL Adjustments	0	0	0	0.00 %	658,841	705,800	1,364,641	2.22 %
PL Adjustments	0	0	0	0.00 %	78,391	74,827	153,218	0.25 %
New Proposals	0	0	0	0.00 %	(750,000)	(750,000)	(1,500,000)	(2.44)%
Total Budget	\$0	\$0	\$0		\$30,757,504	\$30,800,899	\$61,558,403	

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	284,761	161,120	445,881	0.00	0	304,133	179,776	483,909
DP 2 - Fixed Costs	0.00	0	108,397	132,956	241,353	0.00	0	107,883	131,815	239,698
DP 3 - Inflation Deflation	0.00	0	(15,225)	(13,168)	(28,393)	0.00	0	(9,549)	(8,258)	(17,807)
DP 50 - SWPLA Fixed Cost Reductions	0.00	0	(3,388)	(4,156)	(7,544)	0.00	0	(5,000)	(6,108)	(11,108)
DP 101 - MCIS Funding To Continue Free Website Access	0.00	0	85,935	0	85,935	0.00	0	85,935	0	85,935
Grand Total All Present Law Adjustments	0.00	\$0	\$460,480	\$276,752	\$737,232	0.00	\$0	\$483,402	\$297,225	\$780,627

**"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 made 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 made 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 - SWPLA Fixed Cost Reductions -

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

DP 101 - MCIS Funding To Continue Free Website Access -

The legislature adopted an increase in state special revenue appropriations to continue general operation and maintenance of the Montana Career Information System (MCIS). MCIS is a comprehensive career information delivery system that is accessible online and has been available at no cost to Montanans through grant funding. The legislature adopted a state special revenue appropriation in order to continue providing the basic service to Montanans free of cost.

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 520 - State Special Appropriation Reduction	0.00	0	(750,000)	0	(750,000)	0.00	0	(750,000)	0	(750,000)
Total	0.00	\$0	(\$750,000)	\$0	(\$750,000)	0.00	\$0	(\$750,000)	\$0	(\$750,000)

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

DP 520 - State Special Appropriation Reduction -

The legislature adopted a reduction in state special revenue appropriations for the HELP Act program.

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	20,246,318	20,735,741	489,423	2.42 %
Operating Expenses	14,204,082	14,260,497	56,415	0.40 %
Debt Service	74,707	73,010	(1,697)	(2.27)%
Total Expenditures	\$34,525,107	\$35,069,248	\$544,141	1.58 %
State/Other Special Rev. Funds	11,768,008	12,056,609	288,601	2.45 %
Federal Spec. Rev. Funds	22,757,099	23,012,639	255,540	1.12 %
Total Funds	\$34,525,107	\$35,069,248	\$544,141	1.58 %
Total Ongoing	\$34,525,107	\$35,069,248	\$544,141	1.58 %
Total OTO	\$0	\$0	\$0	0.00 %

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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	148.61	148.61	148.61	148.61
Personal Services	9,385,242	9,911,171	10,335,147	10,354,525	10,381,216
Operating Expenses	6,180,161	7,197,032	7,007,050	7,109,721	7,150,776
Debt Service	38,202	38,202	36,505	36,505	36,505
Total Expenditures	\$15,603,605	\$17,146,405	\$17,378,702	\$17,500,751	\$17,568,497
State/Other Special Rev. Funds	5,817,714	5,842,432	5,925,576	6,000,264	6,056,345
Federal Spec. Rev. Funds	9,785,891	11,303,973	11,453,126	11,500,487	11,512,152
Total Funds	\$15,603,605	\$17,146,405	\$17,378,702	\$17,500,751	\$17,568,497
Total Ongoing	\$15,603,605	\$17,146,405	\$17,378,702	\$17,500,751	\$17,568,497
Total OTO	\$0	\$0	\$0	\$0	\$0

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Funding

HB 2 Authority

The HB 2 funds support the administrative and operational functions of the Unemployment Insurance Division.

State Special Revenue

The majority of the state special revenues used by the division are derived from an assessment charged to employers as a percentage of their payroll and deposited into the employment security account.

Federal Special Revenue

Unemployment insurance administrative grants are federal funds that Montana receives for the administration of the Unemployment Insurance Division. Montana businesses pay a federal unemployment tax that is partially used to fund these grants.

Non-Budgeted Proprietary Funding

State unemployment taxes (SUTA) are paid into a proprietary account to fund unemployment benefits for claimants. The amount of the tax depends on the ratio of the unemployment insurance trust fund balance to the total covered wages in Montana and the employer's experience. Montana uses 11 schedules with 10 contribution rates in each schedule to assess SUTA.

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 %	17,378,702	17,378,702	34,757,404	99.11 %
SWPL Adjustments	0	0	0	0.00 %	73,806	91,974	165,780	0.47 %
PL Adjustments	0	0	0	0.00 %	48,243	97,821	146,064	0.42 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$0	\$0	\$0		\$17,500,751	\$17,568,497	\$35,069,248	

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	6,640	12,738	19,378	0.00	0	15,786	30,283	46,069
DP 2 - Fixed Costs	0.00	0	19,257	36,941	56,198	0.00	0	16,110	30,905	47,015
DP 3 - Inflation Deflation	0.00	0	(607)	(1,163)	(1,770)	0.00	0	(380)	(730)	(1,110)
DP 50 - SWPLA Fixed Cost Reductions	0.00	0	(602)	(1,155)	(1,757)	0.00	0	(747)	(1,432)	(2,179)
DP 201 - UI Tax Maintenance	0.00	0	50,000	0	50,000	0.00	0	100,000	0	100,000
Grand Total All Present Law Adjustments	0.00	\$0	\$74,688	\$47,361	\$122,049	0.00	\$0	\$130,769	\$59,026	\$189,795

**"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 made 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 made 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 - SWPLA Fixed Cost Reductions -

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

DP 201 - UI Tax Maintenance -

The legislature adopted a base appropriation adjustment to facilitate payment of the anticipated increases to the maintenance contract for the UI Tax System. The request is for ongoing state special revenue funding.

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	1,790,382	957,783	(832,599)	(46.50)%
Operating Expenses	1,487,815	1,215,893	(271,922)	(18.28)%
Transfers	40,000	40,000	0	0.00 %
Debt Service	5,941	6,718	777	13.08 %
Total Expenditures	\$3,324,138	\$2,220,394	(\$1,103,744)	(33.20)%
General Fund	579,220	616,279	37,059	6.40 %
State/Other Special Rev. Funds	1,577,219	739,445	(837,774)	(53.12)%
Federal Spec. Rev. Funds	1,167,699	864,670	(303,029)	(25.95)%
Total Funds	\$3,324,138	\$2,220,394	(\$1,103,744)	(33.20)%
Total Ongoing	\$3,324,138	\$2,225,003	(\$1,099,135)	(33.07)%
Total OTO	\$0	(\$4,609)	(\$4,609)	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	10.50	10.50	10.50	10.50
Personal Services	791,444	883,478	906,904	476,243	481,540
Operating Expenses	819,504	881,893	605,922	607,901	607,992
Transfers	20,000	20,000	20,000	20,000	20,000
Debt Service	2,518	2,582	3,359	3,359	3,359
Total Expenditures	\$1,633,466	\$1,787,953	\$1,536,185	\$1,107,503	\$1,112,891
General Fund	264,866	264,969	314,251	305,527	310,752
State/Other Special Rev. Funds	855,330	943,191	634,028	369,942	369,503
Federal Spec. Rev. Funds	513,270	579,793	587,906	432,034	432,636
Total Funds	\$1,633,466	\$1,787,953	\$1,536,185	\$1,107,503	\$1,112,891
Total Ongoing	\$1,633,466	\$1,787,953	\$1,536,185	\$1,112,112	\$1,112,891
Total OTO	\$0	\$0	\$0	(\$4,609)	\$0

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Funding

HB 2 Authority

The majority of the funding appropriated by HB 2 supports the Hearings Unit.

State Special Revenue

Approximately 88.2% of the state special revenue for the Commissioner's Office is derived from the assessments of employers deposited into the employment security account. The Business Standards Division (BSD) hearings fund makes up most of the remaining state special revenue. This fund is used by the Office of Administrative Hearings when hearing cases are from the BSD.

Federal Special Revenue

Federal special revenue is primarily made up of unemployment insurance administrative grants.

Non-Budgeted Proprietary Funding

The Commissioner's Office and Centralized Services Division have two different proprietary funding sources for the operations of the various functions within the office. A discussion of the proposed uses and funding for each of the functions is included in the Proprietary Rates section of the narrative. These funds are considered and approved as rates charged to other divisions within the agency.

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	314,251	314,251	628,502	101.98 %	1,536,185	1,536,185	3,072,370	138.37 %
SWPL Adjustments	11,601	12,280	23,881	3.88 %	99,134	101,445	200,579	9.03 %
PL Adjustments	(15,716)	(15,779)	(31,495)	(5.11)%	(523,207)	(524,739)	(1,047,946)	(47.20)%
New Proposals	(4,609)	0	(4,609)	(0.75)%	(4,609)	0	(4,609)	(0.21)%
Total Budget	\$305,527	\$310,752	\$616,279		\$1,107,503	\$1,112,891	\$2,220,394	

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	10,987	68,129	17,966	97,082	0.00	11,628	68,623	19,015	99,266
DP 2 - Fixed Costs	0.00	699	494	1,143	2,336	0.00	705	499	1,153	2,357
DP 3 - Inflation Deflation	0.00	(85)	(60)	(139)	(284)	0.00	(53)	(38)	(87)	(178)
DP 50 - SWPLA Fixed Cost Reductions	0.00	(22)	(15)	(36)	(73)	0.00	(33)	(23)	(53)	(109)
DP 51 - Additional 1.0% Vacancy Savings	0.00	(15,694)	(332,634)	(174,806)	(523,134)	0.00	(15,746)	(333,586)	(175,298)	(524,630)
Grand Total All Present Law Adjustments	0.00	(\$4,115)	(\$264,086)	(\$155,872)	(\$424,073)	0.00	(\$3,499)	(\$264,525)	(\$155,270)	(\$423,294)

**"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 made 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 made 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 - SWPLA Fixed Cost Reductions -

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

DP 51 - Additional 1.0% Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings, which reduces general fund, state special revenue, and federal special revenue appropriations for personal services.

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 (OTO)	0.00	(4,609)	0	0	(4,609)	0.00	0	0	0	0
Total	0.00	(\$4,609)	\$0	\$0	(\$4,609)	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 (OTO) -

The legislature adopted an elimination of the state share contribution to the state employee group benefit plan for two months. This change package removes the general fund portion of the savings generated by the suspension of the contributions. Savings from other funding sources, if applicable, remain in agency personal services budgets. This decision is contingent on passage and approval of SB 110.

Other Issues -

Proprietary Rates

The Commissioner's Office and Centralized Services Division provide two functions funded with non-budgeted proprietary funds. These programs are described separately along with a discussion of the program expenses, revenues, and rates

being requested to finance the program.

Fund 06546 – Commissioner’s Office/CSD

Proprietary Program Description

Supportive services provided by the Commissioner’s Office and the Centralized Services Division (CSD) are funded through an indirect cost rate whereby the department programs are assessed a fee equal to a percentage of their personal service costs.

Proprietary Program Narrative

Expenses

Major expenses for this program consist of the personal services costs for the Commissioner’s Office and CSD. Significant costs for the program are for:

- Personal service costs for 34.00 FTE for FY 2021
- Other operating costs, including:
 - Department-wide fixed costs such as the statewide cost allocation plan (SWCAP), legislative audit fees, and the Human Resources Information System (HRIS) service fees
 - Charges for legal services that benefit the entire department
 - Charges for IT applications that benefit the entire department

Revenues

The Commissioner's Office and Centralized Services Division is funded by revenues from charges allocated to all divisions, bureaus, and programs supported by the division’s indirect cost plan. Revenue for this fund is collected via an indirect cost rate that is charged against department services expenses. The services provided in exchange for this fee include:

- Human resources
- Accounting
- Budgeting
- Payroll processing
- Mail processing
- Other department-wide management and administration

All program which utilize these services have a present law adjustment in the budget to account for the adjustment in the rate.

Proprietary Rates

For the 2023 biennium, the legislature adopted the following rates.

Requested Rates for Internal Service or Enterprise Funds				
Fee/Rate Information				
	Actual FY 20	Estimated FY 21	Proposed FY 22	Proposed FY 23
Fee Description:	8.10%	8.10%	8.75%	8.85%

The legislature adopts a rate of 8.75% in FY 2022 and 8.85% in FY 2023. The cost allocation plan (CAP) must be approved by the U.S. Department of Labor. The rate, which is assessed to personal services expenditures, is determined

by calculating the total costs of providing the services divided by the projected department personal services expenditures.

The rates approved by the legislature are the maximum that the program may charge during the interim. They are not the rates the program must charge.

Fund 06552 – Administrative Services

Proprietary Program Description

The Office of Legal Services provides legal assistance to the department’s six programs and two administratively attached entities, whereby an hourly rate for attorney fees is established.

Proprietary Program Narrative

Expenses

Major expenses for this program are comprised of salaries and overhead costs of agency legal staff. Significant costs for the program are for:

- Personal services cost for 20.75 FTE for FY 2021
- Other operating costs

Revenues

Revenues for the Office of Legal Services are derived from charges for attorney time incurred by Department of Labor and Industry divisions. The rate is a direct hourly rate, charged to each division based on number of hours of legal service they receive. The rate per hour is calculated on actual costs of services divided by actual direct hours of service provided in FY 2020.

Proprietary Rates

For the 2023 biennium, the legislature adopted the following rates.

Requested Rates for Internal Service or Enterprise Funds				
Fee/Rate Information				
	Actual FY 20	Estimated FY 21	Proposed FY 22	Proposed FY 23
Fee Description:	\$102	\$102	\$102	\$102

The rates approved by the legislature are the maximum that the program may charge during the interim. They are not the rates the program must charge.

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	19,950,397	20,231,786	281,389	1.41 %
Operating Expenses	9,326,908	9,820,590	493,682	5.29 %
Equipment & Intangible Assets	21,882	21,882	0	0.00 %
Benefits & Claims	200,778	200,778	0	0.00 %
Transfers	0	20,000	20,000	0.00 %
Debt Service	61,710	46,858	(14,852)	(24.07)%
Total Expenditures	\$29,561,675	\$30,341,894	\$780,219	2.64 %
General Fund	3,104,959	3,200,726	95,767	3.08 %
State/Other Special Rev. Funds	24,139,714	24,709,582	569,868	2.36 %
Federal Spec. Rev. Funds	2,317,002	2,431,586	114,584	4.95 %
Total Funds	\$29,561,675	\$30,341,894	\$780,219	2.64 %
Total Ongoing	\$29,561,675	\$30,366,032	\$804,357	2.72 %
Total OTO	\$0	(\$24,138)	(\$24,138)	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	118.98	118.98	118.98	118.98
Personal Services	8,994,129	10,025,113	9,925,284	10,084,839	10,146,947
Operating Expenses	4,147,167	4,565,800	4,761,108	4,906,293	4,914,297
Equipment & Intangible Assets	0	10,941	10,941	10,941	10,941
Benefits & Claims	33,950	100,389	100,389	100,389	100,389
Transfers	0	0	0	10,000	10,000
Debt Service	37,996	38,281	23,429	23,429	23,429
Total Expenditures	\$13,213,242	\$14,740,524	\$14,821,151	\$15,135,891	\$15,206,003
General Fund	1,559,084	1,560,714	1,544,245	1,584,926	1,615,800
State/Other Special Rev. Funds	10,958,571	11,963,138	12,176,576	12,336,935	12,372,647
Federal Spec. Rev. Funds	695,587	1,216,672	1,100,330	1,214,030	1,217,556
Total Funds	\$13,213,242	\$14,740,524	\$14,821,151	\$15,135,891	\$15,206,003
Total Ongoing	\$13,213,242	\$14,740,524	\$14,821,151	\$15,160,029	\$15,206,003
Total OTO	\$0	\$0	\$0	(\$24,138)	\$0

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Funding

HB 2 Authority

General Fund

General fund supports the personal services and general operating costs of the Human Rights Bureau and a small percentage of the overall administration of the Employment Relations Division.

State Special Revenue

State special revenue funds comprise the majority of the funding utilized by the Employment Relations Division. Worker compensation regulation funds make up the most of state special revenue. These funds are generated by an annual administrative assessment of 4.0% on all compensation and medical benefits (excluding costs above \$200,000 per claim) paid during the previous calendar year.

Employment security funds are generated through an assessment charged to employers as a percentage of their payroll.

Contractor registration funds are generated from registration fees for independent contractor exemptions and construction contractor application fees. These funds support the Worker’s Compensation Regulations Bureau and a portion of administration.

Uninsured employer fund assessments are statutorily set at the premium uninsured employers would have paid had they been carrying workers’ compensation insurance. The funds are used to provide benefits to employees injured on the job while working for an employer that does not carry workers’ compensation insurance as required by law.

Safety administration funds are generated from penalties assessed on inspection violations, recovery of costs for onsite safety and industrial health consultation services to mine operators, all fees paid by an assessment on paid losses plus administrative fines and interest, and any grants of funds from private entities or the federal government intended for defraying occupational safety and health costs.

Non-Budgeted Proprietary Funding

The division oversees the subsequent injury fund, a proprietary account that assists disabled persons in becoming employed by offering a financial incentive to employers who hire them. The fund rate is based on the total amount of paid losses reimbursed by the fund in the preceding calendar year.

Statutory Funding

Payments for indemnity and medical benefits for workers injured while working for a business that does not carry workers’ compensation insurance are statutorily appropriated to the Employment Relations Division. However, the costs of administering the program are included as part of HB 2 appropriations.

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	1,544,245	1,544,245	3,088,490	96.49 %	14,821,151	14,821,151	29,642,302	97.69 %
SWPL Adjustments	65,007	71,835	136,842	4.28 %	232,626	279,708	512,334	1.69 %
PL Adjustments	(188)	(280)	(468)	(0.01)%	(2,288)	(3,395)	(5,683)	(0.02)%
New Proposals	(24,138)	0	(24,138)	(0.75)%	84,402	108,539	192,941	0.64 %
Total Budget	\$1,584,926	\$1,615,800	\$3,200,726		\$15,135,891	\$15,206,003	\$30,341,894	

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	59,429	120,376	3,888	183,693	0.00	66,061	148,613	6,989	221,663
DP 2 - Fixed Costs	0.00	6,011	64,572	2,629	73,212	0.00	6,045	64,606	2,620	73,271
DP 3 - Inflation Deflation	0.00	(433)	(22,570)	(1,276)	(24,279)	0.00	(271)	(14,155)	(800)	(15,226)
DP 50 - SWPLA Fixed Cost Reductions	0.00	(188)	(2,019)	(81)	(2,288)	0.00	(280)	(2,993)	(122)	(3,395)
Grand Total All Present Law Adjustments	0.00	\$64,819	\$160,359	\$5,160	\$230,338	0.00	\$71,555	\$196,071	\$8,687	\$276,313

**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 made 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 made 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 - SWPLA 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 401 - Occupational Health and Safety Surveillance Grant	0.00	0	0	108,540	108,540	0.00	0	0	108,539	108,539
DP 5555 - Reduce GF Budget for State Share Holiday (OTO)	0.00	(24,138)	0	0	(24,138)	0.00	0	0	0	0
Total	0.00	(\$24,138)	\$0	\$108,540	\$84,402	0.00	\$0	\$0	\$108,539	\$108,539

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

DP 401 - Occupational Health and Safety Surveillance Grant -

The legislature adopted an increase in federal special revenue for the Occupational Health and Safety Surveillance Program grant. The program works to identify, track, and monitor work-related fatalities, injuries, and illnesses.

DP 5555 - Reduce GF Budget for State Share Holiday (OTO) -

The legislature adopted an elimination of the state share contribution to the state employee group benefit plan for two months. This change package removes the general fund portion of the savings generated by the suspension of the contributions. Savings from other funding sources, if applicable, remain in agency personal services budgets. This decision is contingent on passage and approval of SB 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	20,773,868	21,319,711	545,843	2.63 %
Operating Expenses	15,722,432	16,937,592	1,215,160	7.73 %
Equipment & Intangible Assets	793,510	942,000	148,490	18.71 %
Grants	10,000	10,000	0	0.00 %
Transfers	85,369	69,738	(15,631)	(18.31)%
Debt Service	107,691	98,714	(8,977)	(8.34)%
Total Expenditures	\$37,492,870	\$39,377,755	\$1,884,885	5.03 %
State/Other Special Rev. Funds	37,452,052	39,336,937	1,884,885	5.03 %
Federal Spec. Rev. Funds	40,818	40,818	0	0.00 %
Total Funds	\$37,492,870	\$39,377,755	\$1,884,885	5.03 %
Total Ongoing	\$37,492,870	\$39,377,755	\$1,884,885	5.03 %
Total OTO	\$0	\$0	\$0	0.00 %

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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	134.89	134.89	134.89	134.89
Personal Services	9,303,682	10,229,657	10,544,211	10,646,598	10,673,113
Operating Expenses	7,210,038	7,865,741	7,856,691	8,515,407	8,422,185
Equipment & Intangible Assets	419,764	424,035	369,475	482,000	460,000
Grants	0	5,000	5,000	5,000	5,000
Transfers	24,964	50,500	34,869	34,869	34,869
Debt Service	51,908	58,334	49,357	49,357	49,357
Total Expenditures	\$17,010,356	\$18,633,267	\$18,859,603	\$19,733,231	\$19,644,524
State/Other Special Rev. Funds	17,002,825	18,612,858	18,839,194	19,712,822	19,624,115
Federal Spec. Rev. Funds	7,531	20,409	20,409	20,409	20,409
Total Funds	\$17,010,356	\$18,633,267	\$18,859,603	\$19,733,231	\$19,644,524
Total Ongoing	\$17,010,356	\$18,633,267	\$18,859,603	\$19,733,231	\$19,644,524
Total OTO	\$0	\$0	\$0	\$0	\$0

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Funding

HB 2 Authority

State Special Revenue

State special revenue accounts are maintained for each type of license and professional board. Charges and fees paid by licensees are deposited to the accounts and administrative and operational expenses of the division are charged directly to the funds. The largest of these accounts is the building codes account, which makes up approximately 21.9% of the division's state special revenue funds.

Federal Special Revenue

The Business Standards Division receives a small amount of federal funding, which accounts for less than 1.0% of its total funds.

Non-Budgeted Proprietary Funding

The Board of Public Accountants enterprise fund receives licensing fees, money collected by the department on behalf of the board and interest or earnings on money deposited. This fund was originally a state special revenue account, but it was established as a proprietary fund by the 2015 Legislature.

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 %	18,859,603	18,859,603	37,719,206	95.79 %
SWPL Adjustments	0	0	0	0.00 %	158,715	146,548	305,263	0.78 %
PL Adjustments	0	0	0	0.00 %	367,913	289,373	657,286	1.67 %
New Proposals	0	0	0	0.00 %	347,000	349,000	696,000	1.77 %
Total Budget	\$0	\$0	\$0		\$19,733,231	\$19,644,524	\$39,377,755	

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	102,387	0	102,387	0.00	0	128,902	0	128,902
DP 2 - Fixed Costs	0.00	0	65,701	0	65,701	0.00	0	23,525	0	23,525
DP 3 - Inflation Deflation	0.00	0	(9,373)	0	(9,373)	0.00	0	(5,879)	0	(5,879)
DP 50 - SWPLA Fixed Cost Reductions	0.00	0	(2,054)	0	(2,054)	0.00	0	(1,090)	0	(1,090)
DP 501 - General Operating Increase	0.00	0	257,442	0	257,442	0.00	0	199,938	0	199,938
DP 502 - Equipment Replacement Request	0.00	0	68,525	0	68,525	0.00	0	22,000	0	22,000
DP 505 - Vehicle Request	0.00	0	44,000	0	44,000	0.00	0	68,525	0	68,525
Grand Total All Present Law Adjustments	0.00	\$0	\$526,628	\$0	\$526,628	0.00	\$0	\$435,921	\$0	\$435,921

*"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 made 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 made 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 - SWPLA Fixed Cost Reductions -

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

DP 501 - General Operating Increase -

The legislature adopted spending authority for three bureaus in the division to cover increases to base operating costs, including anticipated increases to building rent, an increase in online fee collection expenses due to increased online activity, increases in the cost of the annual Building Codes Conference (which continues to grow in size), and general increases in the costs associated with travel, training, protective equipment, and supplies for staff and board members.

DP 502 - Equipment Replacement Request -

The legislature adopted an increase in state special revenue for four plan reviewer set ups. The legislature adopts an increase for the Weights and Measures Program in state special revenue to replace outdated and worn equipment. Equipment to be updated or replaced includes hoists, generators, slip units, and Echelon scales.

DP 505 - Vehicle Request -

The legislature adopted state special revenue appropriation for the Business Standards Division, Weights and Measures Program for scheduled replacement of vehicles. Vehicles to be purchased include a scale test truck, a pickup truck, and a van truck body. The appropriation would cover the difference between the program's base equipment budget, and the anticipated cost of the vehicle purchase. The Building Codes Bureau purchases vehicles for 40 + field inspectors with a replacement schedule of approximately every four years. The bureau has current authority of \$216,000, or \$21,600 per vehicle. During the FY 2020 replacement cycle, 10 vehicles cost \$24,194 per vehicle. The legislature also adopted additional authority to account for inflation in the cost of the vehicles. It is estimated by FY 2023 that 10 vehicles per annual replacement cycle will run \$26,000 per vehicle or above, and therefore the executive requests an adjustment to their authority of the difference in purchase price.

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 503 - Information Technology	0.00	0	274,500	0	274,500	0.00	0	276,500	0	276,500
DP 504 - Contracted Professional Services	0.00	0	72,500	0	72,500	0.00	0	72,500	0	72,500
Total	0.00	\$0	\$347,000	\$0	\$347,000	0.00	\$0	\$349,000	\$0	\$349,000

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

DP 503 - Information Technology -

The legislature adopted an increase for the Business Standards Division Professional Licensing Bureau in state special revenue for additional authority to add information technology solutions for increased efficiency and transparency, including streaming of board meetings online and online help for licensees.

DP 504 - Contracted Professional Services -

The legislature adopted an increase for the Business Standards Division, Board of Dentistry in state special revenue appropriations to contract with a dentist to provide required anesthesia inspections of dental offices and clinics. The board believes that with a regularly contracted dentist, they can avoid any backlog in inspections and provide more timely and consistent services.

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	9,118,592	9,565,283	446,691	4.90 %
Operating Expenses	13,965,046	13,402,174	(562,872)	(4.03)%
Debt Service	43,917	41,096	(2,821)	(6.42)%
Total Expenditures	\$23,127,555	\$23,008,553	(\$119,002)	(0.51)%
Proprietary Funds	23,127,555	23,008,553	(119,002)	(0.51)%
Total Funds	\$23,127,555	\$23,008,553	(\$119,002)	(0.51)%

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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	51.00	51.00	51.00	51.00
Personal Services	4,317,949	4,381,458	4,737,134	4,777,733	4,787,550
Operating Expenses	7,771,515	7,847,293	6,117,753	6,699,388	6,702,786
Debt Service	23,368	23,369	20,548	20,548	20,548
Total Expenditures	\$12,112,832	\$12,252,120	\$10,875,435	\$11,497,669	\$11,510,884
Proprietary Funds	12,112,832	12,252,120	10,875,435	11,497,669	11,510,884
Total Funds	\$12,112,832	\$12,252,120	\$10,875,435	\$11,497,669	\$11,510,884

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Funding

Non-Budgeted Proprietary Funding

The Technology Services Division is funded entirely with proprietary rates. The two proprietary funds utilized by the division are the technical services account and the technical services direct 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 %	10,875,435	10,875,435	21,750,870	94.53 %	
SWPL Adjustments	0	0	0	0.00 %	34,586	44,287	78,873	0.34 %	
PL Adjustments	0	0	0	0.00 %	(49,654)	(49,874)	(99,528)	(0.43)%	
New Proposals	0	0	0	0.00 %	637,302	641,036	1,278,338	5.56 %	
Total Budget	\$0	\$0	\$0		\$11,497,669	\$11,510,884	\$23,008,553		

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	0	0	40,599	0.00	0	0	0	0	50,416
DP 2 - Fixed Costs	0.00	0	0	0	(6,013)	0.00	0	0	0	0	(6,129)
DP 50 - SWPLA Fixed Cost Reductions	0.00	0	0	0	188	0.00	0	0	0	0	284
DP 602 - ServiceNow	0.00	0	0	0	(49,842)	0.00	0	0	0	0	(50,158)
Grand Total All Present Law Adjustments	0.00	\$0	\$0	\$0	(\$15,068)	0.00	\$0	\$0	\$0	\$0	(\$5,587)

***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 made adjustments for decreases 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 50 - SWPLA Fixed Cost Reductions -

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

DP 602 - ServiceNow -

The legislature adopted a decrease in funding because of the purchase of ServiceNow licenses and programs for the 2023 biennium. The legislature is anticipating operating efficiencies and other savings by using ServiceNow.

New Proposals -

The New Proposals table shows new changes to spending

New Proposals	-----Fiscal 2022-----					-----Fiscal 2023-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 601 - TSD Proprietary Enterprise Rate Change	0.00	0	0	0	626,902	0.00	0	0	0	630,636
DP 603 - NRIS/GIS Fixed Costs	0.00	0	0	0	10,400	0.00	0	0	0	10,400
Total	0.00	\$0	\$0	\$0	\$637,302	0.00	\$0	\$0	\$0	\$641,036

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

DP 601 - TSD Proprietary Enterprise Rate Change -

The division's proprietary fund (06578) is a pass-through entity for tracking information technology (IT) expenditures. This fund pays the department's IT expenditures and then collects revenue from the divisions to reimburse the fund. This fund nets to zero from revenue collected. The department had an increase in expenditures due to cybersecurity and ServiceNow expenditures, and the legislature adopts an increase in proprietary funds.

DP 603 - NRIS/GIS Fixed Costs -

This request is for a new proposed NRIS/GIS usage fixed cost to be paid to the Montana State Library. The 2019 Legislature enacted HB 633 requiring the Legislative Finance Committee (LFC) to conduct a study of the funding of digital library services. The LFC recommended that the Office of Budget and Program Planning include an assessment for the natural resource information system (NRIS) and the geographic information system (GIS) as a fixed cost to state agencies beginning in the 2023 biennium. The assessment is made to those agencies that utilize the NRIS/GIS.

Other Issues -

Proprietary Rates

The Technology Services Division (TSD) provides information technology services and support for the department including technical services, network services, help desk, project management, and application services including computer programming and database management. There are two funds, the technical and application services fund and the technical services direct fund. These funds are discussed in further detail below.

06568 – Technical and Application Services

Proprietary Program Description

The Technical Services Division provides support for information technology infrastructure such as the network, servers, the help desk, project management, and application services including computer programming and database management. The Application Section provides services related to staff that are programming, testing, and analyzing the department's applications.

Proprietary Program Narrative

Expenses

The major expenses for this fund consist of the personal services for 54.00 FTE in FY 2021.

Revenues

Supportive services provided by the Technology Services Division are funded through indirect cost rates. The rate for

technical services is assessed based on division FTE. Revenues for the Technical Services Division are billed to other divisions and based on a monthly rate approved by both the legislature and the U.S. Department of Labor.

The rate for application services is assessed based on a direct hourly charge to the benefiting division. Revenues for the Application Division are billed to divisions also approved by the legislature and the U.S. Department of Labor.

All programs which utilize these services have a present law adjustment in the budget to account for the rate.

Proprietary Rates

For the 2023 biennium, the legislature adopted the following rates.

Requested Rates for Internal Service or Enterprise Funds Fee/Rate Information				
	Actual FY 20	Estimated FY 21	Proposed FY 22	Proposed FY 23
Fee Description:				
Application Rate	\$84	\$84	\$84	\$84
Technical Services Rate	\$266	\$266	\$266	\$266

The rates approved by the legislature are the maximum that the program may charge during the interim. They are not the rates the program must charge.

06578 – Technical Services Direct

Proprietary Program Description

This fund has two rates that are direct pass thru costs to the department divisions. The rate for enterprise services provided by State Information Technology Services Division (SITSD) is allocated on total cost by division FTE. The other direct rate is for actual cost of contracted and SITSD services that are directly attributable to a specific division.

Proprietary Program Narrative

Expenses

The technical services direct fund includes expenses for pass through information technology expenditures that could be directly related to a division. These include SITSD charges, software purchases, and contract payments.

Revenues

The enterprise services rate is all SITSD charges that directly benefit the department. Those total costs are distributed based on department FTE. The direct rate includes actual expenditures that can be identified as directly benefiting a specific program such as contracts and specific SITSD services.

All programs that utilize these services have a present law adjustment in the budget to account for the rate.

Proprietary Rates

For the 2021 biennium, the legislature adopted the following rates.

Requested Rates for Internal Service or Enterprise Funds Fee/Rate Information				
	Actual FY 20	Estimated FY 21	Proposed FY 22	Proposed FY 23
Fee Description:				
Enterprise	\$819,755	\$819,755	\$1,446,657	\$1,450,391
Direct Services	Actual Cost	Actual Cost	Actual Cost	Actual Cost

The enterprise services rate is calculated on specific SITSD services that benefit the department. The total budgeted SITSD rate for a portion of asset broker, enterprise services, equipment hosting, operational support, server, and storage hosting services are allocated back to divisions based on FTE percentages. The direct services rate is calculated on all other SITSD services and department contracted services and allocated back to the benefiting division based on actual expenditures. The rates approved by the legislature are the maximum the program may charge during the biennium. They are not the rates the program must charge.

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	751,076	774,762	23,686	3.15 %	
Operating Expenses	530,350	781,817	251,467	47.42 %	
Grants	6,189,444	6,189,444	0	0.00 %	
Transfers	501,300	501,300	0	0.00 %	
Debt Service	2,826	2,344	(482)	(17.06)%	
Total Expenditures	\$7,974,996	\$8,249,667	\$274,671	3.44 %	
General Fund	312,019	286,884	(25,135)	(8.06)%	
State/Other Special Rev. Funds	24,776	24,776	0	0.00 %	
Federal Spec. Rev. Funds	7,638,201	7,938,007	299,806	3.93 %	
Total Funds	\$7,974,996	\$8,249,667	\$274,671	3.44 %	
Total Ongoing	\$7,974,996	\$8,252,900	\$277,904	3.48 %	
Total OTO	\$0	(\$3,233)	(\$3,233)	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	4.00	4.00	5.00	5.00	
Personal Services	288,299	391,915	359,161	385,625	389,137	
Operating Expenses	130,182	251,167	279,183	390,917	390,900	
Grants	2,994,741	3,094,722	3,094,722	3,094,722	3,094,722	
Transfers	214,091	250,650	250,650	250,650	250,650	
Debt Service	1,654	1,654	1,172	1,172	1,172	
Total Expenditures	\$3,628,967	\$3,990,108	\$3,984,888	\$4,123,086	\$4,126,581	
General Fund	160,185	160,185	151,834	141,691	145,193	
State/Other Special Rev. Funds	0	12,388	12,388	12,388	12,388	
Federal Spec. Rev. Funds	3,468,782	3,817,535	3,820,666	3,969,007	3,969,000	
Total Funds	\$3,628,967	\$3,990,108	\$3,984,888	\$4,123,086	\$4,126,581	
Total Ongoing	\$3,628,967	\$3,990,108	\$3,984,888	\$4,126,319	\$4,126,581	
Total OTO	\$0	\$0	\$0	(\$3,233)	\$0	

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Funding

HB 2 Authority

General fund and state special revenue fund most of the administrative expenses for the program.

Federal Special Revenue

The majority of the funding for the program is provided through AmeriCorps grants. Federal revenue provides the remainder of funding for administrative expenses including the funding for grant and special projects administered by the 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	151,834	151,834	303,668	105.85 %	3,984,888	3,984,888	7,969,776	96.61 %
SWPL Adjustments	(6,870)	(6,582)	(13,452)	(4.69)%	(22,270)	(21,942)	(44,212)	(0.54)%
PL Adjustments	(40)	(59)	(99)	(0.03)%	(132)	(197)	(329)	(0.00)%
New Proposals	(3,233)	0	(3,233)	(1.13)%	160,600	163,832	324,432	3.93 %
Total Budget	\$141,691	\$145,193	\$286,884		\$4,123,086	\$4,126,581	\$8,249,667	

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	(8,080)	0	(18,223)	(26,303)	0.00	(7,819)	0	(18,245)	(26,064)
DP 2 - Fixed Costs	0.00	1,266	0	2,955	4,221	0.00	1,272	0	2,968	4,240
DP 3 - Inflation Deflation	0.00	(56)	0	(132)	(188)	0.00	(35)	0	(83)	(118)
DP 50 - SWPLA Fixed Cost Reductions	0.00	(40)	0	(92)	(132)	0.00	(59)	0	(138)	(197)
Grand Total All Present Law Adjustments	0.00	(\$6,910)	\$0	(\$15,492)	(\$22,402)	0.00	(\$6,641)	\$0	(\$15,498)	(\$22,139)

**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 made 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 made 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 - SWPLA 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 701 - Training and Technical Assistance Grant	1.00	0	0	163,833	163,833	1.00	0	0	163,832	163,832
DP 5555 - Reduce GF Budget for State Share Holiday (OTO)	0.00	(3,233)	0	0	(3,233)	0.00	0	0	0	0
Total	1.00	(\$3,233)	\$0	\$163,833	\$160,600	1.00	\$0	\$0	\$163,832	\$163,832

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

DP 701 - Training and Technical Assistance Grant -

The legislature adopted 1.00 FTE and the corresponding federal special revenue for the training and technical assistance grant. The Office of Community Service (OCS) administers federal funding to AmeriCorps state programs in Montana. For the last four years, OCS has received a training and technical assistance grant to provide assistance to AmeriCorps programs.

DP 5555 - Reduce GF Budget for State Share Holiday (OTO) -

The legislature adopted an elimination of the state share contribution to the state employee group benefit plan for two months. This change package removes the general fund portion of the savings generated by the suspension of the contributions. Savings from other funding sources, if applicable, remain in agency personal services budgets. This decision is contingent on passage and approval of SB 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	1,277,304	1,268,066	(9,238)	(0.72)%
Operating Expenses	337,755	320,080	(17,675)	(5.23)%
Debt Service	5,280	5,930	650	12.31 %
Total Expenditures	\$1,620,339	\$1,594,076	(\$26,263)	(1.62)%
State/Other Special Rev. Funds	1,620,339	1,594,076	(26,263)	(1.62)%
Total Funds	\$1,620,339	\$1,594,076	(\$26,263)	(1.62)%
Total Ongoing	\$1,620,339	\$1,594,076	(\$26,263)	(1.62)%
Total OTO	\$0	\$0	\$0	0.00 %

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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	7.00	7.00	7.00	7.00
Personal Services	539,919	634,707	642,597	633,486	634,580
Operating Expenses	165,309	177,175	160,580	159,974	160,106
Debt Service	2,264	2,315	2,965	2,965	2,965
Total Expenditures	\$707,492	\$814,197	\$806,142	\$796,425	\$797,651
State/Other Special Rev. Funds	707,492	814,197	806,142	796,425	797,651
Total Funds	\$707,492	\$814,197	\$806,142	\$796,425	\$797,651
Total Ongoing	\$707,492	\$814,197	\$806,142	\$796,425	\$797,651
Total OTO	\$0	\$0	\$0	\$0	\$0

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Funding

HB 2 Authority

State Special Revenue

The court is entirely funded with state special revenue derived from a fee charged to workers' compensation carriers in Montana. The fee is passed on to Montana businesses when their workers' compensation premiums are determined by the carriers.

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 %	806,142	806,142	1,612,284	101.14 %	
SWPL Adjustments	0	0	0	0.00 %	(9,727)	(8,506)	(18,233)	(1.14)%	
PL Adjustments	0	0	0	0.00 %	10	15	25	0.00 %	
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %	
Total Budget	\$0	\$0	\$0		\$796,425	\$797,651	\$1,594,076		

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	(9,111)	0	(9,111)	0.00	0	(8,017)	0	(8,017)
DP 2 - Fixed Costs	0.00	0	(335)	0	(335)	0.00	0	(313)	0	(313)
DP 3 - Inflation Deflation	0.00	0	(281)	0	(281)	0.00	0	(176)	0	(176)
DP 50 - SWPLA Fixed Cost Reductions	0.00	0	10	0	10	0.00	0	15	0	15
Grand Total All Present Law Adjustments	0.00	\$0	(\$9,717)	\$0	(\$9,717)	0.00	\$0	(\$8,491)	\$0	(\$8,491)

**"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 made adjustments for decreases 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 made 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 - SWPLA Fixed Cost Reductions -

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