

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	344,877,463	351,879,161	7,001,698	2.03 %
Operating Expenses	937,575,583	1,122,070,690	184,495,107	19.68 %
Equipment & Intangible Assets	8,822,750	9,587,116	764,366	8.66 %
Capital Outlay	29,413,730	25,913,730	(3,500,000)	(11.90)%
Grants	47,848,259	47,553,286	(294,973)	(0.62)%
Transfers	3,675,812	3,452,312	(223,500)	(6.08)%
Total Expenditures	\$1,372,213,597	\$1,560,456,295	\$188,242,698	13.72 %
State/Other Special Rev. Funds	543,274,830	547,466,114	4,191,284	0.77 %
Federal Spec. Rev. Funds	828,938,767	1,012,990,181	184,051,414	22.20 %
Total Funds	\$1,372,213,597	\$1,560,456,295	\$188,242,698	13.72 %
Total Ongoing	\$1,371,308,597	\$1,539,856,295	\$168,547,698	12.29 %
Total OTO	\$905,000	\$20,600,000	\$19,695,000	2,176.24 %

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Agency Highlights

Department of Transportation Major Budget Highlights
<p>The legislature adopted \$1.6 billion for the 2023 biennium Department of Transportation (MDT) budget, an increase of \$188.2 million or 13.7% from the 2021 biennium budget.</p> <ul style="list-style-type: none"> • The increase is comprised of 97.8% federal special funds and 2.2% state special funds • The increase in ongoing appropriations is \$168.6 million • The one-time-only (OTO) increase of \$19.7 million is comprised of \$9.2 million federal special and \$1.0 million in state special for each year of the biennium to support consultant design in the construction program • Federal billing funding was made contingent on the project being included and funded in HB 10 • The majority of the ongoing increases fund operating expenses in the construction program and support contractor payments • The legislature approved the executive requests to add 26.00 FTE to support bridge inspection, utilities permitting, broadband infrastructure deployment, unmanned aerial systems, maintenance, and transportation planning

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	1,992.27	1,992.27	2,016.27	2,018.27
Personal Services	160,176,125	170,810,110	174,067,353	175,604,155	176,275,006
Operating Expenses	441,677,236	465,875,712	471,699,871	567,773,681	554,297,009
Equipment & Intangible Assets	2,862,946	4,790,092	4,032,658	5,554,458	4,032,658
Capital Outlay	14,381,252	16,456,865	12,956,865	12,956,865	12,956,865
Grants	17,224,161	24,317,939	23,530,320	23,776,643	23,776,643
Transfers	1,607,167	1,949,656	1,726,156	1,726,156	1,726,156
Total Expenditures	\$637,928,887	\$684,200,374	\$688,013,223	\$787,391,958	\$773,064,337
State/Other Special Rev. Funds	257,290,976	284,223,166	259,051,664	274,263,070	273,203,044
Federal Spec. Rev. Funds	380,637,911	399,977,208	428,961,559	513,128,888	499,861,293
Total Funds	\$637,928,887	\$684,200,374	\$688,013,223	\$787,391,958	\$773,064,337
Total Ongoing	\$637,796,048	\$683,740,374	\$687,568,223	\$777,091,958	\$762,764,337
Total OTO	\$132,839	\$460,000	\$445,000	\$10,300,000	\$10,300,000

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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	1,992.27	2,016.27	2,016.27	0.00	2,018.27	2,018.27	0.00	0.00
Personal Services	174,067,353	175,604,155	175,604,155	0	176,275,006	176,275,006	0	0
Operating Expenses	471,699,871	568,605,717	567,773,681	(832,036)	555,076,283	554,297,009	(779,274)	(1,611,310)
Equipment & Intangible Assets	4,032,658	5,554,458	5,554,458	0	4,032,658	4,032,658	0	0
Capital Outlay	12,956,865	12,956,865	12,956,865	0	12,956,865	12,956,865	0	0
Grants	23,530,320	23,776,643	23,776,643	0	23,776,643	23,776,643	0	0
Transfers	1,726,156	1,726,156	1,726,156	0	1,726,156	1,726,156	0	0
Total Costs	\$688,013,223	\$788,223,994	\$787,391,958	(\$832,036)	\$773,843,611	\$773,064,337	(\$779,274)	(\$1,611,310)
State/other Special Rev. Funds	259,051,664	274,509,474	274,263,070	(246,404)	273,396,657	273,203,044	(193,613)	(440,017)
Federal Spec. Rev. Funds	428,961,559	513,714,520	513,128,888	(585,632)	500,446,954	499,861,293	(585,661)	(1,171,293)
Other	0	0	0	0	0	0	0	0
Total Funds	\$688,013,223	\$788,223,994	\$787,391,958	(\$832,036)	\$773,843,611	\$773,064,337	(\$779,274)	(\$1,611,310)
Total Ongoing	\$687,568,223	\$788,223,994	\$777,091,958	(\$11,132,036)	\$773,843,611	\$762,764,337	(\$11,079,274)	(\$22,211,310)
Total OTO	\$445,000	\$0	\$10,300,000	\$10,300,000	\$0	\$10,300,000	\$10,300,000	\$20,600,000

The legislature adopted a budget for MDT which is \$1.6 million or 0.1% lower than the executive recommendation for the 2023 biennium.

Funding

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

Total Department of Transportation Funding by Source of Authority 2023 Biennium Budget Request - Department of Transportation							
Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	
General Fund	0	0	0	0	0	0.00 %	
State Special Total	545,406,114	2,060,000	0	82,224,262	629,690,376	36.40 %	
Federal Special Total	994,450,181	18,540,000	0	7,848,500	1,020,838,681	59.01 %	
Proprietary Total	0	0	79,384,488	0	79,384,488	4.59 %	
Other Total	0	0	0	0	0	0.00 %	
Total All Funds	\$1,539,856,295	\$20,600,000	\$79,384,488	\$90,072,762	\$1,729,913,545		
Percent - Total All Sources	89.01 %	1.19 %	4.59 %	5.21 %			

The department is funded from a combination of state special revenue and federal special revenue. Included in the figure above is the funding for the three proprietary programs: the State Motor Pool internal service program, the MDT Equipment internal service program, and the Yellowstone Airport enterprise program. Statutory appropriations consist of distributions of gasoline taxes to local and tribal governments (state special funds) and federal debt service payments. MDT is primarily financed through three state special revenue accounts. The three major accounts make up most of the agency’s HB 2 state special revenues. The revenues that fund the accounts can be grouped in two general categories, constitutionally restricted and non-restricted revenues.

Restricted revenues are derived from gross vehicle weight fees and excise and license taxes on gasoline, fuel, and other energy sources that are used to propel vehicles on public highways. These funds are deposited into the highway state special restricted account (HSSRA) and the bridge and road safety and accountability act/account (BaRSAA). Non-restricted revenues are derived from special use permits and motor fuel penalties and interest payments. The funds are deposited into the highway state special non-restricted account (HSSRA-Non-Restricted). MDT relies on these funds for maintenance and other functions not directly related to road and highway construction and maintenance, such as emergency services and transit grants.

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	0	0	0	0.00 %	687,568,223	687,568,223	1,375,136,446	88.12 %
SWPL Adjustments	0	0	0	0.00 %	727,957	1,087,400	1,815,357	0.12 %
PL Adjustments	0	0	0	0.00 %	85,319,187	71,197,520	156,516,707	10.03 %
New Proposals	0	0	0	0.00 %	13,776,591	13,211,194	26,987,785	1.73 %
Total Budget	\$0	\$0	\$0		\$787,391,958	\$773,064,337	\$1,560,456,295	

Language and Statutory Authority

The department may adjust appropriations between state special revenue and federal special revenue funds if the total state special revenue authority by program is not increased by more than 10% of the total appropriations established by the legislature.

All appropriations in the department are biennial.

Federal Billing is contingent on the passage and approval of House Bill 10 having the federal billing system included as a project within the bill.

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	34,551,972	34,766,302	214,330	0.62 %
Operating Expenses	33,000,774	35,190,079	2,189,305	6.63 %
Equipment & Intangible Assets	91,606	91,606	0	0.00 %
Grants	150,000	150,000	0	0.00 %
Transfers	4,500	0	(4,500)	(100.00)%
Total Expenditures	\$67,798,852	\$70,197,987	\$2,399,135	3.54 %
State/Other Special Rev. Funds	64,421,884	66,645,446	2,223,562	3.45 %
Federal Spec. Rev. Funds	3,376,968	3,552,541	175,573	5.20 %
Total Funds	\$67,798,852	\$70,197,987	\$2,399,135	3.54 %
Total Ongoing	\$67,798,852	\$70,197,987	\$2,399,135	3.54 %
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	178.80	178.80	178.80	178.80
Personal Services	16,205,307	17,160,348	17,391,624	17,356,400	17,409,902
Operating Expenses	15,578,695	16,546,793	16,453,981	17,621,471	17,568,608
Equipment & Intangible Assets	0	45,803	45,803	45,803	45,803
Grants	75,000	75,000	75,000	75,000	75,000
Transfers	1,386	4,500	0	0	0
Total Expenditures	\$31,860,388	\$33,832,444	\$33,966,408	\$35,098,674	\$35,099,313
State/Other Special Rev. Funds	31,192,214	32,151,718	32,270,166	33,318,868	33,326,578
Federal Spec. Rev. Funds	668,174	1,680,726	1,696,242	1,779,806	1,772,735
Total Funds	\$31,860,388	\$33,832,444	\$33,966,408	\$35,098,674	\$35,099,313
Total Ongoing	\$31,860,388	\$33,832,444	\$33,966,408	\$35,098,674	\$35,099,313
Total OTO	\$0	\$0	\$0	\$0	\$0

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Funding

The general operations program is primarily funded from the restricted highway state special revenue account (HSSRA) and federal highway trust special revenue. The restricted highway state special revenue account receives revenue from motor fuel taxes, gross vehicle weight permit fees, and reimbursements for indirect costs associated with the federal-aid highway program via a Federal Highways Administration (FHWA) approved indirect cost plan. Federal funding is available for assistance for disadvantaged businesses, on-the-job training programs, fuel tax evasion prevention efforts, and direct administrative expenses associated with the federal-aid highway program. The general operations program is also responsible for \$81.4 million of statutory appropriations. Most, \$69.1 million, are the distributions of fuel taxes to cities, towns, counties, and consolidated city-county governments. The \$12.3 million of statutory distributions through the tribal motor fuels accounts are a function of the revenue sharing agreements between the tribes and the state.

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 %	33,966,408	33,966,408	67,932,816	96.77 %	
SWPL Adjustments	0	0	0	0.00 %	1,284,207	1,184,846	2,469,053	3.52 %	
PL Adjustments	0	0	0	0.00 %	(151,941)	(51,941)	(203,882)	(0.29)%	
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %	
Total Budget	\$0	\$0	\$0		\$35,098,674	\$35,099,313	\$70,197,987		

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	(33,815)	(1,409)	(35,224)	0.00	0	17,547	731	18,278
DP 2 - Fixed Costs	0.00	0	1,309,581	90,107	1,399,688	0.00	0	1,163,096	80,756	1,243,852
DP 3 - Inflation Deflation	0.00	0	(7,075)	(452)	(7,527)	0.00	0	(4,438)	(283)	(4,721)
DP 50 - SWPLA Fixed Cost Reductions	0.00	0	(68,048)	(4,682)	(72,730)	0.00	0	(67,852)	(4,711)	(72,563)
DP 106 - Federal Billing	0.00	0	100,000	0	100,000	0.00	0	200,000	0	200,000
DP 107 - Service Now license	0.00	0	(391,941)	0	(391,941)	0.00	0	(391,941)	0	(391,941)
DP 108 - Software licensing and maintenance	0.00	0	140,000	0	140,000	0.00	0	140,000	0	140,000
Grand Total All Present Law Adjustments	0.00	\$0	\$1,048,702	\$83,564	\$1,132,266	0.00	\$0	\$1,056,412	\$76,493	\$1,132,905

***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 an adjustment to annualize various personal services costs including FY 2021 statewide pay plan, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings. Additional factors contributing to the budget request include overtime, differential and per diem.

DP 2 - Fixed Costs -

The legislature adopted an increase of \$1,399,688 in FY 2022 and \$1,243,852 in FY 2023 to provide the funding to pay fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs

include liability and property insurance, legislative audit, warrant writer, payroll processing, SITSD charges, and others. The rates charged for these services are approved in a separate portion of the budget.

DP 3 - Inflation Deflation -

The legislature adopted a reduction of \$7,527 in FY 2022 and \$4,721 in FY 2023 to reflect budgetary changes generated from the application of inflation to specific expenditure accounts. Affected accounts include those associated with the statewide motor pool operated by the Department of Transportation.

DP 50 - SWPLA Fixed Cost Reductions -

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

DP 106 - Federal Billing -

The legislature approved an appropriation of \$100,000 in FY 2022 and \$200,000 in FY 2023 for training and software maintenance related to the federal billing project, contingent on the project being included in and funded in HB 10.

DP 107 - Service Now license -

The legislature adopted a reduction of \$391,941 state special revenue funds in both FY2022 and FY 2023 associated with efficiencies gained by using "Service Now applications".

DP 108 - Software licensing and maintenance -

The legislature adopted an appropriation of \$140,000 in state special revenue funds for both FY 2022 and FY 2023 for additional licensing for the API Hub and I-Broker projects and to support the data governance 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	153,987,050	157,598,592	3,611,542	2.35 %
Operating Expenses	720,424,626	890,842,981	170,418,355	23.66 %
Equipment & Intangible Assets	5,330,524	5,330,524	0	0.00 %
Capital Outlay	29,413,730	25,913,730	(3,500,000)	(11.90)%
Grants	8,261,256	8,261,256	0	0.00 %
Transfers	150,000	0	(150,000)	(100.00)%
Total Expenditures	\$917,567,186	\$1,087,947,083	\$170,379,897	18.57 %
State/Other Special Rev. Funds	173,728,948	169,482,683	(4,246,265)	(2.44)%
Federal Spec. Rev. Funds	743,838,238	918,464,400	174,626,162	23.48 %
Total Funds	\$917,567,186	\$1,087,947,083	\$170,379,897	18.57 %
Total Ongoing	\$917,567,186	\$1,067,347,083	\$149,779,897	16.32 %
Total OTO	\$0	\$20,600,000	\$20,600,000	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	846.72	846.72	866.72	866.72
Personal Services	71,218,395	76,424,950	77,562,100	78,685,825	78,912,767
Operating Expenses	339,726,616	358,371,339	362,053,287	449,244,973	441,598,008
Equipment & Intangible Assets	2,014,084	2,665,262	2,665,262	2,665,262	2,665,262
Capital Outlay	14,381,252	16,456,865	12,956,865	12,956,865	12,956,865
Grants	1,848,834	4,130,628	4,130,628	4,130,628	4,130,628
Transfers	0	150,000	0	0	0
Total Expenditures	\$429,189,181	\$458,199,044	\$459,368,142	\$547,683,553	\$540,263,530
State/Other Special Rev. Funds	80,468,824	100,184,374	73,544,574	85,426,734	84,055,949
Federal Spec. Rev. Funds	348,720,357	358,014,670	385,823,568	462,256,819	456,207,581
Total Funds	\$429,189,181	\$458,199,044	\$459,368,142	\$547,683,553	\$540,263,530
Total Ongoing	\$429,189,181	\$458,199,044	\$459,368,142	\$537,383,553	\$529,963,530
Total OTO	\$0	\$0	\$0	\$10,300,000	\$10,300,000

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Funding

Costs eligible for reimbursement under the federal-aid construction program are funded with the restricted highway state special revenue accounts and federal special revenue funds distributed by the U.S. Department of Transportation and apportioned to Montana. Construction design, construction, and construction management costs, as well as indirect administrative costs for construction activities, are generally eligible for federal reimbursement. The state match requirement is based on a sliding scale match, which is currently 86.6% federal with a 13.4% state match for most direct construction related costs. The primary sources of revenues in the restricted state special revenue accounts are highwayuser fees derived from motor fuel taxes and gross vehicle weight fees. The Construction Program is also responsible for \$8.1 million of statutory appropriations. Statutory appropriations include \$300,000 in state special funds to be distributed for the purposes and functions of the Montana Local Technical Assistance Transportation Program at Montana State University and \$7.8 million in federal special funds, for the debt service costs associated with previous work on Highway 93. The federal debt service obligation will reach maturity in FY 2023.

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 %	459,368,142	459,368,142	918,736,284	84.45 %	
SWPL Adjustments	0	0	0	0.00 %	(688,096)	(458,816)	(1,146,912)	(0.11)%	
PL Adjustments	0	0	0	0.00 %	75,586,840	68,661,242	144,248,082	13.26 %	
New Proposals	0	0	0	0.00 %	13,416,667	12,692,962	26,109,629	2.40 %	
Total Budget	\$0	\$0	\$0		\$547,683,553	\$540,263,530	\$1,087,947,083		

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	(243,944)	(433,678)	(677,622)	0.00	0	(162,809)	(289,438)	(452,247)
DP 3 - Inflation Deflation	0.00	0	(3,346)	(7,128)	(10,474)	0.00	0	(2,099)	(4,470)	(6,569)
DP 211 - Equipment Rental	0.00	0	204,548	114,311	318,859	0.00	0	206,684	115,504	322,188
DP 213 - Construction Program Contractor Payment 2nd Submission	0.00	0	9,754,730	65,513,251	75,267,981	0.00	0	8,856,741	59,482,313	68,339,054
Grand Total All Present Law Adjustments	0.00	\$0	\$9,711,988	\$65,186,756	\$74,898,744	0.00	\$0	\$8,898,517	\$59,303,909	\$68,202,426

**"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 an adjustment to annualize various personal services costs including FY 2021 statewide pay plan, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings. Additional factors contributing to the budget request include overtime, differential and per diem.

DP 3 - Inflation Deflation -

The legislature adopted a reduction of \$10,474 in FY 2022 and \$6,569 in FY 2023 to reflect budgetary changes generated from the application of inflation to specific expenditure accounts. Affected accounts include those associated with the

statewide motor pool operated by the Department of Transportation.

DP 211 - Equipment Rental -

The legislature adopted an increase of \$318,859 in FY 2022 and \$322,188 FY 2023 to operational expenses for equipment usage and associated rate changes from MDT’s equipment program.

DP 213 - Construction Program Contractor Payment 2nd Submission -

The legislature adopted an increase of \$75,267,981 in FY2022 and \$68,339,054 in FY2023 of combined state special and federal special revenue for contractor payments based on the second budget submission of the Montana Department of Transportation as recommended by most recent update of Tentative Construction Plan (TCP).

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 201 - Software Licensing, Maintenance, & Implementation	0.00	0	764,051	412,469	1,176,520	0.00	0	221,048	304,500	525,548
DP 202 - NBI Bridge Inspection Program	7.00	0	82,631	563,565	646,196	7.00	0	79,229	540,804	620,033
DP 203 - Bridge Load Rating & Overweight Permit Analysis	3.00	0	41,493	277,689	319,182	3.00	0	40,059	268,088	308,147
DP 204 - Construction Bridge Reviewer FTEs	2.00	0	27,047	179,919	206,966	2.00	0	26,071	173,433	199,504
DP 205 - Partnering Program	2.00	0	26,833	179,567	206,400	2.00	0	25,864	173,080	198,944
DP 206 - Utility Permitting Administration System (UPAS)	2.00	0	147,314	0	147,314	2.00	0	141,611	0	141,611
DP 207 - Unmanned Aerial System (UAS) Program	3.00	0	40,704	272,400	313,104	3.00	0	39,250	262,670	301,920
DP 208 - Consultant Design (RST/OTO)	0.00	0	1,030,000	9,270,000	10,300,000	0.00	0	1,030,000	9,270,000	10,300,000
DP 210 - Broadband Infrastructure Deployment	1.00	0	10,099	90,886	100,985	1.00	0	9,726	87,529	97,255
Total	20.00	\$0	\$2,170,172	\$11,246,495	\$13,416,667	20.00	\$0	\$1,612,858	\$11,080,104	\$12,692,962

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

DP 201 - Software Licensing, Maintenance, & Implementation -

The legislature adopted an adjustment of \$1,176,520 in FY 2022 and \$525,548 in FY 2023 of state and federal special revenue funds to fund multiple software implementations in the engineering division.

DP 202 - NBI Bridge Inspection Program -

The legislature adopted an increase of \$646,196 in FY 2022 and \$620,033 in FY 2023 in state and federal special revenue funds and 7.00 FTE for the bridge inspection program in order to meet National Bridge Inspection (NBI) Standards.

DP 203 - Bridge Load Rating & Overweight Permit Analysis -

The legislature adopted an increase of \$319,182 in FY 2022 and \$308,147 in FY 2023 in state and federal special revenue funds and 3.00 FTE to enable the department maintain compliance with NBI performance metrics and respond to the

commercial vehicle permit demands by adding adequate staff to complete load rating and overweight vehicle analysis for more than 4,500 publicly owned bridges statewide.

DP 204 - Construction Bridge Reviewer FTEs -

The legislature adopted an increase of \$206,966 in FY 2022 and \$199,504 in FY 2023 in state and federal special revenue funds and 2.00 FTE to provide construction oversight, direct training, and support of MDT's bridge construction program.

DP 205 - Partnering Program -

The legislature adopted an appropriation of \$206,400 in FY 2022 and \$198,944 in FY 2023 in state and federal special revenue and 2.00 FTE to develop and support MDTs' future partnering program. There are about 150 projects let a year that will have either Level 1 partnering facilitation or Level 2 partnering facilitation.

DP 206 - Utility Permitting Administration System (UPAS) -

The legislature adopted an appropriation of \$147,314 in FY 2022 and \$141,611 in FY 2023 in state special revenue and 2.00 FTE. This will support a new electronic permitting system. The electronic permitting module will allow utility owners to apply for and receive approval within three days, compared to two to four weeks with the paper process. An as-built requirement will allow MDT to manage which utilities are located where within the state's rights-of-way.

DP 207 - Unmanned Aerial System (UAS) Program -

The legislature adopted an appropriation of \$313,104 in FY 2022 and \$301,920 in FY 2023 in state and federal special revenue funds to provide 3.00 FTE and funding for MDT's future UAS Program.

DP 208 - Consultant Design (RST/OTO) -

The legislature adopted a one-time-only and restricted increase of \$10.3 million in FY 2022 and in FY 2023 in state and federal special revenue funds to the construction program to support consultant design. Due to increasing use of consultants used for design related issues due to loss of FTE, or specialization of contracts/work additional funding is needed. This budget category has been overrun for the past several fiscal years and will continue to do so without an ongoing funding solution.

DP 210 - Broadband Infrastructure Deployment -

The legislature adopted an appropriation of \$100,985 in FY 2022 and \$97,255 in FY 2023 in state and federal special revenue funds and 1.00 FTE to support compliance with the federal MOBILE NOW Act. This requires State DOT's to have a broadband utility coordinator responsible for facilitating infrastructure right-of-way (ROW) efforts within the state. This FTE will assist with establishing a registration process for broadband infrastructure, and work with broadband infrastructure entities regarding installation of broadband utilities in the right-of-way applicable federal-aid highway projects.

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	117,704,638	119,835,402	2,130,764	1.81 %
Operating Expenses	163,553,772	167,863,328	4,309,556	2.63 %
Equipment & Intangible Assets	1,297,416	740,416	(557,000)	(42.93)%
Total Expenditures	\$282,555,826	\$288,439,146	\$5,883,320	2.08 %
State/Other Special Rev. Funds	264,892,796	270,495,843	5,603,047	2.12 %
Federal Spec. Rev. Funds	17,663,030	17,943,303	280,273	1.59 %
Total Funds	\$282,555,826	\$288,439,146	\$5,883,320	2.08 %
Total Ongoing	\$282,555,826	\$288,439,146	\$5,883,320	2.08 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

LFD Budget Analysis C-109

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	739.55	739.55	740.55	740.55
Personal Services	55,053,730	58,057,492	59,647,146	59,824,778	60,010,624
Operating Expenses	80,800,638	81,613,207	81,940,565	83,878,598	83,984,730
Equipment & Intangible Assets	287,914	927,208	370,208	370,208	370,208
Total Expenditures	\$136,142,282	\$140,597,907	\$141,957,919	\$144,073,584	\$144,365,562
State/Other Special Rev. Funds	128,494,856	131,776,525	133,116,271	135,104,044	135,391,799
Federal Spec. Rev. Funds	7,647,426	8,821,382	8,841,648	8,969,540	8,973,763
Total Funds	\$136,142,282	\$140,597,907	\$141,957,919	\$144,073,584	\$144,365,562
Total Ongoing	\$136,142,282	\$140,597,907	\$141,957,919	\$144,073,584	\$144,365,562
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

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Funding

The state special revenue funding of the maintenance program is derived from highway state special revenue accounts. The funding includes state special support from the restricted and non-restricted highway state special revenue accounts.

Federal special revenue also funds qualifying highway maintenance activities determined by the Federal Highway Administration to extend the life of the highway system.

The maintenance program administers a statutory appropriation that funds activities related to shared-use paths. The funding for this appropriation is derived from an opt-in vehicle license fee for the maintenance and construction of shared use paths.

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 %	141,957,919	141,957,919	283,915,838	98.43 %	
SWPL Adjustments	0	0	0	0.00 %	117,294	303,601	420,895	0.15 %	
PL Adjustments	0	0	0	0.00 %	1,905,406	2,011,040	3,916,446	1.36 %	
New Proposals	0	0	0	0.00 %	92,965	93,002	185,967	0.06 %	
Total Budget	\$0	\$0	\$0		\$144,073,584	\$144,365,562	\$288,439,146		

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	117,443	1,186	118,629	0.00	0	301,394	3,044	304,438
DP 3 - Inflation Deflation	0.00	0	(1,201)	(134)	(1,335)	0.00	0	(753)	(84)	(837)
DP 301 - City Maintenance Contract Increases	0.00	0	62,007	0	62,007	0.00	0	81,488	0	81,488
DP 302 - Increase for Rest Area Caretaker Maintenance	0.00	0	100,000	0	100,000	0.00	0	163,000	0	163,000
DP 310 - Increase for infrastructure repairs	0.00	0	475,000	0	475,000	0.00	0	475,000	0	475,000
DP 311 - Equipment Rental	0.00	0	1,141,559	126,840	1,268,399	0.00	0	1,162,397	129,155	1,291,552
Grand Total All Present Law Adjustments	0.00	\$0	\$1,894,808	\$127,892	\$2,022,700	0.00	\$0	\$2,182,526	\$132,115	\$2,314,641

***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 an adjustment to annualize various personal services costs including FY 2021 statewide pay plan, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings. Additional factors contributing to the budget request include overtime, differential and per diem.

DP 3 - Inflation Deflation -

The legislature adopted a reduction of inflation/deflation rates to reflect budgetary changes generated from the application of inflation to specific expenditure accounts. Affected accounts include those associated with the statewide motor pool operated by the Department of Transportation.

DP 301 - City Maintenance Contract Increases -

The legislature adopted an increase of \$62,007 in FY 2022 and \$81,488 in FY 2023 in state special revenue funds for the agreements with the City of Missoula and Butte Silver Bow for the maintenance of routes within the cities.

DP 302 - Increase for Rest Area Caretaker Maintenance -

The legislature adopted an increase of \$100,000 in FY 2022 and \$163,000 in FY 2023 in state special revenue to fund increased caretaker contracts.

DP 310 - Increase for infrastructure repairs -

The legislature adopted an increase of \$475,000 of state special revenue funds in both FY 2022 and FY 2023 for operating budget authority which will be used when repairing damaged infrastructure such as guardrail, signs, impact attenuators, etc.

DP 311 - Equipment Rental -

The legislature adopted an increase of \$1,268,399 in FY 2022 and \$1,291,552 FY 2023 operational expenses for equipment usage and associated rate changes from MDT's Equipment Program.

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 303 - Wolf Point Maintenance Division FTE	1.00	0	59,003	0	59,003	1.00	0	59,040	0	59,040
DP 18001 - O&M for new facilities	0.00	0	33,962	0	33,962	0.00	0	33,962	0	33,962
Total	1.00	\$0	\$92,965	\$0	\$92,965	1.00	\$0	\$93,002	\$0	\$93,002

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

DP 303 - Wolf Point Maintenance Division FTE -

The legislature adopted an increase of \$59,003 in FY 2022 and \$59,040 in FY 2023 in state special revenue to fund a permanent 1.00 FTE in the Culbertson section to help maintain additional secondary roads that were reconstructed.

DP 18001 - O&M for new facilities -

The legislature adopted an appropriation for operations and maintenance costs for the Terry 3-Bay (No Office), White Sulphur 8-Bay, Phillipsburg 5-Bay, Custer 5-Bay (with office), Havre Welding Shop, Billings Welding Shop/Tow Plow Storage, and Harlem 6-Bay projects. The total operations and maintenance costs are \$33,962 for FY 2022 and FY 2023. This proposal is contingent on passage and approval of HB 5 and HB 5 includes an appropriation for construction of these projects.

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	874,019	879,571	5,552	0.64 %
Operating Expenses	4,453,660	4,390,505	(63,155)	(1.42)%
Equipment & Intangible Assets	7,487,506	7,603,506	116,000	1.55 %
Debt Service	154,898	38,898	(116,000)	(74.89)%
Total Expenditures	\$12,970,083	\$12,912,480	(\$57,603)	(0.44)%
Proprietary Funds	12,970,083	12,912,480	(57,603)	(0.44)%
Total Funds	\$12,970,083	\$12,912,480	(\$57,603)	(0.44)%

Page Reference

LFD Budget Analysis C-115

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	6.00	6.00	6.00	6.00
Personal Services	425,753	432,828	441,191	439,377	440,194
Operating Expenses	2,161,039	2,226,911	2,226,749	2,197,214	2,193,291
Equipment & Intangible Assets	3,069,108	3,685,753	3,801,753	3,801,753	3,801,753
Debt Service	135,101	135,449	19,449	19,449	19,449
Total Expenditures	\$5,791,001	\$6,480,941	\$6,489,142	\$6,457,793	\$6,454,687
Proprietary Funds	5,791,001	6,480,941	6,489,142	6,457,793	6,454,687
Total Funds	\$5,791,001	\$6,480,941	\$6,489,142	\$6,457,793	\$6,454,687

Page Reference

LFD Budget Analysis C-116

Funding

Funding for the State Motor Pool is generated through rental and lease fees charged to the state agencies, which are deposited in a proprietary fund.

The following sources of funding were used to pay for the services provided by this program in FY 2020:

- General fund (58.3%)
- State special revenue (19.5%)
- Federal special revenue (19.9%)
- Proprietary (1.7%)
- Other (0.6%)

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 %	6,489,142	6,489,142	12,978,284	100.51 %	
SWPL Adjustments	0	0	0	0.00 %	(31,349)	(34,455)	(65,804)	(0.51)%	
PL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %	
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %	
Total Budget	\$0	\$0	\$0		\$6,457,793	\$6,454,687	\$12,912,480		

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	(1,814)	0.00	0	0	0	(997)
DP 2 - Fixed Costs	0.00	0	0	0	(29,535)	0.00	0	0	0	(33,458)
Grand Total All Present Law Adjustments	0.00	\$0	\$0	\$0	(\$31,349)	0.00	\$0	\$0	\$0	(\$34,455)

***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 an adjustment to annualize various personal services costs including FY 2021 statewide pay plan, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings. Additional factors contributing to the budget request include overtime, differential and per diem.

DP 2 - Fixed Costs -

The legislature adopted a reduction of fixed costs in the motor pool program. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, SITSD charges, and others. The rates charged for these services are approved in a separate portion of the budget.

Other Issues -

The legislature adopted the rates for the Motor Pool Program as requested by the executive.

Motor Pool users pay a usage rate and an assigned rate. For automobiles the usage rate is charged for actual miles driven and allows the program to recover costs directly related to the operation of the vehicle, such as repairs, parts,

fuel, lubricants, and tires. The assigned rate is charged for hours the vehicle was used and allows the program to cover fixed costs associated with state ownership, such as insurance, interest payments on BOI loans, depreciation, and utilities. For the aircraft the rates are based on estimated annual flight hours and would be adjusted downward if the number of estimated annual flight hours is exceeded.

The rates approved by the legislature are the maximum the program may charge during the biennium, not the rates the program must charge. The state motor pool rates are included in HB 2, Section R.

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	19,265,371	19,476,128	210,757	1.09 %
Operating Expenses	28,503,856	27,904,407	(599,449)	(2.10)%
Equipment & Intangible Assets	13,780,256	18,230,256	4,450,000	32.29 %
Total Expenditures	\$61,549,483	\$65,610,791	\$4,061,308	6.60 %
Proprietary Funds	61,549,483	65,610,791	4,061,308	6.60 %
Total Funds	\$61,549,483	\$65,610,791	\$4,061,308	6.60 %

Page Reference

LFD Budget Analysis C-122

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	123.00	123.00	123.00	123.00
Personal Services	9,465,947	9,604,145	9,661,226	9,722,271	9,753,857
Operating Expenses	14,387,417	14,488,687	14,015,169	13,954,960	13,949,447
Equipment & Intangible Assets	6,552,738	6,665,128	7,115,128	9,115,128	9,115,128
Total Expenditures	\$30,406,102	\$30,757,960	\$30,791,523	\$32,792,359	\$32,818,432
Proprietary Funds	30,406,102	30,757,960	30,791,523	32,792,359	32,818,432
Total Funds	\$30,406,102	\$30,757,960	\$30,791,523	\$32,792,359	\$32,818,432

Page Reference

LFD Budget Analysis C-123

Funding

Funding for the equipment program is generated through user fees charged to programs and divisions in MDT, which are deposited in a proprietary fund. The sources of the majority of funding in this program are state special funds. This is because the maintenance program is the primary customer of the equipment 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	0	0	0	0.00 %	30,791,523	30,791,523	61,583,046	93.86 %	
SWPL Adjustments	0	0	0	0.00 %	836	26,909	27,745	0.04 %	
PL Adjustments	0	0	0	0.00 %	2,000,000	2,000,000	4,000,000	6.10 %	
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %	
Total Budget	\$0	\$0	\$0		\$32,792,359	\$32,818,432	\$65,610,791		

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	61,045	0.00	0	0	0	92,631
DP 2 - Fixed Costs	0.00	0	0	0	(60,084)	0.00	0	0	0	(65,644)
DP 3 - Inflation Deflation	0.00	0	0	0	(125)	0.00	0	0	0	(78)
DP 801 - Equipment Purchase Funding	0.00	0	0	0	2,000,000	0.00	0	0	0	2,000,000
Grand Total All Present Law Adjustments	0.00	\$0	\$0	\$0	\$2,000,836	0.00	\$0	\$0	\$0	\$2,026,909

*"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 an adjustment to annualize various personal services costs including FY 2021 statewide pay plan, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings. Additional factors contributing to the budget request include overtime, differential and per diem.

DP 2 - Fixed Costs -

The legislature adopted a reduction to fixed costs in the equipment program. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, SITSD charges, and others. The rates charged for these services are approved in a separate portion of the budget.

DP 3 - Inflation Deflation -

The legislature adopted a reduction of inflation/deflation rates to reflect budgetary changes generated from the application of inflation to specific expenditure accounts. Affected accounts include those associated with the statewide motor pool operated by the Department of Transportation.

DP 801 - Equipment Purchase Funding -

The legislature adopted an adjustment of \$2.0 million in both FY 2022 and FY 2023 to fund purchases to replace aging equipment.

Program Budget Comparison

The following table compares the 2021 biennium appropriated budget and the 2023 biennium adopted budget by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 20-21	Legislative Budget 22-23	Biennium Change	Biennium % Change
Personal Services	18,992,486	18,968,779	(23,707)	(0.12)%
Operating Expenses	5,716,611	5,917,388	200,777	3.51%
Equipment & Intangible Assets	708,423	555,432	(152,991)	(21.60)%
Transfers	141,960	93,460	(48,500)	(34.16)%
Total Expenditures	\$25,559,480	\$25,535,059	(\$24,421)	(0.10)%
State/Other Special Rev. Funds	19,115,310	19,017,640	(97,670)	(0.51)%
Federal Spec. Rev. Funds	6,444,170	6,517,419	73,249	1.14%
Total Funds	\$25,559,480	\$25,535,059	(\$24,421)	(0.10)%
Total Ongoing	\$25,559,480	\$25,535,059	(\$24,421)	(0.10)%
Total OTO	\$0	\$0	\$0	0.00%

Page Reference

LFD Budget Analysis C-128

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	123.44	123.44	123.44	123.44
Personal Services	8,902,334	9,417,258	9,575,228	9,472,835	9,495,944
Operating Expenses	2,349,724	2,760,282	2,956,329	2,958,528	2,958,860
Equipment & Intangible Assets	391,880	430,707	277,716	277,716	277,716
Transfers	92,975	95,230	46,730	46,730	46,730
Total Expenditures	\$11,736,913	\$12,703,477	\$12,856,003	\$12,755,809	\$12,779,250
State/Other Special Rev. Funds	8,794,780	9,537,506	9,577,804	9,499,740	9,517,900
Federal Spec. Rev. Funds	2,942,133	3,165,971	3,278,199	3,256,069	3,261,350
Total Funds	\$11,736,913	\$12,703,477	\$12,856,003	\$12,755,809	\$12,779,250
Total Ongoing	\$11,736,913	\$12,703,477	\$12,856,003	\$12,755,809	\$12,779,250
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

LFD Budget Analysis C-129

Funding

The motor carrier services program (MCS) is funded by the highway state special revenue accounts and federal special

revenue. Most of the funding in the 2023 biennium is provided in the constitutionally restricted highway state special revenue account (HSSRA). Other state special revenues supporting program activities include unified carrier registration fees and the highway non-restricted account. Federal funds are derived from federal grant programs and distributions from the federal highway trust.

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 %	12,856,003	12,856,003	25,712,006	100.69 %
SWPL Adjustments	0	0	0	0.00 %	(103,073)	(79,710)	(182,783)	(0.72)%
PL Adjustments	0	0	0	0.00 %	2,879	2,957	5,836	0.02 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$0	\$0	\$0		\$12,755,809	\$12,779,250	\$25,535,059	

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	(79,369)	(23,024)	(102,393)	0.00	0	(61,456)	(17,828)	(79,284)
DP 3 - Inflation Deflation	0.00	0	(529)	(151)	(680)	0.00	0	(332)	(94)	(426)
DP 2211 - Equipment Rental	0.00	0	1,834	1,045	2,879	0.00	0	1,884	1,073	2,957
Grand Total All Present Law Adjustments	0.00	\$0	(\$78,064)	(\$22,130)	(\$100,194)	0.00	\$0	(\$59,904)	(\$16,849)	(\$76,753)

**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 an adjustment to annualize various personal services costs including FY 2021 statewide pay plan, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings. Additional factors contributing to the budget request include overtime, differential and per diem.

DP 3 - Inflation Deflation -

The legislature adopted a reduction of inflation/deflation rates to reflect budgetary changes generated from the application of inflation to specific expenditure accounts. Affected accounts include those associated with the statewide motor pool operated by the Department of Transportation.

DP 2211 - Equipment Rental -

The legislature adopted an increase of operational expenses for equipment usage and associated rate changes from MDT's equipment 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	1,641,488	1,699,626	58,138	3.54 %
Operating Expenses	3,358,701	9,095,093	5,736,392	170.79 %
Equipment & Intangible Assets	110,000	1,521,800	1,411,800	1,283.45 %
Grants	8,378	8,000	(378)	(4.51)%
Transfers	16,500	14,000	(2,500)	(15.15)%
Total Expenditures	\$5,135,067	\$12,338,519	\$7,203,452	140.28 %
State/Other Special Rev. Funds	4,000,292	3,916,688	(83,604)	(2.09)%
Federal Spec. Rev. Funds	1,134,775	8,421,831	7,287,056	642.16 %
Total Funds	\$5,135,067	\$12,338,519	\$7,203,452	140.28 %
Total Ongoing	\$4,230,067	\$12,338,519	\$8,108,452	191.69 %
Total OTO	\$905,000	\$0	(\$905,000)	(100.00)%

Page Reference

LFD Budget Analysis C-132

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	9.00	9.00	9.00	9.00
Personal Services	720,853	815,160	826,328	848,862	850,764
Operating Expenses	44,369	1,630,708	1,727,993	7,488,676	1,606,417
Equipment & Intangible Assets	0	110,000	0	1,521,800	0
Grants	2,378	4,378	4,000	4,000	4,000
Transfers	9,260	9,500	7,000	7,000	7,000
Total Expenditures	\$776,860	\$2,569,746	\$2,565,321	\$9,870,338	\$2,468,181
State/Other Special Rev. Funds	1,015,161	2,040,096	1,960,196	1,969,957	1,946,731
Federal Spec. Rev. Funds	(238,301)	529,650	605,125	7,900,381	521,450
Total Funds	\$776,860	\$2,569,746	\$2,565,321	\$9,870,338	\$2,468,181
Total Ongoing	\$644,021	\$2,109,746	\$2,120,321	\$9,870,338	\$2,468,181
Total OTO	\$132,839	\$460,000	\$445,000	\$0	\$0

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LFD Budget Analysis C-134

Funding

The aeronautics program is funded with state and federal special revenues. State special revenue funds are derived primarily from state aviation fuel taxes and aviation license fees. Federal special revenue comes from Federal Aviation Administration (FAA) grants. In FY 2021 the department was awarded Coronavirus Aid, Relief and Economic Security (CARES) act grants for the Yellowstone and Lincoln airports. Proprietary funding supports the Yellowstone Airport enterprise program, a non-HB 2 budget.

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 %	2,120,321	2,120,321	4,240,642	34.37 %
SWPL Adjustments	0	0	0	0.00 %	21,487	21,280	42,767	0.35 %
PL Adjustments	0	0	0	0.00 %	7,723,530	321,580	8,045,110	65.20 %
New Proposals	0	0	0	0.00 %	5,000	5,000	10,000	0.08 %
Total Budget	\$0	\$0	\$0		\$9,870,338	\$2,468,181	\$12,338,519	

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	22,308	226	22,534	0.00	0	24,191	245	24,436
DP 2 - Fixed Costs	0.00	0	(993)	0	(993)	0.00	0	(3,122)	0	(3,122)
DP 3 - Inflation Deflation	0.00	0	(54)	0	(54)	0.00	0	(34)	0	(34)
DP 4001 - Taxiway & Apron Pavement Maintenance	0.00	0	0	0	0	0.00	0	0	321,580	321,580
DP 4002 - WYS Runway Reconstruction	0.00	0	0	5,512,800	5,512,800	0.00	0	0	0	0
DP 4003 - Pavement Condition Index	0.00	0	23,000	207,000	230,000	0.00	0	0	0	0
DP 4005 - Snow Removal Equipment - Yellowstone Airport	0.00	0	0	918,800	918,800	0.00	0	0	0	0
DP 4006 - Federal Aid Projects at Lincoln Airport	0.00	0	0	625,500	625,500	0.00	0	0	0	0
DP 4008 - West Yellowstone Airport Master Plan Study	0.00	0	0	436,430	436,430	0.00	0	0	0	0
Grand Total All Present Law Adjustments	0.00	\$0	\$44,261	\$7,700,756	\$7,745,017	0.00	\$0	\$21,035	\$321,825	\$342,860

**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 an adjustment to annualize various personal services costs including FY 2021 statewide pay plan, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings. Additional factors contributing to the budget request include overtime, differential and per diem.

DP 2 - Fixed Costs -

The legislature adopted a reduction of funding to provide the funding required in the budget to pay fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, SITSD charges, and others. The rates charged for these services are approved in a separate portion of the budget.

DP 3 - Inflation Deflation -

The legislature adopted a reduction of inflation/deflation rates to reflect budgetary changes generated from the application of inflation to specific expenditure accounts. Affected accounts include those associated with the statewide motor pool operated by the Department of Transportation.

DP 4001 - Taxiway & Apron Pavement Maintenance -

The legislature adopted an adjustment of \$321,580 for federal funds in FY 2023 for pavement maintenance of the apron and taxiway at the Yellowstone Airport to assist the airport in maintaining compliance with FAA mandated requirements. The project will consist of the pavement maintenance to include filling of cracked asphalt (as necessary), sealing the asphalt surfaces, repainting the asphalt surfaces, and incidentals associated with this work.

DP 4002 - WYS Runway Reconstruction -

The legislature adopted an appropriation of \$5.5 federal funds in FY 2022 to provide for the design and construction associated with runway rehabilitation and associated improvements at the Yellowstone Airport to assist the airport in maintaining compliance with FAA mandated requirements.

DP 4003 - Pavement Condition Index -

The legislature adopted an appropriation of \$23,000 in aeronautic state special revenue and \$207,000 federal funds in FY 2022 for the pavement condition index (PCI) program which is an asphalt study done every three years at federally funded airports to get a snapshot of the current asphalt conditions. This snapshot is used by the airport sponsor for long-term capital improvement planning.

DP 4005 - Snow Removal Equipment - Yellowstone Airport -

The legislature adopted an appropriation of \$918,800 in federal funds in FY 2022 to provide design/acquisition of snow removal equipment (SRE) for the Yellowstone Airport. Federal law, 14 CFR Part 139 requires commercial service airports to comply with snow removal operations.

DP 4006 - Federal Aid Projects at Lincoln Airport -

The legislature appropriated \$625,500 of federal funds in FY 2022 for the installation of an instrument approach procedure (IAP).

DP 4008 - West Yellowstone Airport Master Plan Study -

The legislature adopted an appropriation of \$436,430 of federal funds in FY 2022 to provide an airport master plan at Yellowstone Airport. The 2020 Coronavirus Aid, Relief, and Economic Security (CARES) Act has allocated funds to the Yellowstone Airport which may be used to fund the airport master plan already identified in the airport's capital improvement plan (CIP). This project will consist of an overall evaluation of the current state of the airport as well as identifying future forecasted needs. The FAA requires a master plan in order to receive future federal funding.

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 18002 - O&M for Lincoln Airport Storage Building	0.00	0	500	4,500	5,000	0.00	0	500	4,500	5,000
Total	0.00	\$0	\$500	\$4,500	\$5,000	0.00	\$0	\$500	\$4,500	\$5,000

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

DP 18002 - O&M for Lincoln Airport Storage Building -

The legislature adopted an appropriation for operations and maintenance costs for the Lincoln Airport snow removal equipment storage building of \$500 state special funding and \$4,500 federal special funding in FY 2022 and FY 2023, Pursuant to 17-7-210. This new proposal is contingent on passage and approval of HB 5 and HB 5 includes an appropriation for construction of the Lincoln Airport snow removal equipment storage building.

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	17,999,829	19,010,460	1,010,631	5.61 %
Operating Expenses	11,521,099	13,161,821	1,640,722	14.24 %
Equipment & Intangible Assets	1,284,781	1,347,338	62,557	4.87 %
Grants	39,428,625	39,134,030	(294,595)	(0.75)%
Transfers	3,362,852	3,344,852	(18,000)	(0.54)%
Total Expenditures	\$73,597,186	\$75,998,501	\$2,401,315	3.26 %
State/Other Special Rev. Funds	17,115,600	17,907,814	792,214	4.63 %
Federal Spec. Rev. Funds	56,481,586	58,090,687	1,609,101	2.85 %
Total Funds	\$73,597,186	\$75,998,501	\$2,401,315	3.26 %
Total Ongoing	\$73,597,186	\$75,998,501	\$2,401,315	3.26 %
Total OTO	\$0	\$0	\$0	0.00 %

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LFD Budget Analysis C-141

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	94.76	94.76	97.76	99.76
Personal Services	8,075,506	8,934,902	9,064,927	9,415,455	9,595,005
Operating Expenses	3,177,194	4,953,383	6,567,716	6,581,435	6,580,386
Equipment & Intangible Assets	169,068	611,112	673,669	673,669	673,669
Grants	15,297,949	20,107,933	19,320,692	19,567,015	19,567,015
Transfers	1,503,546	1,690,426	1,672,426	1,672,426	1,672,426
Total Expenditures	\$28,223,263	\$36,297,756	\$37,299,430	\$37,910,000	\$38,088,501
State/Other Special Rev. Funds	7,325,141	8,532,947	8,582,653	8,943,727	8,964,087
Federal Spec. Rev. Funds	20,898,122	27,764,809	28,716,777	28,966,273	29,124,414
Total Funds	\$28,223,263	\$36,297,756	\$37,299,430	\$37,910,000	\$38,088,501
Total Ongoing	\$28,223,263	\$36,297,756	\$37,299,430	\$37,910,000	\$38,088,501
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

LFD Budget Analysis C-142

Funding

The rail, transit, and planning (RTP) division is funded with a combination of state and federal special revenue funds. Highway state special revenue from both the restricted and non-restricted highway state special revenue accounts support the overall administrative and operational costs of the program. Other funding includes:

- Federal transit authority (FTA) local match funds provided from local transit providers to match their FTA grants
- TransADE special revenue, which in large part provides funding for transit services that serve the elderly and disabled (and can also be used to match federal transit funds)
- County DUI prevention funds, for providing assistance to county DUI task force activities
- Federal highway trust which provides for costs of highway program administration, activities, and projects

The RTP division also administers a statutory appropriation that allows expenditures for shared-use paths. The funding for this appropriation is derived from an opt-in vehicle license fee for the maintenance and construction of shared use paths.

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 %	37,299,430	37,299,430	74,598,860	98.16 %
SWPL Adjustments	0	0	0	0.00 %	96,138	116,199	212,337	0.28 %
PL Adjustments	0	0	0	0.00 %	252,473	252,642	505,115	0.66 %
New Proposals	0	0	0	0.00 %	261,959	420,230	682,189	0.90 %
Total Budget	\$0	\$0	\$0		\$37,910,000	\$38,088,501	\$75,998,501	

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	33,583	65,188	98,771	0.00	0	40,069	77,781	117,850
DP 3 - Inflation Deflation	0.00	0	(545)	(2,088)	(2,633)	0.00	0	(342)	(1,309)	(1,651)
DP 5008 - TransADE Program Increase	0.00	0	246,323	0	246,323	0.00	0	246,323	0	246,323
DP 5011 - Equipment Rental	0.00	0	1,294	4,856	6,150	0.00	0	1,329	4,990	6,319
Grand Total All Present Law Adjustments	0.00	\$0	\$280,655	\$67,956	\$348,611	0.00	\$0	\$287,379	\$81,462	\$368,841

*"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 an adjustment to annualize various personal services costs including FY 2021 statewide pay plan, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings. Additional factors contributing to the budget request include overtime, differential and per diem.

DP 3 - Inflation Deflation -

The legislature adopted a reduction of inflation/deflation rates to reflect budgetary changes generated from the application of inflation to specific expenditure accounts. Affected accounts include those associated with the statewide motor pool operated by the Department of Transportation.

DP 5008 - TransADE Program Increase -

The legislature adopted an increase of \$246,323 in FY 2022 and FY 2023 for Transportation Assistance for the Disabled and Elderly (TransADE) program (MCA 7-14-112) which provides operating/matching funds to local transit providers throughout Montana for the purpose of providing public transportation to the elderly and disabled. Montana currently has 39 transit systems that receive this funding to provide expanded services to the elderly and disabled. An increase in the 2023 biennium is due to increased allocation as the revenue source for this program comes from a statutory appropriation.

DP 5011 - Equipment Rental -

The legislature adopted an increase for operational expenses for equipment usage and associated rate changes from MDT's equipment program.

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 5001 - FAST Act Reauthorization Adjustment	2.00	0	33,475	133,897	167,372	4.00	0	48,677	280,098	328,775
DP 5002 - Environmental Science Specialist FTE	1.00	0	47,642	47,643	95,285	1.00	0	46,076	46,077	92,153
DP 5099 - NRIS/GIS Fixed Costs	0.00	0	(698)	0	(698)	0.00	0	(698)	0	(698)
Total	3.00	\$0	\$80,419	\$181,540	\$261,959	5.00	\$0	\$94,055	\$326,175	\$420,230

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

DP 5001 - FAST Act Reauthorization Adjustment -

The legislature adopted an adjustment of \$167,372 in FY 2022 and \$328,775 in FY 2023 for an increase to federal and state special revenue to fund personal services, operating costs, and equipment costs for 2.00 FTE in FY 2022 and 4.00 FTE in FY 2023 due to more extensive statutory requirements for transportation planning and programming under the next federal surface transportation law.

DP 5002 - Environmental Science Specialist FTE -

The legislature adopted an increase of \$95,285 in FY 2022 and \$92,153 in FY 2023 for 1.00 FTE for environmental services bureau of the rail, transit & planning division.

DP 5099 - NRIS/GIS Fixed Costs -

The legislature adopted a reallocation of costs associated with Natural Resource Information Service/Geographic Information System (NRIS/GIS) services provided by the Montana State Library.