



GOVERNOR  
STEVE BULLOCK

STATE OF MONTANA

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## SECTION C: NATURAL RESOURCES & TRANSPORTATION

Dept of Fish, Wildlife & Parks  
Dept of Environmental Quality  
Dept of Transportation

Dept of Livestock  
Dept of Natural Resources & Conservation  
Dept of Agriculture

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OBPP Staff:

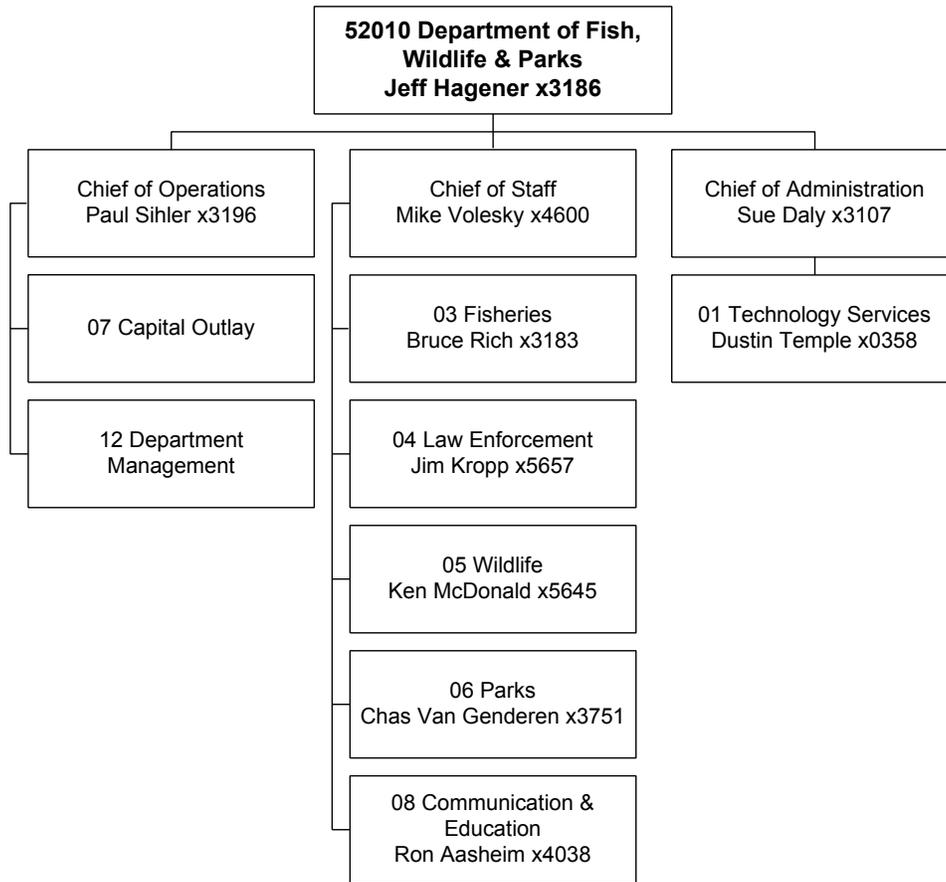
Gerry Murphy

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GOVERNOR'S OFFICE OF  
BUDGET AND PROGRAM PLANNING

## Department of Fish, Wildlife & Parks - 52010



**Mission Statement** - Montana Fish, Wildlife & Parks, through its employees and citizen commission, provides for the stewardship of the fish, wildlife, parks, and recreational resources of Montana while contributing to the quality of life for present and future generations.

**Statutory Authority** - Title 87 and 23, MCA.

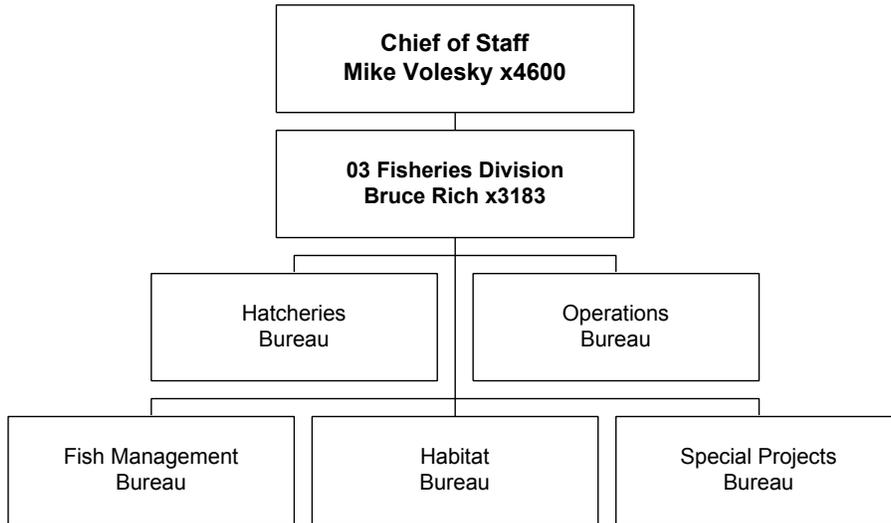
Agency Proposed Budget	Total Exec. Budget Fiscal 2016	Total Exec. Budget Fiscal 2017	Total Exec. Budget 2017 Biennium
FTE	694.62	694.08	
Personal Services	48,906,797	48,878,756	97,785,553
Operating Expenses	35,071,507	35,055,773	70,127,280
Equipment & Intangible Assets	794,210	788,710	1,582,920
Grants	593,910	593,910	1,187,820
Benefits & Claims	800	800	1,600
Transfers	363,464	363,464	726,928
Debt Service	16,088	12,427	28,515
<b>Total Costs</b>	<b>\$85,746,776</b>	<b>\$85,693,840</b>	<b>\$171,440,616</b>
General Fund	1,628,431	1,532,716	3,161,147
State/Other Special	61,089,624	61,128,258	122,217,882
Federal Spec. Rev. Funds	23,028,721	23,032,866	46,061,587
<b>Total Funds</b>	<b>\$85,746,776</b>	<b>\$85,693,840</b>	<b>\$171,440,616</b>

## Department of Fish, Wildlife & Parks - 52010

Agency Appropriated Biennium to Biennium Comparison								
Program	2015 Biennium Appropriated Budget		2017 Biennium Requested Budget		Biennium to Biennium Difference (dollars)		Biennium to Biennium Difference (percent)	
	General Fund	Total Funds	General Fund	Total Funds	General Fund	Total Funds	General Fund	Total Funds
03 - Fisheries Division	618,250	35,256,455	1,948,000	36,437,369	1,329,750	1,180,914	215.08 %	3.35 %
04 - Law Enforcement Division	0	20,724,590	0	22,149,995	0	1,425,405	0.00 %	6.88 %
05 - Wildlife Division	0	39,088,625	1,213,147	42,294,162	1,213,147	3,205,537	0.00 %	8.20 %
06 - Parks Division	0	15,943,147	0	16,071,843	0	128,696	0.00 %	0.81 %
08 - Communication and Education Div	0	7,433,497	0	7,302,674	0	(130,823)	0.00 %	(1.76)%
09 - Administration	0	24,332,818	0	32,057,317	0	7,724,499	0.00 %	31.75 %
12 - Department Management	0	13,845,246	0	15,127,256	0	1,282,010	0.00 %	9.26 %
<b>Agency Total</b>	<b>\$618,250</b>	<b>\$156,624,378</b>	<b>\$3,161,147</b>	<b>\$171,440,616</b>	<b>\$2,542,897</b>	<b>\$14,816,238</b>	<b>411.31 %</b>	<b>9.46 %</b>

# Department of Fish, Wildlife & Parks - 52010

## Fisheries Division - 03



**Program Description** - The Fisheries Division is responsible for preserving and perpetuating aquatic species and their ecosystems and for meeting public demand for fishing opportunities and aquatic wildlife stewardship. The division formulates and implements policies and programs that emphasize management for wild fish populations and the protection and restoration of habitat necessary to maintain these populations. The program:

- Operates a hatchery program to stock lakes and reservoirs where natural reproduction is limited
- Regulates angler harvests
- Monitors fish populations
- Provides adequate public access

Program Proposed Budget						
Budget Item	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	181.25	(6.58)	174.67	(6.60)	174.65	
Personal Services	10,251,922	1,442,626	11,694,548	1,450,739	11,702,661	23,397,209
Operating Expenses	5,098,487	1,025,648	6,124,135	1,071,844	6,170,331	12,294,466
Equipment & Intangible Assets	370,455	0	370,455	0	370,455	740,910
Transfers	2,392	0	2,392	0	2,392	4,784
<b>Total Costs</b>	<b>\$15,723,256</b>	<b>\$2,468,274</b>	<b>\$18,191,530</b>	<b>\$2,522,583</b>	<b>\$18,245,839</b>	<b>\$36,437,369</b>
General Fund	0	974,000	974,000	974,000	974,000	1,948,000
State/Other Special	7,035,907	801,461	7,797,345	840,553	7,836,441	15,633,786
Federal Spec. Rev. Funds	8,687,349	692,813	9,420,185	708,030	9,435,398	18,855,583
<b>Total Funds</b>	<b>\$15,723,256</b>	<b>\$2,468,274</b>	<b>\$18,191,530</b>	<b>\$2,522,583</b>	<b>\$18,245,839</b>	<b>\$36,437,369</b>

# Department of Fish, Wildlife & Parks - 52010

## Fisheries Division - 03

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	1,875,446	0	1,883,577
SWPL - 2 - Fixed Costs	0	(74)	0	(74)
SWPL - 3 - Inflation Deflation	0	(68,278)	0	(52,082)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$1,807,094</i>	<i>\$0</i>	<i>\$1,831,421</i>
<b>Present Law Adjustments</b>				
PL - 300301 - Hatchery Operations	0	120,000	0	150,000
PL - 300302 - Aquatic Invasive Species (AIS)	974,000	974,000	974,000	974,000
PL - 300444 - Statewide 4% FTE Reduction - Program 03	0	(432,820)	0	(432,838)
<i>Total Present Law Adjustments</i>	<i>\$974,000</i>	<i>\$661,180</i>	<i>\$974,000</i>	<i>\$691,162</i>
<b>Total Budget Adjustments</b>	<b>\$974,000</b>	<b>\$2,468,274</b>	<b>\$974,000</b>	<b>\$2,522,583</b>

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$1,875,446
FY 2017	\$0	\$1,883,577

**SWPL - 1 - Personal Services -**

The budget includes \$1,875,446 in FY 2016 and \$1,883,577 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of turnover experienced in excess of the applied vacancy savings rate.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$74)
FY 2017	\$0	(\$74)

**SWPL - 2 - Fixed Costs -**

This request includes a reduction of \$74 in FY 2016 per to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$68,278)
FY 2017	\$0	(\$52,082)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$68,278 in FY 2016 and \$52,082 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

# Department of Fish, Wildlife & Parks - 52010

## Fisheries Division - 03

### -----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$120,000
FY 2017	\$0	\$150,000

**PL - 300301 - Hatchery Operations -**

This budget request is for \$120,000 in FY 2016 and \$150,000 in FY 2017 of state special revenue to cover increases in direct and overhead costs within the hatchery system. The hatchery system has improved operating efficiency to reduce expenses, but these reductions are no longer adequate to compensate for inflationary pressure on items such as fish food, utilities and other operating expenses.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$974,000	\$974,000
FY 2017	\$974,000	\$974,000

**PL - 300302 - Aquatic Invasive Species (AIS) -**

This request is for \$974,000 per year in general fund and restores funding from HB 2 and HB 586 of the 2013 session for watercraft inspection, monitoring, and prevention efforts in the Aquatic Invasive Species (AIS) program. The AIS mission is to minimize the risk of introducing or spreading AIS into or between Montana's water bodies. The program has received OTO funding for the last three biennia. Stable, base funding is needed to ensure that Montana stays up-to-date with new and current threats. The majority of the funding will provide staff and law enforcement support at watercraft inspection stations during boating season.

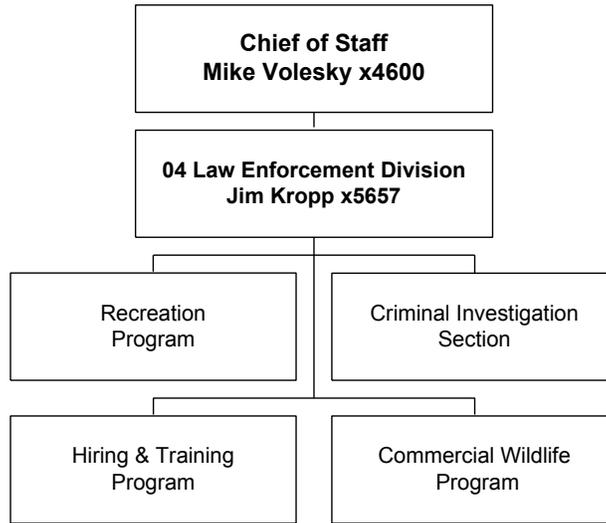
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$432,820)
FY 2017	\$0	(\$432,838)

**PL - 300444 - Statewide 4% FTE Reduction - Program 03 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 300444 includes a reduction of 6.60 FTE each year and \$865,658 for the biennium to accomplish the FTE reduction.

# Department of Fish, Wildlife & Parks - 52010

## Law Enforcement Division - 04



**Program Description** - The Law Enforcement Division is responsible for ensuring compliance with laws and regulations pertaining to the protection and preservation of big game animals, fur-bearing animals, fish, game birds, and other protected wildlife species. It also enforces the laws and regulations relative to lands or waters under agency jurisdiction and the authority of the department such as state parks, fishing access sites, and wildlife management areas, as well as those laws and regulations pertaining to outfitters/guides, boating, snowmobiles, and off highway vehicles safety and registration. Other duties include block management patrols, stream access enforcement, commercial wildlife permitting, hunter education, license vendor contacts, game damage response, urban wildlife activities, and assisting other law enforcement agencies as requested.

Program Proposed Budget						
Budget Item	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	116.88	0.61	117.49	0.61	117.49	
Personal Services	7,593,799	1,241,821	8,835,620	1,243,398	8,837,197	17,672,817
Operating Expenses	2,018,595	106,084	2,124,679	108,470	2,127,065	4,251,744
Equipment & Intangible Assets	34,652	5,500	40,152	0	34,652	74,804
Grants	15,199	0	15,199	0	15,199	30,398
Transfers	38,672	21,444	60,116	21,444	60,116	120,232
<b>Total Costs</b>	<b>\$9,700,917</b>	<b>\$1,374,849</b>	<b>\$11,075,766</b>	<b>\$1,373,312</b>	<b>\$11,074,229</b>	<b>\$22,149,995</b>
State/Other Special	9,362,775	1,081,970	10,444,745	1,079,901	10,442,676	20,887,421
Federal Spec. Rev. Funds	338,142	292,879	631,021	293,411	631,553	1,262,574
<b>Total Funds</b>	<b>\$9,700,917</b>	<b>\$1,374,849</b>	<b>\$11,075,766</b>	<b>\$1,373,312</b>	<b>\$11,074,229</b>	<b>\$22,149,995</b>

# Department of Fish, Wildlife & Parks - 52010

## Law Enforcement Division - 04

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	868,532	0	870,191
SWPL - 3 - Inflation Deflation	0	(85,491)	0	(74,030)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$783,041</i>	<i>\$0</i>	<i>\$796,161</i>
<b>Present Law Adjustments</b>				
PL - 400401 - Game Warden Overtime	0	348,510	0	348,510
PL - 400402 - Enforcement Operations Adjustment	0	190,944	0	190,944
PL - 400444 - Statewide 4% FTE Reduction - Program 04	0	(33,691)	0	(33,591)
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$505,763</i>	<i>\$0</i>	<i>\$505,863</i>
<b>New Proposals</b>				
NP - 400404 - Funding Switch to PR	0	0	0	0
NP - 400405 - DNRC Recreational Warden	0	86,045	0	71,288
<i>Total New Proposals</i>	<i>\$0</i>	<i>\$86,045</i>	<i>\$0</i>	<i>\$71,288</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$1,374,849</b>	<b>\$0</b>	<b>\$1,373,312</b>

### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$868,532
FY 2017	\$0	\$870,191

#### SWPL - 1 - Personal Services -

The budget includes \$868,532 in FY 2016 and \$870,191 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of turnover experienced in excess of the applied vacancy savings rate.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$85,491)
FY 2017	\$0	(\$74,030)

#### SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$85,491 in FY 2016 and \$74,030 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

### -----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$348,510
FY 2017	\$0	\$348,510

#### PL - 400401 - Game Warden Overtime -

This budget request restores state and federal special revenue of \$348,510 each year of the 2017 biennium for overtime compensation for the Law Enforcement Division. The request is necessary because overtime is zero-based in the budgeting process.

# Department of Fish, Wildlife & Parks - 52010

## Law Enforcement Division - 04

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$190,944
FY 2017	\$0	\$190,944

**PL - 400402 - Enforcement Operations Adjustment -**

This budget request is for \$190,944 in state special revenue to compensate for increased field operations and personal services costs. Primary cost drivers are ammunition and increased personal services expenditures related to the DOJ dispatcher contract.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$33,691)
FY 2017	\$0	(\$33,591)

**PL - 400444 - Statewide 4% FTE Reduction - Program 04 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 400444 includes a reduction of 0.39 FTE each year and \$67,283 for the biennium to accomplish the FTE reduction.

-----**New Proposals**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$0
FY 2017	\$0	\$0

**NP - 400404 - Funding Switch to PR -**

The department requests a budget neutral shift of \$206,250 per year from state special to federal special revenue. Enforcement will use the Pittman Robertson (PR) funds to perform non-enforcement duties to maximize federal support within the program while saving general license funds.

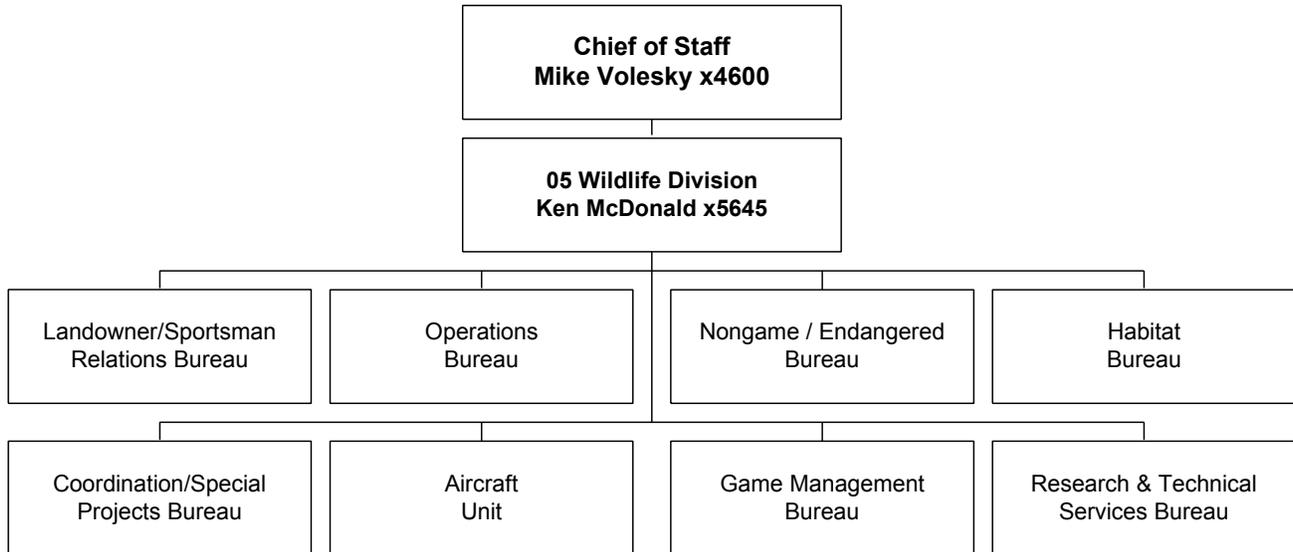
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$86,045
FY 2017	\$0	\$71,288

**NP - 400405 - DNRC Recreational Warden -**

This request is for 1.00 FTE and state special revenue of \$86,045 in FY 2016 and \$71,288 in FY 2017 enabling DNRC to more effectively and efficiently provide unrestricted enforcement of the state land recreational use rules on trust land.

# Department of Fish, Wildlife & Parks - 52010

## Wildlife Division - 05



**Program Description** - The Wildlife Division is responsible for the conservation and management of Montana's 600+ birds, mammals, reptiles, and amphibians and their habitat for public benefit. Activities related to the Wildlife Division include program coordination and planning, monitoring the status of wildlife and habitats, conserving and enhancing wildlife habitat, and providing opportunity for public enjoyment of wildlife through hunting, trapping, and viewing. The division manages animals legislatively categorized as big game, nongame wildlife, migratory game birds, upland game, furbearers, and threatened and endangered species. Responsibilities within the Wildlife Division fall into four major themes: Management, Habitat, Access, and Wildlife Conflict.

Program Proposed Budget						
Budget Item	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	135.98	4.96	140.94	4.45	140.43	
Personal Services	8,245,831	1,471,786	9,717,617	1,431,689	9,677,520	19,395,137
Operating Expenses	10,091,906	1,332,061	11,423,967	1,285,818	11,377,724	22,801,691
Equipment & Intangible Assets	47,867	0	47,867	0	47,867	95,734
Benefits & Claims	800	0	800	0	800	1,600
<b>Total Costs</b>	<b>\$18,386,404</b>	<b>\$2,803,847</b>	<b>\$21,190,251</b>	<b>\$2,717,507</b>	<b>\$21,103,911</b>	<b>\$42,294,162</b>
General Fund	0	654,431	654,431	558,716	558,716	1,213,147
State/Other Special	9,990,806	1,780,124	11,770,930	1,786,626	11,777,432	23,548,362
Federal Spec. Rev. Funds	8,395,598	369,292	8,764,890	372,165	8,767,763	17,532,653
<b>Total Funds</b>	<b>\$18,386,404</b>	<b>\$2,803,847</b>	<b>\$21,190,251</b>	<b>\$2,717,507</b>	<b>\$21,103,911</b>	<b>\$42,294,162</b>

# Department of Fish, Wildlife & Parks - 52010

## Wildlife Division - 05

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	1,217,715	0	1,213,437
SWPL - 2 - Fixed Costs	0	(4,656)	0	(4,656)
SWPL - 3 - Inflation Deflation	0	(101,819)	0	(86,697)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$1,111,240</i>	<i>\$0</i>	<i>\$1,122,084</i>
<b>Present Law Adjustments</b>				
PL - 500444 - Statewide 4% FTE Reduction - Program 05	0	(338,204)	0	(337,919)
PL - 500501 - Hunter Access Program	0	598,150	0	598,150
PL - 500502 - Wolf Management	0	513,621	0	512,071
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$773,567</i>	<i>\$0</i>	<i>\$772,302</i>
<b>New Proposals</b>				
NP - 500504 - WMA Maintenance FTE	0	118,232	0	118,209
NP - 500506 - Sage Grouse Implementation	654,431	654,431	558,716	558,716
NP - 500508 - Forest Management FTE and Operations	0	121,377	0	121,196
NP - 500509 - Mule Deer Auction	0	25,000	0	25,000
<i>Total New Proposals</i>	<i>\$654,431</i>	<i>\$919,040</i>	<i>\$558,716</i>	<i>\$823,121</i>
<b>Total Budget Adjustments</b>	<b>\$654,431</b>	<b>\$2,803,847</b>	<b>\$558,716</b>	<b>\$2,717,507</b>

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$1,217,715
FY 2017	\$0	\$1,213,437

**SWPL - 1 - Personal Services -**

The budget includes \$1,217,715 in FY 2016 and \$1,213,437 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$4,656)
FY 2017	\$0	(\$4,656)

**SWPL - 2 - Fixed Costs -**

This request includes a reduction of \$4,656 each year to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$101,819)
FY 2017	\$0	(\$86,697)

**SWPL - 3 - Inflation Deflation -**

This change package reflects the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

# Department of Fish, Wildlife & Parks - 52010

## Wildlife Division - 05

### -----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$338,204)
FY 2017	\$0	(\$337,919)

**PL - 500444 - Statewide 4% FTE Reduction - Program 05 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 500444 includes a average reduction of 3.80 FTE per year and \$676,123 for the biennium to accomplish the FTE reduction.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$598,150
FY 2017	\$0	\$598,150

**PL - 500501 - Hunter Access Program -**

This budget request is for \$598,150 per year in state special revenue for the Hunter Access program. The increase is consistent with program income and is from a statutorily dedicated funding source to be used for hunter management services and increased contract payments.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$513,621
FY 2017	\$0	\$512,071

**PL - 500502 - Wolf Management -**

This request is for \$513,621 in FY 2016 and \$512,071 in FY 2017 of state and federal special revenue for management of the wolf program.

### -----New Proposals-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$118,232
FY 2017	\$0	\$118,209

**NP - 500504 - WMA Maintenance FTE -**

This request is for \$118,232 in FY 2016 and \$118,209 in FY 2017 to make permanent the 1.86 FTE that were previously funded under SB 164 from the 2009 session, which has since sunset. The funding is statutorily dedicated to Wildlife Management Area maintenance.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$654,431	\$654,431
FY 2017	\$558,716	\$558,716

**NP - 500506 - Sage Grouse Implementation -**

This budget request is for \$654,431 in FY 2016 and \$558,716 in FY 2017 for personnel and operations costs required to implement the Sage Grouse Conservation Strategy developed by the Sage Grouse Advisory Council. The extensive efforts of the citizen council were required to preclude the need for federal listing under the Endangered Species Act. Funding for the proposal comes from the general fund.

# Department of Fish, Wildlife & Parks - 52010

## Wildlife Division - 05

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$121,377
FY 2017	\$0	\$121,196

### NP - 500508 - Forest Management FTE and Operations -

This request is for \$121,377 in FY 2016 and \$121,196 in FY 2017 for 1.00 FTE and related operational expenses with the intent of establishing an active forest management program on the 151,000 acres of forest land administered by FWP as well as guide forest planning for the 203,000 acres of conservation easement interests held by FWP. Recent legislatures have directed the agency to focus on forest management and sustainable yield and have provided a forest management fund for revenues generated from FWP timber sales.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$25,000
FY 2017	\$0	\$25,000

### NP - 500509 - Mule Deer Auction -

This request is for \$25,000 per year in state special revenue for enhanced mule deer management efforts which will improve the understanding of habitat use by the species and enable predictive population modeling. Funding is from the earmarked mule deer auction account which must be used to benefit the species.

# Department of Fish, Wildlife & Parks - 52010

## Parks Division - 06



**Program Description** - The Parks Division is responsible for conserving the scenic, historic, archaeological, scientific, and recreational resources of the state, and for providing for their use and enjoyment. The program includes 55 parks and 13 affiliated lands such as rifle ranges and recreation sites managed by local and federal agencies. Other programs administered by the division include motorized and non-motorized trail grants and local government recreation grants.

Program Proposed Budget						
Budget Item	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	83.04	0.14	83.18	0.13	83.17	
Personal Services	4,668,467	400,808	5,069,275	396,434	5,064,901	10,134,176
Operating Expenses	2,100,742	170,454	2,271,196	176,313	2,277,055	4,548,251
Equipment & Intangible Assets	388,948	(131,840)	257,108	(131,840)	257,108	514,216
Grants	390,000	47,600	437,600	47,600	437,600	875,200
<b>Total Costs</b>	<b>\$7,548,157</b>	<b>\$487,022</b>	<b>\$8,035,179</b>	<b>\$488,507</b>	<b>\$8,036,664</b>	<b>\$16,071,843</b>
State/Other Special	7,407,592	471,152	7,878,744	472,747	7,880,339	15,759,083
Federal Spec. Rev. Funds	140,565	15,870	156,435	15,760	156,325	312,760
<b>Total Funds</b>	<b>\$7,548,157</b>	<b>\$487,022</b>	<b>\$8,035,179</b>	<b>\$488,507</b>	<b>\$8,036,664</b>	<b>\$16,071,843</b>

Program Proposed Budget Adjustments				
	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	446,080	0	441,979
SWPL - 2 - Fixed Costs	0	(6,316)	0	(6,316)
SWPL - 3 - Inflation Deflation	0	(27,130)	0	(21,271)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$412,634</i>	<i>\$0</i>	<i>\$414,392</i>
<b>Present Law Adjustments</b>				
PL - 600444 - Statewide 4% FTE Reduction - Program 06	0	(186,562)	0	(186,642)
PL - 600601 - Restore Base Operations	0	84,500	0	84,500
PL - 600603 - Snowmobile Equipment RST/BIEN	0	(131,840)	0	(131,840)
PL - 600604 - Park Rangers & Administrative Staff	0	141,290	0	141,097
PL - 600605 - Operations Increases	0	98,000	0	98,000
PL - 600607 - Restore Community Grants Staff	0	69,000	0	69,000
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$74,388</i>	<i>\$0</i>	<i>\$74,115</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$487,022</b>	<b>\$0</b>	<b>\$488,507</b>

# Department of Fish, Wildlife & Parks - 52010

## Parks Division - 06

### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$446,080
FY 2017	\$0	\$441,979

**SWPL - 1 - Personal Services -**

The budget includes funding to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$6,316)
FY 2017	\$0	(\$6,316)

**SWPL - 2 - Fixed Costs -**

This request includes a reduction of \$6,316 each year to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$27,130)
FY 2017	\$0	(\$21,271)

**SWPL - 3 - Inflation Deflation -**

This change package reflects the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

### -----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$186,562)
FY 2017	\$0	(\$186,642)

**PL - 600444 - Statewide 4% FTE Reduction - Program 06 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 600444 includes a average reduction of 3.80 FTE per year and \$373,204 for the biennium to accomplish the FTE reduction.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$84,500
FY 2017	\$0	\$84,500

**PL - 600601 - Restore Base Operations -**

This budget request is for \$84,500 per year in state special revenue to restore the Parks Division base operations budget for the 2017 biennium to the level appropriated by the previous legislature.

# Department of Fish, Wildlife & Parks - 52010

## Parks Division - 06

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$131,840)
FY 2017	\$0	(\$131,840)

### PL - 600603 - Snowmobile Equipment RST/BIEN -

This is a request to reinstate the biennial appropriation to purchase snowmobile trail groomers at the previously authorized level. In FY 2014, the division spent \$341,840 of the \$420,000 biennial appropriation. This adjustment would bring the biennial appropriation to \$210,000 annually for a total of \$420,000 for the biennium.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$141,290
FY 2017	\$0	\$141,097

### PL - 600604 - Park Rangers & Administrative Staff -

This request is for approximately \$141,000 per year in state special revenue for 3.00 FTE for front line customer support at parks and visitor centers statewide. Visitation and camping has increased steadily and these FTE will assist existing staff in collecting fees and campground maintenance during peak season. This is an effort to ensure a consistent high quality experience for park visitors across the state.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$98,000
FY 2017	\$0	\$98,000

### PL - 600605 - Operations Increases -

This request is for \$98,000 per year in state special revenue to address increasing park operating costs statewide. The cost of garbage collection, electricity, latrine pumping, supplies, materials, and repairs and maintenance have increased. Parks with high camping volumes and visitors require additional operations funding to pay for critical services such as park maintenance and safety improvements to ensure visitor enjoyment.

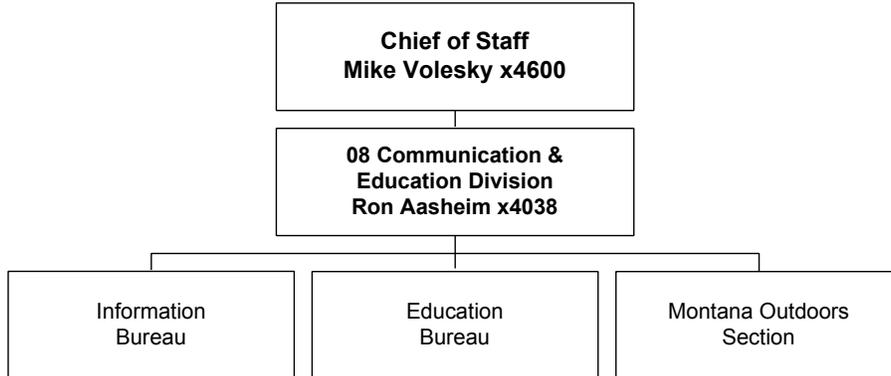
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$69,000
FY 2017	\$0	\$69,000

### PL - 600607 - Restore Community Grants Staff -

This request restores authority to administer the Land and Water Conservation Fund (LWCF) program and the Snowmobile program. It reestablishes operations to fund a 1.00 FTE modified position, the LWCF/Snowmobile Grant and Program Manager, which has been a critical ongoing need of the program since 2001.

# Department of Fish, Wildlife & Parks - 52010

## Communication and Education Div - 08



**Program Description** - The Communication & Education Division coordinates the department's information and education programs, administers a statewide shooting range grants program, and oversees a wild animal rehabilitation center. Specific responsibilities include:

- Distribution of public information through various media outlets, including Montana Outdoors Magazine
- Coordination of youth education programs
- Coordination of the production of hunting, fishing, and trapping regulations
- Coordination of the hunter, bow-hunter, trapper, boat education, and safety programs
- Oversight of the Montana Wild education center
- Provision of reception services at the department's Helena Headquarters
- Management of FWP's website and social media platform

Program Proposed Budget	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	27.05	(1.30)	25.75	(1.30)	25.75	
Personal Services	1,931,308	195,825	2,127,133	199,558	2,130,866	4,257,999
Operating Expenses	1,386,313	(5,898)	1,380,415	(4,275)	1,382,038	2,762,453
Grants	141,111	0	141,111	0	141,111	282,222
<b>Total Costs</b>	<b>\$3,458,732</b>	<b>\$189,927</b>	<b>\$3,648,659</b>	<b>\$195,283</b>	<b>\$3,654,015</b>	<b>\$7,302,674</b>
State/Other Special	2,733,643	152,938	2,886,581	157,591	2,891,234	5,777,815
Federal Spec. Rev. Funds	725,089	36,989	762,078	37,692	762,781	1,524,859
<b>Total Funds</b>	<b>\$3,458,732</b>	<b>\$189,927</b>	<b>\$3,648,659</b>	<b>\$195,283</b>	<b>\$3,654,015</b>	<b>\$7,302,674</b>

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	275,967	0	279,493
SWPL - 2 - Fixed Costs	0	(315)	0	(315)
SWPL - 3 - Inflation Deflation	0	(5,583)	0	(3,960)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$270,069</i>	<i>\$0</i>	<i>\$275,218</i>
<b>Present Law Adjustments</b>				
PL - 800444 - Statewide 4% FTE REduction - Program 08	0	(80,142)	0	(79,935)
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>(\$80,142)</i>	<i>\$0</i>	<i>(\$79,935)</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$189,927</b>	<b>\$0</b>	<b>\$195,283</b>

# Department of Fish, Wildlife & Parks - 52010

## Communication and Education Div - 08

### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$275,967
FY 2017	\$0	\$279,493

**SWPL - 1 - Personal Services -**

The budget includes \$275,967 in FY 2016 and \$279,493 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$315)
FY 2017	\$0	(\$315)

**SWPL - 2 - Fixed Costs -**

This request includes a reduction of \$315 each year to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$5,583)
FY 2017	\$0	(\$3,960)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$5,583 in FY 2016 and \$3,960 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

### -----Present Law Adjustments-----

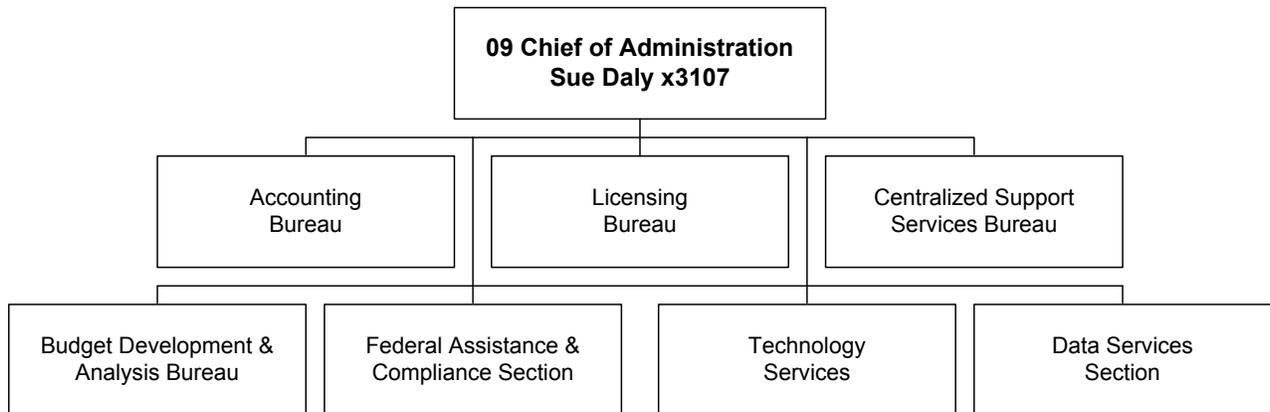
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$80,142)
FY 2017	\$0	(\$79,935)

**PL - 800444 - Statewide 4% FTE REduction - Program 08 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 800444 includes a reduction of 1.30 FTE each year and \$160,078 for the biennium to accomplish the FTE reduction.

# Department of Fish, Wildlife & Parks - 52010

## Administration - 09



**Program Description** - The Administration Division manages the administrative branch of the department. This branch is responsible for providing consistent, quality direction to the division and regions throughout the agency. The division is centralized to provide services including accounting, information technology services, fiscal management and budget preparation, procurement and property management, managing federal aid, maintaining internal control procedures, selling hunting, fishing and other recreational licenses and maintaining biological and GIS applications.

Program Proposed Budget	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	78.82	(2.70)	76.12	(2.70)	76.12	
Personal Services	4,993,780	726,583	5,720,363	730,527	5,724,307	11,444,670
Operating Expenses	6,193,252	3,894,503	10,087,755	3,865,696	10,058,948	20,146,703
Equipment & Intangible Assets	63,630	0	63,630	0	63,630	127,260
Transfers	91,119	78,223	169,342	78,223	169,342	338,684
<b>Total Costs</b>	<b>\$11,341,781</b>	<b>\$4,699,309</b>	<b>\$16,041,090</b>	<b>\$4,674,446</b>	<b>\$16,016,227</b>	<b>\$32,057,317</b>
State/Other Special	11,218,705	1,652,808	12,871,513	1,642,960	12,861,665	25,733,178
Federal Spec. Rev. Funds	123,076	3,046,501	3,169,577	3,031,486	3,154,562	6,324,139
<b>Total Funds</b>	<b>\$11,341,781</b>	<b>\$4,699,309</b>	<b>\$16,041,090</b>	<b>\$4,674,446</b>	<b>\$16,016,227</b>	<b>\$32,057,317</b>

# Department of Fish, Wildlife & Parks - 52010

## Administration - 09

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	902,857	0	906,373
SWPL - 2 - Fixed Costs	0	540,083	0	498,606
SWPL - 3 - Inflation Deflation	0	3,730	0	6,400
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$1,446,670</i>	<i>\$0</i>	<i>\$1,411,379</i>
<b>Present Law Adjustments</b>				
PL - 900444 - Statewide 4% FTE Reduction - Program 09	0	(176,274)	0	(175,846)
PL - 900901 - FWP Technology	0	280,690	0	280,690
PL - 900902 - Restore Base Operations for Search and Rescue	0	78,223	0	78,223
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$182,639</i>	<i>\$0</i>	<i>\$183,067</i>
<b>New Proposals</b>				
NP - 900903 - Federal Pittman Robertson Funds	0	3,000,000	0	3,000,000
NP - 900904 - Hunters Against Hunger	0	70,000	0	80,000
<i>Total New Proposals</i>	<i>\$0</i>	<i>\$3,070,000</i>	<i>\$0</i>	<i>\$3,080,000</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$4,699,309</b>	<b>\$0</b>	<b>\$4,674,446</b>

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$902,857
FY 2017	\$0	\$906,373

**SWPL - 1 - Personal Services -**

The budget includes funding to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of turnover experienced in excess of the applied vacancy savings rate.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$540,083
FY 2017	\$0	\$498,606

**SWPL - 2 - Fixed Costs -**

This request includes \$540,083 in FY 2016 and \$498,606 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$3,730
FY 2017	\$0	\$6,400

**SWPL - 3 - Inflation Deflation -**

This change package includes \$3,730 in FY 2016 and \$6,400 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

# Department of Fish, Wildlife & Parks - 52010

## Administration - 09

### -----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$176,274)
FY 2017	\$0	(\$175,846)

**PL - 900444 - Statewide 4% FTE Reduction - Program 09 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 900444 includes a reduction of 2.7 FTE each year and \$352,120 for the biennium to accomplish the FTE reduction.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$280,690
FY 2017	\$0	\$280,690

**PL - 900901 - FWP Technology -**

This request of \$280,690 per year in state special revenue to update radios and provide a sustainable radio replacement schedule. In addition, it will provide permanent funding for the department's participation in the DoJ SmartCop System. This project provides for the installation and maintenance of Mobile Computer Terminals along with functional vehicle mounted and portable radios for FWP game wardens. Reliable communication is essential to both officer and public safety. This project is in cooperation with Montana Department of Justice, Montana Highway Patrol, and the Statewide Radio Interoperability group.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$78,223
FY 2017	\$0	\$78,223

**PL - 900902 - Restore Base Operations for Search and Rescue -**

This budget request of \$78,223 in state special revenue will restore the appropriation for Search & Rescue license funds to \$100,000 per year. Revenues from the \$.25 surcharge on conservation licenses support this request.

### -----New Proposals-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$3,000,000
FY 2017	\$0	\$3,000,000

**NP - 900903 - Federal Pittman Robertson Funds -**

This is a one time only restricted budget request of \$3,000,000 of federal special revenue for additional federal Pittman-Robertson appropriation authority. This will allow FWP to use the additional federal dollars available to Montana on eligible projects that may arise.

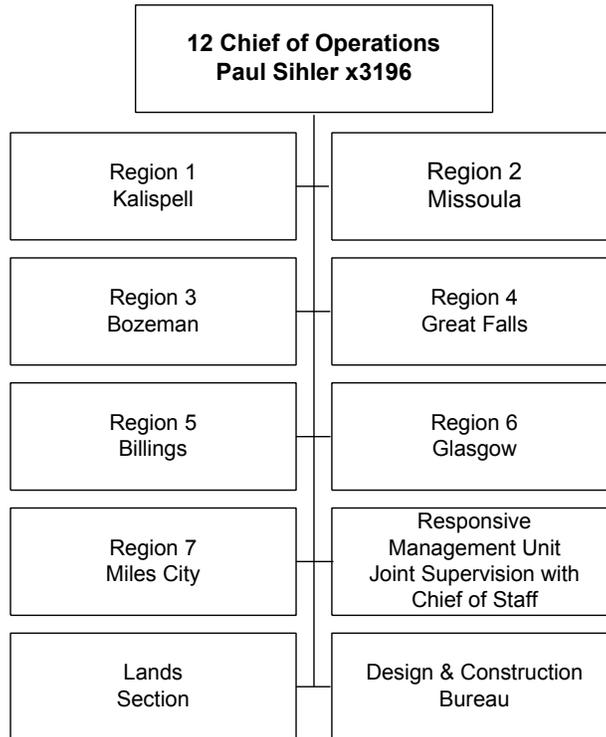
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$70,000
FY 2017	\$0	\$80,000

**NP - 900904 - Hunters Against Hunger -**

This budget request is for \$70,000 in FY 2016 and \$80,000 in FY 2017 for spending authority to enter into a contract with non-profit organizations (MT Food Bank) to process wild game and distribute the meat to those in need. Senate Bill 123 established the Hunters Against Hunger program to provide for optional donations on certain hunting licenses.

# Department of Fish, Wildlife & Parks - 52010

## Department Management - 12



**Program Description** - Department Management provides oversight of the Enforcement, Wildlife, Fisheries, Communication and Education, and Parks Divisions, and the seven regional offices that are responsible for program implementation. The program also includes a strategic planning section to support division wide planning needs, the Design and Construction Bureau which oversees the departments capital construction, and the Lands Section.

Program Proposed Budget	Base Budget	Budget Adjustments	Total	Budget Adjustments	Total	Executive
Budget Item	Fiscal 2014	Fiscal 2016	Exec. Budget Fiscal 2016	Fiscal 2017	Exec. Budget Fiscal 2017	Budget Request 2017 Biennium
FTE	78.26	(1.79)	76.47	(1.79)	76.47	
Personal Services	4,900,687	841,554	5,742,241	840,617	5,741,304	11,483,545
Operating Expenses	1,577,402	81,958	1,659,360	85,210	1,662,612	3,321,972
Equipment & Intangible Assets	14,998	0	14,998	0	14,998	29,996
Transfers	131,614	0	131,614	0	131,614	263,228
Debt Service	21,615	(5,527)	16,088	(9,188)	12,427	28,515
<b>Total Costs</b>	<b>\$6,646,316</b>	<b>\$917,985</b>	<b>\$7,564,301</b>	<b>\$916,639</b>	<b>\$7,562,955</b>	<b>\$15,127,256</b>
State/Other Special	6,627,497	838,814	7,439,766	837,519	7,438,471	14,878,237
Federal Spec. Rev. Funds	18,819	79,171	124,535	79,120	124,484	249,019
<b>Total Funds</b>	<b>\$6,646,316</b>	<b>\$917,985</b>	<b>\$7,564,301</b>	<b>\$916,639</b>	<b>\$7,562,955</b>	<b>\$15,127,256</b>

# Department of Fish, Wildlife & Parks - 52010

## Department Management - 12

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	1,098,844	0	1,097,236
SWPL - 2 - Fixed Costs	0	(7,723)	0	(11,384)
SWPL - 3 - Inflation Deflation	0	(8,234)	0	(4,930)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$1,082,887</i>	<i>\$0</i>	<i>\$1,080,922</i>
<b>Present Law Adjustments</b>				
PL - 120001 - Lease Payment Increases	0	57,000	0	57,000
PL - 1200444 - Statewide 4% FTE Reduction - Program 12	0	(257,290)	0	(256,619)
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>(\$200,290)</i>	<i>\$0</i>	<i>(\$199,619)</i>
<b>New Proposals</b>				
NP - 120003 - Bison Technicians	0	35,388	0	35,336
<i>Total New Proposals</i>	<i>\$0</i>	<i>\$35,388</i>	<i>\$0</i>	<i>\$35,336</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$917,985</b>	<b>\$0</b>	<b>\$916,639</b>

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$1,098,844
FY 2017	\$0	\$1,097,236

**SWPL - 1 - Personal Services -**

The budget includes \$1,098,844 in FY 2016 and \$1,097,236 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. This program was part of a reorganization which increased the number of FTE. The additional costs are reflected in the budget amounts.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$7,723)
FY 2017	\$0	(\$11,384)

**SWPL - 2 - Fixed Costs -**

This request includes a reduction of \$7,723 in FY 2016 and \$11,384 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$8,234)
FY 2017	\$0	(\$4,930)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$8,234 in FY 2016 and \$4,930 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

# Department of Fish, Wildlife & Parks - 52010

## Department Management - 12

### -----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$57,000
FY 2017	\$0	\$57,000

**PL - 120001 - Lease Payment Increases -**

This budget request is for \$57,000 per year in state and federal special revenue for increased land lease fees. Due to the increase in the Sun River lease fee, which changed from a grazing lease to a land use license, the department will need additional funds and authority to meet those financial responsibilities. Additionally costs for leasing other DNRC lands have also increased.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$257,290)
FY 2017	\$0	(\$256,619)

**PL - 1200444 - Statewide 4% FTE Reduction - Program 12 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 1200444 includes a reduction of 1.79 FTE each year and \$513,909 for the biennium to accomplish the FTE reduction.

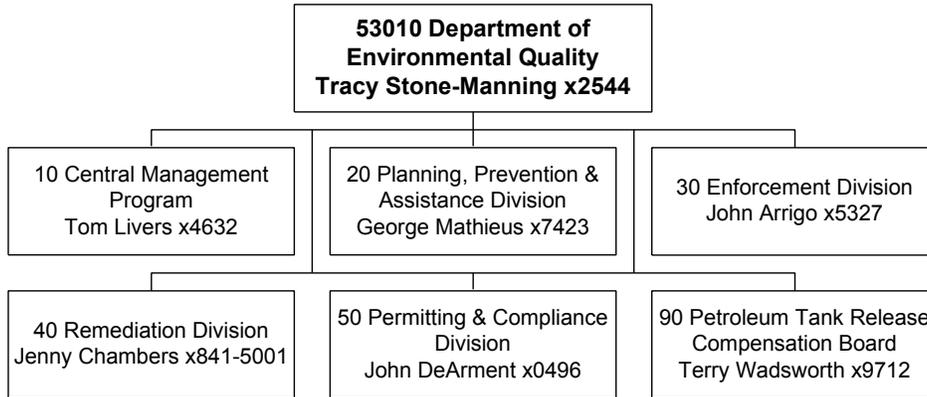
### -----New Proposals-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$35,388
FY 2017	\$0	\$35,336

**NP - 120003 - Bison Technicians -**

This request is for approximately \$35,000 each year of federal and state funding to hire two seasonal bison technicians using 0.8 FTE. The bison technicians would be located in Gardiner and West Yellowstone, and be responsible for responding to public safety and property damage complaints by landowners and assist in the hazing of bison. FWP has a responsibility to take these actions under the Interagency Bison Management Plan.

## Department of Environmental Quality - 53010



**Mission Statement** - To protect, sustain, and improve a clean and healthful environment to benefit present and future generations.

**Statutory Authority** - Titles 2, 7, 37, 50, 69, 75, 76, 80, 82 and 90, MCA; USC 24, 30, 33 and 42; PL No. 92-500, 95-87, 91, 95-224 and 99-519.

**Language** - The following language is requested in HB 2:

"The program is authorized to decrease federal special revenue and increase state special revenue in the drinking water and/or water pollution control revolving loan programs by a like amount within the administration account, when the amount of federal capitalization funds have been expended or when federal funds and bond proceeds will be used for other program purposes."

"If federal funds are received to help meet the annual shortfall in operating and maintenance costs at the Zortman-Landusky mine sites, this general fund spending authority will be reduced by the same amount."

"The department is appropriated up to \$1,000,000 of the funds recovered under the petroleum tank compensation board subrogation program in the 2017 biennium for the purpose of paying contract expenses related to the recovery of funds."

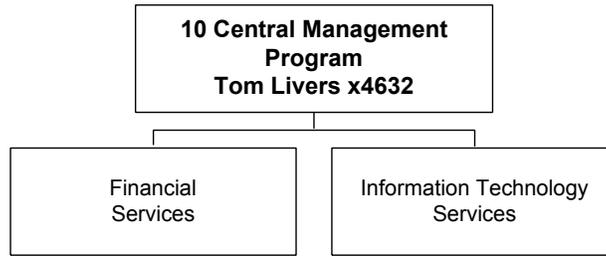
Agency Proposed Budget	Total Exec. Budget Fiscal 2016	Total Exec. Budget Fiscal 2017	Total Exec. Budget 2017 Biennium
Budget Item			
FTE	365.55	365.54	
Personal Services	29,653,755	29,661,876	59,315,631
Operating Expenses	30,680,625	30,684,430	61,365,055
Equipment & Intangible Assets	189,079	189,079	378,158
Grants	1,654,293	1,654,293	3,308,586
Transfers	130,682	130,682	261,364
<b>Total Costs</b>	<b>\$62,308,434</b>	<b>\$62,320,360</b>	<b>\$124,628,794</b>
General Fund	6,011,153	6,011,704	12,022,857
State/Other Special	32,015,567	32,023,117	64,038,684
Federal Spec. Rev. Funds	24,281,714	24,285,539	48,567,253
<b>Total Funds</b>	<b>\$62,308,434</b>	<b>\$62,320,360</b>	<b>\$124,628,794</b>

## Department of Environmental Quality - 53010

Agency Appropriated Biennium to Biennium Comparison								
Program	2015 Biennium Appropriated Budget		2017 Biennium Requested Budget		Biennium to Biennium Difference (dollars)		Biennium to Biennium Difference (percent)	
	General Fund	Total Funds	General Fund	Total Funds	General Fund	Total Funds	General Fund	Total Funds
10 - Central Management Program	637,978	3,898,299	618,128	3,937,833	(19,850)	39,534	(3.11)%	1.01 %
20 - Planning, Prevention, & Assistance Division	5,406,499	26,024,048	5,562,460	25,162,421	155,961	(861,627)	2.88 %	(3.31)%
30 - Enforcement Division	1,086,027	2,806,384	1,139,666	2,904,549	53,639	98,165	4.94 %	3.50 %
40 - Remediation Division	0	24,273,860	0	31,744,350	0	7,470,490	0.00 %	30.78 %
50 - Permitting & Compliance Division	3,739,076	58,950,133	4,702,603	59,597,273	963,527	647,140	25.77 %	1.10 %
90 - Petro Tank Release Compensation Board	0	1,279,576	0	1,282,368	0	2,792	0.00 %	0.22 %
<b>Agency Total</b>	<b>\$10,869,580</b>	<b>\$117,232,300</b>	<b>\$12,022,857</b>	<b>\$124,628,794</b>	<b>\$1,153,277</b>	<b>\$7,396,494</b>	<b>10.61 %</b>	<b>6.31 %</b>

# Department of Environmental Quality - 53010

## Central Management Program - 10



**Program Description** - The Central Management Program consists of the Director's Office, a Financial Services office, and an Information Technology Office. It is the organizational component of DEQ responsible and accountable for the administration, management, planning, and evaluation of agency performance in carrying out the department's mission and statutory responsibilities. The Director's Office includes the director's staff, the deputy director, an administrative officer, a public information officer, a centralized legal services unit, and a centralized personnel office. The Financial Services Office provides budgeting, accounting, payroll, procurement, and contract management support to other divisions. The Information Technology Office provides information technology services support to other divisions.

Program Proposed Budget						
Budget Item	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	8.00	(0.36)	7.64	(0.36)	7.64	
Personal Services	717,876	67,199	785,075	70,059	787,935	1,573,010
Operating Expenses	1,152,831	19,954	1,172,785	19,959	1,172,790	2,345,575
Equipment & Intangible Assets	9,624	0	9,624	0	9,624	19,248
<b>Total Costs</b>	<b>\$1,880,331</b>	<b>\$87,153</b>	<b>\$1,967,484</b>	<b>\$90,018</b>	<b>\$1,970,349</b>	<b>\$3,937,833</b>
General Fund	284,396	24,660	309,056	24,676	309,072	618,128
State/Other Special	1,176,906	91,647	1,268,553	94,009	1,270,915	2,539,468
Federal Spec. Rev. Funds	419,029	(29,154)	389,875	(28,667)	390,362	780,237
<b>Total Funds</b>	<b>\$1,880,331</b>	<b>\$87,153</b>	<b>\$1,967,484</b>	<b>\$90,018</b>	<b>\$1,970,349</b>	<b>\$3,937,833</b>

Program Proposed Budget Adjustments				
	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	26,070	86,357	26,068	89,161
SWPL - 3 - Inflation Deflation	(1)	(46)	(1)	(41)
<i>Total Statewide Present Law Adjustments</i>	<i>\$26,069</i>	<i>\$86,311</i>	<i>\$26,067</i>	<i>\$89,120</i>
<b>Present Law Adjustments</b>				
PL - 1000444 - Statewide 4% FTE Reduction - Program 10	(5,805)	(19,158)	(5,787)	(19,102)
PL - 1001001 - Central Management Program Operations Adjustments	4,396	20,000	4,396	20,000
<i>Total Present Law Adjustments</i>	<i>(\$1,409)</i>	<i>\$842</i>	<i>(\$1,391)</i>	<i>\$898</i>
<b>Total Budget Adjustments</b>	<b>\$24,660</b>	<b>\$87,153</b>	<b>\$24,676</b>	<b>\$90,018</b>

# Department of Environmental Quality - 53010

## Central Management Program - 10

### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$26,070	\$86,357
FY 2017	\$26,068	\$89,161

**SWPL - 1 - Personal Services -**

This change package includes various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$1)	(\$46)
FY 2017	(\$1)	(\$41)

**SWPL - 3 - Inflation Deflation -**

This change package reflects the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

### -----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$5,805)	(\$19,158)
FY 2017	(\$5,787)	(\$19,102)

**PL - 1000444 - Statewide 4% FTE Reduction - Program 10 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 1000444 includes a reduction of .36 FTE each year and \$38,260 for the biennium to accomplish the FTE reduction.

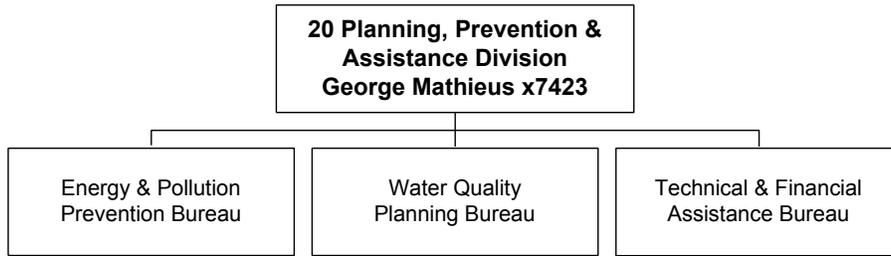
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$4,396	\$20,000
FY 2017	\$4,396	\$20,000

**PL - 1001001 - Central Management Program Operations Adjustments -**

This budget includes \$20,000 per year in general fund, state special, and federal special revenue to restore spending authority for the base budget in the Central Management Program. The largest contributing factor for this request was a five month vacancy in the base year, resulting in reduced base expenditures.

## Department of Environmental Quality - 53010

### Planning, Prevention, & Assistance Division - 20



**Program Description** - The Planning, Prevention, and Assistance Division 1) finances construction and improvement of community drinking water and wastewater systems and provides engineering review and technical assistance to community water infrastructure planners; 2) finances energy saving retrofits of public buildings and renewable energy systems for homeowners and small businesses; 3) provides technical assistance and education to builders, homeowners, and businesses on energy efficiency and renewable energy, indoor air quality, radon, recycling, and solid waste reduction; 4) assists small businesses in reducing emissions and complying with environmental regulations; 5) monitors water quality conditions, assesses potential pollution problems, and aids industry to achieve cost effective compliance with water quality laws and regulations; 6) assists communities in planning for energy, watershed, air shed, and solid and hazardous waste management; 7) develops water quality restoration plans (Total Maximum Daily Loads or TMDLs); 8) proposes rules, drafts policy, and develops water quality standards. The division consists of three bureaus: Technical and Financial Assistance, Water Quality Planning, and Energy and Pollution Prevention, along with a Financial Management and Budgeting Unit.

Program Proposed Budget	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	83.50	(3.96)	79.54	(3.97)	79.53	
Personal Services	6,144,569	712,212	6,856,781	707,952	6,852,521	13,709,302
Operating Expenses	4,572,721	1,107,792	5,680,513	1,108,555	5,681,276	11,361,789
Transfers	45,665	0	45,665	0	45,665	91,330
<b>Total Costs</b>	<b>\$10,762,955</b>	<b>\$1,820,004</b>	<b>\$12,582,959</b>	<b>\$1,816,507</b>	<b>\$12,579,462</b>	<b>\$25,162,421</b>
General Fund	2,667,804	113,545	2,781,349	113,307	2,781,111	5,562,460
State/Other Special	2,815,838	552,006	3,367,459	551,993	3,367,431	6,734,890
Federal Spec. Rev. Funds	5,279,313	1,154,453	6,434,151	1,151,207	6,430,920	12,865,071
<b>Total Funds</b>	<b>\$10,762,955</b>	<b>\$1,820,004</b>	<b>\$12,582,959</b>	<b>\$1,816,507</b>	<b>\$12,579,462</b>	<b>\$25,162,421</b>

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	176,882	966,314	176,435	962,055
SWPL - 3 - Inflation Deflation	(1,551)	(5,684)	(1,342)	(4,921)
<i>Total Statewide Present Law Adjustments</i>	<i>\$175,331</i>	<i>\$960,630</i>	<i>\$175,093</i>	<i>\$957,134</i>
<b>Present Law Adjustments</b>				
PL - 2000444 - Statewide 4% FTE Reduction - Program 20	(63,176)	(254,102)	(63,176)	(254,103)
PL - 2002001 - Planning Prevention & Assistance Operations Adj	1,390	1,113,476	1,390	1,113,476
<i>Total Present Law Adjustments</i>	<i>(\$61,786)</i>	<i>\$859,374</i>	<i>(\$61,786)</i>	<i>\$859,373</i>
<b>Total Budget Adjustments</b>	<b>\$113,545</b>	<b>\$1,820,004</b>	<b>\$113,307</b>	<b>\$1,816,507</b>

**Department of Environmental Quality - 53010**

**Planning, Prevention, & Assistance Division - 20**

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$176,882	\$966,314
FY 2017	\$176,435	\$962,055

**SWPL - 1 - Personal Services -**

The budget includes \$966,314 in FY 2016 and \$962,055 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$1,551)	(\$5,684)
FY 2017	(\$1,342)	(\$4,921)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$5,684 in FY 2016 and \$4,921 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$63,176)	(\$254,102)
FY 2017	(\$63,176)	(\$254,103)

**PL - 2000444 - Statewide 4% FTE Reduction - Program 20 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 2000444 includes a reduction of 3.96 FTE each year and \$508,205 for the biennium to accomplish the FTE reduction.

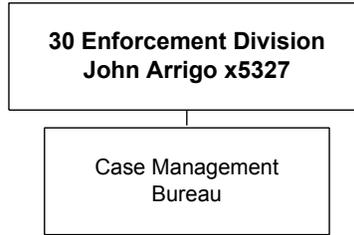
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$1,390	\$1,113,476
FY 2017	\$1,390	\$1,113,476

**PL - 2002001 - Planning Prevention & Assistance Operations Adj -**

The budget includes \$1,113,476 per year in general fund, state special revenue, and federal special revenue to restore spending authority in the Planning, Prevention, and Assistance Program. Administrative appropriations for unfinished projects and position vacancies are the primary factors in lower base year spending.

# Department of Environmental Quality - 53010

## Enforcement Division - 30



**Program Description** - The Enforcement Division is responsible for formal enforcement of the public health and environmental protection laws and rules administered by the department. Division staff works with department attorneys and regulatory programs to draft administrative orders, calculate penalties, negotiate settlements, and monitor compliance with orders issued by the department. The division also manages a complaint clearinghouse that responds to and tracks citizen complaints and reports of spills or releases of materials.

Program Proposed Budget	Base Budget	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2014	Adjustments Fiscal 2016	Exec. Budget Fiscal 2016	Adjustments Fiscal 2017	Exec. Budget Fiscal 2017	Budget Request 2017 Biennium
FTE	14.73	(0.60)	14.13	(0.60)	14.13	
Personal Services	951,454	124,171	1,075,625	125,160	1,076,614	2,152,239
Operating Expenses	362,345	(1,422)	360,923	(1,236)	361,109	722,032
Equipment & Intangible Assets	15,139	0	15,139	0	15,139	30,278
<b>Total Costs</b>	<b>\$1,328,938</b>	<b>\$122,749</b>	<b>\$1,451,687</b>	<b>\$123,924</b>	<b>\$1,452,862</b>	<b>\$2,904,549</b>
General Fund	521,448	48,176	569,603	48,639	570,063	1,139,666
State/Other Special	454,943	42,016	496,980	42,416	497,383	994,363
Federal Spec. Rev. Funds	352,547	32,557	385,104	32,869	385,416	770,520
<b>Total Funds</b>	<b>\$1,328,938</b>	<b>\$122,749</b>	<b>\$1,451,687</b>	<b>\$123,924</b>	<b>\$1,452,862</b>	<b>\$2,904,549</b>

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	65,440	166,746	65,794	167,640
SWPL - 3 - Inflation Deflation	(558)	(1,422)	(485)	(1,236)
<i>Total Statewide Present Law Adjustments</i>	<i>\$64,882</i>	<i>\$165,324</i>	<i>\$65,309</i>	<i>\$166,404</i>
<b>Present Law Adjustments</b>				
PL - 3000444 - Statewide 4% FTE Reduction - Program 30	(16,706)	(42,575)	(16,670)	(42,480)
<i>Total Present Law Adjustments</i>	<i>(\$16,706)</i>	<i>(\$42,575)</i>	<i>(\$16,670)</i>	<i>(\$42,480)</i>
<b>Total Budget Adjustments</b>	<b>\$48,176</b>	<b>\$122,749</b>	<b>\$48,639</b>	<b>\$123,924</b>

### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$65,440	\$166,746
FY 2017	\$65,794	\$167,640

#### SWPL - 1 - Personal Services -

The budget includes \$166,746 in FY 2016 and \$167,640 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of turnover experienced in excess of the applied vacancy savings rate.

# Department of Environmental Quality - 53010

## Enforcement Division - 30

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$558)	(\$1,422)
FY 2017	(\$485)	(\$1,236)

### SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$1,422 in FY 2016 and \$1,236 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

### -----Present Law Adjustments-----

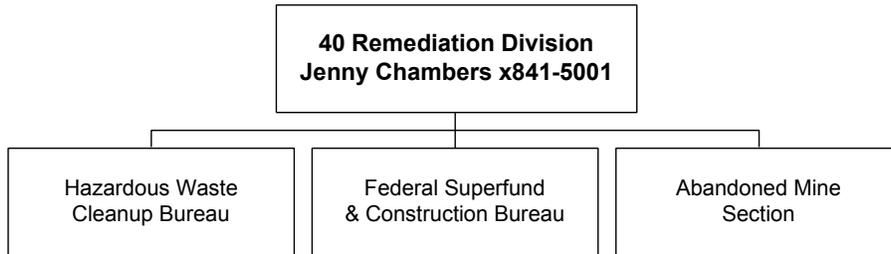
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$16,706)	(\$42,575)
FY 2017	(\$16,670)	(\$42,480)

### PL - 3000444 - Statewide 4% FTE Reduction - Program 30 -

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 3000444 includes a reduction of 0.60 FTE each year and \$85,055 for the biennium to accomplish the FTE reduction.

# Department of Environmental Quality - 53010

## Remediation Division - 40



**Program Description** - The Remediation Division protects human health and the environment by restoring contaminated sites to a level that prevents unacceptable exposure to hazardous substances that have been released to soil, sediment, surface water or groundwater. The division also ensures compliance with state and federal regulations. It oversees and conducts or supports remedial investigation and efficient, cost-effective cleanup activities at state and federal Superfund sites; supervises voluntary cleanup activities; reclaims abandoned mine lands; implements corrective actions at sites with leaking petroleum storage tanks; and oversees groundwater remediation at sites where improper placement of wastes has caused groundwater contamination. This division is divided into one section and two bureaus. The Abandoned Mine Lands Section is responsible for administering historic (pre-1977) abandoned mine reclamation projects. The Hazardous Waste Cleanup Bureau oversees or conducts the investigation and cleanup of sites contaminated by chemical spills, hazardous substances, and petroleum released by industrial and commercial operations. The bureau works with the Petroleum Tank Release Compensation Board for eligibility and reimbursement determinations. The Federal Superfund and Construction Bureau is responsible for administering and overseeing the state provisions of the federal Comprehensive Environmental Response and Liability Act (CERCLA or federal Superfund program) for cleanup activities at National Priority List (NPL) sites and implements the remedial actions for state-lead sites.

Program Proposed Budget	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	64.00	(3.00)	61.00	(3.00)	61.00	
Personal Services	4,123,725	636,604	4,760,329	641,232	4,764,957	9,525,286
Operating Expenses	6,696,693	4,347,046	11,043,739	4,347,434	11,044,127	22,087,866
Equipment & Intangible Assets	8,245	0	8,245	0	8,245	16,490
Transfers	7,354	50,000	57,354	50,000	57,354	114,708
<b>Total Costs</b>	<b>\$10,836,017</b>	<b>\$5,033,650</b>	<b>\$15,869,667</b>	<b>\$5,038,666</b>	<b>\$15,874,683</b>	<b>\$31,744,350</b>
State/Other Special	5,246,390	694,578	5,939,481	693,254	5,939,464	11,878,945
Federal Spec. Rev. Funds	5,589,627	4,339,072	9,930,186	4,345,412	9,935,219	19,865,405
<b>Total Funds</b>	<b>\$10,836,017</b>	<b>\$5,033,650</b>	<b>\$15,869,667</b>	<b>\$5,038,666</b>	<b>\$15,874,683</b>	<b>\$31,744,350</b>

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	828,191	0	832,345
SWPL - 3 - Inflation Deflation	0	(3,674)	0	(3,286)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$824,517</i>	<i>\$0</i>	<i>\$829,059</i>
<b>Present Law Adjustments</b>				
PL - 4000444 - Statewide 4% FTE Reduction - Program 40	0	(191,587)	0	(191,113)
PL - 4004001 - Remediation Division Operating Adjustment	0	400,720	0	400,720
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$209,133</i>	<i>\$0</i>	<i>\$209,607</i>
<b>New Proposals</b>				
NP - 4004002 - Operating Adjustment for Abandoned Mine Lands	0	4,000,000	0	4,000,000
<i>Total New Proposals</i>	<i>\$0</i>	<i>\$4,000,000</i>	<i>\$0</i>	<i>\$4,000,000</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$5,033,650</b>	<b>\$0</b>	<b>\$5,038,666</b>

# Department of Environmental Quality - 53010

## Remediation Division - 40

### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$828,191
FY 2017	\$0	\$832,345

**SWPL - 1 - Personal Services -**

The budget includes \$828,191 in FY 2016 and \$832,345 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of turnover experienced in excess of the applied vacancy savings rate.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$3,674)
FY 2017	\$0	(\$3,286)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$3,674 in FY 2016 and \$3,286 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

### -----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$191,587)
FY 2017	\$0	(\$191,113)

**PL - 4000444 - Statewide 4% FTE Reduction - Program 40 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 4000444 includes a reduction of 3.00 FTE each year and \$382,700 for the biennium to accomplish the FTE reduction.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$400,720
FY 2017	\$0	\$400,720

**PL - 4004001 - Remediation Division Operating Adjustment -**

This budget request is for \$400,720 per year in state and federal special revenue authority to re-establish the base budget for operating expenses. Adjustments are needed in several programs across the division and include funds for training, information technology services, limited travel, and future supplies and relocation expenses. These funds are for program administration to support cleanup activities.

# Department of Environmental Quality - 53010

## Remediation Division - 40

### -----New Proposals-----

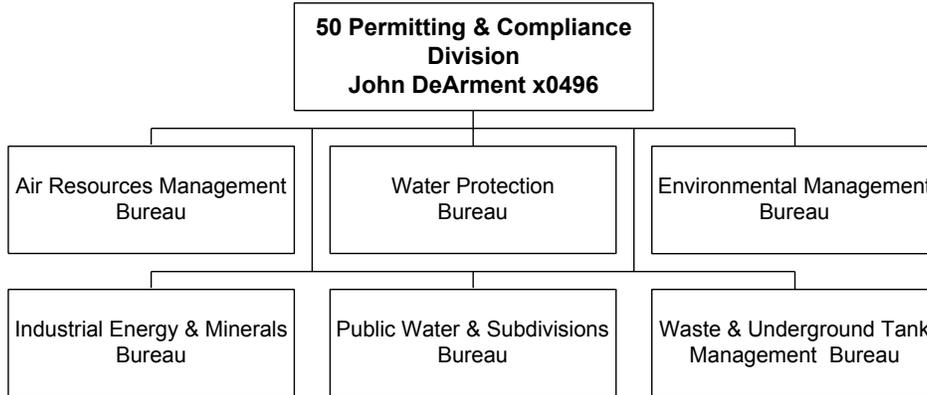
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$4,000,000
FY 2017	\$0	\$4,000,000

#### **NP - 4004002 - Operating Adjustment for Abandoned Mine Lands -**

This request is for \$4,000,000 per year in federal special revenue authority for the Abandoned Mine Lands (AML) program. This federal program has undergone funding changes in recent years, but is now continuing and at a level commensurate with this request.

# Department of Environmental Quality - 53010

## Permitting & Compliance Division - 50



**Program Description** - The Permitting and Compliance Division administers all DEQ permitting and compliance activities based on 17 state regulatory and 5 related federal authorities. The division: 1) reviews and assesses environmental permit applications (coordinating with other state, local, and federal agencies) to determine control measures needed to ensure compliance with the law and to prevent land, water, and air conditions detrimental to public health welfare, safety, and the environment; 2) prepares supporting environmental documents under the Montana Environmental Policy Act and provides training and technical assistance when needed; 3) inspects to determine compliance with permit conditions, laws, and rules; and 4) when compliance problems are discovered, provides assistance to resolve the facility's compliance issues, and when necessary recommends formal enforcement actions to the Enforcement Division. Activities are organized in the Air Resources Management Bureau (air); Industrial Energy and Minerals Bureau (coal, uranium, opencut); Environmental Management Bureau (hard rock, facility siting); Public Water and Subdivision Bureau (public water supply, subdivision and operator certification); Water Protection Bureau (water discharge); and Waste and Underground Tank Management Bureau (solid waste, junk vehicles, septage pumpers, hazardous waste, asbestos, underground storage tanks, and meth standards).

Program Proposed Budget						
Budget Item	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	207.14	(9.50)	197.64	(9.50)	197.64	
Personal Services	13,838,254	1,947,235	15,785,489	1,951,458	15,789,712	31,575,201
Operating Expenses	8,946,147	3,225,631	12,171,778	3,228,093	12,174,240	24,346,018
Equipment & Intangible Assets	124,965	31,106	156,071	31,106	156,071	312,142
Grants	1,094,008	560,285	1,654,293	560,285	1,654,293	3,308,586
Transfers	23,294	4,369	27,663	4,369	27,663	55,326
<b>Total Costs</b>	<b>\$24,026,668</b>	<b>\$5,768,626</b>	<b>\$29,795,294</b>	<b>\$5,775,311</b>	<b>\$29,801,979</b>	<b>\$59,597,273</b>
General Fund	1,829,563	531,631	2,351,145	531,944	2,351,458	4,702,603
State/Other Special	15,653,156	4,440,124	20,301,751	4,444,240	20,306,899	40,608,650
Federal Spec. Rev. Funds	6,543,949	796,871	7,142,398	799,127	7,143,622	14,286,020
<b>Total Funds</b>	<b>\$24,026,668</b>	<b>\$5,768,626</b>	<b>\$29,795,294</b>	<b>\$5,775,311</b>	<b>\$29,801,979</b>	<b>\$59,597,273</b>

# Department of Environmental Quality - 53010

## Permitting & Compliance Division - 50

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	253,649	2,531,223	253,542	2,533,999
SWPL - 3 - Inflation Deflation	(2,203)	(18,194)	(1,914)	(15,732)
<i>Total Statewide Present Law Adjustments</i>	<i>\$251,446</i>	<i>\$2,513,029</i>	<i>\$251,628</i>	<i>\$2,518,267</i>
<b>Present Law Adjustments</b>				
PL - 5000444 - Statewide 4% FTE Reduction - Program 50	(53,517)	(583,988)	(53,386)	(582,541)
PL - 5005001 - Permitting & Compliance Division Operations Adjust	83,702	2,766,193	83,702	2,766,193
PL - 5005002 - Hard Rock Reclamation/MFSA Projects (RST/BIEN)	0	812,946	0	812,946
PL - 5005004 - Leased Vehicle to Replace Owned Vehicle	0	5,223	0	5,223
<i>Total Present Law Adjustments</i>	<i>\$30,185</i>	<i>\$3,000,374</i>	<i>\$30,316</i>	<i>\$3,001,821</i>
<b>New Proposals</b>				
NP - 5005003 - Zortman/Landusky Additional (RST/OTO)	250,000	250,000	250,000	250,000
NP - 5005005 - Lease Vehicle for Missoula Office	0	5,223	0	5,223
<i>Total New Proposals</i>	<i>\$250,000</i>	<i>\$255,223</i>	<i>\$250,000</i>	<i>\$255,223</i>
<b>Total Budget Adjustments</b>	<b>\$531,631</b>	<b>\$5,768,626</b>	<b>\$531,944</b>	<b>\$5,775,311</b>

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$253,649	\$2,531,223
FY 2017	\$253,542	\$2,533,999

**SWPL - 1 - Personal Services -**

The budget includes \$2,531,223 in FY 2016 and \$2,533,999 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of turnover experienced in excess of the applied vacancy savings rate.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$2,203)	(\$18,194)
FY 2017	(\$1,914)	(\$15,732)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$18,194 in FY 2016 and \$15,732 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$53,517)	(\$583,988)
FY 2017	(\$53,386)	(\$582,541)

**PL - 5000444 - Statewide 4% FTE Reduction - Program 50 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 5000444 includes a reduction of 9.50 FTE each year and \$1,166,529 for the biennium to accomplish the FTE reduction.

## Department of Environmental Quality - 53010

### Permitting & Compliance Division - 50

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$83,702	\$2,766,193
FY 2017	\$83,702	\$2,766,193

**PL - 5005001 - Permitting & Compliance Division Operations Adjust -**

This request is for \$2,766,193 per year in general fund, state special, and federal special revenue to restore spending authority in the Permitting and Compliance Division's base budget for operating, equipment and grant expenses. The most significant factors contributing to this request are increased agency indirect charges, rent increases and contract increases.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$812,946
FY 2017	\$0	\$812,946

**PL - 5005002 - Hard Rock Reclamation/MFSA Projects (RST/BIEN) -**

This a restricted biennial request for \$812,946 per year or \$1,625,892 for the biennium, in state special revenue for projects administered by the DEQ Environmental Management Bureau under the Metal Mine Reclamation Act (MMRA) and Major Facility Siting Act Programs (MFSA). MFSA costs are paid by the applicant; budget authority would be used for cost reimbursement projects totaling \$1,525,892 and for analysis of project applications that arise during the coming biennium. Bond forfeitures and settlements of \$100,000 over the course of the biennium would be used for reclamation of specific mine sites and would be funded by settlement agreements or by forfeitures of various reclamation bonds.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$5,223
FY 2017	\$0	\$5,223

**PL - 5005004 - Leased Vehicle to Replace Owned Vehicle -**

This budget request of \$5,223 per year in state special revenue to lease one vehicle from the state motor pool to replace an aging, agency-owned vehicle that have been surplus. An SUV-type vehicle is needed because of the amount of use at mine sites that require four-wheel drive and high clearance.

-----**New Proposals**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$250,000	\$250,000
FY 2017	\$250,000	\$250,000

**NP - 5005003 - Zortman/Landusky Additional (RST/OTO) -**

This request is for restricted OTO general fund to assure adequate funds are available for water treatment at Zortman/Landusky. The proposal is \$500,000 for the biennium. The Zortman and Landusky mines used cyanide heap leaching for gold recovery. They were operated by Pegasus Gold, Inc., and are located on a combination of private patented lands and federal lands managed by the BLM. Following the bankruptcy of Pegasus, the state and the Bureau of Land Management (BLM) began a cooperative effort to reclaim the mines using the reclamation and water treatment bonds posted by the company and held by DEQ. The \$30 million in reclamation bonds and approximately \$10 million in water treatment bonds posted by Pegasus Gold have been spent at the site in the past 13 years. The BLM and the state have spent an additional \$12 million for reclamation and water treatment projects that exceeded the available bonds. Annual site operating costs are approximately \$2.5 million dollars, over triple the amount of the water treatment bond that is available annually. Costs also have increased substantially due to weather patterns and increasing costs of water treatment inputs such as lime, fuel, electricity, and labor. Historically, BLM has come up with year-end funding to assist and support water treatment at Zortman/Landusky; however, this funding has declined over the past few years. If BLM funds are received, this general fund appropriation will be reduced by a like amount. A trust fund should come to maturity in FY 2018 which would provide ongoing support for the facility.

# Department of Environmental Quality - 53010

## Permitting & Compliance Division - 50

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$5,223
FY 2017	\$0	\$5,223

### **NP - 5005005 - Lease Vehicle for Missoula Office -**

This budget request of \$5,223 per year in state special revenue to lease one SUV from the state motor pool for the program's Missoula office. This vehicle replaces a vehicle leased from a private car rental company.

# Department of Environmental Quality - 53010

## Petro Tank Release Compensation Board - 90

**90 Petroleum Tank Release  
Compensation Board  
Terry Wadsworth x9712**

**Program Description** - The Petroleum Tank Release Compensation Board is responsible for administering the petroleum tank release cleanup fund. This includes reimbursement to petroleum storage tank owners and operators for corrective action costs and compensation paid to third parties for bodily injury and property damage resulting from a release of petroleum from a petroleum storage tank. The board is responsible for responding to and working with private individuals, corporations, other state agencies, the Governor's Office, the legislature, federal agencies, and other interested parties with activities relative to petroleum storage tanks. It is attached to the DEQ for administrative purposes.

Program Proposed Budget	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
Budget Item						
FTE	6.10	(0.50)	5.60	(0.50)	5.60	
Personal Services	378,778	11,678	390,456	11,359	390,137	780,593
Operating Expenses	250,894	(7)	250,887	(6)	250,888	501,775
<b>Total Costs</b>	<b>\$629,672</b>	<b>\$11,671</b>	<b>\$641,343</b>	<b>\$11,353</b>	<b>\$641,025</b>	<b>\$1,282,368</b>
State/Other Special	629,672	11,671	641,343	11,353	641,025	1,282,368
<b>Total Funds</b>	<b>\$629,672</b>	<b>\$11,671</b>	<b>\$641,343</b>	<b>\$11,353</b>	<b>\$641,025</b>	<b>\$1,282,368</b>

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	40,047	0	39,676
SWPL - 3 - Inflation Deflation	0	(7)	0	(6)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$40,040</i>	<i>\$0</i>	<i>\$39,670</i>
<b>Present Law Adjustments</b>				
PL - 9000444 - Statewide 4% FTE Reduction - Program 90	0	(28,369)	0	(28,317)
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>(\$28,369)</i>	<i>\$0</i>	<i>(\$28,317)</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$11,671</b>	<b>\$0</b>	<b>\$11,353</b>

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$40,047
FY 2017	\$0	\$39,676

**SWPL - 1 - Personal Services -**

The budget includes \$40,047 in FY 2016 and \$39,676 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

## Department of Environmental Quality - 53010

### Petro Tank Release Compensation Board - 90

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$7)
FY 2017	\$0	(\$6)

#### **SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$7 in FY 2016 and \$6 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

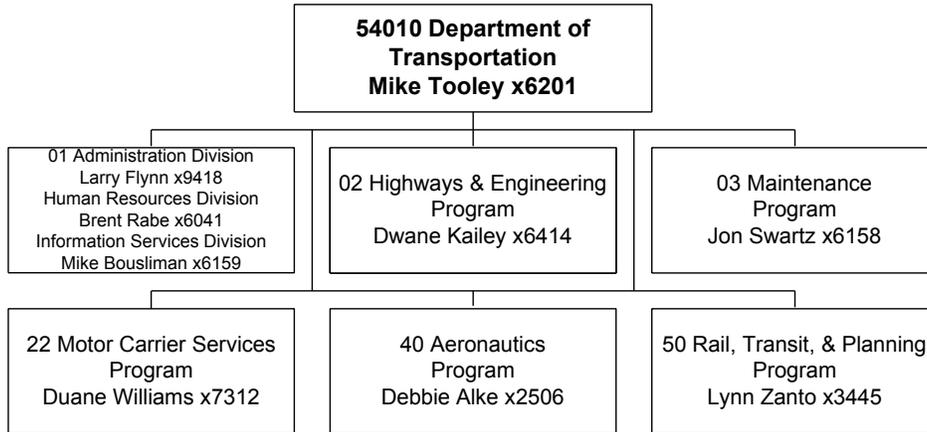
#### -----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$28,369)
FY 2017	\$0	(\$28,317)

#### **PL - 9000444 - Statewide 4% FTE Reduction - Program 90 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 9000444 includes a reduction of 0.50 FTE each year and \$56,687 for the biennium to accomplish the FTE reduction.

## Department of Transportation - 54010



**Mission Statement** - To serve the public by providing a transportation system and services that emphasize quality, safety, cost effectiveness, economic vitality, and sensitivity to the environment.

**Statutory Authority** - Title 2, Chapter 15, part 25; and Titles 15-70, 60, 61, and 67 MCA; Title s 23 and 49 USC, Titles 23 and 49 CFR .

**Language** - The department requests the following language in HB 2:

"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."

"All remaining federal pass-through grant appropriations for highway traffic safety, including reversions for the 2015 biennium, are authorized to continue and are appropriated in FY 2016 and FY 2017."

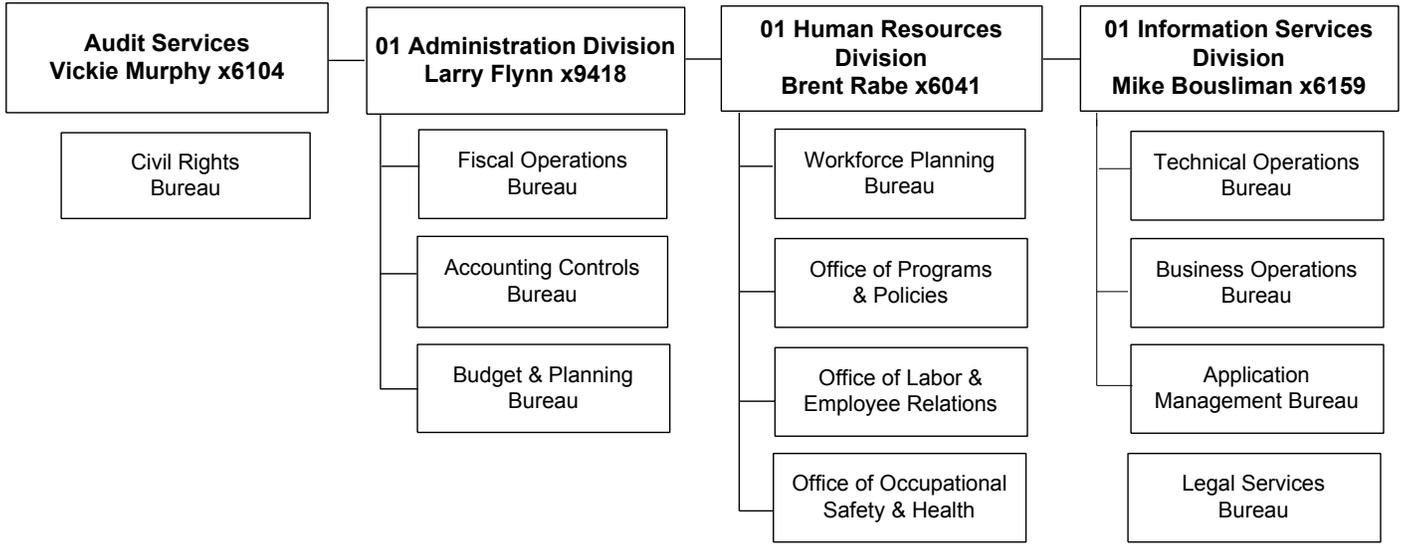
Agency Proposed Budget	Total Exec. Budget Fiscal 2016	Total Exec. Budget Fiscal 2017	Total Exec. Budget 2017 Biennium
FTE	2,062.32	2,062.32	
Personal Services	162,203,994	162,205,507	324,409,501
Operating Expenses	451,827,384	445,254,921	897,082,305
Equipment & Intangible Assets	3,271,659	3,271,659	6,543,318
Capital Outlay	12,956,865	12,956,865	25,913,730
Grants	25,685,454	25,685,454	51,370,908
Transfers	1,608,343	1,608,343	3,216,686
Debt Service	85,270	85,270	170,540
<b>Total Costs</b>	<b>\$657,638,969</b>	<b>\$651,068,019</b>	<b>\$1,308,706,988</b>
State/Other Special	254,620,236	254,917,078	509,537,314
Federal Spec. Rev. Funds	403,018,733	396,150,941	799,169,674
<b>Total Funds</b>	<b>\$657,638,969</b>	<b>\$651,068,019</b>	<b>\$1,308,706,988</b>

## Department of Transportation - 54010

Agency Appropriated Biennium to Biennium Comparison								
Program	2015 Biennium Appropriated Budget		2017 Biennium Requested Budget		Biennium to Biennium Difference (dollars)		Biennium to Biennium Difference (percent)	
	General Fund	Total Funds	General Fund	Total Funds	General Fund	Total Funds	General Fund	Total Funds
01 - General Operations Program	0	57,116,468	0	61,720,402	0	4,603,934	0.00 %	8.06 %
02 - Construction Program	0	942,757,019	0	863,337,513	0	(79,419,506)	0.00 %	(8.42)%
03 - Maintenance Program	0	264,669,059	0	280,547,651	0	15,878,592	0.00 %	6.00 %
22 - Motor Carrier Services Program	0	23,451,488	0	24,131,534	0	680,046	0.00 %	2.90 %
40 - Aeronautics Program	0	4,271,450	0	11,083,405	0	6,811,955	0.00 %	159.48 %
50 - Rail, Transit, & Planning Program	0	67,061,046	0	67,886,483	0	825,437	0.00 %	1.23 %
<b>Agency Total</b>	<b>\$0</b>	<b>\$1,359,326,530</b>	<b>\$0</b>	<b>\$1,308,706,988</b>	<b>\$0</b>	<b>(\$50,619,542)</b>	<b>0.00 %</b>	<b>(3.72)%</b>

# Department of Transportation - 54010

## General Operations Program - 01



**Program Description** - The General Operations Program provides overall policy direction and management to the agency, administers motor fuel taxes, and provides administrative support services for the department, including general administration and management, accounting and budgeting, ensuring civil rights and equal opportunity, legal services, public affairs, information technology services, human resources activities, compliance review, and goods and services procurement.

Program Proposed Budget						
Budget Item	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	198.37	(1.77)	196.60	(1.77)	196.60	
Personal Services	14,124,805	2,692,769	16,817,574	2,691,420	16,816,225	33,633,799
Operating Expenses	12,080,754	1,605,198	13,685,952	1,743,813	13,824,567	27,510,519
Equipment & Intangible Assets	45,804	0	45,804	0	45,804	91,608
Grants	106,968	50,000	156,968	50,000	156,968	313,936
Debt Service	85,270	0	85,270	0	85,270	170,540
<b>Total Costs</b>	<b>\$26,443,601</b>	<b>\$4,347,967</b>	<b>\$30,791,568</b>	<b>\$4,485,233</b>	<b>\$30,928,834</b>	<b>\$61,720,402</b>
State/Other Special	25,711,315	4,156,631	29,836,988	4,282,525	29,943,828	59,780,816
Federal Spec. Rev. Funds	732,286	191,336	954,580	202,708	985,006	1,939,586
<b>Total Funds</b>	<b>\$26,443,601</b>	<b>\$4,347,967</b>	<b>\$30,791,568</b>	<b>\$4,485,233</b>	<b>\$30,928,834</b>	<b>\$61,720,402</b>

# Department of Transportation - 54010

## General Operations Program - 01

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
	<b>Statewide Present Law Adjustments</b>			
SWPL - 1 - Personal Services	0	2,851,348	0	2,849,406
SWPL - 2 - Fixed Costs	0	1,566,531	0	1,712,296
SWPL - 3 - Inflation Deflation	0	(3,550)	0	(3,069)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$4,414,329</i>	<i>\$0</i>	<i>\$4,558,633</i>
<b>Present Law Adjustments</b>				
PL - 100102 - Additional Civil Rights FTE	0	148,219	0	147,843
PL - 100103 - Motor Fuel Auditor	0	131,607	0	123,705
PL - 100105 - Restoration of Federal Grant	0	83,000	0	83,000
PL - 100111 - Overtime/Differential Pay - Program 01	0	62,372	0	62,372
PL - 100122 - Equipment Rental - Program 01	0	617	0	586
PL - 100444 - Statewide 4% FTE Reduction - Program 01	0	(570,540)	0	(569,069)
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>(\$144,725)</i>	<i>\$0</i>	<i>(\$151,563)</i>
<b>New Proposals</b>				
NP - 100104 - Electronic Records Manager	0	78,363	0	78,163
<i>Total New Proposals</i>	<i>\$0</i>	<i>\$78,363</i>	<i>\$0</i>	<i>\$78,163</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$4,347,967</b>	<b>\$0</b>	<b>\$4,485,233</b>

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$2,851,348
FY 2017	\$0	\$2,849,406

**SWPL - 1 - Personal Services -**

The budget includes \$2,851,348 in FY 2016 and \$2,849,406 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of turnover experienced in excess of the applied vacancy savings rate.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$1,566,531
FY 2017	\$0	\$1,712,296

**SWPL - 2 - Fixed Costs -**

This request includes \$1,566,531 in FY 2016 and \$1,712,296 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$3,550)
FY 2017	\$0	(\$3,069)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$3,550 in FY 2016 and \$3,069 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

Department of Transportation - 54010

General Operations Program - 01

-----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$148,219
FY 2017	\$0	\$147,843

**PL - 100102 - Additional Civil Rights FTE -**

This is a request for an additional 1.80 FTE in the Civil Rights Bureau that will be funded with state special revenue. Currently, the Civil Rights Bureau has two positions that are funded at 0.10 FTE. Both positions are needed at full time to promote compliance of laws and ensure opportunities are offered to all beneficiaries and potential beneficiaries through these Civil Rights Bureau Programs.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$131,607
FY 2017	\$0	\$123,705

**PL - 100103 - Motor Fuel Auditor -**

This budget request is for \$131,607 in FY 2016 and \$123,705 in FY 2017 of state special revenue for 2.25 FTE to conduct International Fuel Tax Agreement (IFTA) and International Registration Plan (IRP) audits in Eastern Montana. Due to increased truck traffic, required audits for IFTA and IRP have also increased in order to maintain compliance with program requirements.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$83,000
FY 2017	\$0	\$83,000

**PL - 100105 - Restoration of Federal Grant -**

This request is for \$83,000 per year in federal special revenue to restore federal funding for the On-the-Job-Training (OJT) and Disadvantaged Enterprise (DBE) grants. Due to delays in federal funding obligations, the base amount is less than the federal grants received. The increase is to bring the amounts up to estimated future federal grant amounts.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$62,372
FY 2017	\$0	\$62,372

**PL - 100111 - Overtime/Differential Pay - Program 01 -**

This budget request restores zero-based overtime and differential pay with associated benefits of \$62,372 per year of state special revenue.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$617
FY 2017	\$0	\$586

**PL - 100122 - Equipment Rental - Program 01 -**

This request is for \$617 in FY 2016 and \$586 in FY 2017 of state special revenue for additional equipment rental charges for the General Operations Program.

# Department of Transportation - 54010

## General Operations Program - 01

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$570,540)
FY 2017	\$0	(\$569,069)

### PL - 100444 - Statewide 4% FTE Reduction - Program 01 -

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2, passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 100444 includes a reduction of 6.82 FTE each year and \$1,139,610 for the biennium to accomplish the FTE reduction.

### -----New Proposals-----

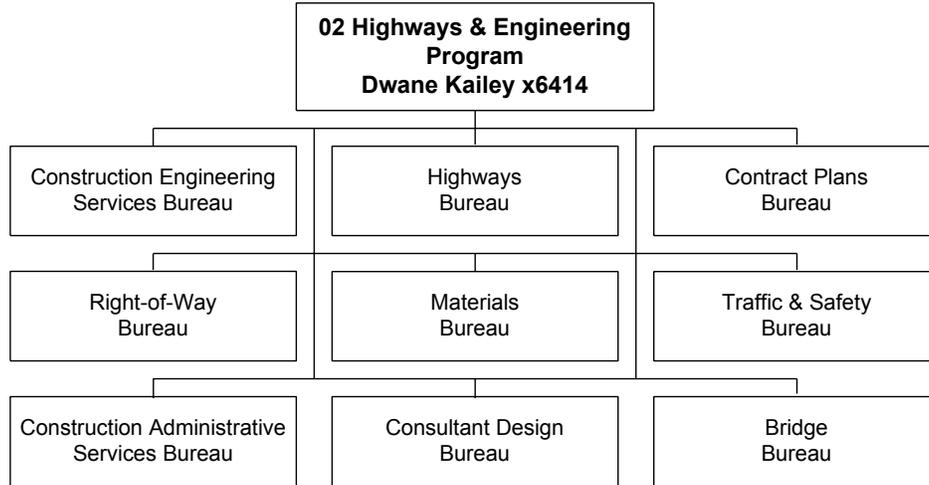
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$78,363
FY 2017	\$0	\$78,163

### NP - 100104 - Electronic Records Manager -

This budget request is for \$78,363 in FY 2016 and \$78,163 in FY 2017 of state special revenue 1.00 FTE Electronic Records Manager to manage the increasing needs of electronic record keeping at MDT.

# Department of Transportation - 54010

## Construction Program - 02



**Program Description** - The Construction Program is responsible for construction project planning and development from the time a project is included in the long-range work plan through the actual construction of the project. Program responsibilities include such tasks as project designs, right-of-way acquisitions, issuing contract bids, awarding contracts, and administering construction contracts. Contract administration is responsible for the documentation, inspection, and testing of highway construction projects from the time the contract is awarded to a private contractor until the project is completed and the work is approved. The program also provides traffic improvement and educational programs to promote public safety, health, and welfare.

Program Proposed Budget	Base Budget	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2014	Adjustments Fiscal 2016	Exec. Budget Fiscal 2016	Adjustments Fiscal 2017	Exec. Budget Fiscal 2017	Budget Request 2017 Biennium
FTE	911.72	(27.00)	884.72	(27.00)	884.72	
Personal Services	64,050,628	8,484,082	72,534,710	8,478,809	72,529,437	145,064,147
Operating Expenses	336,001,362	362,461	336,363,823	374,671	336,376,033	672,739,856
Equipment & Intangible Assets	2,665,262	14,000	2,679,262	14,000	2,679,262	5,358,524
Capital Outlay	12,956,865	0	12,956,865	0	12,956,865	25,913,730
Grants	7,130,628	0	7,130,628	0	7,130,628	14,261,256
<b>Total Costs</b>	<b>\$422,804,745</b>	<b>\$8,860,543</b>	<b>\$431,665,288</b>	<b>\$8,867,480</b>	<b>\$431,672,225</b>	<b>\$863,337,513</b>
State/Other Special	72,689,783	4,363,760	74,762,290	4,377,812	74,776,182	149,538,472
Federal Spec. Rev. Funds	350,114,962	4,496,783	356,902,998	4,489,668	356,896,043	713,799,041
<b>Total Funds</b>	<b>\$422,804,745</b>	<b>\$8,860,543</b>	<b>\$431,665,288</b>	<b>\$8,867,480</b>	<b>\$431,672,225</b>	<b>\$863,337,513</b>

# Department of Transportation - 54010

## Construction Program - 02

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
	<b>Statewide Present Law Adjustments</b>			
SWPL - 1 - Personal Services	0	7,729,020	0	7,724,133
SWPL - 2 - Fixed Costs	0	7,681	0	9,407
SWPL - 3 - Inflation Deflation	0	(11,858)	0	(10,231)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$7,724,843</i>	<i>\$0</i>	<i>\$7,723,309</i>
<b>Present Law Adjustments</b>				
PL - 200111 - Overtime/Differential Pay - Program 02	0	3,010,934	0	3,010,934
PL - 200122 - Equipment Rental - Program 02	0	219,858	0	208,760
PL - 200133 - Bakken Housing Allowance - Program 02	0	100,000	0	100,000
PL - 200201 - Traffic and Safety Bureau FTE	0	257,630	0	257,010
PL - 200203 - Right of Way Bureau FTE	0	89,952	0	89,754
PL - 200204 - Assistant Construction Traffic Control Engineer	0	104,753	0	104,512
PL - 200205 - CADD Software Maintenance Fees	0	19,280	0	39,235
PL - 200444 - Statewide 4% FTE Reduction - Program 02	0	(2,666,707)	0	(2,666,034)
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$1,135,700</i>	<i>\$0</i>	<i>\$1,144,171</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$8,860,543</b>	<b>\$0</b>	<b>\$8,867,480</b>

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$7,729,020
FY 2017	\$0	\$7,724,133

**SWPL - 1 - Personal Services -**

The budget includes \$7,729,020 in FY 2016 and \$7,724,133 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of turnover experienced in excess of the applied vacancy savings rate.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$7,681
FY 2017	\$0	\$9,407

**SWPL - 2 - Fixed Costs -**

This request includes \$7,681 in FY 2016 and \$9,407 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$11,858)
FY 2017	\$0	(\$10,231)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$11,858 in FY 2016 and \$10,231 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

# Department of Transportation - 54010

## Construction Program - 02

### -----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$3,010,934
FY 2017	\$0	\$3,010,934

#### **PL - 200111 - Overtime/Differential Pay - Program 02 -**

This request restores zero-based overtime and differential pay with associated benefits of \$3,010,934 per year of state and federal special revenue.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$219,858
FY 2017	\$0	\$208,760

#### **PL - 200122 - Equipment Rental - Program 02 -**

This request is for \$219,858 in FY 2016 and \$208,760 in FY 2017 to adjust for expected equipment rental rates. The increases are due primarily to cost increases in the equipment program for inflation, repairs and maintenance, and statewide adjustments for personal services.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$100,000
FY 2017	\$0	\$100,000

#### **PL - 200133 - Bakken Housing Allowance - Program 02 -**

This budget request is for \$100,000 per year in state special revenue to fund housing allowances for MDT employees in areas of the state impacted by natural resource energy development. In order to remain a competitive employer in Eastern Montana, the Oil Patch Rental Assistance is a tool that helps with employee retention in the highly competitive market. MDT's contribution is \$500 per month, per employee who meets the qualifications.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$257,630
FY 2017	\$0	\$257,010

#### **PL - 200201 - Traffic and Safety Bureau FTE -**

This budget request is for \$257,630 in FY 2016 and \$257,010 in FY 2017 in state and federal special revenue for 3.00 FTE within the Traffic and Safety Bureau of the Engineering Division. This need is attributable to MAP-21 increasing the funding to the Highway Safety Improvement Program (HSIP) by approximately \$7 million.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$89,952
FY 2017	\$0	\$89,754

#### **PL - 200203 - Right of Way Bureau FTE -**

This budget request is for \$89,952 in FY 2016 and \$89,754 in FY 2017 of state special revenue for 1.00 FTE within the Right of Way Bureau of the Engineering Division. This need is due to an increase in excess property requests and current workloads within the Real Estate Services Section resulting in a back log of work.

## Department of Transportation - 54010

### Construction Program - 02

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$104,753
FY 2017	\$0	\$104,512

#### **PL - 200204 - Assistant Construction Traffic Control Engineer -**

This request is for \$104,753 in FY 2016 and \$104,512 in FY 2017 for 1.00 FTE within the Construction Engineering Services Section of the Engineering Division. This need is to address current and growing needs for construction traffic control engineering.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$19,280
FY 2017	\$0	\$39,235

#### **PL - 200205 - CADD Software Maintenance Fees -**

This request is for \$19,280 in FY 2016 and \$39,235 in FY 2017 of state special revenue to fund CADD (Computer Aided Design and Drafting) maintenance fees. The Montana Department of Transportation's CADD system is the sole source for producing highway and bridge related plans and details that are used for bid processes and to construct related projects. Software licensing and maintenance costs will increase approximately 3.5% per year.

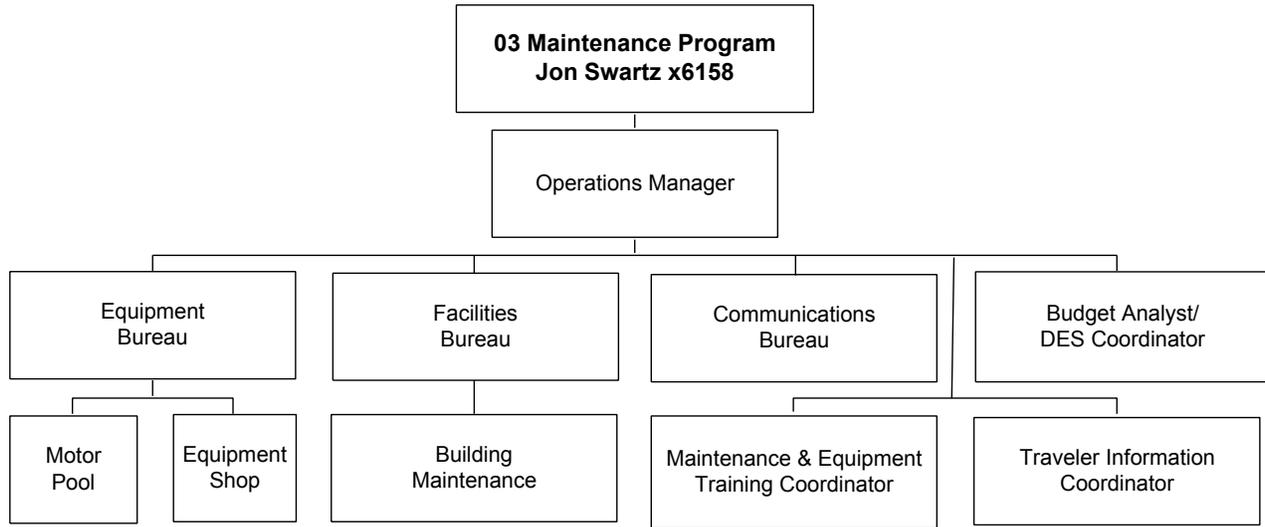
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$2,666,707)
FY 2017	\$0	(\$2,666,034)

#### **PL - 200444 - Statewide 4% FTE Reduction - Program 02 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 200444 includes a reduction of 32.00 FTE each year and \$5,332,741 for the biennium to accomplish the FTE reduction.

# Department of Transportation - 54010

## Maintenance Program - 03



**Program Description** - The Maintenance program is responsible for the repair, maintenance, and preservation of approximately 25,000 lane miles of roadways. Activities include but are not limited to: winter maintenance, reactive and preventive pavement preservation, pavement marking, signing, roadway striping, noxious weed control, traveler information, disaster and emergency services coordination, MDT's long-range building program and state funded construction program, communications program, quality control, and any other necessary roadway and roadside repairs and maintenance. The Maintenance program is authorized by 2-15-2501(1), MCA; Title 60, MCA, and 23 USC 116.

Program Proposed Budget						
Budget Item	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	770.67	(28.12)	742.55	(28.12)	742.55	
Personal Services	48,800,839	6,086,507	54,887,346	6,089,239	54,890,078	109,777,424
Operating Expenses	79,028,333	6,014,459	85,042,792	6,198,686	85,227,019	170,269,811
Equipment & Intangible Assets	225,208	0	225,208	0	225,208	450,416
Grants	25,000	0	25,000	0	25,000	50,000
<b>Total Costs</b>	<b>\$128,079,380</b>	<b>\$12,100,966</b>	<b>\$140,180,346</b>	<b>\$12,287,925</b>	<b>\$140,367,305</b>	<b>\$280,547,651</b>
State/Other Special	119,814,678	11,861,204	131,962,593	12,048,163	132,144,777	264,107,370
Federal Spec. Rev. Funds	8,264,702	239,762	8,217,753	239,762	8,222,528	16,440,281
<b>Total Funds</b>	<b>\$128,079,380</b>	<b>\$12,100,966</b>	<b>\$140,180,346</b>	<b>\$12,287,925</b>	<b>\$140,367,305</b>	<b>\$280,547,651</b>

# Department of Transportation - 54010

## Maintenance Program - 03

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
	<b>Statewide Present Law Adjustments</b>			
SWPL - 1 - Personal Services	0	4,759,651	0	4,762,906
SWPL - 2 - Fixed Costs	0	(40)	0	(40)
SWPL - 3 - Inflation Deflation	0	60,430	0	98,092
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$4,820,041</i>	<i>\$0</i>	<i>\$4,860,958</i>
<b>Present Law Adjustments</b>				
PL - 300111 - Overtime/Differential Pay - Program 03	0	3,123,833	0	3,123,833
PL - 300122 - Equipment Rental - Program 03	0	1,530,876	0	1,453,550
PL - 300133 - Bakken Housing - Program 03	0	120,000	0	120,000
PL - 300301 - Secondary Roads	0	133,120	0	349,440
PL - 300302 - Restore Pavement Preservation Base	0	1,490,161	0	1,490,161
PL - 300303 - Rest Area Maintenance	0	190,403	0	201,074
PL - 300304 - Increased Budget for Epoxy Program	0	2,408,346	0	2,408,346
PL - 300305 - Restore State Funded Construction Base	0	39,459	0	39,459
PL - 300306 - Bozeman Maintenance Section-Additional Miles	0	74,893	0	74,749
PL - 300307 - Maintenance Contracts	0	21,652	0	21,652
PL - 300308 - Additional FTE for Havre Maintenance Carpenter	0	71,168	0	67,896
PL - 300309 - Fund Switch for Deicer	0	0	0	0
PL - 300444 - Statewide 4% FTE Reduction - Program 03	0	(1,922,986)	0	(1,923,193)
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$7,280,925</i>	<i>\$0</i>	<i>\$7,426,967</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$12,100,966</b>	<b>\$0</b>	<b>\$12,287,925</b>

### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$4,759,651
FY 2017	\$0	\$4,762,906

#### SWPL - 1 - Personal Services -

The budget includes \$4,759,651 in FY 2016 and \$4,762,906 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$40)
FY 2017	\$0	(\$40)

#### SWPL - 2 - Fixed Costs -

This request includes a reduction of \$40 per year to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

## Department of Transportation - 54010

### Maintenance Program - 03

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$60,430
FY 2017	\$0	\$98,092

**SWPL - 3 - Inflation Deflation -**

This change package includes \$60,430 in FY 2016 and \$98,092 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$3,123,833
FY 2017	\$0	\$3,123,833

**PL - 300111 - Overtime/Differential Pay - Program 03 -**

This request restores zero-based overtime and differential pay with associated benefits of \$3,123,833 per year in state special revenue for the maintenance program.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$1,530,876
FY 2017	\$0	\$1,453,550

**PL - 300122 - Equipment Rental - Program 03 -**

This request is for \$1,530,876 in FY 2016 and \$1,453,550 for FY 2017 in state special revenue to adjust for expected equipment rental rates. These increases are due primarily to cost increases in the equipment program for inflation adjustments in repairs and maintenance and statewide adjustments for personal services. The maintenance program rents this equipment to perform various maintenance work all year.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$120,000
FY 2017	\$0	\$120,000

**PL - 300133 - Bakken Housing - Program 03 -**

This request is for \$120,000 per year in state special revenue to fund housing allowances for MDT employees in areas of the state impacted by natural resource energy development. In order to remain a competitive employer in Eastern Montana, the Oil Patch Rental Assistance is a tool that helps with employee retention in the highly competitive market. MDT's contribution is \$500 per month, per employee who meets the qualifications.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$133,120
FY 2017	\$0	\$349,440

**PL - 300301 - Secondary Roads -**

The budget request is for \$133,120 and \$349,440 in state special revenue to maintain additional secondary road miles. The 56th Montana Legislature enacted SB 333 which requires the department to maintain paved secondary roads as they become eligible.

## Department of Transportation - 54010

### Maintenance Program - 03

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$1,490,161
FY 2017	\$0	\$1,490,161

#### **PL - 300302 - Restore Pavement Preservation Base -**

This request is for \$1,490,161 per year in state special revenue to re-establish the program base budget to the amount appropriated for FY 2014 for pavement preservation. Scheduled projects were unable to be completed due to an extended winter and cold spring weather. This request will ensure proper funding to perform the necessary pavement preservation projects. This effort enhances the surface of roadways, greatly prolonging their useful lives.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$190,403
FY 2017	\$0	\$201,074

#### **PL - 300303 - Rest Area Maintenance -**

This request is for \$190,403 in FY 2016 and \$201,074 in FY 2017 of state special revenue for rest area maintenance. The Bearmouth EB & WB, Divide, Flowing Wells, and Reynolds Pass rest areas are all in the process of being rebuilt and should be completed by FY 2016. Since the buildings will increase in size, the maintenance of the grounds will increase as well. In addition, they will be open year-round, increasing the cost of caretaker services. The rest areas at Ronan, Troy, Jefferson City, Emigrant, Glasgow, Bridger, Custer, Hysham, Roberts, and Mosby are all in the final years of six year caretaker contracts. The cost to take care of these rest areas is expected to increase.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$2,408,346
FY 2017	\$0	\$2,408,346

#### **PL - 300304 - Increased Budget for Epoxy Program -**

This budget request is for \$2,408,346 per year in state and federal special revenue to increase authority in the epoxy program. The increase is necessary due to rising costs and projects which were unable to be completed as a result of cold spring weather. The cost of paint used to stripe Montana roads has increased dramatically since 2010. Due to this increase and cold spring weather, MDT has seen a 27% reduction in lane miles painted from 2011-2013. This request will restore the miles painted back to levels prior to 2010.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$39,459
FY 2017	\$0	\$39,459

#### **PL - 300305 - Restore State Funded Construction Base -**

This budget request is for \$39,459 per year in state special revenue to re-establish the state funded construction program base. Several projects came in lower than anticipated and this request will restore the program to it's base amount, ensuring delivery of a complete program.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$74,893
FY 2017	\$0	\$74,749

#### **PL - 300306 - Bozeman Maintenance Section-Additional Miles -**

This budget request of \$74,893 in FY 2016 and \$74,749 in FY 2017 of state special revenue is for additional maintenance requirements, including an additional FTE in the Bozeman area. The expansive growth in the valley and nearly all of the increased traffic impacts routes that MDT maintains. Road construction in Gallatin County has greatly increased demands on the Bozeman Section.

## Department of Transportation - 54010

### Maintenance Program - 03

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$21,652
FY 2017	\$0	\$21,652

#### PL - 300307 - Maintenance Contracts -

This request is for \$21,652 per year in state special revenue as a result of increased road maintenance contract costs from local governments. Increases are expected in the City of Missoula and for Big Mountain Road in the Kalispell Division.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$71,168
FY 2017	\$0	\$67,896

#### PL - 300308 - Additional FTE for Havre Maintenance Carpenter -

This request is for \$71,168 in FY 2016 and \$67,896 in FY 2017 for a maintenance carpenter for the Havre Division. There are over 40 buildings in the Havre Maintenance Division, with an estimated value of over \$7.5 million. Currently, there is no maintenance carpenter on staff and the facilities do not receive routine preventative maintenance, which leads to a shorter life of the facilities and higher costs for emergency repairs. With facilities and buildings that are aging, there is an increasing need for maintenance and repair work to be completed.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$0
FY 2017	\$0	\$0

#### PL - 300309 - Fund Switch for Deicer -

The department requests a budget neutral shift of \$2,000,000 per year from federal special to state special revenue. Due to a change in federal guidelines, deicer is no longer eligible for federal reimbursement and this proposal is required to fund the deicer program using state funds.

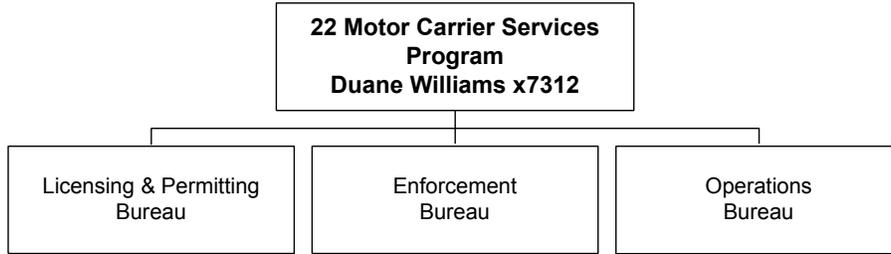
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$1,922,986)
FY 2017	\$0	(\$1,923,193)

#### PL - 300444 - Statewide 4% FTE Reduction - Program 03 -

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 300444 includes a reduction of 30.12 FTE each year and \$3,846,179 for the biennium to accomplish the FTE reduction.

# Department of Transportation - 54010

## Motor Carrier Services Program - 22



**Program Description** - The Motor Carrier Services Program enforces state and federal commercial motor carrier laws including laws on vehicle size and weight, insurance, licensing, dyed fuel, and vehicle and driver safety. The Licensing and Permit Bureau registers interstate fleet vehicles, issues commercial vehicle licenses and oversize/overweight permits, and collects and distributes fees and taxes. The Enforcement Bureau operates a statewide weigh station and mobile enforcement program and assigns uniformed officers to inspect commercial vehicles for compliance with state and federal safety, registration, fuel, insurance, and size/weight laws. The Motor Carrier Safety Assistance Program (MCSAP) conducts commercial motor carrier safety compliance reviews and safety audits to ensure commercial vehicles, drivers, and motor carriers are compliant with state safety laws and federal regulations by conducting vehicle and driver inspections and motor carrier compliance reviews and safety audits.

Program Proposed Budget						
Budget Item	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	134.00	(5.06)	128.94	(5.06)	128.94	
Personal Services	7,717,304	1,039,453	8,756,757	1,040,729	8,758,033	17,514,790
Operating Expenses	2,474,895	629,517	3,104,412	629,573	3,104,468	6,208,880
Equipment & Intangible Assets	197,716	0	197,716	0	197,716	395,432
Transfers	6,216	0	6,216	0	6,216	12,432
<b>Total Costs</b>	<b>\$10,396,131</b>	<b>\$1,668,970</b>	<b>\$12,065,101</b>	<b>\$1,670,302</b>	<b>\$12,066,433</b>	<b>\$24,131,534</b>
State/Other Special	7,952,960	1,251,009	9,203,534	1,252,314	9,203,399	18,406,933
Federal Spec. Rev. Funds	2,443,171	417,961	2,861,567	417,988	2,863,034	5,724,601
<b>Total Funds</b>	<b>\$10,396,131</b>	<b>\$1,668,970</b>	<b>\$12,065,101</b>	<b>\$1,670,302</b>	<b>\$12,066,433</b>	<b>\$24,131,534</b>

Program Proposed Budget Adjustments				
	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	1,191,985	0	1,193,297
SWPL - 3 - Inflation Deflation	0	1,257	0	2,472
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$1,193,242</i>	<i>\$0</i>	<i>\$1,195,769</i>
<b>Present Law Adjustments</b>				
PL - 2200111 - Overtime/Differential Pay- Program 22	0	170,413	0	170,413
PL - 2200122 - Equipment Rental - Program 22	0	44,760	0	43,601
PL - 2200133 - Bakken Housing Allowance - Program 22	0	36,000	0	36,000
PL - 2200444 - Statewide 4% FTE Reduction - Program 22	0	(322,945)	0	(322,981)
PL - 2202201 - Montana Joint Port Projects	0	70,500	0	70,500
PL - 2202202 - ECVISN Maintenance/Enhancements	0	314,000	0	314,000
PL - 2202203 - Static Scale Integration	0	163,000	0	163,000
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$475,728</i>	<i>\$0</i>	<i>\$474,533</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$1,668,970</b>	<b>\$0</b>	<b>\$1,670,302</b>

**Department of Transportation - 54010**

**Motor Carrier Services Program - 22**

**-----Statewide Present Law Adjustments-----**

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$1,191,985
FY 2017	\$0	\$1,193,297

**SWPL - 1 - Personal Services -**

The budget includes \$1,191,985 in FY 2016 and \$1,193,297 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of turnover experienced in excess of the applied vacancy savings rate.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$1,257
FY 2017	\$0	\$2,472

**SWPL - 3 - Inflation Deflation -**

This change package includes \$1,257 in FY 2016 and \$2,472 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

**-----Present Law Adjustments-----**

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$170,413
FY 2017	\$0	\$170,413

**PL - 2200111 - Overtime/Differential Pay- Program 22 -**

This request restores zero-based overtime and differential pay with associated benefits for \$170,413 per year of state and federal special revenue.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$44,760
FY 2017	\$0	\$43,601

**PL - 2200122 - Equipment Rental - Program 22 -**

This request is for \$44,760 in FY 2016 and \$43,601 in FY 2017 state special revenue authority to adjust for expected rental equipment rates.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$36,000
FY 2017	\$0	\$36,000

**PL - 2200133 - Bakken Housing Allowance - Program 22 -**

This budget request is for \$36,000 per year in state and federal special revenue to fund housing allowances for MDT employees in areas of the state impacted by natural resource energy development. In order to remain a competitive employer in Eastern Montana, the Oil Patch Rental Assistance is a tool that helps with employee retention in the highly competitive market. MDT's contribution is \$500 per month, per employee who meets the qualifications.

## Department of Transportation - 54010

### Motor Carrier Services Program - 22

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$322,945)
FY 2017	\$0	(\$322,981)

#### PL - 2200444 - Statewide 4% FTE Reduction - Program 22 -

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 2200444 includes a reduction of 5.06 FTE each year and \$645,926 for the biennium to accomplish the FTE reduction.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$70,500
FY 2017	\$0	\$70,500

#### PL - 2202201 - Montana Joint Port Projects -

This budget request is for \$70,500 per year in state special revenue to bring base year expenditures up to contract levels. MDT has a contract with Wyoming and Alberta to operate a joint port-of-entry weigh station facility at Dietz, Wyoming and Coutts, Alberta.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$314,000
FY 2017	\$0	\$314,000

#### PL - 2202202 - ECVISN Maintenance/Enhancements -

This request is for \$314,000 per year in state and federal special revenue for the departments Electronic Commercial Vehicle Information Systems and Networks (ECVISN). The maintenance contracts are for SMARTCOP, Automated Weigh Stations, Virtual Weigh Station, and IFTA/IRP automated payment capability projects. These projects provide officers licensing, registration, and safety information at the roadside and carriers the ability to electronically pay their license and registration. Also included in this decision package is \$33,000 for two projects to enhance SMARTCOP. These projects will enhance SMARTCOP electronic data sharing, which will improve officer and office staff citation management efficiencies.

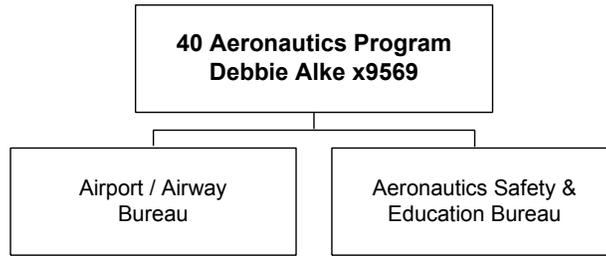
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$163,000
FY 2017	\$0	\$163,000

#### PL - 2202203 - Static Scale Integration -

This budget request is for \$163,000 per year in state special for a project that will automate the weigh station static scale read out into the PrePass system and consolidate the different computer screen read outs at the weigh station into one screen.

# Department of Transportation - 54010

## Aeronautics Program - 40



**Program Description** - The Aeronautics Program: 1) facilitates the operation and infrastructure of airports and airways, both public and private, throughout Montana; 2) provides mechanisms for funding airport and aviation related projects throughout the state; 3) registers aircraft and pilots in accordance with Montana laws and regulations, and fosters, promotes, and supervises aviation and aviation safety through educational efforts and programs; and 4) coordinates and supervises aerial search and rescue operations. The program administers a loan and grant program to municipal governments to fund airport improvement projects. The Aeronautics Board approves all loan and grant requests and advises on matters pertaining to aeronautics.

The program serves as a liaison between the State of Montana and various other entities including the U.S. Department of Transportation, the Federal Aviation Administration (FAA), other federal and state entities, and commercial airlines in order to assure the retention and continuation of airline service to Montana's rural communities. The program is also responsible for operation of the air carrier airport at West Yellowstone and for 15 other state-owned airports.

Program Proposed Budget						
Budget Item	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	9.00	0.00	9.00	0.00	9.00	
Personal Services	675,136	86,304	761,440	87,245	762,381	1,523,821
Operating Expenses	702,263	7,100,359	7,802,622	192,897	895,160	8,697,782
Grants	386,052	37,948	424,000	37,948	424,000	848,000
Transfers	6,901	0	6,901	0	6,901	13,802
<b>Total Costs</b>	<b>\$1,770,352</b>	<b>\$7,224,611</b>	<b>\$8,994,963</b>	<b>\$318,090</b>	<b>\$2,088,442</b>	<b>\$11,083,405</b>
State/Other Special	1,585,078	282,271	1,868,073	275,436	1,861,645	3,729,718
Federal Spec. Rev. Funds	185,274	6,942,340	7,126,890	42,654	226,797	7,353,687
<b>Total Funds</b>	<b>\$1,770,352</b>	<b>\$7,224,611</b>	<b>\$8,994,963</b>	<b>\$318,090</b>	<b>\$2,088,442</b>	<b>\$11,083,405</b>

# Department of Transportation - 54010

## Aeronautics Program - 40

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	85,604	0	86,545
SWPL - 2 - Fixed Costs	0	1,355	0	267
SWPL - 3 - Inflation Deflation	0	(1,459)	0	(1,562)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$85,500</i>	<i>\$0</i>	<i>\$85,250</i>
<b>Present Law Adjustments</b>				
PL - 4000122 - Equipment Rental - Program 40	0	7,600	0	7,600
PL - 4004001 - Aeronautic Loans and Grants	0	146,766	0	146,766
PL - 4004002 - Reestablish Aeronautics Base	0	19,079	0	15,644
PL - 4004003 - Aeronautic Charts OTO	0	0	0	20,000
PL - 4004005 - Pavement Condition & System Plan	0	192,830	0	42,830
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$366,275</i>	<i>\$0</i>	<i>\$232,840</i>
<b>New Proposals</b>				
NP - 4004004 - Yellowstone Airport Taxiway	0	6,421,831	0	0
NP - 4004006 - Lincoln Airport Improvements	0	351,005	0	0
<i>Total New Proposals</i>	<i>\$0</i>	<i>\$6,772,836</i>	<i>\$0</i>	<i>\$0</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$7,224,611</b>	<b>\$0</b>	<b>\$318,090</b>

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$85,604
FY 2017	\$0	\$86,545

**SWPL - 1 - Personal Services -**

This change package reflects annualization of various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of turnover experienced in excess of the applied vacancy savings rate.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$1,355
FY 2017	\$0	\$267

**SWPL - 2 - Fixed Costs -**

This request includes \$1,355 in FY 2016 and \$267 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$1,459)
FY 2017	\$0	(\$1,562)

**SWPL - 3 - Inflation Deflation -**

This change package reflects the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

## Department of Transportation - 54010

### Aeronautics Program - 40

-----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$7,600
FY 2017	\$0	\$7,600

**PL - 4000122 - Equipment Rental - Program 40 -**

This request is for \$7,600 per year in state special revenue for additional equipment rental charges in the Aeronautics Program.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$146,766
FY 2017	\$0	\$146,766

**PL - 4004001 - Aeronautic Loans and Grants -**

This budget request is for \$146,766 per year in state special revenue authority for airport safety and development grants and loans. Communities often leverage these this grants and loans against federal funds available for safety and development.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$19,079
FY 2017	\$0	\$15,644

**PL - 4004002 - Reestablish Aeronautics Base -**

This request is for \$19,079 in FY 2016 and \$15,644 in FY 2017 of state special revenue to re-establish base budget for fuel, travel, supplies and equipment for the Search and Rescue Program. Expenditures in this program were very low due to no extended air searches during the base budget period.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$0
FY 2017	\$0	\$20,000

**PL - 4004003 - Aeronautic Charts OTO -**

This budget request is for \$20,000 in FY 2017 of state special revenue for producing an aeronautical chart. The MDT Aeronautics Program produces an aeronautical chart every four years. This chart incorporates the latest federal FAA aeronautical information. It also identifies and graphically depicts aeronautical items unique to Montana that are not reflected on other federally produced charts. This chart utilizes a unique type of paper and federal airway and aeronautical information that is proprietary to both the US government and their qualified distributors; it is not possible to produce this chart in house. This decision package is considered an OTO and normally occurs in a non-base year.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$192,830
FY 2017	\$0	\$42,830

**PL - 4004005 - Pavement Condition & System Plan -**

This budget request is for \$192,830 in FY 2016 and \$42,830 in FY 2017 of state and federal special revenue to restore the base of the State Aviation System Plan and establish a budget for the Pavement Condition Index and is primarily funded by a system planning grant from the Federal Aviation Administration (FAA). The system plan provides both voluntary and mandated infrastructure and capital improvement plans that the FAA, and the state and local communities use to develop individual airport projects around the state.

# Department of Transportation - 54010

## Aeronautics Program - 40

### -----New Proposals-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$6,421,831
FY 2017	\$0	\$0

#### **NP - 4004004 - Yellowstone Airport Taxiway -**

This budget request is for \$6,421,831 in federal special revenue for engineering design services necessary to prepare a complete set of plans and specifications for the reconstruction of the apron area and to reconstruct the only taxiway at the Yellowstone Airport. These pavement surfaces must meet FAR 139 requirements to maintain the airport's commercial operating certificate in order to host scheduled air carrier service. These pavement surfaces must be maintained in order to eliminate possible aircraft damage or injury to the flying public. The potential for Foreign Object Debris (FOD) to either be ingested by an aircraft engine or blown into other aircraft is high with the current pavement conditions that exist at the airport.

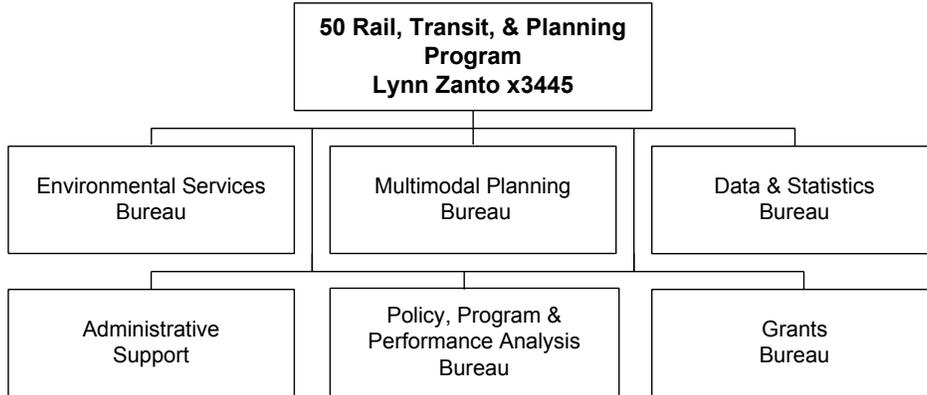
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$351,005
FY 2017	\$0	\$0

#### **NP - 4004006 - Lincoln Airport Improvements -**

This budget request is for \$351,005 in FY 2016 of state and federal special revenue to construct a hanger taxi-lane to create opportunity for an additional 20 hangar building sites. There are currently 10 hangars in existence at the Lincoln Airport and 2 additional sites are available for future construction. Hangar site rent paid to the State of Montana is the only revenue generating source of income for the airport.

## Department of Transportation - 54010

### Rail, Transit, & Planning Program - 50



**Program Description** - The Rail, Transit, and Planning Program provides: 1) a continuous statewide multimodal transportation planning process used to allocate highway program resources to ensure highway system performance goals are maintained and federal-aid highway and transit grant eligibility is maintained within the federal surface transportation programs; 2) an inventory of transportation infrastructure for the allocation of state fuel taxes to local governments; 3) support for the state's comprehensive statewide highway safety plan including technical analysis, performance tracking, and coordination with multiple administrative agencies and jurisdictions; 4) the point of contact for MDT for major developers seeking access onto the state's highway system; 5) mapping functions to aid in the publication of the state tourist map and geo-spatial infrastructure inventories; 6) transportation planning and programming assistance to metropolitan and urban areas; 7) administration and implementation of safety programs that help reduce traffic deaths, injuries, and property losses resulting from traffic crashes; 8) administration and implementation of environmental services that assure environmental compliance with all relative laws, rules, regulations, policies, orders, and agreements; and 9) responses to legislative or regulatory actions necessitating representation before courts, congressional hearings, the US Department of Transportation, the Surface Transportation Board, and others. The planning function addresses system areas that include buses for transit systems, street and highway improvements, railroad track rehabilitation, and considerations for non-motorized improvements.

Program Proposed Budget						
Budget Item	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	105.50	(4.99)	100.51	(4.99)	100.51	
Personal Services	7,214,716	1,231,451	8,446,167	1,234,637	8,449,353	16,895,520
Operating Expenses	5,318,330	509,453	5,827,783	509,344	5,827,674	11,655,457
Equipment & Intangible Assets	123,669	0	123,669	0	123,669	247,338
Grants	14,373,858	3,575,000	17,948,858	3,575,000	17,948,858	35,897,716
Transfers	1,595,226	0	1,595,226	0	1,595,226	3,190,452
<b>Total Costs</b>	<b>\$28,625,799</b>	<b>\$5,315,904</b>	<b>\$33,941,703</b>	<b>\$5,318,981</b>	<b>\$33,944,780</b>	<b>\$67,886,483</b>
State/Other Special	6,323,746	663,427	6,986,758	665,672	6,987,247	13,974,005
Federal Spec. Rev. Funds	22,302,053	4,652,477	26,954,945	4,653,309	26,957,533	53,912,478
<b>Total Funds</b>	<b>\$28,625,799</b>	<b>\$5,315,904</b>	<b>\$33,941,703</b>	<b>\$5,318,981</b>	<b>\$33,944,780</b>	<b>\$67,886,483</b>

## Department of Transportation - 54010

### Rail, Transit, & Planning Program - 50

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
	<b>Statewide Present Law Adjustments</b>			
SWPL - 1 - Personal Services	0	1,505,111	0	1,508,321
SWPL - 2 - Fixed Costs	0	85	0	85
SWPL - 3 - Inflation Deflation	0	(2,240)	0	(1,765)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$1,502,956</i>	<i>\$0</i>	<i>\$1,506,641</i>
<b>Present Law Adjustments</b>				
PL - 5000111 - Overtime/Differential Pay - Program 50	0	44,924	0	44,924
PL - 5000122 - Equipment Rental - Program 50	0	11,608	0	11,024
PL - 5000444 - Statewide 4% FTE Reduction - Program 50	0	(318,584)	0	(318,608)
PL - 5005004 - Adjustment to Transit Grant Funds	0	3,575,000	0	3,575,000
PL - 5005005 - MAP 21 Base Restoration	0	500,000	0	500,000
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$3,812,948</i>	<i>\$0</i>	<i>\$3,812,340</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$5,315,904</b>	<b>\$0</b>	<b>\$5,318,981</b>

#### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$1,505,111
FY 2017	\$0	\$1,508,321

#### SWPL - 1 - Personal Services -

The budget includes \$1,505,111 in FY 2016 and \$1,508,321 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of turnover experienced in excess of the applied vacancy savings rate.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$85
FY 2017	\$0	\$85

#### SWPL - 2 - Fixed Costs -

This request includes \$85 each year to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$2,240)
FY 2017	\$0	(\$1,765)

#### SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$2,240 in FY 2016 and \$1,765 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

## Department of Transportation - 54010

### Rail, Transit, & Planning Program - 50

#### -----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$44,924
FY 2017	\$0	\$44,924

#### **PL - 5000111 - Overtime/Differential Pay - Program 50 -**

This budget request restores zero-based overtime and differential pay with associated benefits of \$44,924 per year in state special revenue.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$11,608
FY 2017	\$0	\$11,024

#### **PL - 5000122 - Equipment Rental - Program 50 -**

This budget request is a reduction of \$11,608 in FY 2016 and \$11,024 in FY 2017 state special revenue authority to adjust for expected rental equipment rates.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$318,584)
FY 2017	\$0	(\$318,608)

#### **PL - 5000444 - Statewide 4% FTE Reduction - Program 50 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 5000444 includes a reduction of 4.99 FTE each year and \$637,192 for the biennium to accomplish the FTE reduction.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$3,575,000
FY 2017	\$0	\$3,575,000

#### **PL - 5005004 - Adjustment to Transit Grant Funds -**

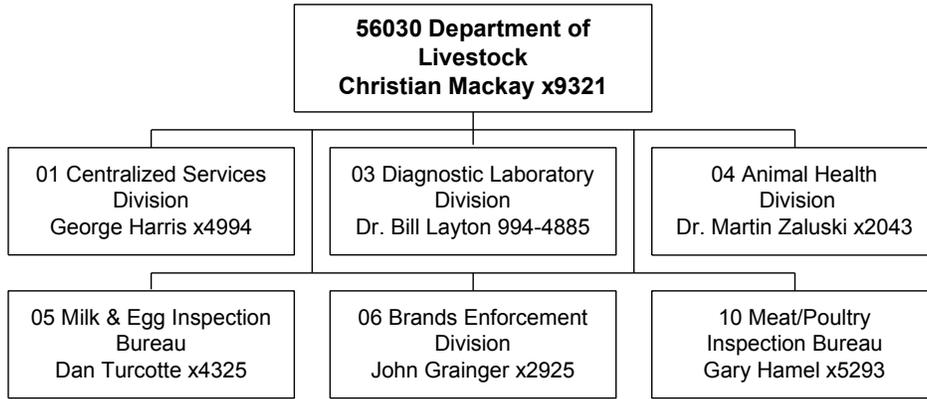
This is a request of \$3,575,000 per year of state and federal special revenue to restore the base and provide some additional spending authority of combined state and federal special revenue for the biennium to fund transit operating costs and transit grants. This will meet the expected level of federal funds for the biennium. This funding is granted entirely to local Federal Transit Administration (FTA) organizations.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$500,000
FY 2017	\$0	\$500,000

#### **PL - 5005005 - MAP 21 Base Restoration -**

This is a request for \$500,000 per year of combined state and federal special revenue to restore the base for contracted services in the Rail, Transit & Planning Division. The restoration is needed for contracted services to fulfill requirements for transportation planning and programming through the ongoing federal rulemaking processes associated with the federal surface transportation law (MAP-21).

## Department of Livestock - 56030



**Mission Statement** - The mission of the Department of Livestock is to control and eradicate animal diseases, prevent the transmission of animal diseases to humans, and to protect the livestock industry from theft and predatory animals.

**Statutory Authority** - Title 81, MCA

Agency Proposed Budget	Total Exec. Budget Fiscal 2016	Total Exec. Budget Fiscal 2017	Total Exec. Budget 2017 Biennium
Budget Item			
FTE	139.12	139.12	
Personal Services	8,424,105	8,422,558	16,846,663
Operating Expenses	3,549,800	3,481,761	7,031,561
Equipment & Intangible Assets	61,689	61,689	123,378
Transfers	223,054	223,054	446,108
Debt Service	19,967	19,967	39,934
<b>Total Costs</b>	<b>\$12,278,615</b>	<b>\$12,209,029</b>	<b>\$24,487,644</b>
General Fund	2,536,002	2,536,504	5,072,506
State/Other Special	7,976,807	7,906,775	15,883,582
Federal Spec. Rev. Funds	1,765,806	1,765,750	3,531,556
<b>Total Funds</b>	<b>\$12,278,615</b>	<b>\$12,209,029</b>	<b>\$24,487,644</b>

Agency Appropriated Biennium to Biennium Comparison								
Program	2015 Biennium Appropriated Budget		2017 Biennium Requested Budget		Biennium to Biennium Difference (dollars)		Biennium to Biennium Difference (percent)	
	General Fund	Total Funds	General Fund	Total Funds	General Fund	Total Funds	General Fund	Total Funds
01 - Centralized Services Program	170,305	3,398,228	190,187	3,872,881	19,882	474,653	11.67 %	13.97 %
03 - Diagnostic Laboratory Program	582,243	4,045,335	2,036,834	4,393,411	1,454,591	348,076	249.83 %	8.60 %
04 - Animal Health Division	1,013,028	3,918,266	1,192,945	4,485,055	179,917	566,789	17.76 %	14.47 %
05 - Milk & Egg Program	0	894,191	0	1,178,406	0	284,215	0.00 %	31.78 %
06 - Brands Enforcement Division	0	6,753,061	0	7,421,327	0	668,266	0.00 %	9.90 %
10 - Meat & Poultry Inspection Program	1,327,791	2,668,195	1,652,540	3,136,564	324,749	468,369	24.46 %	17.55 %
<b>Agency Total</b>	<b>\$3,093,367</b>	<b>\$21,677,276</b>	<b>\$5,072,506</b>	<b>\$24,487,644</b>	<b>\$1,979,139</b>	<b>\$2,810,368</b>	<b>63.98 %</b>	<b>12.96 %</b>

# Department of Livestock - 56030

## Centralized Services Program - 01

**01 Centralized Services  
Division  
George Harris x4994**

**Program Description** - The Centralized Services Division is responsible for budgeting, accounting, payroll, personnel, legal services, purchasing administrative, information technology, public information, risk management, and general services for the department. The Milk Control Bureau staff and the Livestock Loss Board (LLB) staff are supervised in the Central Services Division. The Board of Milk Control and the Livestock Loss Board are administratively attached to the Department.

The Predator Control Program is administered by the Board of Livestock and the executive officer. The Livestock Crime Stoppers Commission and the Beef Research and Marketing Committee are also administratively attached.

Program Proposed Budget	Base Budget	Budget Adjustments	Total Exec. Budget	Budget Adjustments	Total Exec. Budget	Executive Budget Request
Budget Item	Fiscal 2014	Fiscal 2016	Fiscal 2016	Fiscal 2017	Fiscal 2017	2017 Biennium
FTE	18.50	(0.50)	18.00	(0.50)	18.00	
Personal Services	1,052,400	207,120	1,259,520	206,704	1,259,104	2,518,624
Operating Expenses	489,352	120,459	609,811	80,132	569,484	1,179,295
Transfers	87,481	0	87,481	0	87,481	174,962
<b>Total Costs</b>	<b>\$1,629,233</b>	<b>\$327,579</b>	<b>\$1,956,812</b>	<b>\$286,836</b>	<b>\$1,916,069</b>	<b>\$3,872,881</b>
General Fund	78,570	16,624	95,194	16,423	94,993	190,187
State/Other Special	1,550,663	310,955	1,861,618	270,413	1,821,076	3,682,694
<b>Total Funds</b>	<b>\$1,629,233</b>	<b>\$327,579</b>	<b>\$1,956,812</b>	<b>\$286,836</b>	<b>\$1,916,069</b>	<b>\$3,872,881</b>

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	16,653	232,634	16,457	232,171
SWPL - 2 - Fixed Costs	0	52,898	0	12,596
SWPL - 3 - Inflation Deflation	(29)	(300)	(34)	(325)
<i>Total Statewide Present Law Adjustments</i>	<i>\$16,624</i>	<i>\$285,232</i>	<i>\$16,423</i>	<i>\$244,442</i>
<b>Present Law Adjustments</b>				
PL - 100101 - Information Technology Staff Training	0	3,000	0	3,000
PL - 100104 - Milk Control Operational Adjustment	0	34,861	0	34,861
PL - 100444 - Statewide 4% FTE Reduction - Program 01	0	(26,714)	0	(26,667)
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$11,147</i>	<i>\$0</i>	<i>\$11,194</i>
<b>New Proposals</b>				
NP - 100103 - Departmental PC Replacements	0	31,200	0	31,200
<i>Total New Proposals</i>	<i>\$0</i>	<i>\$31,200</i>	<i>\$0</i>	<i>\$31,200</i>
<b>Total Budget Adjustments</b>	<b>\$16,624</b>	<b>\$327,579</b>	<b>\$16,423</b>	<b>\$286,836</b>

## Department of Livestock - 56030

### Centralized Services Program - 01

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$16,653	\$232,634
FY 2017	\$16,457	\$232,171

**SWPL - 1 - Personal Services -**

The budget includes \$232,634 in FY 2016 and \$232,171 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of turnover experienced in excess of the applied vacancy savings and two positions which were reclassified due to recruitment challenges.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$52,898
FY 2017	\$0	\$12,596

**SWPL - 2 - Fixed Costs -**

This request includes \$52,898 in FY 2016 and \$12,596 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$29)	(\$300)
FY 2017	(\$34)	(\$325)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$300 in FY 2016 and \$325 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$3,000
FY 2017	\$0	\$3,000

**PL - 100101 - Information Technology Staff Training -**

The budget includes \$3,000 per year in state special revenue for the training and development of agency IT staff.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$34,861
FY 2017	\$0	\$34,861

**PL - 100104 - Milk Control Operational Adjustment -**

The budget includes \$34,861 per year in state special revenue for additional funding required for the Milk Control Board. The adjustment is made up primarily of legal expenses to respond to petitions, legal interpretations, and administrative hearings as needed. The agency is also requesting additional funding for Milk Control Board meeting expenditures.

# Department of Livestock - 56030

## Centralized Services Program - 01

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$26,714)
FY 2017	\$0	(\$26,667)

### PL - 100444 - Statewide 4% FTE Reduction - Program 01 -

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 100444 includes a reduction of 0.50 FTE each year and \$53,381 for the biennium to accomplish the FTE reduction.

### -----New Proposals-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$31,200
FY 2017	\$0	\$31,200

### NP - 100103 - Departmental PC Replacements -

The budget includes \$31,200 per year of state special revenue to replace personal computers each year of the 2017 biennium. The department is on a five-year replacement schedule for desktop computers to be implemented with these funds.

## Department of Livestock - 56030

### Diagnostic Laboratory Program - 03

**03 Diagnostic Laboratory  
Division  
Dr. Bill Layton 994-4885**

**Program Description** - The Diagnostic Laboratory provides livestock laboratory diagnostic support for livestock producers and the Animal Health and Milk and Egg programs. Testing is done for zoonotic diseases and on dairy products to protect the health of Montana citizens. Laboratory testing services are conducted upon request to assist animal owners, veterinarians, the Department of Fish, Wildlife and Parks, and other agencies in protecting the health of animals, wildlife, and the public.

Program Proposed Budget	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
Budget Item						
FTE	21.76	(0.50)	21.26	(0.50)	21.26	
Personal Services	1,239,897	88,175	1,328,072	87,234	1,327,131	2,655,203
Operating Expenses	728,475	114,016	842,491	127,308	855,783	1,698,274
Debt Service	19,967	0	19,967	0	19,967	39,934
<b>Total Costs</b>	<b>\$1,988,339</b>	<b>\$202,191</b>	<b>\$2,190,530</b>	<b>\$214,542</b>	<b>\$2,202,881</b>	<b>\$4,393,411</b>
General Fund	287,512	730,899	1,018,411	730,911	1,018,423	2,036,834
State/Other Special	1,700,827	(588,287)	1,112,540	(575,802)	1,125,025	2,237,565
Federal Spec. Rev. Funds	0	59,579	59,579	59,433	59,433	119,012
<b>Total Funds</b>	<b>\$1,988,339</b>	<b>\$202,191</b>	<b>\$2,190,530</b>	<b>\$214,542</b>	<b>\$2,202,881</b>	<b>\$4,393,411</b>

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	15,241	144,121	15,070	143,046
SWPL - 2 - Fixed Costs	2,076	4,152	2,089	4,160
SWPL - 3 - Inflation Deflation	149	288	244	477
<i>Total Statewide Present Law Adjustments</i>	<i>\$17,466</i>	<i>\$148,561</i>	<i>\$17,403</i>	<i>\$147,683</i>
<b>Present Law Adjustments</b>				
PL - 300303 - Quality Control	0	59,579	0	59,433
PL - 300304 - Lab Equipment OTO	0	28,200	0	0
PL - 300307 - Administrative Assistant .50 to 1.00 FTE	0	14,741	0	14,697
PL - 300308 - Lab Recharges	0	16,731	0	19,916
PL - 300310 - Lab Supplies Cost Adjustment	0	34,645	0	72,755
PL - 300444 - Statewide 4% FTE Reduction - Program 03	(30,608)	(130,266)	(30,533)	(129,942)
<i>Total Present Law Adjustments</i>	<i>(\$30,608)</i>	<i>\$23,630</i>	<i>(\$30,533)</i>	<i>\$36,859</i>
<b>New Proposals</b>				
NP - 300305 - Lab Staff Training	0	10,000	0	10,000
NP - 300306 - Diagnostic Laboratory Funding	744,041	0	744,041	0
NP - 300309 - Lab Information System Maintenance	0	20,000	0	20,000
<i>Total New Proposals</i>	<i>\$744,041</i>	<i>\$30,000</i>	<i>\$744,041</i>	<i>\$30,000</i>
<b>Total Budget Adjustments</b>	<b>\$730,899</b>	<b>\$202,191</b>	<b>\$730,911</b>	<b>\$214,542</b>

## Department of Livestock - 56030

### Diagnostic Laboratory Program - 03

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$15,241	\$144,121
FY 2017	\$15,070	\$143,046

**SWPL - 1 - Personal Services -**

The budget includes \$144,121 in FY 2016 and \$143,046 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of turnover experienced in excess of the applied vacancy savings rate.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$2,076	\$4,152
FY 2017	\$2,089	\$4,160

**SWPL - 2 - Fixed Costs -**

This request includes \$4,152 in FY 2016 and \$4,160 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$149	\$288
FY 2017	\$244	\$477

**SWPL - 3 - Inflation Deflation -**

This change package includes \$288 in FY 2016 and \$477 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$59,579
FY 2017	\$0	\$59,433

**PL - 300303 - Quality Control -**

This request is for \$59,579 in FY 2016 and \$59,433 in federal special revenue for a Quality Control Manager. The lab has a quality control manager that is funded through a National Animal Health Laboratory Network (NAHLN) federal grant funding. These funds have been consistent for the past four years and should be included in HB 2. The position is vital to maintaining accreditation through the American Association of Veterinarian Laboratory Diagnostics (AAVLD).

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$28,200
FY 2017	\$0	\$0

**PL - 300304 - Lab Equipment OTO -**

The budget includes \$28,200 in state special revenue for equipment required by the laboratory.

## Department of Livestock - 56030

### Diagnostic Laboratory Program - 03

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$14,741
FY 2017	\$0	\$14,697

**PL - 300307 - Administrative Assistant .50 to 1.00 FTE -**

The budget includes \$14,741 in FY 2016 and \$14,697 in FY 2017 to increase an administrative assistant from 0.50 to 1.00 FTE. The additional 0.50 FTE is needed for a section that is short staffed.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$16,731
FY 2017	\$0	\$19,916

**PL - 300308 - Lab Recharges -**

Lab recharges are assessed by MSU for facility services based upon square footage used. Recharges for the Diagnostic Lab are scheduled to increase by \$16,731 in FY 2016 and \$19,916 in FY 2017 of state special revenue.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$34,645
FY 2017	\$0	\$72,755

**PL - 300310 - Lab Supplies Cost Adjustment -**

The executive recommends an additional \$34,645, in FY 2016 and \$72,755 in FY 2017 state special revenue funding for essential lab supplies for which costs have increased an average of 10% per year from FY 2012 to FY 2014. Medical supplies can be subject to highly volatile inflationary patterns and supply costs vary from year to year depending on testing volume.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$30,608)	(\$130,266)
FY 2017	(\$30,533)	(\$129,942)

**PL - 300444 - Statewide 4% FTE Reduction - Program 03 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 300444 includes a reduction of 2.00 FTE each year and \$260,208 for the biennium to accomplish the FTE reduction.

-----**New Proposals**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$10,000
FY 2017	\$0	\$10,000

**NP - 300305 - Lab Staff Training -**

This request is for \$10,000 per year of state special revenue for staff training and continuing education in order for laboratory staff to meet the requirements of the American Association of Veterinary Laboratory Diagnosticians (AAVLD).

## Department of Livestock - 56030

### Diagnostic Laboratory Program - 03

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$744,041	\$0
FY 2017	\$744,041	\$0

#### NP - 300306 - Diagnostic Laboratory Funding -

The department requests a budget neutral shift of \$744,052 from state special revenue to general fund in the Diagnostic Laboratory Program. In recent years, the laboratory has been increasingly funded by per capita fees. In the base year of FY 2014, per capita fee expenditures were \$941,516 in the lab. Laboratory fees have been adjusted upward in an effort to address the funding issues, though the projected revenue increase will not be enough to cover existing expenses. The lab serves as the state's only and primary animal testing facility ensuring continued access to domestic and international markets, human and animal health, and producer efficiency.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$20,000
FY 2017	\$0	\$20,000

#### NP - 300309 - Lab Information System Maintenance -

The budget includes \$20,000 per year in state special revenue for yearly maintenance on the Laboratory Information Management System (LIMS). This is essential maintenance to keep the system operational and is critical to all laboratory data processing.

# Department of Livestock - 56030

## Animal Health Division - 04

**04 Animal Health  
Division  
Dr. Martin Zaluski x2043**

**Program Description** - The Animal Health Division (State Veterinarian Office) provides diagnosis, prevention, control, and eradication of animal diseases, including those in bison and alternative livestock animals. The program cooperates with the Departments of Public Health and Human Services and Fish, Wildlife and Parks and the US Department of Agriculture to protect human health from animal diseases transmissible to humans. Sanitary standards are supervised for animal concentration points, such as auction markets, and certain animal product processing facilities, such as rendering plants. The Rabies Control Unit protects public and animal health from rabies by monitoring new rabies infections and enforcing quarantines.

Program Proposed Budget	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	13.50	1.00	14.50	1.00	14.50	
Personal Services	679,680	397,984	1,077,664	395,802	1,075,482	2,153,146
Operating Expenses	645,119	452,123	1,097,242	453,024	1,098,143	2,195,385
Equipment & Intangible Assets	61,689	0	61,689	0	61,689	123,378
Transfers	6,573	0	6,573	0	6,573	13,146
<b>Total Costs</b>	<b>\$1,393,061</b>	<b>\$850,107</b>	<b>\$2,243,168</b>	<b>\$848,826</b>	<b>\$2,241,887</b>	<b>\$4,485,055</b>
General Fund	0	596,662	596,662	596,283	596,283	1,192,945
State/Other Special	647,788	49,588	697,376	49,672	697,460	1,394,836
Federal Spec. Rev. Funds	745,273	203,857	949,130	202,871	948,144	1,897,274
<b>Total Funds</b>	<b>\$1,393,061</b>	<b>\$850,107</b>	<b>\$2,243,168</b>	<b>\$848,826</b>	<b>\$2,241,887</b>	<b>\$4,485,055</b>

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	293,335	0	291,432
SWPL - 2 - Fixed Costs	0	6,158	0	5,953
SWPL - 3 - Inflation Deflation	0	(1,604)	0	(1,818)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$297,889</i>	<i>\$0</i>	<i>\$295,567</i>
<b>Present Law Adjustments</b>				
PL - 400407 - Vehicle Replacement - Animal Health	0	0	0	1,320
PL - 400444 - Statewide 4% FTE Reduction - Program 04	0	(44,444)	0	(44,344)
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>(\$44,444)</i>	<i>\$0</i>	<i>(\$43,024)</i>
<b>New Proposals</b>				
NP - 400401 - DSA Vet and Compliance Specialist	149,093	149,093	148,714	148,714
NP - 400402 - DSA Brucellosis Testing	447,569	447,569	447,569	447,569
<i>Total New Proposals</i>	<i>\$596,662</i>	<i>\$596,662</i>	<i>\$596,283</i>	<i>\$596,283</i>
<b>Total Budget Adjustments</b>	<b>\$596,662</b>	<b>\$850,107</b>	<b>\$596,283</b>	<b>\$848,826</b>

# Department of Livestock - 56030

## Animal Health Division - 04

### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$293,335
FY 2017	\$0	\$291,432

#### **SWPL - 1 - Personal Services -**

The budget includes \$293,335 in FY 2016 and \$291,432 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of turnover experienced in excess of the applied vacancy savings rate.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$6,158
FY 2017	\$0	\$5,953

#### **SWPL - 2 - Fixed Costs -**

This request includes \$6,158 in FY 2016 and \$5,953 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$1,604)
FY 2017	\$0	(\$1,818)

#### **SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$1,604 in FY 2016 and \$1,818 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

### -----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$0
FY 2017	\$0	\$1,320

#### **PL - 400407 - Vehicle Replacement - Animal Health -**

The budget includes \$1,320 of state special revenues for a single vehicle replacement in FY 2017. Two animal health division livestock investigators travel approximately 40,000 miles per year to investigate animal diseases, import violations, and related brand issues. Based on this usage, one of the vehicles used by MDOL field supervisors will exceed its service life of 150,000 miles and there will be a need for a replacement vehicle through the state motor pool in the second year of the biennium.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$44,444)
FY 2017	\$0	(\$44,344)

#### **PL - 400444 - Statewide 4% FTE Reduction - Program 04 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 400444 includes a reduction of 1.00 FTE each year and \$88,788 for the biennium to accomplish the FTE reduction.

# Department of Livestock - 56030

## Animal Health Division - 04

### -----New Proposals-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$149,093	\$149,093
FY 2017	\$148,714	\$148,714

#### **NP - 400401 - DSA Vet and Compliance Specialist -**

This request is for \$149,093 in FY 2016 and \$148,714 in FY 2017 of general fund for 1.00 FTE brucellosis veterinarian and 1.00 FTE brucellosis compliance specialist for the Designated Surveillance Area (DSA). These positions have been one-time-only (OTO) for the past four years. It is clear that the DSA will continue into the future and is vital to maintain the marketability of Montana cattle. This request makes these positions permanent.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$447,569	\$447,569
FY 2017	\$447,569	\$447,569

#### **NP - 400402 - DSA Brucellosis Testing -**

The budget includes \$447,569 per year in general fund for Designated Surveillance Area (DSA) brucellosis testing. Previously, the legislature approved general fund for brucellosis surveillance in Montana to maintain brucellosis free status in Montana. The cost per test is estimated at \$7.94 for an estimated 56,369 cattle tested. The DSA has expanded in 2011, 2012, and 2014 because of new information about the distribution of brucellosis positive elk. It includes parts of Park, Gallatin, Madison, and Beaverhead counties for an area of 7,106 sq. miles. The DSA and associated testing allows the majority of Montana cattle to ship interstate without additional brucellosis testing requirements.

# Department of Livestock - 56030

## Milk & Egg Program - 05

**05 Milk & Egg  
Inspection Bureau  
Dan Turcotte x4325**

**Program Description** - The Milk and Egg Inspection program ensures that eggs, milk, and milk products sold or manufactured in Montana are fit for human consumption. Enforcement of state and federal laws is accomplished through licensing, sampling, laboratory testing, and product and site inspections, done in cooperation with other state and federal agencies.

Program Proposed Budget	Base Budget	Budget Adjustments	Total Exec. Budget	Budget Adjustments	Total Exec. Budget	Executive Budget Request
Budget Item	Fiscal 2014	Fiscal 2016	Fiscal 2016	Fiscal 2017	Fiscal 2017	2017 Biennium
FTE	6.50	1.00	7.50	1.00	7.50	
Personal Services	360,783	129,153	489,936	128,821	489,604	979,540
Operating Expenses	64,420	59,412	123,832	10,614	75,034	198,866
<b>Total Costs</b>	<b>\$425,203</b>	<b>\$188,565</b>	<b>\$613,768</b>	<b>\$139,435</b>	<b>\$564,638</b>	<b>\$1,178,406</b>
State/Other Special	403,862	188,565	592,427	139,435	543,297	1,135,724
Federal Spec. Rev. Funds	21,341	0	21,341	0	21,341	42,682
<b>Total Funds</b>	<b>\$425,203</b>	<b>\$188,565</b>	<b>\$613,768</b>	<b>\$139,435</b>	<b>\$564,638</b>	<b>\$1,178,406</b>

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	76,637	0	76,009
SWPL - 2 - Fixed Costs	0	862	0	786
SWPL - 3 - Inflation Deflation	0	(300)	0	(342)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$77,199</i>	<i>\$0</i>	<i>\$76,453</i>
<b>Present Law Adjustments</b>				
PL - 500508 - Milk and Egg Vehicle Replacement	0	3,850	0	5,170
PL - 500512 - Egg Grading - FTE	0	52,516	0	52,812
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$56,366</i>	<i>\$0</i>	<i>\$57,982</i>
<b>New Proposals</b>				
NP - 500510 - Milk and Egg Software	0	55,000	0	5,000
<i>Total New Proposals</i>	<i>\$0</i>	<i>\$55,000</i>	<i>\$0</i>	<i>\$5,000</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$188,565</b>	<b>\$0</b>	<b>\$139,435</b>

### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$76,637
FY 2017	\$0	\$76,009

#### SWPL - 1 - Personal Services -

The budget includes \$76,637 in FY 2016 and \$76,009 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. Additionally actual vacancies were greater than the applied vacancy savings rate and the hire date for 1.50 FTE was postponed in order for a grading plant to become operational.

## Department of Livestock - 56030

### Milk & Egg Program - 05

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$862
FY 2017	\$0	\$786

**SWPL - 2 - Fixed Costs -**

This request includes \$862 in FY 2016 and \$786 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$300)
FY 2017	\$0	(\$342)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$300 in FY 2016 and \$342 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$3,850
FY 2017	\$0	\$5,170

**PL - 500508 - Milk and Egg Vehicle Replacement -**

The budget includes \$3,850 in FY 2016 and \$5,170 in FY 2017 of state special revenue to replace one agency owned vehicle each year of the 2017 biennium with leased vehicles from the state motor pool. Base expenditures for gasoline and maintenance of the agency owned vehicles have been reduced to offset the overall cost of this request.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$52,516
FY 2017	\$0	\$52,812

**PL - 500512 - Egg Grading - FTE -**

The budget includes \$52,516 in FY 2016 and \$52,812 in FY 2017 of state special revenue for one egg grading inspector. Montana egg producers have facilities under construction to increase egg production by 50% in 2015. This increase in production will require an additional shift to be added at the processing plant for egg grading. Current staff levels for DOL will not be adequate to cover this added shift, therefore the department is requesting one additional FTE to cover this shift starting in FY 2016. Funding for this FTE will come entirely from fees for egg grading service provided to the plant.

# Department of Livestock - 56030

## Milk & Egg Program - 05

-----New Proposals-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$55,000
FY 2017	\$0	\$5,000

### **NP - 500510 - Milk and Egg Software -**

This request is for \$55,000 in FY 2016 and \$5,000 in FY 2017 for software in the Milk and Egg Program. The Milk and Egg Program needs the software program to manage the milk licensing function for Montana dairy producers and plants.

The system will also track all submissions and results from the milk testing lab. The data is used to determine any non-compliance with federal and state dairy sanitation requirements. The system cost is \$55,000 in FY 2016 and \$5,000 for maintenance in FY 2017.

# Department of Livestock - 56030

## Brands Enforcement Division - 06

**06 Brands Enforcement  
Division  
John Grainger x2925**

**Program Description** - The Brands Enforcement Division is responsible for livestock theft investigations, stray livestock investigations, brand inspections, recording of livestock brands, filing of security interests on livestock, livestock auction licensing, livestock dealer licensing, hide inspections, and livestock inspections.

Program Proposed Budget	Base Budget	Budget Adjustments	Total Exec. Budget	Budget Adjustments	Total Exec. Budget	Executive Budget Request
Budget Item	Fiscal 2014	Fiscal 2016	Fiscal 2016	Fiscal 2017	Fiscal 2017	2017 Biennium
FTE	57.71	(2.35)	55.36	(2.35)	55.36	
Personal Services	2,690,277	396,459	3,086,736	398,370	3,088,647	6,175,383
Operating Expenses	479,603	11,789	491,392	16,949	496,552	987,944
Transfers	129,000	0	129,000	0	129,000	258,000
<b>Total Costs</b>	<b>\$3,298,880</b>	<b>\$408,248</b>	<b>\$3,707,128</b>	<b>\$415,319</b>	<b>\$3,714,199</b>	<b>\$7,421,327</b>
State/Other Special	3,298,880	408,248	3,707,128	415,319	3,714,199	7,421,327
<b>Total Funds</b>	<b>\$3,298,880</b>	<b>\$408,248</b>	<b>\$3,707,128</b>	<b>\$415,319</b>	<b>\$3,714,199</b>	<b>\$7,421,327</b>

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	443,967	0	445,604
SWPL - 2 - Fixed Costs	0	12,137	0	11,634
SWPL - 3 - Inflation Deflation	0	(6,947)	0	(7,884)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$449,157</i>	<i>\$0</i>	<i>\$449,354</i>
<b>Present Law Adjustments</b>				
PL - 600444 - Statewide 4% FTE Reduction - Program 06	0	(113,238)	0	(112,964)
PL - 600602 - Brand Enforcement Division Overtime	0	65,730	0	65,730
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>(\$47,508)</i>	<i>\$0</i>	<i>(\$47,234)</i>
<b>New Proposals</b>				
NP - 600609 - Replacement Vehicles Brands Division	0	6,599	0	13,199
<i>Total New Proposals</i>	<i>\$0</i>	<i>\$6,599</i>	<i>\$0</i>	<i>\$13,199</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$408,248</b>	<b>\$0</b>	<b>\$415,319</b>

### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$443,967
FY 2017	\$0	\$445,604

**SWPL - 1 - Personal Services -**

The budget includes \$443,967 in FY 2016 and \$445,604 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of turnover experienced in excess of the applied vacancy savings rate.

## Department of Livestock - 56030

### Brands Enforcement Division - 06

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$12,137
FY 2017	\$0	\$11,634

**SWPL - 2 - Fixed Costs -**

This request includes \$12,137 in FY 2016 and \$11,634 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$6,947)
FY 2017	\$0	(\$7,884)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$6,947 in FY 2016 and \$7,884 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$113,238)
FY 2017	\$0	(\$112,964)

**PL - 600444 - Statewide 4% FTE Reduction - Program 06 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 600444 includes a reduction of 2.35 FTE each year and \$226,202 for the biennium to accomplish the FTE reduction.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$65,730
FY 2017	\$0	\$65,730

**PL - 600602 - Brand Enforcement Division Overtime -**

The Brand Enforcement Division works extensive overtime during the fall market and at other peak times of the year. This request provides \$65,730 of state special revenue authority each year of the 2017 biennium to restore zero-based overtime funding to the amount spent in FY 2014.

-----**New Proposals**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$6,599
FY 2017	\$0	\$13,199

**NP - 600609 - Replacement Vehicles Brands Division -**

This budget request is for \$6,599 in FY 2016 and \$13,199 in FY 2017 to replace five agency owned vehicles each year with five leased vehicles from the state motor pool.

## Department of Livestock - 56030

### Meat & Poultry Inspection Program - 10

**10 Meat & Poultry  
Inspection Program  
Gary Hamel x5293**

**Program Description** - The Meat and Poultry Inspection program was established in 1987 by the Montana Meat and Poultry Inspection Act. It implements and enforces a meat and poultry inspection system equal to that maintained by the U.S. Department of Agriculture and the Food Safety Inspection Service to assure clean, wholesome, and properly-labeled meat and poultry products for consumers.

Program Proposed Budget	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	20.50	2.00	22.50	2.00	22.50	
Personal Services	943,234	238,943	1,182,177	239,356	1,182,590	2,364,767
Operating Expenses	292,743	92,289	385,032	94,022	386,765	771,797
<b>Total Costs</b>	<b>\$1,235,977</b>	<b>\$331,232</b>	<b>\$1,567,209</b>	<b>\$333,378</b>	<b>\$1,569,355</b>	<b>\$3,136,564</b>
General Fund	618,126	210,610	825,735	211,682	826,805	1,652,540
State/Other Special	5,718	0	5,718	0	5,718	11,436
Federal Spec. Rev. Funds	612,133	120,622	735,756	121,696	736,832	1,472,588
<b>Total Funds</b>	<b>\$1,235,977</b>	<b>\$331,232</b>	<b>\$1,567,209</b>	<b>\$333,378</b>	<b>\$1,569,355</b>	<b>\$3,136,564</b>

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	70,844	141,688	71,164	142,328
SWPL - 2 - Fixed Costs	390	781	390	781
SWPL - 3 - Inflation Deflation	(5,993)	(11,987)	(5,208)	(10,417)
<i>Total Statewide Present Law Adjustments</i>	<i>\$65,241</i>	<i>\$130,482</i>	<i>\$66,346</i>	<i>\$132,692</i>
<b>Present Law Adjustments</b>				
PL - 1001011 - Meat Inspection Mandatory Training	1,750	3,500	1,750	3,500
PL - 1001012 - Meat Inspection Indirect Cost	90,000	90,000	90,000	90,000
<i>Total Present Law Adjustments</i>	<i>\$91,750</i>	<i>\$93,500</i>	<i>\$91,750</i>	<i>\$93,500</i>
<b>New Proposals</b>				
NP - 1001003 - Meat Inspection - New Plants	22,931	45,862	22,903	45,808
NP - 1001004 - Meat Inspection Leased Vehicle	4,449	8,897	4,506	9,011
NP - 1001010 - Meat and Poultry Compliance	26,239	52,491	26,177	52,367
<i>Total New Proposals</i>	<i>\$53,619</i>	<i>\$107,250</i>	<i>\$53,586</i>	<i>\$107,186</i>
<b>Total Budget Adjustments</b>	<b>\$210,610</b>	<b>\$331,232</b>	<b>\$211,682</b>	<b>\$333,378</b>

#### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$70,844	\$141,688
FY 2017	\$71,164	\$142,328

#### SWPL - 1 - Personal Services -

The budget includes \$141,688 in FY 2016 and \$142,328 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

## Department of Livestock - 56030

### Meat & Poultry Inspection Program - 10

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$390	\$781
FY 2017	\$390	\$781

**SWPL - 2 - Fixed Costs -**

This request includes \$781 each year to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$5,993)	(\$11,987)
FY 2017	(\$5,208)	(\$10,417)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$11,987 in FY 2016 and \$10,417 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$1,750	\$3,500
FY 2017	\$1,750	\$3,500

**PL - 1001011 - Meat Inspection Mandatory Training -**

This budget request is for \$3,500 per year in general fund and federal special revenue for mandatory training in the program. The United States Department of Agriculture (USDA) Food and Safety Inspection Service (FSIS) requires staff training to keep up with federal and state requirements in accordance with the cooperative agreement.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$90,000	\$90,000
FY 2017	\$90,000	\$90,000

**PL - 1001012 - Meat Inspection Indirect Cost -**

In accordance with the Federal Meat Inspection Act, a cooperative state program is required to contribute state funds equal to the amount of federal funds allocated to the cooperative program. Currently, Montana's appropriation for this cost is short approximately 66% of the amount required to match the federal contribution. This request restores the funding of the program to the 50% / 50% requirement.

-----**New Proposals**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$22,931	\$45,862
FY 2017	\$22,903	\$45,808

**NP - 1001003 - Meat Inspection - New Plants -**

The budget includes \$45,862 in FY 2016 and \$45,808 in FY 2017 of general fund and federal special revenue to fund an additional meat inspector for new plants requesting required services to operate. Currently, there are several new plants that will soon or have already begun operations. This proposal would add 1.00 FTE meat inspector in the 2017 biennium funded with 50% general fund and 50% federal funds in accordance with the Food and Safety Inspection Service (FSIS) cooperative agreement.

## Department of Livestock - 56030

### Meat & Poultry Inspection Program - 10

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$4,449	\$8,897
FY 2017	\$4,506	\$9,011

#### **NP - 1001004 - Meat Inspection Leased Vehicle -**

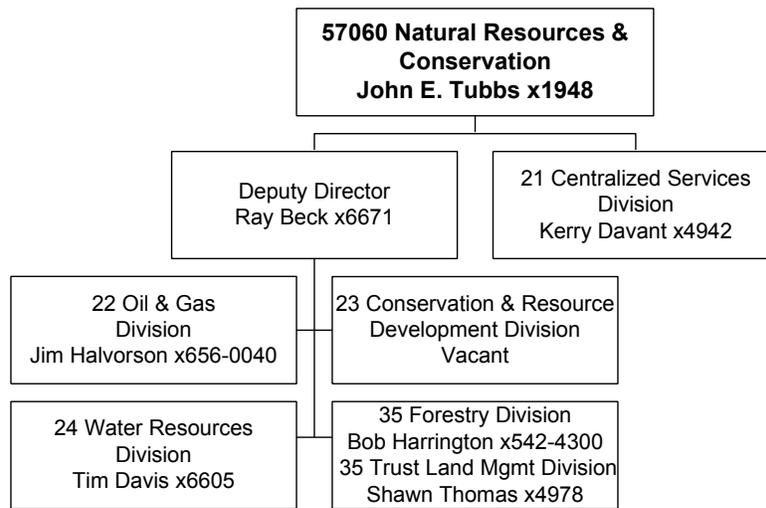
The budget includes \$8,897 in FY 2016 and \$9,011 in FY 2017 in general fund and federal special revenue for an additional leased vehicle for meat inspection work at plants and other facilities. This is a large utility vehicle leased from the state motor pool. It is funded 50% general fund and 50% federal funds in accordance with the FSIS cooperative agreement requirements.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$26,239	\$52,491
FY 2017	\$26,177	\$52,367

#### **NP - 1001010 - Meat and Poultry Compliance -**

Currently the Meat and Poultry Inspection program has only a part-time compliance officer that also has supervisory duties. Because of additional plants, a large state to cover, and increased workload, a full time compliance specialist is essential to meet the demands of the Food Safety Inspection Service (FSIS) federal cooperative agreement with Montana. The FSIS cooperative agreement funding is required as a 50% federal and 50% general fund match. This budget request is for \$52,491 in FY 2016 and \$52,367 in general fund and federal special revenue for 1.00 FTE compliance specialist.

## Department of Natural Resources & Conservation - 57060



**Mission Statement** - To ensure Montana's land and water resources provide benefits for present and future generations.

**Statutory Authority** - 2-15-104 and Title 2, chapter 15, part 33, MCA.

**Language** - The following language is recommended for HB 2:

"During the 2017 biennium, up to \$1 million of funds currently in or to be deposited in the Broadwater replacement and renewal account is appropriated to the department for repairing or replacing equipment at the Broadwater hydropower facility."

"During the 2017 biennium, up to \$100,000 of interest earned on the Broadwater water users account is appropriated to the department for the purpose of repair, improvement, or rehabilitation of the Broadwater-Missouri diversion project."

"During the 2017 biennium, up to \$500,000 of funds currently in or to be deposited in the state project hydropower earnings account is appropriated for the purpose of repairing, improving, or rehabilitating department state water projects."

"The department is appropriated up to \$600,000 for the 2017 biennium from the natural resources operations account established in 15-38-301 for the purchase of prior liens on property held as loan security as provided in 85-1-615."

"The department is appropriated up to \$1,000,000 for the 2017 biennium from the coal bed methane protection account established in 76-15-904 for potential landowner or water right holder claims for emergency loss of water related to coal bed methane development."

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

"During the 2017 biennium, up to \$1 million of funds currently in or to be deposited in the Contract Timber Harvest account is appropriated to the department for contract harvesting, a tool to improve forest health and generate revenue for trust beneficiaries."

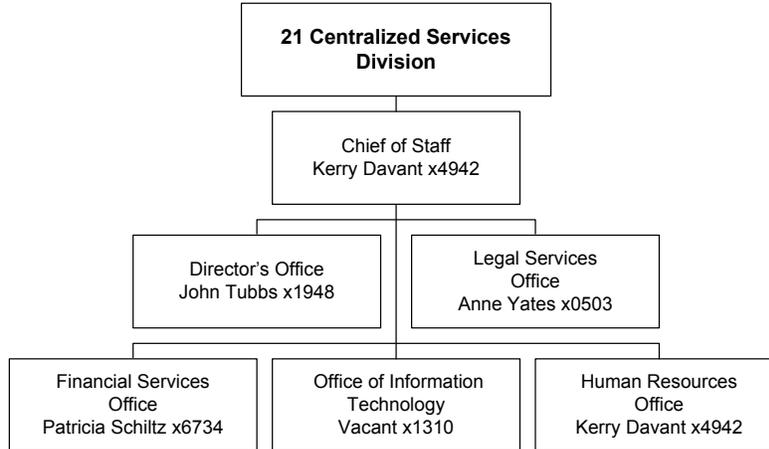
## Department of Natural Resources & Conservation - 57060

Agency Proposed Budget			
Budget Item	Total Exec. Budget Fiscal 2016	Total Exec. Budget Fiscal 2017	Total Exec. Budget 2017 Biennium
FTE	526.36	526.36	
Personal Services	38,591,856	38,584,025	77,175,881
Operating Expenses	18,245,427	18,219,669	36,465,096
Equipment & Intangible Assets	1,370,466	1,353,066	2,723,532
Local Assistance	3,058,090	3,058,090	6,116,180
Grants	6,666,568	6,640,262	13,306,830
Benefits & Claims	200,000	200,000	400,000
Transfers	1,486,014	1,483,743	2,969,757
Debt Service	770,212	763,641	1,533,853
<b>Total Costs</b>	<b>\$70,388,633</b>	<b>\$70,302,496</b>	<b>\$140,691,129</b>
General Fund	33,362,899	33,441,779	66,804,678
State/Other Special	34,759,139	34,595,474	69,354,613
Federal Spec. Rev. Funds	2,266,595	2,265,243	4,531,838
<b>Total Funds</b>	<b>\$70,388,633</b>	<b>\$70,302,496</b>	<b>\$140,691,129</b>

Agency Appropriated Biennium to Biennium Comparison								
Program	2015 Biennium Appropriated Budget		2017 Biennium Requested Budget		Biennium to Biennium Difference (dollars)		Biennium to Biennium Difference (percent)	
	General Fund	Total Funds	General Fund	Total Funds	General Fund	Total Funds	General Fund	Total Funds
21 - Centralized Services	7,002,322	11,031,469	8,200,505	12,882,796	1,198,183	1,851,327	17.11 %	16.78 %
22 - Oil & Gas Conservation Div.	0	4,874,797	0	4,328,866	0	(545,931)	0.00 %	(11.20) %
23 - Conservation & Resource Development Division	2,073,926	21,226,228	13,991,039	28,472,413	11,917,113	7,246,185	574.62 %	34.14 %
24 - Water Resources Division	17,748,386	27,985,933	19,898,116	32,854,479	2,149,730	4,868,546	12.11 %	17.40 %
35 - Forestry and Trust Lands Divisions	22,494,660	56,669,889	24,715,018	62,152,575	2,220,358	5,482,686	9.87 %	9.67 %
<b>Agency Total</b>	<b>\$49,319,294</b>	<b>\$121,788,316</b>	<b>\$66,804,678</b>	<b>\$140,691,129</b>	<b>\$17,485,384</b>	<b>\$18,902,813</b>	<b>35.45 %</b>	<b>15.52 %</b>

# Department of Natural Resources & Conservation - 57060

## Centralized Services - 21



**Program Description** - The Centralized Services Division is comprised of the Director's Office, Legal Services Office, Financial Services Office, Office of Information Technology, and the Human Resources Office. The director is responsible for the administration of all the functions vested by law in the department and for establishing policy to be followed by the department. In addition, the work units in the Centralized Services Division provide legal, personnel, financial, budgetary, procurement and contracting, information technology, and communications services to the director and the divisions within the agency.

Program Proposed Budget	Base Budget	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2014	Adjustments	Exec. Budget	Adjustments	Exec. Budget	Budget Request
		Fiscal 2016	Fiscal 2016	Fiscal 2017	Fiscal 2017	2017 Biennium
FTE	59.00	(2.00)	57.00	(2.00)	57.00	
Personal Services	3,547,129	1,088,286	4,635,415	1,088,428	4,635,557	9,270,972
Operating Expenses	1,476,665	283,656	1,760,321	249,730	1,726,395	3,486,716
Equipment & Intangible Assets	62,554	0	62,554	0	62,554	125,108
<b>Total Costs</b>	<b>\$5,086,348</b>	<b>\$1,371,942</b>	<b>\$6,458,290</b>	<b>\$1,338,158</b>	<b>\$6,424,506</b>	<b>\$12,882,796</b>
General Fund	3,137,985	890,804	4,111,179	869,070	4,089,326	8,200,505
State/Other Special	1,678,733	432,923	2,111,879	422,377	2,101,550	4,213,429
Federal Spec. Rev. Funds	269,630	48,215	235,232	46,711	233,630	468,862
<b>Total Funds</b>	<b>\$5,086,348</b>	<b>\$1,371,942</b>	<b>\$6,458,290</b>	<b>\$1,338,158</b>	<b>\$6,424,506</b>	<b>\$12,882,796</b>

Program Proposed Budget Adjustments	Budget Adjustments		Budget Adjustments	
	Fiscal 2016		Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	790,213	1,248,033	790,206	1,248,122
SWPL - 2 - Fixed Costs	80,753	127,547	67,614	106,790
SWPL - 3 - Inflation Deflation	(31)	(49)	127	198
<i>Total Statewide Present Law Adjustments</i>	<i>\$870,935</i>	<i>\$1,375,531</i>	<i>\$857,947</i>	<i>\$1,355,110</i>
<b>Present Law Adjustments</b>				
PL - 2100444 - Statewide 4% FTE Reduction-Program 21	(82,305)	(159,747)	(82,274)	(159,694)
PL - 2102101 - CSD-OP Adj & Move Helena Headquarters	102,174	156,158	93,397	142,742
<i>Total Present Law Adjustments</i>	<i>\$19,869</i>	<i>(\$3,589)</i>	<i>\$11,123</i>	<i>(\$16,952)</i>
<b>Total Budget Adjustments</b>	<b>\$890,804</b>	<b>\$1,371,942</b>	<b>\$869,070</b>	<b>\$1,338,158</b>

# Department of Natural Resources & Conservation - 57060

## Centralized Services - 21

### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$790,213	\$1,248,033
FY 2017	\$790,206	\$1,248,122

**SWPL - 1 - Personal Services -**

The budget includes \$1,248,033 in FY 2016 and \$1,248,122 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

In addition, the request includes the impacts of career ladder adjustments; completion of training assignments; temporary assignments; difficulty recruiting qualified staff for our IT positions, which was addressed by hiring above market; retention adjustments made to minimize loss of key staff; turnover experienced in excess of the applied vacancy savings rate; movement of 2.5 FTE into the program; reclassifications; and the State Fund's Early Return to Work and Volume Discount credits which reduces the agency's base budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$80,753	\$127,547
FY 2017	\$67,614	\$106,790

**SWPL - 2 - Fixed Costs -**

This request includes \$127,547 in FY 2016 and \$106,790 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$31)	(\$49)
FY 2017	\$127	\$198

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$49 in FY 2016 and an increase of \$198 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

### -----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$82,305)	(\$159,747)
FY 2017	(\$82,274)	(\$159,694)

**PL - 2100444 - Statewide 4% FTE Reduction-Program 21 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 2100444 includes a reduction of 2.00 FTE each year and \$319,441 for the biennium to accomplish the FTE reduction.

**Department of Natural Resources & Conservation - 57060**

**Centralized Services - 21**

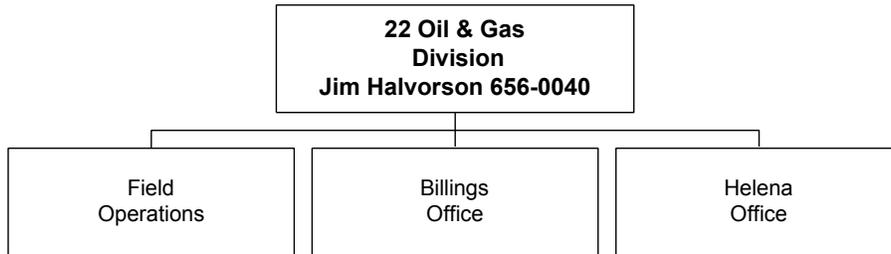
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$102,174	\$156,158
FY 2017	\$93,397	\$142,742

**PL - 2102101 - CSD-OP Adj & Move Helena Headquarters -**

The budget includes \$156,158 in FY 2016 and \$142,742 in FY 2017 of general fund and state and federal special revenue for Centralized Services Division operating adjustments to move the DNRC Helena Headquarters in May/June 2016. The request is comprised of moving and communications charges and rent increases in FY 2016 (two month overlap during move) and FY 2017 (new rent rate).

# Department of Natural Resources & Conservation - 57060

## Oil & Gas Conservation Div. - 22



**Program Description** - The Oil and Gas Conservation Division administers the Montana oil and gas conservation laws to promote conservation and prevent waste in the recovery of these resources through regulation of exploration and production of oil and gas. The division's responsibilities include the following:

- o Issue drilling permits
- o Classify wells
- o Establish well spacing units and pooling orders
- o Inspect drilling, production, and seismic operations
- o Investigate complaints
- o Perform engineering studies
- o Determine incremental production for enhanced recovery and horizontal wells to implement the tax incentive program for those projects
- o Operate the underground injection control program
- o Plug orphan wells
- o Collect and maintain complete well data and production information

Program Proposed Budget	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	21.00	(1.00)	20.00	(1.00)	20.00	
Personal Services	1,255,489	314,029	1,569,518	311,665	1,567,154	3,136,672
Operating Expenses	469,490	61,691	531,181	78,423	547,913	1,079,094
Equipment & Intangible Assets	53,550	3,000	56,550	3,000	56,550	113,100
<b>Total Costs</b>	<b>\$1,778,529</b>	<b>\$378,720</b>	<b>\$2,157,249</b>	<b>\$393,088</b>	<b>\$2,171,617</b>	<b>\$4,328,866</b>
State/Other Special	1,671,446	378,720	2,050,166	393,088	2,064,534	4,114,700
Federal Spec. Rev. Funds	107,083	0	107,083	0	107,083	214,166
<b>Total Funds</b>	<b>\$1,778,529</b>	<b>\$378,720</b>	<b>\$2,157,249</b>	<b>\$393,088</b>	<b>\$2,171,617</b>	<b>\$4,328,866</b>

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	361,124	0	358,629
SWPL - 2 - Fixed Costs	0	12,691	0	35,458
SWPL - 3 - Inflation Deflation	0	(1,574)	0	(1,623)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$372,241</i>	<i>\$0</i>	<i>\$392,464</i>
<b>Present Law Adjustments</b>				
PL - 2200444 - Statewide 4% FTE Reduction - Program 22	0	(54,595)	0	(54,464)
PL - 2202201 - O&G Regulatory and UIC Program Adjustments	0	61,074	0	55,088
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$6,479</i>	<i>\$0</i>	<i>\$624</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$378,720</b>	<b>\$0</b>	<b>\$393,088</b>

**Department of Natural Resources & Conservation - 57060**

**Oil & Gas Conservation Div. - 22**

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$361,124
FY 2017	\$0	\$358,629

**SWPL - 1 - Personal Services -**

The budget includes \$361,124 in FY 2016 and \$358,629 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

In addition, the request includes the impacts of career ladder adjustments; hiring a new division administrator through competitive promotion process; increases in exempt employee board member pay who are in pay plan 61; turnover experienced in excess of the applied vacancy savings rate and difficulty recruiting qualified staff for our Environmental Field Technician positions which was addressed by hiring above market.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$12,691
FY 2017	\$0	\$35,458

**SWPL - 2 - Fixed Costs -**

This request includes \$12,691 in FY 2016 and \$35,458 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$1,574)
FY 2017	\$0	(\$1,623)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$1,574 in FY 2016 and \$1,623 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$54,595)
FY 2017	\$0	(\$54,464)

**PL - 2200444 - Statewide 4% FTE Reduction - Program 22 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 2200444 includes a reduction of 1.00 FTE each year and \$109,059 for the biennium to accomplish the FTE reduction.

**Department of Natural Resources & Conservation - 57060**

**Oil & Gas Conservation Div. - 22**

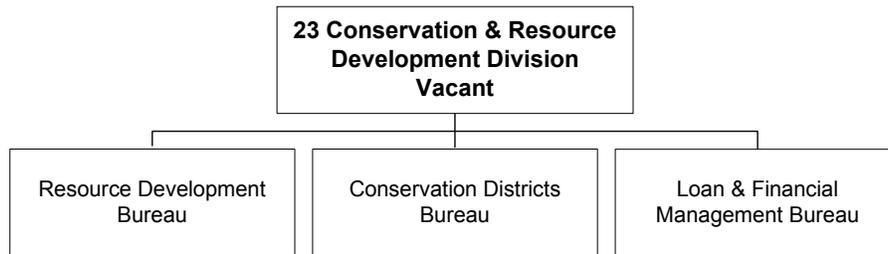
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$61,074
FY 2017	\$0	\$55,088

**PL - 2202201 - O&G Regulatory and UIC Program Adjustments -**

The budget includes \$61,074 in FY 2016 and \$55,088 in FY 2017 of state special for board member per diem, legal services, janitorial services, rent, a contract for Underground Injection Control (UIC) tech support, and increased vehicle purchase costs.

## Department of Natural Resources & Conservation - 57060

### Conservation & Resource Development Division - 23



**Program Description** - The Conservation and Resource Development Division (CARDD) provides technical, administrative, financial and legal assistance to Montana's 58 conservation districts by administering the Conservation District Act, Montana Rangeland Resources Act, and the Natural Streambed and Land Preservation Act. The division also manages several loan and grant programs for local communities, local governments, state agencies, and private citizens. The programs include the state revolving fund, which at the end of FY 2014 included \$530 million loaned to communities for water and waste water systems, coal severance tax loans to governmental entities totaling \$42 million, and private loans for \$22 million. Grant programs administered by the division include the Reclamation Development, Renewable Resource, and Conservation District grant programs.

Program Proposed Budget	Base Budget	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2014	Adjustments Fiscal 2016	Exec. Budget Fiscal 2016	Adjustments Fiscal 2017	Exec. Budget Fiscal 2017	Budget Request 2017 Biennium
FTE	26.65	(0.48)	26.17	(0.48)	26.17	
Personal Services	1,902,347	235,288	2,137,635	238,447	2,140,794	4,278,429
Operating Expenses	1,774,026	580,964	2,354,990	543,402	2,317,428	4,672,418
Equipment & Intangible Assets	43,743	0	43,743	0	43,743	87,486
Local Assistance	2,558,090	500,000	3,058,090	500,000	3,058,090	6,116,180
Grants	1,298,001	5,174,102	6,472,103	5,147,796	6,445,797	12,917,900
Benefits & Claims	0	200,000	200,000	200,000	200,000	400,000
<b>Total Costs</b>	<b>\$7,576,207</b>	<b>\$6,690,354</b>	<b>\$14,266,561</b>	<b>\$6,629,645</b>	<b>\$14,205,852</b>	<b>\$28,472,413</b>
General Fund	1,018,319	5,991,610	7,009,929	5,962,791	6,981,110	13,991,039
State/Other Special	6,290,180	678,744	6,968,924	646,854	6,937,034	13,905,958
Federal Spec. Rev. Funds	267,708	20,000	287,708	20,000	287,708	575,416
<b>Total Funds</b>	<b>\$7,576,207</b>	<b>\$6,690,354</b>	<b>\$14,266,561</b>	<b>\$6,629,645</b>	<b>\$14,205,852</b>	<b>\$28,472,413</b>

# Department of Natural Resources & Conservation - 57060

## Conservation & Resource Development Division - 23

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	214,465	279,305	216,598	282,365
SWPL - 2 - Fixed Costs	7,129	18,812	8,362	21,276
SWPL - 3 - Inflation Deflation	(423)	(1,353)	(376)	(1,223)
<i>Total Statewide Present Law Adjustments</i>	<i>\$221,171</i>	<i>\$296,764</i>	<i>\$224,584</i>	<i>\$302,418</i>
<b>Present Law Adjustments</b>				
PL - 2300444 - Statewide 4% FTE Reduction-Program 23	(19,213)	(74,312)	(19,212)	(74,123)
PL - 2302301 - CARDD Operating adjustments	80,275	125,275	48,132	93,132
PL - 2302303 - CARDD Conservation District Administration	50,000	250,000	50,000	250,000
PL - 2302304 - CARDD Conservation District 223 Program	0	250,000	0	250,000
PL - 2302306 - CARDD Regional Water Administration	0	297,500	0	297,500
PL - 2302307 - CARDD Loan Appropriation	0	500,000	0	500,000
PL - 2302308 - CARDD Drinking Water Loan Forgiveness (OTO/RST)	0	200,000	0	200,000
<i>Total Present Law Adjustments</i>	<i>\$111,062</i>	<i>\$1,548,463</i>	<i>\$78,920</i>	<i>\$1,516,509</i>
<b>New Proposals</b>				
NP - 2302305 - CARDD Montana Rural Water - OTO	0	240,000	0	240,000
NP - 2302309 - CARDD Fund Switch from Natural Resource Operations Account	629,082	0	629,082	0
NP - 2302310 - CARDD Coal Severance Tax Shared Reduction	0	(425,168)	0	(459,487)
NP - 2302311 - CARRD Invasive Species Staff	30,295	30,295	30,205	30,205
NP - 2302312 - Sage Grouse Conservation Fund (OTO/BIEN/RST)	5,000,000	5,000,000	5,000,000	5,000,000
<i>Total New Proposals</i>	<i>\$5,659,377</i>	<i>\$4,845,127</i>	<i>\$5,659,287</i>	<i>\$4,810,718</i>
<b>Total Budget Adjustments</b>	<b>\$5,991,610</b>	<b>\$6,690,354</b>	<b>\$5,962,791</b>	<b>\$6,629,645</b>

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$214,465	\$279,305
FY 2017	\$216,598	\$282,365

**SWPL - 1 - Personal Services -**

The budget includes \$279,305 in FY 2016 and \$282,365 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of turnover experienced in excess of the applied vacancy savings rate and position reclassifications.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$7,129	\$18,812
FY 2017	\$8,362	\$21,276

**SWPL - 2 - Fixed Costs -**

This request includes \$18,812 in FY 2016 and \$21,276 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

# Department of Natural Resources & Conservation - 57060

## Conservation & Resource Development Division - 23

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$423)	(\$1,353)
FY 2017	(\$376)	(\$1,223)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$1,353 in FY 2016 and \$1,223 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$19,213)	(\$74,312)
FY 2017	(\$19,212)	(\$74,123)

**PL - 2300444 - Statewide 4% FTE Reduction-Program 23 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 2300444 includes a reduction of 0.98 FTE each year and \$148,435 for the biennium to accomplish the FTE reduction.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$80,275	\$125,275
FY 2017	\$48,132	\$93,132

**PL - 2302301 - CARDD Operating adjustments -**

This budget request is for \$125,275 in FY 2016 and \$93,132 in FY 2017 in general fund, state, and federal special revenue for expenses related to the increasing demand for loan and grant programs administered by the division. The financial and technical assistance resources provided to communities across the state and particularly in Eastern Montana continues to demand more of CARDD staff. The major cost drivers are rent increases as well as consulting and professional services.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$50,000	\$250,000
FY 2017	\$50,000	\$250,000

**PL - 2302303 - CARDD Conservation District Administration -**

The budget includes \$250,000 per year in general fund and state special revenue to provide additional funding to the Administrative Grant program, assisting conservation districts with expenses associated with the operation of the district.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$250,000
FY 2017	\$0	\$250,000

**PL - 2302304 - CARDD Conservation District 223 Program -**

The budget includes \$250,000 per year of state special revenue for the HB 223 (47th Legislature) program. The purpose of the Conservation District Grant 223 program is to provide conservation districts with funding to carry out locally led natural resource conservation projects and programs as authorized by law. Additional funding is needed to respond to flooding, forest fires, and the mitigation of these natural resource events.

**Department of Natural Resources & Conservation - 57060**

**Conservation & Resource Development Division - 23**

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$297,500
FY 2017	\$0	\$297,500

**PL - 2302306 - CARDD Regional Water Administration -**

This request is for \$297,500 per year of state special revenue to pay for operating expenses of the Regional Water Board associated with development of the RWS, personal services, communication, travel and other expenses. This request matches funding from the federal U.S. Bureau of Reclamation (USBR) and will help provide the preliminary work to significantly advance the regional water systems. The Dry Prairie and North Central RWS have water plants started. The Dry Red and Central Montana systems will have the largest amount of work to be done on their preliminary development.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$500,000
FY 2017	\$0	\$500,000

**PL - 2302307 - CARDD Loan Appropriation -**

This budget request is for \$500,000 per year in state special revenue authority for Range Land loans and other loans in the private non-point source loan program. Appropriation authority for loans is necessary to be in compliance with 17-8-101(1), MCA, and Montana Operations Manual accounting Policy 318.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$200,000
FY 2017	\$0	\$200,000

**PL - 2302308 - CARDD Drinking Water Loan Forgiveness (OTO/RST) -**

This one-time-only, restricted request restores \$200,000 per year in state special revenue to match federal authority for hardship communities in the Safe Drinking Water program. These funds enable the state to provide local assistance to borrowers in the form of loan forgiveness and are aimed at disadvantaged communities who borrowed from the program and are unable to meet loan obligations.

-----**New Proposals**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$240,000
FY 2017	\$0	\$240,000

**NP - 2302305 - CARDD Montana Rural Water - OTO -**

Montana Rural Water (MRW) assists communities with water and wastewater systems by providing technical support. This request is for \$240,000 per year as a one-time-only appropriation to pay for training and operating expenses of the MRW staff. They provide technical support to small and large water and sewer systems in Montana. Salaries, communication, travel, and other expenses will be paid by contract. The staff travels all over Montana to provide training.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$629,082	\$0
FY 2017	\$629,082	\$0

**NP - 2302309 - CARDD Fund Switch from Natural Resource Operations Account -**

This budget request represents a budget neutral funding shift of \$629,082 from state special revenue to general fund in the Conservation and Resource Development Division. Revenue into the Natural Resource Operations Account, and in particular interest income of the Resource Indemnity Trust, is no longer adequate to support all operational activities historically supported by the fund.

## Department of Natural Resources & Conservation - 57060

### Conservation & Resource Development Division - 23

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$425,168)
FY 2017	\$0	(\$459,487)

**NP - 2302310 - CARDD Coal Severance Tax Shared Reduction -**

The budget includes a reduction of \$425,168 in FY 2016 and \$459,487 in FY 2017 and is required due to declining revenue projections for the Coal Severance Tax Shared fund.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$30,295	\$30,295
FY 2017	\$30,205	\$30,205

**NP - 2302311 - CARRD Invasive Species Staff -**

The executive recommends \$30,295 in FY 2016 and \$30,205 in FY 2017 from the general fund for 0.50 FTE to staff the Montana Invasive Species Advisory Council. The council provides a non-partisan forum for understanding and understanding invasive species issues and determining ways to identify, prevent, eliminate, reduce, and mitigate the impacts of both terrestrial and aquatic invasive species in Montana. The staff person and the council will complement work already underway regarding aquatic invasive species in Montana.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$5,000,000	\$5,000,000
FY 2017	\$5,000,000	\$5,000,000

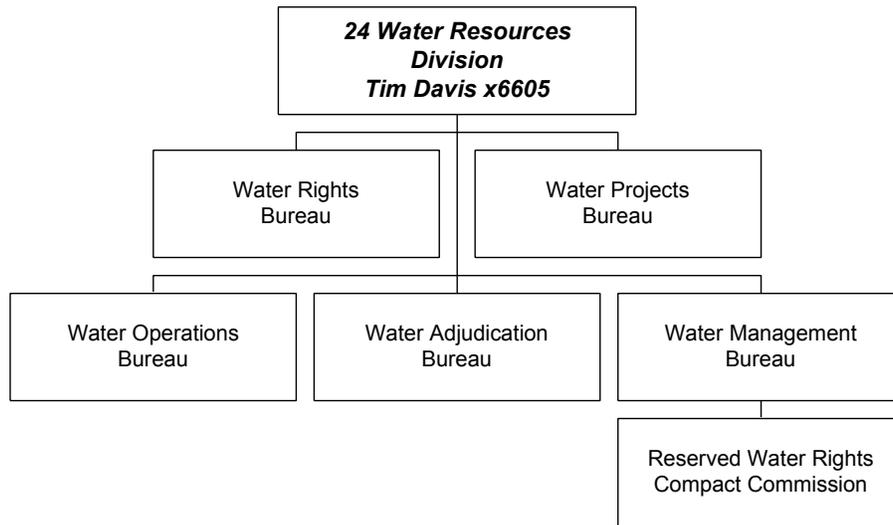
**NP - 2302312 - Sage Grouse Conservation Fund (OTO/BIEN/RST) -**

Approximately 64% of sage grouse habitat in Montana is in private ownership, and the ongoing stewardship by private landowners is critical to the future success of sage grouse conservation. This budget request is for \$5,000,000 of general fund for each year to fund voluntary and incentive-based non-regulatory conservation measures on private land to conserve sage grouse habitat, including the promotion and support of mitigation and conservation plans and measures.

A project developer whose project is located in or near sage grouse habitat may contribute to the Fund for the purpose of protecting sage grouse habitat or defraying the costs of maintaining sage grouse habitat as part of an approved mitigation plan.

# Department of Natural Resources & Conservation - 57060

## Water Resources Division - 24



**Program Description** - The Water Resources Division is responsible for many programs associated with the uses, development, and protection of Montana's water.

The division consists of an administration unit and five bureaus:

- o Water Management Bureau
- o Water Rights Bureau
- o Water Adjudication Bureau
- o State Water Projects Bureau
- o Water Operations Bureau

Responsibilities of the division include:

- o To manage and maintain the state-owned dams, reservoirs, and canals
- o To develop and recommend in-state, interstate, and international water policy to the director, Governor, and legislature
- o To administer the Dam Safety, Floodplain Management, and Water Management programs
- o To provide support to the Board of Water Well Contractors
- o To assist the Water Court with the adjudication of pre-July 1, 1973, water rights
- o To administer applications for new water rights, changes in historic water rights, and ownership updates
- o To maintain centralized water rights records

The Compact Implementation unit is under the Water Management Bureau and will provide technical and legal support for implementation of approved water compacts for Indian tribes and federal agencies.

# Department of Natural Resources & Conservation - 57060

## Water Resources Division - 24

Program Proposed Budget	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
Budget Item						
FTE	140.05	(4.75)	135.30	(4.75)	135.30	
Personal Services	9,431,146	820,192	10,251,338	821,436	10,252,582	20,503,920
Operating Expenses	4,481,589	851,336	5,332,925	724,486	5,206,075	10,539,000
Equipment & Intangible Assets	73,499	77,400	150,899	60,000	133,499	284,398
Transfers	21,591	0	21,591	0	21,591	43,182
Debt Service	547,816	197,459	745,275	190,888	738,704	1,483,979
<b>Total Costs</b>	<b>\$14,555,641</b>	<b>\$1,946,387</b>	<b>\$16,502,028</b>	<b>\$1,796,810</b>	<b>\$16,352,451</b>	<b>\$32,854,479</b>
General Fund	8,686,233	1,265,183	9,951,416	1,260,467	9,946,700	19,898,116
State/Other Special	5,687,027	584,928	6,271,955	439,561	6,126,588	12,398,543
Federal Spec. Rev. Funds	182,381	96,276	278,657	96,782	279,163	557,820
<b>Total Funds</b>	<b>\$14,555,641</b>	<b>\$1,946,387</b>	<b>\$16,502,028</b>	<b>\$1,796,810</b>	<b>\$16,352,451</b>	<b>\$32,854,479</b>

Program Proposed Budget Adjustments				
	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	1,204,259	1,222,244	1,205,141	1,223,208
SWPL - 2 - Fixed Costs	82,427	119,094	97,981	139,523
SWPL - 3 - Inflation Deflation	(12,558)	(15,192)	(10,809)	(12,966)
<i>Total Statewide Present Law Adjustments</i>	<i>\$1,274,128</i>	<i>\$1,326,146</i>	<i>\$1,292,313</i>	<i>\$1,349,765</i>
<b>Present Law Adjustments</b>				
PL - 2400444 - Statewide 4% FTE Reduction-Program 24	(258,015)	(372,738)	(258,011)	(372,458)
PL - 2402401 - WRD Operating Adjustments	92,670	323,045	93,165	316,969
PL - 2402405 - WRD Water Rights Database and Online Form OTO	63,000	70,000	63,000	70,000
PL - 2402406 - WRD FERC Requirements and Surveying	0	137,000	0	83,000
PL - 2402408 - WRD FEMA CAP Grant	0	94,534	0	94,534
<i>Total Present Law Adjustments</i>	<i>(\$102,345)</i>	<i>\$251,841</i>	<i>(\$101,846)</i>	<i>\$192,045</i>
<b>New Proposals</b>				
NP - 2402402 - WRD Surface Water Assessment/Monitor	93,400	93,400	70,000	70,000
NP - 2402407 - WRD State Water Project Dam Analysis	0	275,000	0	185,000
<i>Total New Proposals</i>	<i>\$93,400</i>	<i>\$368,400</i>	<i>\$70,000</i>	<i>\$255,000</i>
<b>Total Budget Adjustments</b>	<b>\$1,265,183</b>	<b>\$1,946,387</b>	<b>\$1,260,467</b>	<b>\$1,796,810</b>

### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$1,204,259	\$1,222,244
FY 2017	\$1,205,141	\$1,223,208

#### SWPL - 1 - Personal Services -

The budget includes \$1,222,244 in FY 2016 and \$1,223,208 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

# Department of Natural Resources & Conservation - 57060

## Water Resources Division - 24

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$82,427	\$119,094
FY 2017	\$97,981	\$139,523

**SWPL - 2 - Fixed Costs -**

This request includes \$119,094 in FY 2016 and \$139,523 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$12,558)	(\$15,192)
FY 2017	(\$10,809)	(\$12,966)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$15,192 in FY 2016 and \$12,966 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$258,015)	(\$372,738)
FY 2017	(\$258,011)	(\$372,458)

**PL - 2400444 - Statewide 4% FTE Reduction-Program 24 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 2400444 includes a reduction of 4.75 FTE each year and \$745,196 for the biennium to accomplish the FTE reduction.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$92,670	\$323,045
FY 2017	\$93,165	\$316,969

**PL - 2402401 - WRD Operating Adjustments -**

The program requests \$323,045 in FY 2016 and \$316,969 in FY 2017 of general fund and state special revenue to restore base authority and cover the following costs: projected increases in contracted services and rent expenses, costs of scheduled computer replacement, debt service on dam rehabilitation, stream gauge operation and maintenance, and water rights records management.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$63,000	\$70,000
FY 2017	\$63,000	\$70,000

**PL - 2402405 - WRD Water Rights Database and Online Form OTO -**

The budget includes \$70,000 per year in general fund and state special revenue to integrate new technologies into the existing water rights database and to capture data online which would allow water measurement reports to be submitted online and in turn be automatically used by the database.

# Department of Natural Resources & Conservation - 57060

## Water Resources Division - 24

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$137,000
FY 2017	\$0	\$83,000

**PL - 2402406 - WRD FERC Requirements and Surveying -**

This request is for \$137,000 in FY 2016 and \$83,000 in FY 2017 in state special revenue to fund Federal Energy Regulatory Commission (FERC) requirements and for improvements on state project lands that are leased.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$94,534
FY 2017	\$0	\$94,534

**PL - 2402408 - WRD FEMA CAP Grant -**

The budget includes \$94,534 per year in federal special revenue for the Community Assistance Program (CAP) of the National Flood Insurance Program. The CAP grant is received annually and is used for providing training, education, and technical and administrative support to county and city planning staff involved in administering local floodplain management programs.

-----**New Proposals**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$93,400	\$93,400
FY 2017	\$70,000	\$70,000

**NP - 2402402 - WRD Surface Water Assessment/Monitor -**

This budget request is for \$93,400 in FY 2016 and \$70,000 in FY 2017 general fund to purchase equipment and pay operating expenses required to establish a state-based surface water assessment and monitoring program. The hydrologic information provided by this program will benefit DNRC, other state agencies, and citizens who depend on real-time stream-flow measurement data to aid decision making and policy development.

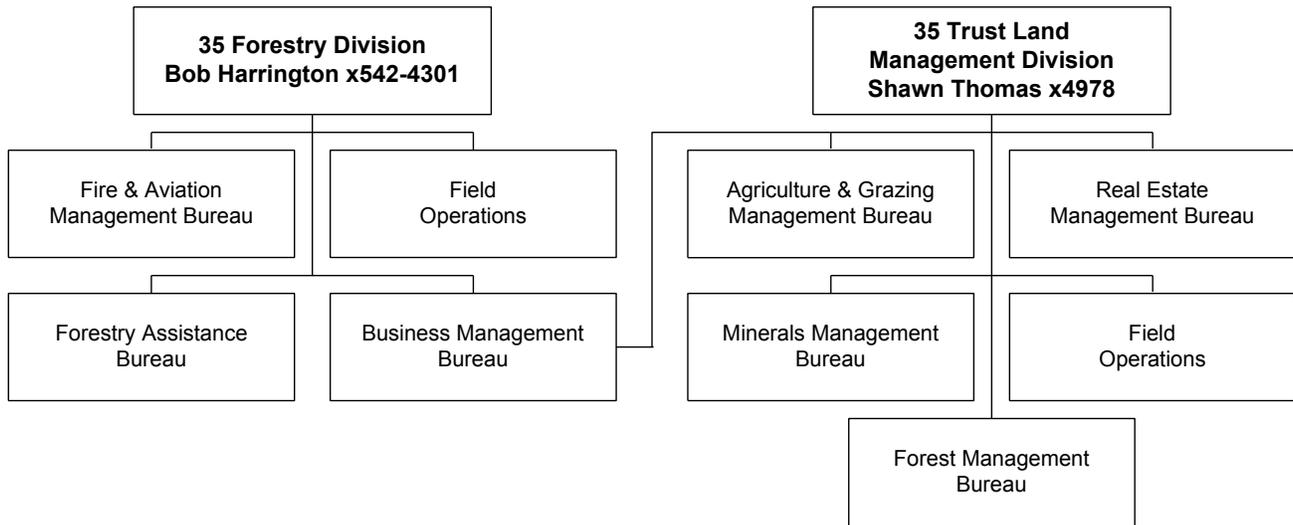
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$275,000
FY 2017	\$0	\$185,000

**NP - 2402407 - WRD State Water Project Dam Analysis -**

The budget includes \$275,000 in FY 2016 and \$185,000 in FY 2017 of state special revenue to conduct the analysis and design work for rehabilitation of several state water projects and inundation and loss of life analyses on three dams. The request includes \$370,000 to evaluate alternatives to rehabilitate Willow Creek Dam to meet existing dam safety criteria, \$20,000 for tower safety, engineering design and construction documents and \$70,000 for inundation and loss of life analyses for Glacier, East Fork of Rock Creek, and Middle Creek Dams.

# Department of Natural Resources & Conservation - 57060

## Forestry and Trust Lands Divisions - 35



**Program Description** - The Forestry Division is responsible for planning and implementing forestry programs statewide. Forestry responsibilities include protecting natural resources from wildfire, regulating forest practices, and providing a variety of services to private forest landowners.

Specific programs include:

- Fire and Aviation Management: Protecting 50 million acres of state and private forest and watershed lands from wildfire through a combination of direct protection and county support
- Forest Practice Regulation: Enforcing Montana's streamside management zone regulations and monitoring the voluntary best management practices program on all forests in Montana
- Administering Montana Fire Hazard Reduction Law: Ensuring that the fire hazard created by logging and other forest management operations on private forest lands is adequately reduced, or that additional fire protection is provided until the hazard is reduced
- Providing Forestry Services: Providing technical forestry assistance to private landowners, businesses and communities
- Tree and Shrub Nursery: Growing and selling seedlings for conservation and reforestation plantings on state and private lands in Montana.

The Trust Land Management Division provides for the administration and management of trust lands granted to the State of Montana by the Enabling Act of 1889. These lands total approximately 5.2 million surface acres and 6.2 million mineral acres. Additionally, the division is responsible for the administration of approximately 6,000 miles (40,000+ acres) of the beds of navigable waterways. The Trust Land Management Division is divided into four primary programs: forest management; agriculture and grazing management; real estate management; and minerals management.

# Department of Natural Resources & Conservation - 57060

## Forestry and Trust Lands Divisions - 35

Program Proposed Budget	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
Budget Item						
FTE	296.08	(8.19)	287.89	(8.19)	287.89	
Personal Services	17,522,571	2,475,379	19,997,950	2,465,367	19,987,938	39,985,888
Operating Expenses	7,132,190	1,133,820	8,266,010	1,289,668	8,421,858	16,687,868
Equipment & Intangible Assets	1,046,720	10,000	1,056,720	10,000	1,056,720	2,113,440
Grants	194,465	0	194,465	0	194,465	388,930
Transfers	1,341,297	123,126	1,464,423	120,855	1,462,152	2,926,575
Debt Service	24,937	0	24,937	0	24,937	49,874
<b>Total Costs</b>	<b>\$27,262,180</b>	<b>\$3,742,325</b>	<b>\$31,004,505</b>	<b>\$3,885,890</b>	<b>\$31,148,070</b>	<b>\$62,152,575</b>
General Fund	10,795,266	1,495,109	12,290,375	1,629,377	12,424,643	24,715,018
State/Other Special	15,417,769	1,938,446	17,356,215	1,947,999	17,365,768	34,721,983
Federal Spec. Rev. Funds	1,049,145	308,770	1,357,915	308,514	1,357,659	2,715,574
<b>Total Funds</b>	<b>\$27,262,180</b>	<b>\$3,742,325</b>	<b>\$31,004,505</b>	<b>\$3,885,890</b>	<b>\$31,148,070</b>	<b>\$62,152,575</b>

Program Proposed Budget Adjustments					
	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017		
	General Fund	Total Funds	General Fund	Total Funds	
<b>Statewide Present Law Adjustments</b>					
SWPL - 1 - Personal Services	1,250,109	3,036,751	1,248,304	3,038,523	
SWPL - 2 - Fixed Costs	165,834	141,808	315,771	293,714	
SWPL - 3 - Inflation Deflation	(3,879)	(28,397)	(2,242)	(26,617)	
<i>Total Statewide Present Law Adjustments</i>	<i>\$1,412,064</i>	<i>\$3,150,162</i>	<i>\$1,561,833</i>	<i>\$3,305,620</i>	
<b>Present Law Adjustments</b>					
PL - 3500444 - Statewide 4% FTE Reduction-Program 35	(300,215)	(700,601)	(300,803)	(701,823)	
PL - 3535012 - Forestry/TLMD Operating Adjustments	42,000	166,535	42,000	174,497	
PL - 3535015 - Forestry-Air Ops Fixed Costs Transfer	87,419	123,126	85,807	120,855	
PL - 3535016 - Forestry County-Coop Base Restoration	0	73,471	0	73,471	
PL - 3535021 - TLMD MSU-Morrill Trust Projects Restoration	80,000	80,000	80,000	80,000	
PL - 3535022 - TLMD Forest Improvement Projects	0	250,000	0	250,000	
PL - 3535023 - TLMD Crop Insurance	0	75,000	0	75,000	
PL - 3535024 - TLMD Land Transaction Base Restoration	0	231,253	0	231,253	
PL - 3535025 - TLMD Commercial Lease Marketing & Negotiation	0	82,128	0	79,067	
PL - 3535026 - Forests in Focus	82,251	82,251	68,950	68,950	
<i>Total Present Law Adjustments</i>	<i>(\$8,545)</i>	<i>\$463,163</i>	<i>(\$24,046)</i>	<i>\$451,270</i>	
<b>New Proposals</b>					
NP - 3535014 - Forestry-Fire Communication Replacement	91,590	129,000	91,590	129,000	
<i>Total New Proposals</i>	<i>\$91,590</i>	<i>\$129,000</i>	<i>\$91,590</i>	<i>\$129,000</i>	
<b>Total Budget Adjustments</b>	<b>\$1,495,109</b>	<b>\$3,742,325</b>	<b>\$1,629,377</b>	<b>\$3,885,890</b>	

# Department of Natural Resources & Conservation - 57060

## Forestry and Trust Lands Divisions - 35

### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$1,250,109	\$3,036,751
FY 2017	\$1,248,304	\$3,038,523

**SWPL - 1 - Personal Services -**

This change package reflects the annualization of various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impact of implementing an administrative assistant career ladder; a broad-band forester pay adjustment to address statewide recruitment and retention issues; fire suppression activity not reflected in base expenditures, and internal recruitment resulting in a series of temporarily vacant positions.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$165,834	\$141,808
FY 2017	\$315,771	\$293,714

**SWPL - 2 - Fixed Costs -**

This request includes \$141,808 in FY 2016 and \$293,714 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$3,879)	(\$28,397)
FY 2017	(\$2,242)	(\$26,617)

**SWPL - 3 - Inflation Deflation -**

This budget reflects the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

### -----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$300,215)	(\$700,601)
FY 2017	(\$300,803)	(\$701,823)

**PL - 3500444 - Statewide 4% FTE Reduction-Program 35 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 3500444 includes a reduction of 9.69 FTE each year and \$1,402,424 for the biennium to accomplish the FTE reduction.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$42,000	\$166,535
FY 2017	\$42,000	\$174,497

**PL - 3535012 - Forestry/TLMD Operating Adjustments -**

The budget includes \$166,535 in FY 2016 and \$174,497 in FY 2017 of general fund and state special revenue to fund rent statewide, janitorial, vehicle maintenance, and minor office equipment needs for Forestry and Trust Land Management Divisions. Costs include DNRC headquarters relocation and rent costs as well as other rent adjustments for area and unit offices, contracted services for grounds maintenance, moving expenses, and facility system maintenance.

# Department of Natural Resources & Conservation - 57060

## Forestry and Trust Lands Divisions - 35

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$87,419	\$123,126
FY 2017	\$85,807	\$120,855

**PL - 3535015 - Forestry-Air Ops Fixed Costs Transfer -**

This request is for \$123,126 in FY 2016 and \$120,855 in FY 2017 of general fund and state special revenue to fund fixed cost increases such as rent, insurance, and salaries for the internal service proprietary fund (Air Ops), within the Forestry Division.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$73,471
FY 2017	\$0	\$73,471

**PL - 3535016 - Forestry County-Coop Base Restoration -**

The budget includes \$73,471 per year of federal special revenue to expend up to \$300,000 of federal funding provided to DNRC for maintenance on county cooperative fire equipment, necessary training for county fire personnel, and other supplies and materials needed to support the county cooperative fire program.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$80,000	\$80,000
FY 2017	\$80,000	\$80,000

**PL - 3535021 - TLMD MSU-Morrill Trust Projects Restoration -**

The budget includes \$80,000 per year general fund for projects on MSU-Morrill trust lands. The 2015 legislature approved one-time-only, biennial funding to implement and complete land management projects on the MSU-Morrill trust lands. The division is requesting the use of this funding again for the 2017 biennium. Projects for the biennium include timber harvest projects, timber thinning and weed management, agriculture and grazing lease renewals, commercial lease evaluations, land banking and land exchange. The authority would cover costs related to managing the Morrill Trust Lands.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$250,000
FY 2017	\$0	\$250,000

**PL - 3535022 - TLMD Forest Improvement Projects -**

The budget includes \$250,000 per year state special revenue for Forest Improvement projects. The increase comes from the Forest Improvement Account operations budget, which is funded by fees collected from timber harvest. These fees are used for forest health, including purchasing access and road maintenance. The current level of spending authority is insufficient to meet forest management goals on state trust land, due to actions the past five years. These actions include implementation of the Habitat Conservation Plan, acquisition of 61,000 additional timber management acres and required thinning of acres burned in the early 2000's.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$75,000
FY 2017	\$0	\$75,000

**PL - 3535023 - TLMD Crop Insurance -**

The budget includes \$75,000 per year state special revenue for the purchase of crop insurance. Under the new Farm Bill, direct payments to producers/landowners have been eliminated in favor of putting more emphasis on crop insurance and other programs. Due to the risks of producing crops in Montana, most farmers (approximately 88%) purchase some type of insurance. Currently, the division participates in the lowest level, referred to as Catastrophic or CAT coverage. However, loss payments under this level of coverage are approximately 1/4 of the income that would be expected on an average year. In order to manage risk and stabilize income, the division is requesting funding to purchase a higher level of coverage in two of the larger agricultural counties.

# Department of Natural Resources & Conservation - 57060

## Forestry and Trust Lands Divisions - 35

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$231,253
FY 2017	\$0	\$231,253

**PL - 3535024 - TLMD Land Transaction Base Restoration -**

The budget includes \$231,253 per of year state special revenue for base restoration in two land management programs. Spending levels fluctuate from year-to-year and not all authority was spent during the base year. The division sells, acquires, and exchanges an average of approximately 21,000 acres annually (over the last eight years) under the Land Banking and Land Exchange programs. Montana Code requires prospective purchasers to deposit funds for appraisals, archeological surveys, and advertising prior to the state incurring those costs. The base restoration request is for the authority to expend these private funds on land transactions. The division is also requesting a base restoration under the historic rights-of-way program. Costs of the program are paid by application fees collected from counties and other applicants. Operating costs include contracted services, title research, etc.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$82,128
FY 2017	\$0	\$79,067

**PL - 3535025 - TLMD Commercial Lease Marketing & Negotiation -**

This budget request is for \$82,128 in FY 2016 and \$79,067 in FY 2017 for commercial lease management. The Trust Lands Management Division is requesting 1.00 FTE and operating budget for developing commercial lease RFPs, marketing commercial properties, and negotiating commercial leases that are most advantageous to the trust beneficiaries. In October 2013, the Legislative Audit Division issued an audit report on commercial leasing on state trust lands. The audit recommended the department proactively identify and develop commercial leases on state trust land by establishing a resource allocation plan to enhance long-term revenue and identify and develop goals, including long-term targets for commercial leasing activities. The report further stated that without proactively pursuing commercial leasing on school trust lands, the department was not maximizing long-term revenue opportunities. In order to implement the recommendation, the department is requesting FTE. The position would market commercial leases state-wide, working with state, county, and city economic development organizations to find qualified commercial lessees. The position would also develop and oversee a standard Request for Proposal process to be used in awarding all commercial leases and work with area office staff in evaluating and scoring proposals for commercial leases, and conduct or lead lease negotiations to secure a lease.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$82,251	\$82,251
FY 2017	\$68,950	\$68,950

**PL - 3535026 - Forests in Focus -**

The budget includes \$82,251 in FY 2016 and \$68,950 in FY 2017 general fund for 1.00 FTE and associated personal services and operating expenses for a DNRC-USFS Liaison to represent the state's interests in the management of National Forests and the implementation of federal forest and fire management policy in the state. This includes identifying and coordinating USFS stewardship projects that maximize the return on state funds, targeting state resources where they will provide the best long-term benefit for the state's natural resources and citizens.

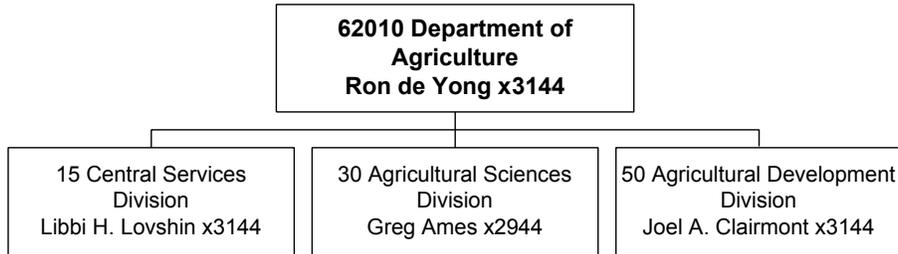
-----**New Proposals**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$91,590	\$129,000
FY 2017	\$91,590	\$129,000

**NP - 3535014 - Forestry-Fire Communication Replacement -**

The budget includes \$129,000 per year of general fund for fire communication equipment replacement. DNRC was granted OTO funding in FY 2014 and FY 2015 for radio replacements. This funding (\$129,000 each year) must continue in order to maintain the minimum replacement schedule. The department must replace 46 mobiles, 62 portables, 5 repeaters, and 2 base stations annually.

## Department of Agriculture - 62010



**Mission Statement** - To protect producers and consumers and to enhance and develop agriculture and allied industries.

**Statutory Authority** - Article XII, Section 1, Montana Constitution; Title 80, Chapters 1-20, MCA

Agency Proposed Budget	Total Exec. Budget Fiscal 2016	Total Exec. Budget Fiscal 2017	Total Exec. Budget 2017 Biennium
Budget Item			
FTE	114.74	114.74	
Personal Services	7,885,188	7,886,520	15,771,708
Operating Expenses	3,927,181	3,878,781	7,805,962
Equipment & Intangible Assets	544,714	544,714	1,089,428
Grants	5,248,911	5,242,822	10,491,733
Transfers	259,899	259,899	519,798
<b>Total Costs</b>	<b>\$17,865,893</b>	<b>\$17,812,736</b>	<b>\$35,678,629</b>
General Fund	1,086,631	1,042,634	2,129,265
State/Other Special	14,972,380	14,964,108	29,936,488
Proprietary Funds	664,175	663,831	1,328,006
Federal Spec. Rev. Funds	1,142,707	1,142,163	2,284,870
<b>Total Funds</b>	<b>\$17,865,893</b>	<b>\$17,812,736</b>	<b>\$35,678,629</b>

Agency Appropriated Biennium to Biennium Comparison								
Program	2015 Biennium Appropriated Budget		2017 Biennium Requested Budget		Biennium to Biennium Difference (dollars)		Biennium to Biennium Difference (percent)	
	General Fund	Total Funds	General Fund	Total Funds	General Fund	Total Funds	General Fund	Total Funds
15 - Centralized Services Division	265,103	2,634,390	262,309	2,936,550	(2,794)	302,160	(1.05)%	11.47 %
30 - Agricultural Sciences Division	594,910	18,481,321	438,572	17,670,096	(156,338)	(811,225)	(26.28)%	(4.39)%
50 - Agricultural Development Division	1,123,154	14,280,470	1,428,384	15,071,983	305,230	791,513	27.18 %	5.54 %
<b>Agency Total</b>	<b>\$1,983,167</b>	<b>\$35,396,181</b>	<b>\$2,129,265</b>	<b>\$35,678,629</b>	<b>\$146,098</b>	<b>\$282,448</b>	<b>7.37 %</b>	<b>0.80 %</b>

# Department of Agriculture - 62010

## Centralized Services Division - 15

**15 Central Services  
Division  
Libbi H. Lovshin x3144**

**Program Description** - The Central Services Division provides support services essential to the effective operation of the department, including financial, human resource, information technology, public information, legal, and administrative support activities. Included in this division is the Director's Office, which provides overall guidance and policy development for the department as well as coordination with the agricultural industry and other branches of government.

Program Proposed Budget	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	15.00	0.00	15.00	0.00	15.00	
Personal Services	1,129,275	147,412	1,276,687	147,303	1,276,578	2,553,265
Operating Expenses	167,779	46,153	213,932	1,574	169,353	383,285
<b>Total Costs</b>	<b>\$1,297,054</b>	<b>\$193,565</b>	<b>\$1,490,619</b>	<b>\$148,877</b>	<b>\$1,445,931</b>	<b>\$2,936,550</b>
General Fund	134,542	18,877	153,419	(25,652)	108,890	262,309
State/Other Special	862,862	242,518	1,103,122	242,508	1,103,121	2,206,243
Proprietary Funds	142,956	(16,367)	128,289	(16,367)	128,281	256,570
Federal Spec. Rev. Funds	156,694	(51,463)	105,789	(51,612)	105,639	211,428
<b>Total Funds</b>	<b>\$1,297,054</b>	<b>\$193,565</b>	<b>\$1,490,619</b>	<b>\$148,877</b>	<b>\$1,445,931</b>	<b>\$2,936,550</b>

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	7,025	147,412	7,025	147,303
SWPL - 2 - Fixed Costs	11,939	46,242	(32,582)	1,671
SWPL - 3 - Inflation Deflation	(87)	(89)	(95)	(97)
<i>Total Statewide Present Law Adjustments</i>	<i>\$18,877</i>	<i>\$193,565</i>	<i>(\$25,652)</i>	<i>\$148,877</i>
<b>Total Budget Adjustments</b>	<b>\$18,877</b>	<b>\$193,565</b>	<b>(\$25,652)</b>	<b>\$148,877</b>

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$7,025	\$147,412
FY 2017	\$7,025	\$147,303

**SWPL - 1 - Personal Services -**

The budget includes \$147,412 in FY 2016 and \$147,303 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium.

## Department of Agriculture - 62010

### Centralized Services Division - 15

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$11,939	\$46,242
FY 2017	(\$32,582)	\$1,671

#### **SWPL - 2 - Fixed Costs -**

This request includes \$46,242 in FY 2016 and \$1,671 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

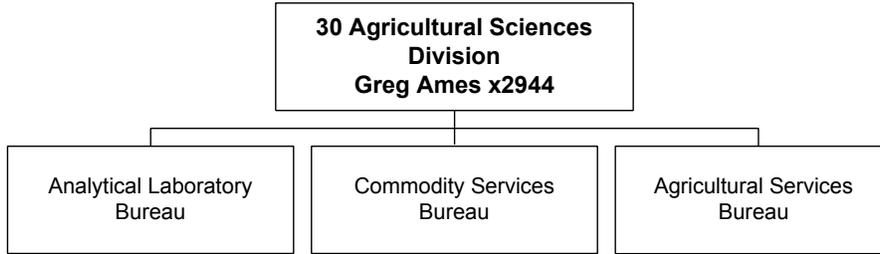
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$87)	(\$89)
FY 2017	(\$95)	(\$97)

#### **SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$107 in FY 2016 and \$114 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

# Department of Agriculture - 62010

## Agricultural Sciences Division - 30



**Program Description** - The Agricultural Sciences Division (ASD) administers and coordinates the major activities related to:

- o Pesticide management
- o Pest management
- o Analytical laboratory services
- o Noxious weed management
- o Agricultural chemical groundwater program
- o Seed, feed and fertilizer program
- o Organic certification
- o Nursery program
- o Apiary program
- o Commodity programs
- o Invasive species

ASD also administers agricultural programs related to the production, manufacturing, certification, and marketing of commodities exported from or distributed in the state. The division provides support to the Montana Noxious Weed Management Advisory Council, Noxious Weed Seed Free Forage Advisory Council, Montana Noxious Weed Summit Advisory Council, Montana Organic Commodity Advisory Council, and the Montana Mint Committee.

Program Proposed Budget	Base Budget	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2014	Adjustments	Exec. Budget	Adjustments	Exec. Budget	Budget Request
		Fiscal 2016	Fiscal 2016	Fiscal 2017	Fiscal 2017	2017 Biennium
FTE	64.78	(3.26)	61.52	(3.26)	61.52	
Personal Services	3,885,831	473,423	4,359,254	474,749	4,360,580	8,719,834
Operating Expenses	1,317,572	535,407	1,852,979	532,957	1,850,529	3,703,508
Equipment & Intangible Assets	435,934	23,500	459,434	23,500	459,434	918,868
Grants	2,050,914	98,029	2,148,943	98,029	2,148,943	4,297,886
Transfers	15,000	0	15,000	0	15,000	30,000
<b>Total Costs</b>	<b>\$7,705,251</b>	<b>\$1,130,359</b>	<b>\$8,835,610</b>	<b>\$1,129,235</b>	<b>\$8,834,486</b>	<b>\$17,670,096</b>
General Fund	288,691	(27,729)	219,274	(27,214)	219,298	438,572
State/Other Special	6,614,446	960,659	7,703,238	960,132	7,702,469	15,405,707
Federal Spec. Rev. Funds	802,114	197,429	913,098	196,317	912,719	1,825,817
<b>Total Funds</b>	<b>\$7,705,251</b>	<b>\$1,130,359</b>	<b>\$8,835,610</b>	<b>\$1,129,235</b>	<b>\$8,834,486</b>	<b>\$17,670,096</b>

# Department of Agriculture - 62010

## Agricultural Sciences Division - 30

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	11,666	744,021	11,745	744,639
SWPL - 2 - Fixed Costs	(15,843)	112,179	(15,481)	110,059
SWPL - 3 - Inflation Deflation	0	(2,601)	0	(2,931)
<i>Total Statewide Present Law Adjustments</i>	<i>(\$4,177)</i>	<i>\$853,599</i>	<i>(\$3,736)</i>	<i>\$851,767</i>
<b>Present Law Adjustments</b>				
PL - 3000444 - Statewide 4% FTE Reduction - Program 30	(29,388)	(270,598)	(29,314)	(269,890)
PL - 3003001 - Program 30 Base Budget Adjustments	5,836	424,786	5,836	424,786
PL - 3003003 - Establish HB 2 Authority for Seed Mediation	0	3,900	0	3,900
PL - 3003004 - Program 30 Fees Amended by Rule	0	86,172	0	86,172
<i>Total Present Law Adjustments</i>	<i>(\$23,552)</i>	<i>\$244,260</i>	<i>(\$23,478)</i>	<i>\$244,968</i>
<b>New Proposals</b>				
NP - 3003005 - Reverted Noxious Weed Grants	0	32,500	0	32,500
<i>Total New Proposals</i>	<i>\$0</i>	<i>\$32,500</i>	<i>\$0</i>	<i>\$32,500</i>
<b>Total Budget Adjustments</b>	<b>(\$27,729)</b>	<b>\$1,130,359</b>	<b>(\$27,214)</b>	<b>\$1,129,235</b>

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$11,666	\$744,021
FY 2017	\$11,745	\$744,639

**SWPL - 1 - Personal Services -**

The budget includes \$744,021 in FY 2016 and \$744,639 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of turnover experienced in excess of the applied vacancy savings rate.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$15,843)	\$112,179
FY 2017	(\$15,481)	\$110,059

**SWPL - 2 - Fixed Costs -**

This request includes \$112,179 in FY 2016 and \$110,059 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$2,601)
FY 2017	\$0	(\$2,931)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$2,601 in FY 2016 and \$2,931 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

## Department of Agriculture - 62010

### Agricultural Sciences Division - 30

-----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$29,388)	(\$270,598)
FY 2017	(\$29,314)	(\$269,890)

**PL - 3000444 - Statewide 4% FTE Reduction - Program 30 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 3000444 includes a reduction of 2.62 FTE each year and \$540,488 for the biennium to accomplish the FTE reduction.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$5,836	\$424,786
FY 2017	\$5,836	\$424,786

**PL - 3003001 - Program 30 Base Budget Adjustments -**

The budget includes \$424,786 per year in general fund, state, and federal special revenue to restore operations authority to base levels in the Agricultural Sciences Division (ASD). Actual expenditures in FY 2014 were lower than the level authorized by the 63rd Legislature due to the variable nature of agricultural activity. This authority will be used for grants, office and program supplies, field supplies, inspection supplies and equipment, laboratory testing supplies and fees, travel, training, meeting expenses, and professional services in the BSE (bovine spongiform encephalopathy), produce, fertilizer, feed, seed, nursery, apiary, weeds, pest, and commodity dealer programs.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$3,900
FY 2017	\$0	\$3,900

**PL - 3003003 - Establish HB 2 Authority for Seed Mediation -**

This request is for \$3,900 per year of state special revenue authority. The seed mediation program was statutorily appropriated until FY 2010. No HB 2 authority was established at the time the authority was changed in the 2009 legislative session. Because of a change in personnel, the department continued to incorrectly restore base authority as statutory. The oversight was discovered in June 2013 and the invalid authority was removed for the 2015 biennium.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$86,172
FY 2017	\$0	\$86,172

**PL - 3003004 - Program 30 Fees Amended by Rule -**

This request is for \$86,172 state special revenue each year of the biennium. Four programs in the Agricultural Sciences Division passed rule amendments to change fees to be commensurate with costs. In the Noxious Weed Seed Free Forage Program, \$25,572 will be used for inspection related travel and supplies, shipping, a portion of a vehicle, and other operating costs. In the Phytosanitary Inspections Program, \$32,000 will be used for inspection-related travel and supplies, laboratory testing fees, shipping, a portion of a vehicle, and other operating costs. In the Seed Labeling and Licensing Program, \$27,000 will be used for inspection-related travel, inspection supplies, laboratory testing fees, and other operating costs. In the Alfalfa Leafcutting Bee Program, \$1,600 will be used for supplies related to the x-ray analysis of leafcutter bees.

**Department of Agriculture - 62010**

**Agricultural Sciences Division - 30**

-----**New Proposals**-----

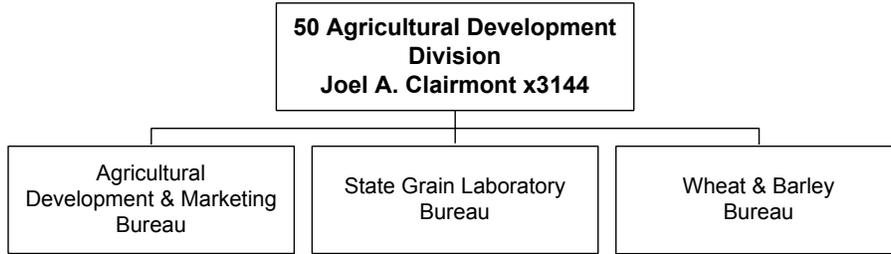
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$32,500
FY 2017	\$0	\$32,500

**NP - 3003005 - Reverted Noxious Weed Grants -**

This request is for \$32,500 state special revenue each year of the biennium. As a result of action in the 2013 legislative session, reverted noxious weed grants (unspent funds returned to the department) are available to redistribute for other noxious weed projects. This request will enable the department to award additional noxious weed grants.

# Department of Agriculture - 62010

## Agricultural Development Division - 50



**Program Description** - The Agriculture Development Division (ADD) assists the Montana agricultural industry by providing services which include market and agribusiness development, Growth Through Agriculture grants and loans, wheat and barley research and marketing, agriculture loans including beginning farmer/rancher loans, hail insurance, grain grading and inspection, agriculture literacy and curriculum development, domestic and international marketing and trade assistance, collect and publish agricultural statistics, and administration of agricultural commodity research and market development programs. The division provides support to the Alfalfa Seed Committee, the Montana Wheat and Barley Committee, the Montana Agricultural Development Council, the Board of Hail Insurance, and advisory committees of cherry, potatoes, and pulse crops.

Program Proposed Budget						
Budget Item	Base Budget Fiscal 2014	Budget Adjustments Fiscal 2016	Total Exec. Budget Fiscal 2016	Budget Adjustments Fiscal 2017	Total Exec. Budget Fiscal 2017	Executive Budget Request 2017 Biennium
FTE	38.75	(0.53)	38.22	(0.53)	38.22	
Personal Services	1,728,844	520,403	2,249,247	520,518	2,249,362	4,498,609
Operating Expenses	1,528,828	331,442	1,860,270	330,071	1,858,899	3,719,169
Equipment & Intangible Assets	73,280	12,000	85,280	12,000	85,280	170,560
Grants	3,173,636	(73,668)	3,099,968	(79,757)	3,093,879	6,193,847
Transfers	244,899	0	244,899	0	244,899	489,798
<b>Total Costs</b>	<b>\$6,749,487</b>	<b>\$790,177</b>	<b>\$7,539,664</b>	<b>\$782,832</b>	<b>\$7,532,319</b>	<b>\$15,071,983</b>
General Fund	546,181	167,757	713,938	168,265	714,446	1,428,384
State/Other Special	5,797,393	368,627	6,166,020	361,125	6,158,518	12,324,538
Proprietary Funds	368,660	167,226	535,886	166,890	535,550	1,071,436
Federal Spec. Rev. Funds	37,253	86,567	123,820	86,552	123,805	247,625
<b>Total Funds</b>	<b>\$6,749,487</b>	<b>\$790,177</b>	<b>\$7,539,664</b>	<b>\$782,832</b>	<b>\$7,532,319</b>	<b>\$15,071,983</b>

# Department of Agriculture - 62010

## Agricultural Development Division - 50

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	52,664	538,612	53,227	538,673
SWPL - 2 - Fixed Costs	5,874	75,117	5,814	73,873
SWPL - 3 - Inflation Deflation	(136)	(1,524)	(131)	(1,641)
<i>Total Statewide Present Law Adjustments</i>	<i>\$58,402</i>	<i>\$612,205</i>	<i>\$58,910</i>	<i>\$610,905</i>
<b>Present Law Adjustments</b>				
PL - 5000444 - Statewide 4% FTE Reduction - Program 50	0	(18,209)	0	(18,155)
PL - 5005001 - Program 50 Base Budget Adjustments	4,355	77,664	4,355	77,664
PL - 5005004 - Program 50 Fees Amended by Rule	0	11,100	0	11,100
PL - 5005005 - Hail Insurance Program Administration	0	60,388	0	60,388
<i>Total Present Law Adjustments</i>	<i>\$4,355</i>	<i>\$130,943</i>	<i>\$4,355</i>	<i>\$130,997</i>
<b>New Proposals</b>				
NP - 5005002 - Agriculture Literacy Program	0	18,363	0	18,353
NP - 5005010 - Food and Ag Development Centers	105,000	105,000	105,000	105,000
NP - 5005011 - ADD Coal Severance Tax Reduction	0	(76,334)	0	(82,423)
<i>Total New Proposals</i>	<i>\$105,000</i>	<i>\$47,029</i>	<i>\$105,000</i>	<i>\$40,930</i>
<b>Total Budget Adjustments</b>	<b>\$167,757</b>	<b>\$790,177</b>	<b>\$168,265</b>	<b>\$782,832</b>

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$52,664	\$538,612
FY 2017	\$53,227	\$538,673

**SWPL - 1 - Personal Services -**

The budget includes \$538,612 in FY 2016 and \$538,673 in FY 2017 to annualize various personal services costs including HB 13 pay plan adjustments and increases to state share costs for health insurance passed by the 2013 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and restoring vacancy savings reductions assessed in the 2015 biennium. In addition, the request includes the impacts of temporary seasonal workers at the state grain laboratory that may or may not be filled in the base year due to the immense variability of need related to harvest conditions, and turnover experienced in excess of the applied vacancy savings rate.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$5,874	\$75,117
FY 2017	\$5,814	\$73,873

**SWPL - 2 - Fixed Costs -**

This request includes \$75,117 in FY 2016 and \$73,873 in FY 2017 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs are liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$136)	(\$1,524)
FY 2017	(\$131)	(\$1,641)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$1,524 in FY 2016 and \$1,641 in FY 2017 to reflect the budgetary changes generated from the application of inflation and deflation to certain specific expenditure accounts. Affected accounts include food, library books, electricity, gasoline, and others.

## Department of Agriculture - 62010

### Agricultural Development Division - 50

-----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$18,209)
FY 2017	\$0	(\$18,155)

**PL - 5000444 - Statewide 4% FTE Reduction - Program 50 -**

The 2015 biennium budget included a 4% vacancy savings reduction. Language included in the boilerplate of HB 2 passed by the 2013 Legislature, indicated legislative intent that the 4% vacancy savings be made permanent as an FTE reduction for the 2017 biennium. Change package 5000444 includes a reduction of 0.53 FTE each year and \$36,364 for the biennium to accomplish the FTE reduction.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$4,355	\$77,664
FY 2017	\$4,355	\$77,664

**PL - 5005001 - Program 50 Base Budget Adjustments -**

The budget includes \$77,664 general fund, state special revenue, federal special revenue, and proprietary funding to restore operations authority to base levels in the Agricultural Development Division (ADD). Actual expenditures in FY 2014 were lower than the level authorized by the 63rd Legislature due to the variable nature of agricultural activity. This authority will be used for research contracts and grants, office and program supplies, travel, meeting expenses, and professional services in the alfalfa seed, grain lab, hail insurance, marketing, and certified natural beef programs.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$11,100
FY 2017	\$0	\$11,100

**PL - 5005004 - Program 50 Fees Amended by Rule -**

This request is for \$11,100 state special revenue each year of the biennium. The State Grain Laboratory passed a rule amendment to change fees to be commensurate with costs. The amounts will be used for laboratory equipment and testing supplies at both the main Great Falls lab and the Plentywood satellite lab.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$60,388
FY 2017	\$0	\$60,388

**PL - 5005005 - Hail Insurance Program Administration -**

This request is for \$60,388 per year in proprietary funding for the department to administer the Hail Insurance Program. As a result of the 2013 legislative session's SB 162, the Department of Revenue transferred administrative duties of the Hail Insurance Program to the Department of Agriculture.

-----New Proposals-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$18,363
FY 2017	\$0	\$18,353

**NP - 5005002 - Agriculture Literacy Program -**

This request is for \$18,353 per year in state special revenue to support the instructional coordinator with funds from outside sources. The agricultural literacy program has seen increased demand, providing state standard curriculum materials specific to agriculture to over 3,000 teachers and reaching 80,000 students in a year.

## Department of Agriculture - 62010

### Agricultural Development Division - 50

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$105,000	\$105,000
FY 2017	\$105,000	\$105,000

#### **NP - 5005010 - Food and Ag Development Centers -**

This request for \$105,000 general fund authority each year of the biennium is to maintain funding for the state's four Food and Agricultural Development Centers at the current level. These four centers comprise the Montana Food and Agricultural Development Network which provides training, coaching, and technical assistance to Montanans who wish to develop farm-based renewable energy or other value-added agriculture businesses. Centers offer support with product development, testing, and analysis; regulatory compliance training; food processing; business planning and development; market research and planning; financial analysis; preparing grant and other funding applications; and additional services. The funding is passed through the Department of Agriculture to the four centers in the network.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$76,334)
FY 2017	\$0	(\$82,423)

#### **NP - 5005011 - ADD Coal Severance Tax Reduction -**

The budget includes a reduction of \$76,334 in FY 2016 and \$82,423 in FY 2017 due to declining revenue projections for the Coal Severance Tax Shared fund.