

**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	1,383,261	1,381,029	(2,232)	(0.16)%
Operating Expenses	607,033	698,019	90,986	14.99 %
Grants	1,019,764	924,476	(95,288)	(9.34)%
<b>Total Expenditures</b>	<b>\$3,010,058</b>	<b>\$3,003,524</b>	<b>(\$6,534)</b>	<b>(0.22)%</b>
General Fund	1,081,152	1,088,692	7,540	0.70 %
State/Other Special Rev. Funds	487,722	465,436	(22,286)	(4.57)%
Federal Spec. Rev. Funds	1,441,184	1,449,396	8,212	0.57 %
<b>Total Funds</b>	<b>\$3,010,058</b>	<b>\$3,003,524</b>	<b>(\$6,534)</b>	<b>(0.22)%</b>
<b>Total Ongoing</b>	<b>\$3,010,058</b>	<b>\$3,005,582</b>	<b>(\$4,476)</b>	<b>(0.15)%</b>
<b>Total OTO</b>	<b>\$0</b>	<b>(\$2,058)</b>	<b>(\$2,058)</b>	<b>100.00 %</b>

**Page Reference**

LFD Budget Analysis E-142

**Agency Highlights**

<b>Montana Arts Council Major Budget Highlights</b>
<ul style="list-style-type: none"> <li>• The Montana Arts Council's 2023 biennium appropriations are approximately \$6,500 or 0.2% lower than the 2021 biennium. Significant changes include:                             <ul style="list-style-type: none"> <li>◦ An increase in operating expenses due to the statewide present law adjustment for fixed costs. In FY 2022, \$30,000 of the increase is because of legislative audit costs</li> <li>◦ A decrease in HB 2 operating expenses in order to fund additional grants in HB 9</li> <li>◦ A decrease in general fund for a two-month state share holiday for employer contributions for state health insurance</li> </ul> </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	7.00	7.00	7.00	7.00	7.00
Personal Services	535,056	687,783	695,478	688,098	692,931	
Operating Expenses	256,709	269,775	337,258	364,156	333,863	
Grants	557,526	557,526	462,238	462,238	462,238	
<b>Total Expenditures</b>	<b>\$1,349,291</b>	<b>\$1,515,084</b>	<b>\$1,494,974</b>	<b>\$1,514,492</b>	<b>\$1,489,032</b>	
General Fund	387,308	553,116	528,036	557,923	530,769	
State/Other Special Rev. Funds	242,808	242,803	244,919	232,341	233,095	
Federal Spec. Rev. Funds	719,175	719,165	722,019	724,228	725,168	
<b>Total Funds</b>	<b>\$1,349,291</b>	<b>\$1,515,084</b>	<b>\$1,494,974</b>	<b>\$1,514,492</b>	<b>\$1,489,032</b>	
<b>Total Ongoing</b>	<b>\$1,349,291</b>	<b>\$1,515,084</b>	<b>\$1,494,974</b>	<b>\$1,516,550</b>	<b>\$1,489,032</b>	
<b>Total OTO</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$2,058)</b>	<b>\$0</b>	

**Page Reference**

LFD Budget Analysis E-143

**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	7.00	7.00	7.00	0.00	7.00	7.00	0.00	0.00
Personal Services	695,478	688,098	688,098	0	692,931	692,931	0	0
Operating Expenses	337,258	364,239	364,156	(83)	333,946	333,863	(83)	(166)
Grants	462,238	462,238	462,238	0	462,238	462,238	0	0
Transfers	0	0	0	0	0	0	0	0
<b>Total Costs</b>	<b>\$1,494,974</b>	<b>\$1,514,575</b>	<b>\$1,514,492</b>	<b>(\$83)</b>	<b>\$1,489,115</b>	<b>\$1,489,032</b>	<b>(\$83)</b>	<b>(\$166)</b>
General Fund	528,036	557,994	557,923	(71)	530,803	530,769	(34)	(105)
State/other Special Rev. Funds	244,919	232,344	232,341	(3)	233,106	233,095	(11)	(14)
Federal Spec. Rev. Funds	722,019	724,237	724,228	(9)	725,206	725,168	(38)	(47)
<b>Total Funds</b>	<b>\$1,494,974</b>	<b>\$1,514,575</b>	<b>\$1,514,492</b>	<b>(\$83)</b>	<b>\$1,489,115</b>	<b>\$1,489,032</b>	<b>(\$83)</b>	<b>(\$166)</b>
<b>Total Ongoing</b>	<b>\$1,494,974</b>	<b>\$1,516,633</b>	<b>\$1,516,550</b>	<b>(\$83)</b>	<b>\$1,489,115</b>	<b>\$1,489,032</b>	<b>(\$83)</b>	<b>(\$166)</b>
<b>Total OTO</b>	<b>\$0</b>	<b>(\$2,058)</b>	<b>(\$2,058)</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

The legislature adopted ongoing appropriations that are approximately \$200 lower than the proposed executive appropriations for the 2023 biennium. The only difference is due to a reduction in fixed costs for information technology services.

**Funding**

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

Total Montana Arts Council Funding by Source of Authority 2023 Biennium Budget Request - Montana Arts Council						
Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	1,090,750	(2,058)	0	0	1,088,692	36.25 %
State Special Total	465,436	0	0	0	465,436	15.50 %
Federal Special Total	1,449,396	0	0	0	1,449,396	48.26 %
Proprietary Total	0	0	0	0	0	0.00 %
Other Total	0	0	0	0	0	0.00 %
<b>Total All Funds</b>	<b>\$3,005,582</b>	<b>(\$2,058)</b>	<b>\$0</b>	<b>\$0</b>	<b>\$3,003,524</b>	
<b>Percent - Total All Sources</b>	<b>100.07 %</b>	<b>(0.07)%</b>	<b>0.00 %</b>	<b>0.00 %</b>		

**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	528,036	528,036	1,056,072	97.00 %	1,494,974	1,494,974	2,989,948	99.55 %
SWPL Adjustments	32,016	2,767	34,783	3.19 %	33,905	6,387	40,292	1.34 %
PL Adjustments	(71)	(34)	(105)	(0.01)%	(12,329)	(12,329)	(24,658)	(0.82)%
New Proposals	(2,058)	0	(2,058)	(0.19)%	(2,058)	0	(2,058)	(0.07)%
<b>Total Budget</b>	<b>\$557,923</b>	<b>\$530,769</b>	<b>\$1,088,692</b>		<b>\$1,514,492</b>	<b>\$1,489,032</b>	<b>\$3,003,524</b>	

**Language and Statutory Authority**

All HB 2 federal funding appropriations for the Montana Arts Council are biennial appropriations.

**Page Reference**

LFD Budget Analysis E-147

**Page Reference**

n/a

**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	(1,863)	(1,490)	(1,969)	(5,322)	0.00	(891)	(713)	(943)	(2,547)
DP 2 - Fixed Costs	0.00	33,984	1,192	4,335	39,511	0.00	3,724	1,166	4,222	9,112
DP 3 - Inflation Deflation	0.00	(105)	(31)	(148)	(284)	0.00	(66)	(20)	(92)	(178)
DP 4 - SSR Administration Reduction	0.00	0	(12,246)	0	(12,246)	0.00	0	(12,246)	0	(12,246)
DP 50 - SWPLA Fixed Cost Reductions	0.00	(71)	(3)	(9)	(83)	0.00	(34)	(11)	(38)	(83)
<b>Grand Total All Present Law Adjustments</b>	<b>0.00</b>	<b>\$31,945</b>	<b>(\$12,578)</b>	<b>\$2,209</b>	<b>\$21,576</b>	<b>0.00</b>	<b>\$2,733</b>	<b>(\$11,824)</b>	<b>\$3,149</b>	<b>(\$5,942)</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 adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted 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 4 - SSR Administration Reduction -

The legislature adopted a decrease in state special revenue to reduce operating expenses in the cultural and aesthetics project state special revenue account and use the funds for additional cultural trust grants that are appropriated in HB 9.

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 5555 - Reduce GF Budget for State Share Holiday	0.00	(2,058)	0	0	(2,058)	0.00	0	0	0	0
<b>Total</b>	<b>0.00</b>	<b>(\$2,058)</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$2,058)</b>	<b>0.00</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

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

DP 5555 - Reduce GF Budget for State Share Holiday -

The legislature adopted a reduction in general fund appropriations for a two-month state share holiday for employer contributions into the state health insurance fund. This change removes the general fund portion of the savings generate by the contribution holiday. Savings from other funding sources remain in the agency to be able to address ongoing functions of the agency. This change package is contingent on passage and approval of SB 110.