



GOVERNOR
STEVE BULLOCK

STATE OF MONTANA

SECTION E: EDUCATION

Office of Public Instruction
Board of Public Education
School for the Deaf & Blind
Montana Arts Council
Montana State Library
Montana Historical Society

Commissioner of Higher Education
Montana University System (MUS)
Educational Units
Community Colleges
Bureau of Mines & Geology
Agricultural Experiment Station
Cooperative Extension Service
Forestry Experiment Station
Fire Services Training School

OBPP Staff:

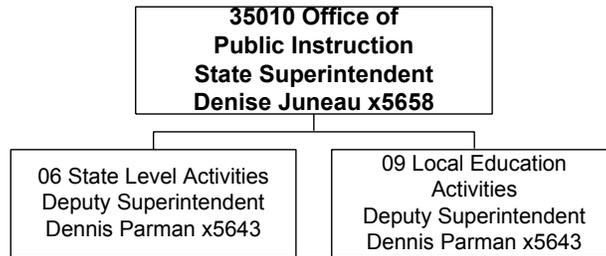
Nancy Hall
Christine Hultin

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GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Office of Public Instruction - 35010



Mission Statement - The Montana Office of Public Instruction provides vision, advocacy, support and leadership for schools and communities to ensure that all students meet today's challenges and tomorrow's opportunities.

Statutory Authority - Title 20, MCA

Language - The following language is requested in HB 2:

"The office of public instruction may distribute funds from the appropriation for In-state Treatment to public school districts for the purpose of providing for educational costs of children with significant behavioral or physical needs."

"All revenue up to \$1.1 million in the state traffic education account for distribution to schools under the provisions of 20-7-506 and 61-5-121, MCA, is appropriated as provided in Title 20, chapter 7, part 5, MCA."

"All appropriations for federal special revenue appropriations in state level activities and in local education activities and all general fund appropriations in local education activities are biennial."

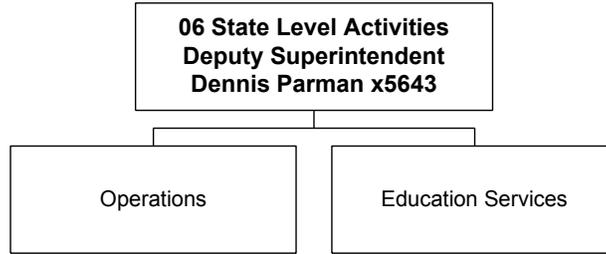
"Early Childhood Education may only be used by the office of public instruction to distribute block grants for voluntary, high-quality, pre-kindergarten for 4-year olds. School districts may partner with Head Start, local child care centers, family child care providers, or provide services within district facilities."

Agency Proposed Budget	Total Exec. Budget Fiscal 2016		Total Exec. Budget Fiscal 2017		Total Exec. Budget 2017 Biennium
Budget Item					
FTE	162.71		162.71		
Personal Services	12,375,486		12,368,306		24,743,792
Operating Expenses	16,829,917		17,044,058		33,873,975
Equipment & Intangible Assets	859,986		859,986		1,719,972
Local Assistance	794,573,061		805,041,692		1,599,614,753
Grants	149,203,279		150,345,279		299,548,558
Transfers	1,833,112		1,833,112		3,666,224
Total Costs	\$975,674,841		\$987,492,433		\$1,963,167,274
General Fund	798,442,862		808,916,666		1,607,359,528
State/Other Special	9,657,023		9,656,829		19,313,852
Federal Spec. Rev. Funds	167,574,956		168,918,938		336,493,894
Total Funds	\$975,674,841		\$987,492,433		\$1,963,167,274

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
06 - State Level Activities	23,089,741	57,533,357	22,980,731	60,653,445	(109,010)	3,120,088	(0.47)%	5.42 %
09 - Local Education Activities	1,411,391,973	1,748,603,899	1,584,378,797	1,902,513,829	172,986,824	153,909,930	12.26 %	8.80 %
Agency Total	\$1,434,481,714	\$1,806,137,256	\$1,607,359,528	\$1,963,167,274	\$172,877,814	\$157,030,018	12.05 %	8.69 %

Office of Public Instruction - 35010

State Level Activities - 06



Program Description - The State Level Activities program provides leadership and coordination of services to a variety of school and public groups. The staff provides assistance to the Superintendent of Public Instruction in performing statutorily prescribed duties. The program: 1) supports the Superintendent's statutory role with the Board of Public Education, Board of Regents, and Land Board; 2) is responsible for the distribution and accounting of state and federal funds provided to school districts; 3) maintains the information systems necessary to assess student achievement and the quality of Montana's elementary and secondary school system; and 4) provides assistance and information to school districts. The program administers all federal grants received by OPI, including curriculum assistance, special education, ESEA administration, secondary vocational education administration, and other educational services.

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	163.35	(0.64)	162.71	(0.64)	162.71	
Personal Services	10,911,428	1,464,058	12,375,486	1,456,878	12,368,306	24,743,792
Operating Expenses	14,916,440	903,331	15,819,771	1,117,470	16,033,910	31,853,681
Equipment & Intangible Assets	859,986	0	859,986	0	859,986	1,719,972
Transfers	1,168,000	0	1,168,000	0	1,168,000	2,336,000
Total Costs	\$27,855,854	\$2,367,389	\$30,223,243	\$2,574,348	\$30,430,202	\$60,653,445
General Fund	10,206,213	1,281,567	11,487,780	1,286,738	11,492,951	22,980,731
State/Other Special	211,388	42,510	253,898	42,316	253,704	507,602
Federal Spec. Rev. Funds	17,438,253	1,043,312	18,481,565	1,245,294	18,683,547	37,165,112
Total Funds	\$27,855,854	\$2,367,389	\$30,223,243	\$2,574,348	\$30,430,202	\$60,653,445

Program Proposed Budget Adjustments	Budget Adjustments		Budget Adjustments	
	Fiscal 2016		Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	712,088	1,445,158	705,620	1,437,670
SWPL - 2 - Fixed Costs	18,632	38,647	19,289	39,606
SWPL - 3 - Inflation Deflation	(1,756)	1,536	(240)	4,720
<i>Total Statewide Present Law Adjustments</i>	<i>\$728,964</i>	<i>\$1,485,341</i>	<i>\$724,669</i>	<i>\$1,481,996</i>
Present Law Adjustments				
PL - 600444 - Statewide 4% FTE Reduction - Program 06	(194,206)	(440,553)	(193,724)	(439,470)
PL - 600627 - Audiological Services	86,907	86,907	101,308	101,308
PL - 600629 - Federal Grant Award Adjustments - Program 06	0	500,000	0	700,000
PL - 600630 - Indirect Cost Base Adj	80,695	156,487	80,119	156,148
<i>Total Present Law Adjustments</i>	<i>(\$26,604)</i>	<i>\$302,841</i>	<i>(\$12,297)</i>	<i>\$517,986</i>
New Proposals				
NP - 600608 - Early Childhood Specialist	88,076	88,076	87,919	87,919
NP - 600609 - GEMS/HS Transcripts Staffing	398,933	398,933	398,491	398,491
NP - 600610 - School Staffing/Finance Compliance System Analyst	92,198	92,198	87,956	87,956
<i>Total New Proposals</i>	<i>\$579,207</i>	<i>\$579,207</i>	<i>\$574,366</i>	<i>\$574,366</i>
Total Budget Adjustments	\$1,281,567	\$2,367,389	\$1,286,738	\$2,574,348

Office of Public Instruction - 35010

State Level Activities - 06

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$712,088	\$1,445,158
FY 2017	\$705,620	\$1,437,670

SWPL - 1 - Personal Services -

The budget includes funds 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	\$18,632	\$38,647
FY 2017	\$19,289	\$39,606

SWPL - 2 - Fixed Costs -

This request includes 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	(\$1,756)	\$1,536
FY 2017	(\$240)	\$4,720

SWPL - 3 - Inflation Deflation -

This change package includes funding 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	(\$194,206)	(\$440,553)
FY 2017	(\$193,724)	(\$439,470)

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 6.81 FTE each year and \$880,023 for the biennium to accomplish the FTE reduction.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$86,907	\$86,907
FY 2017	\$101,308	\$101,308

PL - 600627 - Audiological Services -

This budget request is for \$86,907 of general fund for FY2016 and \$101,308 for FY2017 to fund the statewide Hearing Conservation Program (HCP). The Division of Special Education administers the HCP for the Office of Public Instruction. The 2013 legislature funded \$68,186 for each year, one-time-only, for the 2015 biennium.

Office of Public Instruction - 35010

State Level Activities - 06

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$500,000
FY 2017	\$0	\$700,000

PL - 600629 - Federal Grant Award Adjustments - Program 06 -

This request is for \$1,200,000 of federal funds for the 2017 biennium to adjust for increases in federal grant awards administered by the OPI including the school foods grants, the IDEA-B grant, and the Title I-Part A grant.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$80,695	\$156,487
FY 2017	\$80,119	\$156,148

PL - 600630 - Indirect Cost Base Adj -

The OPI requests funding for the 2017 biennium to cover indirect costs changes associated with the statewide present law and 4% FTE reduction adjustments in Program 06-State Level Activities.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$88,076	\$88,076
FY 2017	\$87,919	\$87,919

NP - 600608 - Early Childhood Specialist -

This general fund request for the 2017 biennium of \$175,995 for 1.00 FTE instructional coordinator for an early childhood specialist and operating expenses for office rent, telephone, and travel for on-site review to work with school districts to implement early childhood programs. This specialist would assist schools with implementing best practices in early childhood education, meeting standards of accreditation for early childhood programs, and to support the development of educators who are endorsed in early childhood education. This specialist would also oversee and allocate funding for early childhood program grants authorized by the legislature.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$398,933	\$398,933
FY 2017	\$398,491	\$398,491

NP - 600609 - GEMS/HS Transcripts Staffing -

This request is for \$797,424 of general fund for the 2017 biennium to retain 4.00 FTE needed to support the K-20 Data Warehouse (GEMS) and the High School Transcript System.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$92,198	\$92,198
FY 2017	\$87,956	\$87,956

NP - 600610 - School Staffing/Finance Compliance System Analyst -

The OPI requests general fund of \$180,154 for the 2017 biennium for 1.00 FTE computer systems analyst to support the TEAMS (Terms of Employment, Accreditation and Master Schedule) system. The TEAMS system is a major addition to OPI's data systems and requires ongoing support to adequately collect and report educator assignments and the associated information required by 20-7-104, MCA. TEAMS went live in the fall of 2013 and will require ongoing maintenance to accommodate changes in data requirements and to make it more user friendly.

Office of Public Instruction - 35010

Local Education Activities - 09

09 Local Education Activities
Deputy Superintendent
Dennis Parman x5643

Program Description - The Local Education Activities Program is used by OPI to distribute state and federal funds to local education agencies.

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						
Operating Expenses	1,010,161	(15)	1,010,146	(13)	1,010,148	2,020,294
Local Assistance	708,640,932	85,932,129	794,573,061	96,400,760	805,041,692	1,599,614,753
Grants	143,902,617	5,300,662	149,203,279	6,442,662	150,345,279	299,548,558
Transfers	665,112	0	665,112	0	665,112	1,330,224
Total Costs	\$854,218,822	\$91,232,776	\$945,451,598	\$102,843,409	\$957,062,231	\$1,902,513,829
General Fund	700,993,807	85,961,275	786,955,082	96,429,908	797,423,715	1,584,378,797
State/Other Special	9,403,125	0	9,403,125	0	9,403,125	18,806,250
Federal Spec. Rev. Funds	143,821,890	5,271,501	149,093,391	6,413,501	150,235,391	299,328,782
Total Funds	\$854,218,822	\$91,232,776	\$945,451,598	\$102,843,409	\$957,062,231	\$1,902,513,829

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 3 - Inflation Deflation	(15)	(15)	(13)	(13)
<i>Total Statewide Present Law Adjustments</i>	<i>(\$15)</i>	<i>(\$15)</i>	<i>(\$13)</i>	<i>(\$13)</i>
Present Law Adjustments				
PL - 900901 - SB 175 BASE Aid-Base Adjustment 1	(11,414,330)	(11,414,330)	(11,414,330)	(11,414,330)
PL - 900902 - SB 175 BASE Aid-Appropriation Adjustment 2	12,900,000	12,900,000	12,900,000	12,900,000
PL - 900903 - SB 175 - Guarantee Account Transfer Adjustment	11,475,089	11,475,089	11,475,089	11,475,089
PL - 900904 - K-12 BASE Aid - Annualize	24,480,372	24,480,372	26,530,628	26,530,628
PL - 900905 - K-12 BASE Aid - Inflation Increase	14,334,392	14,334,392	26,633,513	26,633,513
PL - 900907 - Guarantee Account Estimated Revenue Adjustment	3,472,115	3,472,115	(1,901,297)	(1,901,297)
PL - 900908 - Reimbursement SB 96 Block Grants	11,000,369	11,000,369	10,987,059	10,987,059
PL - 900909 - School District Audit Filing Fees	11,396	11,396	17,352	17,352
PL - 900910 - At-Risk Student Payment - Annualization and Inflation	226,458	226,458	320,780	320,780
PL - 900920 - Special Education Maintenance of Effort	838,274	838,274	838,274	838,274
PL - 900925 - Pupil Transportation Adjustment	100,000	100,000	200,000	200,000
PL - 900940 - Federal Grant Award Adjustments	0	5,271,501	0	6,413,501
PL - 900941 - Biennial Appropriation Adjustments	37,155	37,155	37,153	37,153
PL - 900942 - SB 175 BASE Aid - NRD Payments Adjustment	2,266,414	2,266,414	3,747,942	3,747,942
<i>Total Present Law Adjustments</i>	<i>\$69,727,704</i>	<i>\$74,999,205</i>	<i>\$80,372,163</i>	<i>\$86,785,664</i>
New Proposals				
NP - 900914 - Redirect NRD Payment	(2,266,414)	(2,266,414)	(3,747,942)	(3,747,942)
NP - 900915 - Raise Legal Dropout Age	0	0	952,000	952,000
NP - 900916 - ANB Funding for 19 Year Olds and Older	0	0	353,700	353,700
NP - 900932 - Early Childhood Education (Rst/Bien)	18,500,000	18,500,000	18,500,000	18,500,000
<i>Total New Proposals</i>	<i>\$16,233,586</i>	<i>\$16,233,586</i>	<i>\$16,057,758</i>	<i>\$16,057,758</i>
Total Budget Adjustments	\$85,961,275	\$91,232,776	\$96,429,908	\$102,843,409

Office of Public Instruction - 35010

Local Education Activities - 09

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$15)	(\$15)
FY 2017	(\$13)	(\$13)

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$15 in FY 2016 and \$13 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	(\$11,414,330)	(\$11,414,330)
FY 2017	(\$11,414,330)	(\$11,414,330)

PL - 900901 - SB 175 BASE Aid-Base Adjustment 1 -

This request reduces general fund base funding for K-12 BASE Aid by \$11,414,330 each year of the 2017 biennium. SB 175 passed by the 2013 Legislature appropriated \$25.8 million for K-12 BASE aid for the 2015 biennium which was to be spent \$12.9 million each year of the biennium. In FY 2014 only \$1,485,670 of that appropriation was expended and the \$11.4 million was expended from the K-12 BASE aid appropriation from FY 2015. That appropriation in SB 175 was one-time-only, so is part of the requested funding for K-12 BASE Aid in this budget in PL 900902.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$12,900,000	\$12,900,000
FY 2017	\$12,900,000	\$12,900,000

PL - 900902 - SB 175 BASE Aid-Appropriation Adjustment 2 -

This request is for \$12.9 million each year of ongoing general fund appropriation for K-12 BASE Aid funding to replace a one time appropriation in SB 175, from the 2013 session of \$25.9 million.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$11,475,089	\$11,475,089
FY 2017	\$11,475,089	\$11,475,089

PL - 900903 - SB 175 - Guarantee Account Transfer Adjustment -

This request is for \$22,950,178 of general fund for the 2017 biennium to cover a portion of the K-12 BASE aid paid from the Guarantee Account in FY 2014 and FY 2015. SB175 contained a one-time transfer of \$22,950,178 from the state general fund to a newly created state special revenue account prior to the end of FY 2013. \$11,475,089 was transferred after the beginning of FY 2014 and the remaining \$11,475,089 will be transferred in FY 2015 to the state special revenue Guarantee Account to fund the ongoing costs of K-12 BASE aid. These expenditures for K-12 BASE aid will be made from the general fund in the 2017 biennium as proceeds from the one-time transfer will have been depleted.

Office of Public Instruction - 35010

Local Education Activities - 09

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$24,480,372	\$24,480,372
FY 2017	\$26,530,628	\$26,530,628

PL - 900904 - K-12 BASE Aid - Annualize -

This present law request is for \$49 million general fund appropriation for the 2017 biennium to annualize K-12 BASE Aid funding levels in FY 2016 and FY 2017 to FY 2015 funding levels and SB 175, 2013 session adjustments to basic entitlements and data for achievement payments. The effects of this funding are due to projected average number belonging (ANB) count increases by 0.58% in FY 2016 and another 0.56% in FY 2017, FY 2016 basic entitlements increases of \$10.5 million statewide, and data for achievement payment increases of \$10 per ANB above FY 2014 base year totalling \$1.5 million part of this present law package. This is one of two decision packages for K-12 BASE Aid present law adjustments.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$14,334,392	\$14,334,392
FY 2017	\$26,633,513	\$26,633,513

PL - 900905 - K-12 BASE Aid - Inflation Increase -

This \$41 million general fund request for the 2017 biennium is to support inflationary increases of 2.33% in FY 2016 and 1.79% in FY 2017 as requires in 20-9-326, MCA. Inflation was applied to the per-ANB entitlements, the quality educator payment, the Indian education for all payment, and the American Indian achievement gap payment for each year of the 2017 biennium. Inflation was also applied to the basic entitlements and the data for achievement payment for FY 2017 as these payments were increased above the inflation level in SB 175, 2013 session for FY 2016. This request is one of two components of the K-12 BASE Aid present law adjustment.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$3,472,115	\$3,472,115
FY 2017	(\$1,901,297)	(\$1,901,297)

PL - 900907 - Guarantee Account Estimated Revenue Adjustment -

The Executive requests a biennial increase of \$1.5 million general fund appropriation. This adjustment is offset by like amounts of guarantee account expenses in a statutory appropriation. This decision package aligns estimated revenues with proposed expenditures for the state special revenue guarantee account (20-9-622, MCA). The guarantee account is statutorily appropriated for distribution to K-12 school districts through school equalization aid and is the first source of funding for K-12 BASE Aid (17-2-108, MCA).

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$11,000,369	\$11,000,369
FY 2017	\$10,987,059	\$10,987,059

PL - 900908 - Reimbursement SB 96 Block Grants -

This request is for general fund reimbursement through block grants (non-levy revenue to schools) of \$11 million each year for SB 96 of the 2013 legislative session business equipment tax reductions. Additional GTB in this package will cost \$1.1 million for the biennium, the cost to annualize the county transportation block grants is \$0.4 million, and the county transportation inflation of 0.076% (20-9-632, MCA) cost is \$0.05 million for a total package cost of \$21,987,428. A general fund appropriation of \$7,931,716 for FY 2015 was not in the FY 2014 base.

Office of Public Instruction - 35010

Local Education Activities - 09

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$11,396	\$11,396
FY 2017	\$17,352	\$17,352

PL - 900909 - School District Audit Filing Fees -

This is a request of general fund for \$11,396 for FY2016 and \$17,352 for FY2017 to fund an increase for the payment of school district audit filing fees. OPI must pay school district audit filing fees to the Department of Administration, 2-7-514(2), MCA. The total amount of fees paid in FY 2014 was \$187,130. The projection assumes school district revenues, which are the basis for the fees, will increase 3% each year.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$226,458	\$226,458
FY 2017	\$320,780	\$320,780

PL - 900910 - At-Risk Student Payment - Annualization and Inflation -

General fund expenditure of \$547,238 for the 2017 biennium is requested for the At-Risk student payment. The annualization cost is \$211,001 for the 2017 biennium to increase the base to the FY 2015 funding level and an additional \$336,237 is requested to fund inflationary increases in accordance with 20-9-326, MCA. The inflation rates are 2.33% in FY 2016 and 1.79% in FY 2017.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$838,274	\$838,274
FY 2017	\$838,274	\$838,274

PL - 900920 - Special Education Maintenance of Effort -

The executive requests general fund expenditure of \$838,274 each year of the 2017 biennium to meet the maintenance of effort requirements of the Individuals with Disabilities Education Act (IDEA). Federal law requires the state to maintain fiscal effort from year to year in order to receive funds under the IDEA Part B. Loss of this maintenance funding would result in an equal loss of federal special education funding for the state. The FY 2014 state special education allowable cost payment was \$42,053,692 and the appropriation for FY 2015 is \$42,891,966. This request will carry the FY 2015 funding levels into FY 2016 and FY 2017 costing \$1,676,548.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$100,000	\$100,000
FY 2017	\$200,000	\$200,000

PL - 900925 - Pupil Transportation Adjustment -

This request is for \$300,000 of general fund for the 2017 biennium to fund the state obligation for pupil transportation required under 20-10-145, MCA. The formula-driven reimbursements are expected to increase by \$100,000 in FY 2016 and \$200,000 in FY 2017 over the FY 2014 base. This amount is matched by county property taxes. Base expenditures for FY 2014 are expected to be approximately \$12,150,000. Expenditures over the past three years average \$12.3 million. Second semester transportation payments have been slightly less than the first semester over the past three years.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$5,271,501
FY 2017	\$0	\$6,413,501

PL - 900940 - Federal Grant Award Adjustments -

This request is for \$11,685,002 of federal funds for the 2017 biennium to adjust for increases in federal grant awards the OPI distributes to school districts and other local education agencies administered by the OPI.

Office of Public Instruction - 35010

Local Education Activities - 09

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$37,155	\$37,155
FY 2017	\$37,153	\$37,153

PL - 900941 - Biennial Appropriation Adjustments -

The OPI requests \$37,155 in FY 2016 and \$37,153 in FY 2017 of general fund to establish biennial appropriations at half the amount appropriated for the 2015 biennium. The adjustments are for instate treatment, adult basic education, gifted and talented, and advancing agricultural education.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$2,266,414	\$2,266,414
FY 2017	\$3,747,942	\$3,747,942

PL - 900942 - SB 175 BASE Aid - NRD Payments Adjustment -

This request is for a general fund appropriation of \$4.9 million in FY 2016 and \$8.1 million in FY 2017 to fund the Natural Resource Development (NRD) K-12 Funding Payment. The 2013 Legislature defined the NRD payment in SB 175 as a variable percentage of the basic and per-ANB entitlements above the direct state aid for the general fund budget of a school district. The NRD payment is a non-levy revenue to school districts and, in GTB-eligible districts, it will offset a portion of the guaranteed tax base aid received by the district. The NRD payment begins in FY 2015 with a \$3 million appropriation. In subsequent years, the minimum NRD payment is to be calculated by the OPI as the amount needed to prevent a statewide increase in BASE budget levies associated with inflationary increases in the basic and per-ANB entitlements.

The distribution of the NRD payment to schools will result in a decrease in the state's obligation for guaranteed tax base aid. The GTB savings in FY 2016 are projected to be \$2,633,586 and in FY 2017 are projected to be \$4,352,058. The net cost of the proposal is \$6,014,356.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$2,266,414)	(\$2,266,414)
FY 2017	(\$3,747,942)	(\$3,747,942)

NP - 900914 - Redirect NRD Payment -

The Executive requests \$6 million of general fund be directed to the School Facility and Technology Account (20-9-516, MCA) upon passage and approval of legislation to redirect the Natural Resource Development (NRD) Payment. The payments are scheduled to be \$4.9 million in FY 2016 and \$8.1 million in FY 2017 with offsetting guaranteed tax base aid of \$2.6 million in FY 2016 and \$4.4 million in FY 2017.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$0
FY 2017	\$952,000	\$952,000

NP - 900915 - Raise Legal Dropout Age -

This general fund request is for \$952,000 in FY 2017 to fund an increase in K-12 BASE Aid state support for schools that is anticipated to result from more students staying in high school and completing their graduation requirements as a result of raising the legal dropout age from "age 16" to "age 18 or upon graduation". This decision package is contingent on passage of legislation that would change the legal dropout age from "age 16" to "age 18 or upon graduation".

Office of Public Instruction - 35010

Local Education Activities - 09

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$0
FY 2017	\$353,700	\$353,700

NP - 900916 - ANB Funding for 19 Year Olds and Older -

This request is for \$353,700 of general fund for FY 2017 to provide K-12 funding to school districts for enrolled students who are 19-years of age or older at the time of the official enrollment counts. The estimated cost is based on an estimated count of 88 ANB generated from enrollments of 19 year olds or older. This proposal provides resources to districts to help students recover credit and meet graduation requirements. This decision package is contingent on passage of legislation to include 19 year olds or older students in the official enrollment counts.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$18,500,000	\$18,500,000
FY 2017	\$18,500,000	\$18,500,000

NP - 900932 - Early Childhood Education (Rst/Bien) -

The Executive requests \$37 million for the 2017 biennium to provide early education for 4-year olds in Montana.

Board of Public Education - 51010

K-12 Education - 01

Program Description - The staff of the Administration Program provides administration, research, clerical functions, and management of business affairs for all programs under the purview of the Board of Public Education as outlined in the powers and duties of 20-2-121, MCA .

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	4.00	(1.00)	3.00	(1.00)	3.00	
Personal Services	202,245	28,935	231,180	28,735	230,980	462,160
Operating Expenses	82,454	75,041	157,495	60,657	143,111	300,606
Total Costs	\$284,699	\$103,976	\$388,675	\$89,392	\$374,091	\$762,766
General Fund	119,381	88,544	207,925	74,161	193,542	401,467
State/Other Special	165,318	15,432	180,750	15,231	180,549	361,299
Total Funds	\$284,699	\$103,976	\$388,675	\$89,392	\$374,091	\$762,766

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	101,727	116,303	101,501	115,876
SWPL - 2 - Fixed Costs	14,254	15,110	(139)	717
SWPL - 3 - Inflation Deflation	(69)	(69)	(60)	(60)
<i>Total Statewide Present Law Adjustments</i>	<i>\$115,912</i>	<i>\$131,344</i>	<i>\$101,302</i>	<i>\$116,533</i>
New Proposals				
NP - 4 - FTE reduction for Legal Fees	(27,368)	(27,368)	(27,141)	(27,141)
<i>Total New Proposals</i>	<i>(\$27,368)</i>	<i>(\$27,368)</i>	<i>(\$27,141)</i>	<i>(\$27,141)</i>
Total Budget Adjustments	\$88,544	\$103,976	\$74,161	\$89,392

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$101,727	\$116,303
FY 2017	\$101,501	\$115,876

SWPL - 1 - Personal Services -

The budget includes \$116,303 in FY 2016 and \$115,876 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, and longevity adjustments related to incumbents in each position at the time of the snapshot. In addition, the request includes the impacts of agency vacancy savings due to work plan changes that created 1.50 FTE vacancies during much of the 2015 biennium.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$14,254	\$15,110
FY 2017	(\$139)	\$717

SWPL - 2 - Fixed Costs -

This request includes \$15,110 in FY 2016 and \$717 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.

Board of Public Education - 51010

K-12 Education - 01

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$69)	(\$69)
FY 2017	(\$60)	(\$60)

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$69 in FY 2016 and a reduction of \$60 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.

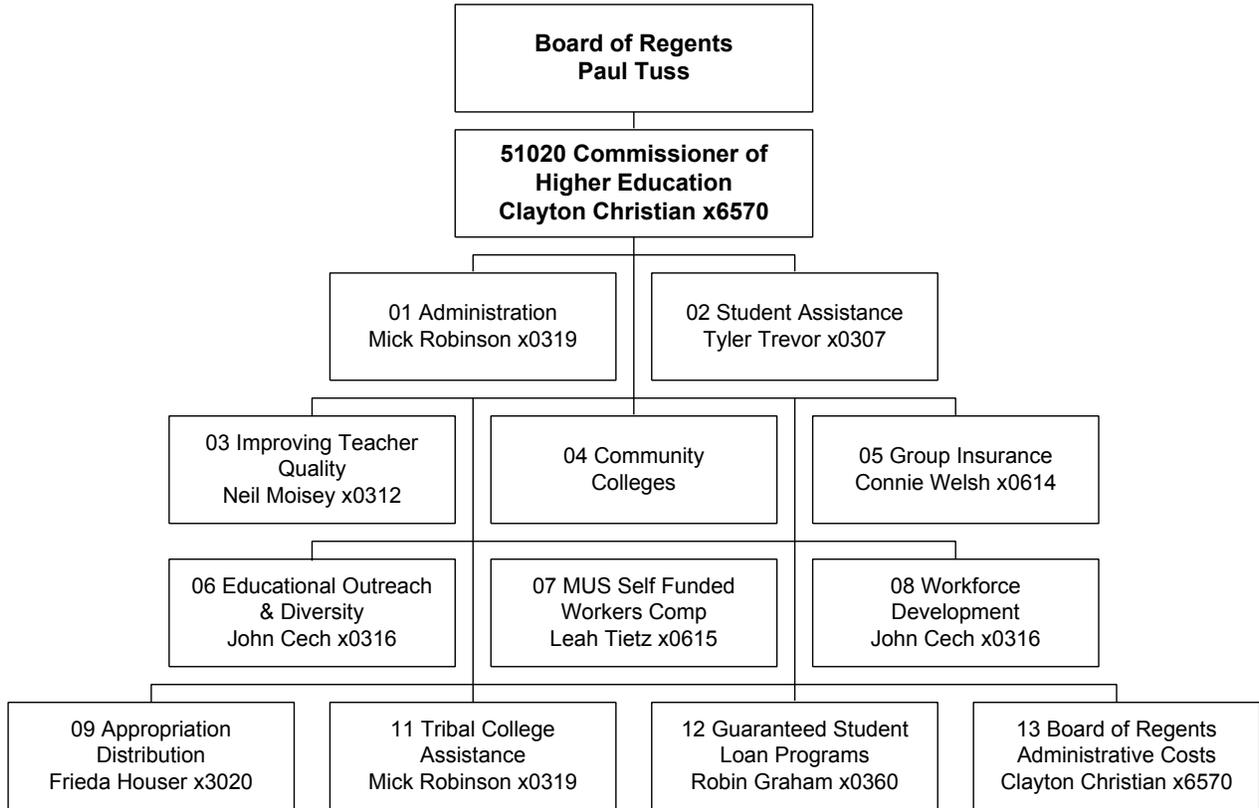
-----New Proposals-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$27,368)	(\$27,368)
FY 2017	(\$27,141)	(\$27,141)

NP - 4 - FTE reduction for Legal Fees -

The Board of Public Education requests a general fund reduction of \$54,509 in the 2017 biennium reducing 1.00 permanent FTE for \$174,510 for the bienium and requests legal fees appropriation of \$120,000 for the 2017 biennium. The position has been vacant since FY 2012 and the board legal fees continue to rise.

Commissioner of Higher Ed - 51020



Mission Statement - To serve students through the delivery of high quality, accessible postsecondary educational opportunities, while actively participating in the preservation and advancement of Montana's economy and society.

Statutory Authority - Article X, Section 9, Montana Constitution and 2-15-1506, MCA

Language - The following language is requested in HB 2:

"Items designated as OCHE Student Assistance (02), Improving Teacher Quality (03), Educational Outreach and Diversity (06), Workforce Development (08), Appropriation Distribution Transfers (09) [excluding Agriculture Experiment Station, Extension Service, Forest and Conservation Experiment Station, Bureau of Mines and Geology, Bureau Ground Water Program and Fire Services Training School] Guaranteed Student Loan (12), and the Board of Regents (13) are a single biennial lump-sum appropriation."

"General fund money, state and federal special revenue and proprietary fund revenue appropriated to the board of regents are included in all Montana university system programs. All other public funds received by units of the Montana university system (other than plant funds appropriated in House Bill No. 5, relating to long-range building) are appropriated to the board of regents and may be expended under the provisions of 17-7-138(2). The board of regents shall allocate the appropriations to individual university system units, as defined in 17-7-102(13), according to board policy."

"The Montana university system, except the office of the commissioner of higher education and the community colleges, shall provide the office of budget and program planning and the legislative fiscal division banner access to the entire university system's banner information system, except for information pertaining to individual students or individual employees that is protected by Article II, sections 9 and 10, of the Montana constitution, 20-25-515, or the Family Educational Rights and Privacy Act of 1974, 20 U.S.C. 1232g."

"The Montana university system shall provide the electronic data required for entering human resource data for the current unrestricted operating funds into the Montana Budgeting and Reporting System (MBARS). The salary and benefit data provided must reflect approved board of regents operating budgets."

"The average budgeted amount for each full-time equivalent student at the community colleges, including is \$6,332 for each

Commissioner of Higher Ed - 51020

year of the 2017 biennium. The general fund appropriation for OCHE -- Community College Assistance provides 50.8% in FY 2016 and 50.8% in FY 2017 of the budget amount for each full-time equivalent student each year of the 2017 biennium. The remaining percentage of the budget amount for each full-time equivalent student must be paid from funds other than those appropriated for OCHE -- Community College Assistance."

"Community College transfers includes \$23,553 in FY 2016 and \$23,553 in FY 2017 that must be transferred to the energy conservation program account and used to repay the state building revolving fund for energy improvements for Miles CC."

"The general fund appropriation for OCHE -- Community College Assistance is calculated to fund education in the community colleges for an estimated 2,095 resident FTE students each year of the 2017 biennium. If total resident FTE student enrollment in the community colleges is greater than the estimated number for the biennium, the community colleges shall serve the additional students without a state general fund contribution. If actual resident FTE student enrollment is less than the estimated numbers for the biennium, the community colleges shall revert general fund money to the state in accordance with 17-7-142."

"Total audit costs are estimated to be \$162,400 for the community colleges for the biennium. The general fund appropriation for each community college provides 50.8% of the total audit costs in the 2017 biennium. The remaining 49.2% of these costs must be paid from funds other than those appropriated for OCHE -- Community College Assistance -- Legislative Audit. Audit costs charged to the community colleges for the biennium may not exceed \$64,000 for Dawson, \$46,900 for Miles and \$51,500 for Flathead Valley community colleges. Total audit cost for OCHE is \$43,092, GSL program \$16,160, and the university system at U of M -Missoula \$272,918, MSU - Bozeman \$272,918."

"OCHE -- Appropriation Distribution Transfers includes \$1,345,976 in FY 2016 and \$1,344,571 in FY 2017 that must be transferred to the energy conservation program account and used to retire the general obligation bonds sold to fund energy improvements through the state energy conservation program and the state building energy revolving program. The costs of this transfer in each year of the 2017 biennium are as follows: University of Montana-Missoula, \$460,580 in FY 2016 and \$459,951 in FY 2017; University of Montana- Western, \$141,482 in FY 2016 and \$140,706 in FY 2017; UM Helena College, \$61,649 for each year; Montana State University-Bozeman, \$325,388 in each year; Montana State University-Billings \$170,542 for each year; UM Montana Tech, \$32,099 for each year; Great Falls COT \$86,500 for each year; and Montana State University-Northern, \$67,736 each year of the biennium."

"The Montana university system shall pay \$88,506 for the 2017 biennium in current funds in support of the Montana natural resource information system (NRIS) located at the Montana state library. Quarterly payments must be made upon receipt of the bills from the state library, up to the total amount appropriated."

"Funding for the Quality Educator Loan Forgiveness program would continue to assist eligible teachers in their second, third, and fourth years of the program and to provide up to \$3,000 of the remaining balance to as many eligible teachers as the appropriation permits."

Commissioner of Higher Ed - 51020

Agency Proposed Budget	Total Exec. Budget Fiscal 2016	Total Exec. Budget Fiscal 2017	Total Exec. Budget 2017 Biennium
Budget Item			
FTE	89.90	89.90	
Personal Services	6,952,543	6,949,853	13,902,396
Operating Expenses	6,798,721	6,365,349	13,164,070
Equipment & Intangible Assets	21,315	21,315	42,630
Local Assistance	13,656,295	13,651,647	27,307,942
Grants	18,489,439	19,181,112	37,670,551
Benefits & Claims	48,825,537	48,825,537	97,651,074
Transfers	224,715,792	224,530,394	449,246,186
Debt Service	12,682	12,682	25,364
Total Costs	\$319,472,324	\$319,537,889	\$639,010,213
General Fund	232,728,500	232,814,151	465,542,651
State/Other Special	20,710,706	20,710,064	41,420,770
Proprietary Funds	526,336	526,336	1,052,672
Federal Spec. Rev. Funds	65,506,782	65,487,338	130,994,120
Total Funds	\$319,472,324	\$319,537,889	\$639,010,213

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 - Administration Program	6,143,739	7,178,853	21,499,029	22,551,701	15,355,290	15,372,848	249.93 %	214.14 %
02 - Student Assistance Program	27,052,330	27,367,398	28,654,997	29,123,483	1,602,667	1,756,085	5.92 %	6.42 %
03 - Improving Teacher Quality	0	734,697	0	1,034,780	0	300,083	0.00 %	40.84 %
04 - Community College Assistance	27,423,665	27,423,665	27,021,942	27,021,942	(401,723)	(401,723)	(1.46)%	(1.46)%
06 - Educational Outreach & Diversity	193,829	9,225,389	203,899	10,450,020	10,070	1,224,631	5.20 %	13.27 %
08 - Workforce Development Program	180,134	12,600,976	179,971	11,191,414	(163)	(1,409,562)	(0.09)%	(11.19)%
09 - Appropriation Distribution	365,275,652	407,059,621	385,835,071	426,787,355	20,559,419	19,727,734	5.63 %	4.85 %
11 - Tribal College Assistance Pgm	2,053,054	2,053,054	2,006,926	2,006,926	(46,128)	(46,128)	(2.25)%	(2.25)%
12 - Guaranteed Student Loan Pgm	0	91,968,954	0	108,701,776	0	16,732,822	0.00 %	18.19 %
13 - Board of Regents Administration	138,256	138,256	140,816	140,816	2,560	2,560	1.85 %	1.85 %
Agency Total	\$428,460,659	\$585,750,863	\$465,542,651	\$639,010,213	\$37,081,992	\$53,259,350	8.65 %	9.09 %

Commissioner of Higher Ed - 51020

Administration Program - 01

01 Administration
Mick Robinson x0319

Program Description - The administration program includes: 1) general administration of the university system, 2) academic, financial, and legal administration, 3) labor relations and personnel administration, and 4) student assistance administration. Article X, Section 9, of the Montana Constitution requires that the Board of Regents appoints the commissioner and prescribes his powers and duties.

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	24.03	(1.00)	23.03	(1.00)	23.03	
Personal Services	2,399,356	427,145	2,826,501	428,108	2,827,464	5,653,965
Operating Expenses	918,173	36,769	954,942	(7,505)	910,668	1,865,610
Equipment & Intangible Assets	11,063	0	11,063	0	11,063	22,126
Transfers	5,000	7,500,000	7,505,000	7,500,000	7,505,000	15,010,000
Total Costs	\$3,333,592	\$7,963,914	\$11,297,506	\$7,920,603	\$11,254,195	\$22,551,701
General Fund	2,831,002	7,966,449	10,771,170	7,923,138	10,727,859	21,499,029
Proprietary Funds	502,590	(2,535)	526,336	(2,535)	526,336	1,052,672
Total Funds	\$3,333,592	\$7,963,914	\$11,297,506	\$7,920,603	\$11,254,195	\$22,551,701

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	516,778	516,778	517,741	517,741
SWPL - 2 - Fixed Costs	37,574	37,574	(6,781)	(6,781)
SWPL - 3 - Inflation Deflation	(805)	(805)	(724)	(724)
<i>Total Statewide Present Law Adjustments</i>	<i>\$553,547</i>	<i>\$553,547</i>	<i>\$510,236</i>	<i>\$510,236</i>
Present Law Adjustments				
PL - 100444 - Statewide 4% FTE Reduction-Program 01	(87,098)	(89,633)	(87,098)	(89,633)
<i>Total Present Law Adjustments</i>	<i>(\$87,098)</i>	<i>(\$89,633)</i>	<i>(\$87,098)</i>	<i>(\$89,633)</i>
New Proposals				
NP - 100101 - Improve Montana's Economy through Research (Rst/Bien/OTO)	7,500,000	7,500,000	7,500,000	7,500,000
<i>Total New Proposals</i>	<i>\$7,500,000</i>	<i>\$7,500,000</i>	<i>\$7,500,000</i>	<i>\$7,500,000</i>
Total Budget Adjustments	\$7,966,449	\$7,963,914	\$7,923,138	\$7,920,603

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$516,778	\$516,778
FY 2017	\$517,741	\$517,741

SWPL - 1 - Personal Services -

The budget includes \$516,778 in FY 2016 and \$517,741 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.

Commissioner of Higher Ed - 51020

Administration Program - 01

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$37,574	\$37,574
FY 2017	(\$6,781)	(\$6,781)

SWPL - 2 - Fixed Costs -

This request includes \$37,574 in FY 2016 and a reduction of \$6,781 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	(\$805)	(\$805)
FY 2017	(\$724)	(\$724)

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$805 in FY 2016 and \$724 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	(\$87,098)	(\$89,633)
FY 2017	(\$87,098)	(\$89,633)

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 PL 100444 includes a reduction of \$179,266 for the biennium to accomplish the FTE reduction.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$7,500,000	\$7,500,000
FY 2017	\$7,500,000	\$7,500,000

NP - 100101 - Improve Montana's Economy through Research (Rst/Bien/OTO) -

The executive recommends a restricted, biennial, and one-time-only appropriation of \$15 million general fund for research projects. These funds would serve as seed money to leverage university-based research into strategic advancements for Montana's economy. The Commissioner of Higher Education will administer competitive grants to researchers on the basis of each new project's potential for private-sector job creation, commercialization, and economic return on investment for the State of Montana. Areas of emphasis shall include agriculture, energy, natural resources, manufacturing, health, and biomedical sciences.

Commissioner of Higher Ed - 51020

Student Assistance Program - 02

**02 Student Assistance
Tyler Trevor x0307**

Program Description - This program includes all student grant funding. Types of grants include: work study, state grants, federal grant matching programs, and student grants for attending professional schools which are not available in Montana such as medicine, dentistry, and veterinary medicine. Title 20, Chapters 25 and 26, MCA, govern the program.

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	1.50	0.00	1.50	0.00	1.50	
Personal Services	94,434	16,223	110,657	15,947	110,381	221,038
Operating Expenses	51,329	113,173	164,502	113,155	164,484	328,986
Local Assistance	131,000	10,000	141,000	14,000	145,000	286,000
Grants	9,659,634	4,138,259	13,797,893	4,829,932	14,489,566	28,287,459
Total Costs	\$9,936,397	\$4,277,655	\$14,214,052	\$4,973,034	\$14,909,431	\$29,123,483
General Fund	9,828,463	4,151,244	13,979,707	4,846,827	14,675,290	28,654,997
State/Other Special	107,934	126,411	234,345	126,207	234,141	468,486
Total Funds	\$9,936,397	\$4,277,655	\$14,214,052	\$4,973,034	\$14,909,431	\$29,123,483

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	2,985	19,957	2,895	19,681
SWPL - 2 - Fixed Costs	0	(1)	0	(19)
<i>Total Statewide Present Law Adjustments</i>	<i>\$2,985</i>	<i>\$19,956</i>	<i>\$2,895</i>	<i>\$19,662</i>
Present Law Adjustments				
PL - 200202 - WICHE/WWAMI/MN Dental	1,239,079	1,239,079	1,600,602	1,600,602
PL - 200204 - Montana Family Education Savings Program	0	113,174	0	113,174
PL - 200444 - Statewide 4% FTE Reduction-Program 02	0	(3,734)	0	(3,734)
<i>Total Present Law Adjustments</i>	<i>\$1,239,079</i>	<i>\$1,348,519</i>	<i>\$1,600,602</i>	<i>\$1,710,042</i>
New Proposals				
NP - 200201 - Student Assistance Fund Allocation	2,587,890	2,587,890	2,587,890	2,587,890
NP - 200203 - Veterinary Medicine	321,290	321,290	655,440	655,440
<i>Total New Proposals</i>	<i>\$2,909,180</i>	<i>\$2,909,180</i>	<i>\$3,243,330</i>	<i>\$3,243,330</i>
Total Budget Adjustments	\$4,151,244	\$4,277,655	\$4,846,827	\$4,973,034

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$2,985	\$19,957
FY 2017	\$2,895	\$19,681

SWPL - 1 - Personal Services -

The budget includes \$19,957 in FY 2016 and \$19,681 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.

Commissioner of Higher Ed - 51020

Student Assistance Program - 02

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$1)
FY 2017	\$0	(\$19)

SWPL - 2 - Fixed Costs -

This request includes a reduction of \$1 in FY 2016 and \$19 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.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$1,239,079	\$1,239,079
FY 2017	\$1,600,602	\$1,600,602

PL - 200202 - WICHE/WWAMI/MN Dental -

This request is for continued state support to fund first year and continuing student slots at anticipated increased tuition levels for the WICHE, WWAMI, and MN Dental professional student exchange programs. The estimated increase is largely the result of the WWAMI expansion authorized by the 2013 Legislature which increased the number of students in each class year by 10. The FY 2014 base year included support for a total of 60 WWAMI students. The incremental student growth of 20 in FY 2016 is \$1,239,079 and the incremental student growth of 30 in FY 2017 is \$1,600,602 from the base year.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$113,174
FY 2017	\$0	\$113,174

PL - 200204 - Montana Family Education Savings Program -

The Montana Family Education Savings Program is entering into a new contract for a program manager. As a result, the program will be responsible for marketing and promoting the plan. Additional expenses will be incurred with the increased responsibilities for marketing campaigns and promotional materials, mailings, and promotional travel. The new contract will generate sufficient revenue to cover the additional expenditures.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$3,734)
FY 2017	\$0	(\$3,734)

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 PL 200444 includes a reduction of \$7,468 for the biennium to accomplish the FTE reduction.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$2,587,890	\$2,587,890
FY 2017	\$2,587,890	\$2,587,890

NP - 200201 - Student Assistance Fund Allocation -

This request is to continue general fund support for the Governor's Best and Brightest Scholarship of \$2,093,000 per year and the Quality Educator Loan Forgiveness Program of \$494,890 per year.

Commissioner of Higher Ed - 51020

Student Assistance Program - 02

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$321,290	\$321,290
FY 2017	\$655,440	\$655,440

NP - 200203 - Veterinary Medicine -

This request is for state support to fund 10 Montana cooperative veterinary medicine slots per year at WSU. The first year students attend MSU, then the student attends WSU for a maximum of 3 years to complete the program. FY 2016 is the first year 10 MSU students will attend WSU with support fees of \$321,290. FY 2017 will bring 20 MSU students to attend WSU with support fees of \$655,440. FY 2018 will bring 30 MSU students to WSU. This program was supported with one-time only appropriations in the 2015 Biennium.

Commissioner of Higher Ed - 51020

Improving Teacher Quality - 03

**03 Improving Teacher Quality
Neil Moisey x0312**

Program Description - This program is a federal grant program aimed at upgrading teaching skills of teachers in math and science.

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						
Personal Services	3,983	(3,983)	0	(3,983)	0	0
Operating Expenses	1,034	16,356	17,390	16,356	17,390	34,780
Grants	148,535	351,465	500,000	351,465	500,000	1,000,000
Total Costs	\$153,552	\$363,838	\$517,390	\$363,838	\$517,390	\$1,034,780
Federal Spec. Rev. Funds	153,552	363,838	517,390	363,838	517,390	1,034,780

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	0	(3,983)	0	(3,983)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>(\$3,983)</i>	<i>\$0</i>	<i>(\$3,983)</i>
Present Law Adjustments				
PL - 300301 - Improving Teacher Quality Federal Grants	0	367,821	0	367,821
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$367,821</i>	<i>\$0</i>	<i>\$367,821</i>
Total Budget Adjustments	\$0	\$363,838	\$0	\$363,838

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$3,983)
FY 2017	\$0	(\$3,983)

SWPL - 1 - Personal Services -

The budget includes a reduction of \$3,983 in FY 2016 and \$3,983 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.

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

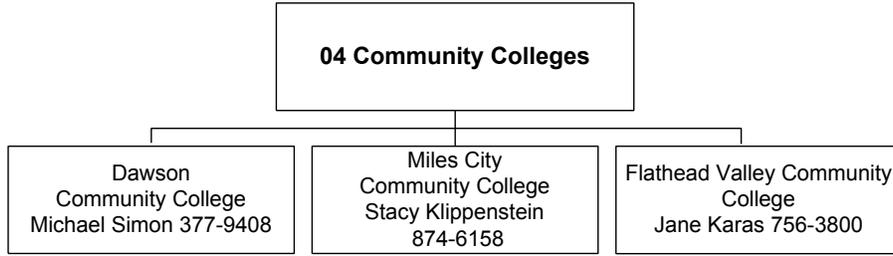
	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$367,821
FY 2017	\$0	\$367,821

PL - 300301 - Improving Teacher Quality Federal Grants -

This request is for additional federal spending authority for grants to improve teacher quality. Due to carry over of federal funds, more federal awards are projected to be given in FY 2016 and FY 2017 than were expended in FY 2014. The request also results in indirect costs associated with the grant.

Commissioner of Higher Ed - 51020

Community College Assistance - 04



Program Description - This program distributes funds appropriated by the legislature in support of the three community colleges: Miles Community College, Dawson Community College, and Flathead Valley Community College. Each community college district has an elected board of trustees. The regents have statutory authority to control the community colleges in Title 20, Chapter 15, MCA.

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
Local Assistance	12,889,160	626,135	13,515,295	617,487	13,506,647	27,021,942
Total Costs	\$12,889,160	\$626,135	\$13,515,295	\$617,487	\$13,506,647	\$27,021,942
General Fund	12,889,160	626,135	13,515,295	617,487	13,506,647	27,021,942
Total Funds	\$12,889,160	\$626,135	\$13,515,295	\$617,487	\$13,506,647	\$27,021,942

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Present Law Adjustments				
PL - 400401 - Community College Support	626,135	626,135	617,487	617,487
<i>Total Present Law Adjustments</i>	<i>\$626,135</i>	<i>\$626,135</i>	<i>\$617,487</i>	<i>\$617,487</i>
Total Budget Adjustments	\$626,135	\$626,135	\$617,487	\$617,487

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$626,135	\$626,135
FY 2017	\$617,487	\$617,487

PL - 400401 - Community College Support -

Community Colleges are requesting state funding increases from their base budgets in accordance with the statutory funding formula of \$626,135 for FY 2016 and \$617,487 for FY 2017. The decision package reflects changes in enrollment FTE, Dawson and Miles banner support, and the increase in audit from the amount already included in the base.

Commissioner of Higher Ed - 51020

Educational Outreach & Diversity - 06

**06 Educational Outreach
& Diversity
John Cech x0316**

Program Description - This program is primarily a federally-funded program to decrease the dropout rate of disadvantaged students in high schools and increase their enrollment and retention in post-secondary education.

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	19.90	0.00	19.90	0.00	19.90	
Personal Services	894,697	363,684	1,258,381	360,874	1,255,571	2,513,952
Operating Expenses	1,669,035	(983)	1,668,052	(1,019)	1,668,016	3,336,068
Grants	775,779	624,221	1,400,000	624,221	1,400,000	2,800,000
Transfers	460,144	439,856	900,000	439,856	900,000	1,800,000
Total Costs	\$3,799,655	\$1,426,778	\$5,226,433	\$1,423,932	\$5,223,587	\$10,450,020
General Fund	96,468	5,669	102,137	5,294	101,762	203,899
Federal Spec. Rev. Funds	3,703,187	1,421,109	5,124,296	1,418,638	5,121,825	10,246,121
Total Funds	\$3,799,655	\$1,426,778	\$5,226,433	\$1,423,932	\$5,223,587	\$10,450,020

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	6,652	363,684	6,313	360,874
SWPL - 2 - Fixed Costs	(256)	(256)	(382)	(382)
SWPL - 3 - Inflation Deflation	(727)	(727)	(637)	(637)
<i>Total Statewide Present Law Adjustments</i>	<i>\$5,669</i>	<i>\$362,701</i>	<i>\$5,294</i>	<i>\$359,855</i>
Present Law Adjustments				
PL - 600601 - GEAR UP Federal Funds Request	0	1,064,077	0	1,064,077
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$1,064,077</i>	<i>\$0</i>	<i>\$1,064,077</i>
Total Budget Adjustments	\$5,669	\$1,426,778	\$5,294	\$1,423,932

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$6,652	\$363,684
FY 2017	\$6,313	\$360,874

SWPL - 1 - Personal Services -

The budget includes \$363,684 in FY 2016 and \$360,874 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.

Commissioner of Higher Ed - 51020

Educational Outreach & Diversity - 06

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$256)	(\$256)
FY 2017	(\$382)	(\$382)

SWPL - 2 - Fixed Costs -

This request includes a reduction of \$256 in FY 2016 and \$382 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	(\$727)	(\$727)
FY 2017	(\$637)	(\$637)

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$727 in FY 2016 and \$637 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	\$1,064,077
FY 2017	\$0	\$1,064,077

PL - 600601 - GEAR UP Federal Funds Request -

The budget includes federal authority necessary to make transfers of funding to OPI and to fully fund federal scholarships to students for the GEAR UP program.

Commissioner of Higher Ed - 51020

Workforce Development Program - 08

**08 Workforce Development
John Cech x0316**

Program Description - The OCHE and the Office of Public Instruction coordinate the primarily federal efforts to support vocational education at the secondary and post-secondary levels.

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	4.45	0.00	4.45	0.00	4.45	
Personal Services	297,458	83,288	380,746	83,037	380,495	761,241
Operating Expenses	416,373	(59)	416,314	(104)	416,269	832,583
Grants	1,788,083	0	1,788,083	0	1,788,083	3,576,166
Transfers	3,010,712	0	3,010,712	0	3,010,712	6,021,424
Total Costs	\$5,512,626	\$83,229	\$5,595,855	\$82,933	\$5,595,559	\$11,191,414
General Fund	90,067	(59)	90,008	(104)	89,963	179,971
Federal Spec. Rev. Funds	5,422,559	83,288	5,505,847	83,037	5,505,596	11,011,443
Total Funds	\$5,512,626	\$83,229	\$5,595,855	\$82,933	\$5,595,559	\$11,191,414

Program Proposed Budget Adjustments				
	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	0	83,288	0	83,037
SWPL - 2 - Fixed Costs	(2)	(2)	(52)	(52)
SWPL - 3 - Inflation Deflation	(57)	(57)	(52)	(52)
<i>Total Statewide Present Law Adjustments</i>	(\$59)	\$83,229	(\$104)	\$82,933
Total Budget Adjustments	(\$59)	\$83,229	(\$104)	\$82,933

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$83,288
FY 2017	\$0	\$83,037

SWPL - 1 - Personal Services -

The budget includes \$83,288 in FY 2016 and \$83,037 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	(\$2)	(\$2)
FY 2017	(\$52)	(\$52)

SWPL - 2 - Fixed Costs -

This request includes a reduction of \$2 in FY 2016 and \$52 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.

Commissioner of Higher Ed - 51020

Workforce Development Program - 08

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$57)	(\$57)
FY 2017	(\$52)	(\$52)

SWPL - 3 - Inflation Deflation -

This change package includes a reductions of \$57 in FY 2016 and \$52 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.

Commissioner of Higher Ed - 51020

Appropriation Distribution - 09

**09 Appropriation
Distribution
Frieda Houser x0320**

Program Description - The Appropriation Distribution Program in the Office of the Commissioner of Higher Education (OCHE) is the conduit through which state funds flow to: the university system units and colleges of technology and other campus related appropriations, and the research/public service agencies.

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						
Operating Expenses	0	372,593	372,593	0	0	372,593
Transfers	196,011,069	17,289,011	213,300,080	17,103,613	213,114,682	426,414,762
Total Costs	\$196,011,069	\$17,661,604	\$213,672,673	\$17,103,613	\$213,114,682	\$426,787,355
General Fund	175,672,463	17,523,849	193,196,312	16,966,296	192,638,759	385,835,071
State/Other Special	20,338,606	137,755	20,476,361	137,317	20,475,923	40,952,284
Total Funds	\$196,011,069	\$17,661,604	\$213,672,673	\$17,103,613	\$213,114,682	\$426,787,355

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Present Law Adjustments				
PL - 900100 - Governor's Montana Funding Higher Ed	17,523,849	17,661,604	16,966,296	17,103,613
<i>Total Present Law Adjustments</i>	<i>\$17,523,849</i>	<i>\$17,661,604</i>	<i>\$16,966,296</i>	<i>\$17,103,613</i>
Total Budget Adjustments	\$17,523,849	\$17,661,604	\$16,966,296	\$17,103,613

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$17,523,849	\$17,661,604
FY 2017	\$16,966,296	\$17,103,613

PL - 900100 - Governor's Montana Funding Higher Ed -

In accordance with the Governor's Performance Appropriation (GPA) this decision package includes \$17,661,604 in FY 2016 and \$17,103,613 in FY 2017 to fund present law adjustments. Items funded with this present law adjustment are personal services such as faculty, classified, and contract employee market/merit/inversion pay, mandatory fee waivers, fixed costs such as utilities, inflation/deflation, and audit costs. These costs are funded at the resident state share as a percentage of total students. Also included is the annualization of the increased slots for the MSU veterinary medicine program that was approved by the 2013 legislature.

Commissioner of Higher Ed - 51020

Tribal College Assistance Pgm - 11

**11 Tribal College Assistance
Mick Robinson x0319**

Program Description - The Tribal College Assistance program provides funding to tribal colleges to support a portion of the costs of educating nonbeneficiary Montana students (non-tribal members) attending the seven tribal community colleges on the reservations in Montana. Section 20-25-428, MCA requires the Board of Regents to provide assistance to tribal colleges "subject to a line item appropriation" by the legislature, up to a maximum of \$3,024 per year for each nonbeneficiary student FTE.

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
Grants	819,021	184,442	1,003,463	184,442	1,003,463	2,006,926
Total Costs	\$819,021	\$184,442	\$1,003,463	\$184,442	\$1,003,463	\$2,006,926
General Fund	819,021	184,442	1,003,463	184,442	1,003,463	2,006,926
Total Funds	\$819,021	\$184,442	\$1,003,463	\$184,442	\$1,003,463	\$2,006,926

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
New Proposals				
NP - 1101101 - Increase Tribal Assistance	184,442	184,442	184,442	184,442
<i>Total New Proposals</i>	<i>\$184,442</i>	<i>\$184,442</i>	<i>\$184,442</i>	<i>\$184,442</i>
Total Budget Adjustments	\$184,442	\$184,442	\$184,442	\$184,442

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$184,442	\$184,442
FY 2017	\$184,442	\$184,442

NP - 1101101 - Increase Tribal Assistance -

This request includes an increase in tribal assistance to the statutory level. The request is for \$184,442 in FY 2016 and \$184,442 in FY 2017.

Commissioner of Higher Ed - 51020

Guaranteed Student Loan Pgm - 12

**12 Guaranteed Student
Loan Program
Robin Graham x0360**

Program Description - The Guaranteed Student Loan Program (GSL) operates under federal regulation to guarantee federal student loans. GSL purchases and services student loans that have been defaulted, works to prevent default, collects outstanding principle from defaulted loans , and provides training and technical assistance to schools and lenders under Title 20, Chapter 26, MCA.

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	44.00	(2.98)	41.02	(2.98)	41.02	
Personal Services	1,672,627	697,331	2,369,958	697,015	2,369,642	4,739,600
Operating Expenses	2,539,350	601,470	3,140,820	585,064	3,124,414	6,265,234
Equipment & Intangible Assets	10,252	0	10,252	0	10,252	20,504
Benefits & Claims	35,344,046	13,481,491	48,825,537	13,481,491	48,825,537	97,651,074
Debt Service	12,682	0	12,682	0	12,682	25,364
Total Costs	\$39,578,957	\$14,780,292	\$54,359,249	\$14,763,570	\$54,342,527	\$108,701,776
Federal Spec. Rev. Funds	39,578,957	14,780,292	54,359,249	14,763,570	54,342,527	108,701,776

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	0	857,888	0	857,572
SWPL - 2 - Fixed Costs	0	1,212	0	(15,474)
SWPL - 3 - Inflation Deflation	0	258	0	538
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$859,358</i>	<i>\$0</i>	<i>\$842,636</i>
Present Law Adjustments				
PL - 1200444 - Statewide 4% FTE Reduction-Program 12 GSL	0	(160,557)	0	(160,557)
PL - 1201201 - MGSLP Claim Payments	0	13,481,491	0	13,481,491
PL - 1201202 - MGSLP Collections Costs	0	600,000	0	600,000
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$13,920,934</i>	<i>\$0</i>	<i>\$13,920,934</i>
Total Budget Adjustments	\$0	\$14,780,292	\$0	\$14,763,570

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$857,888
FY 2017	\$0	\$857,572

SWPL - 1 - Personal Services -

The budget includes \$857,888 in FY 2016 and \$857,572 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.

Commissioner of Higher Ed - 51020

Guaranteed Student Loan Pgm - 12

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$1,212
FY 2017	\$0	(\$15,474)

SWPL - 2 - Fixed Costs -

This request includes \$1,212 in FY 2016 and a reduction of \$15,474 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	\$258
FY 2017	\$0	\$538

SWPL - 3 - Inflation Deflation -

This change package includes \$258 in FY 2016 and \$538 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	(\$160,557)
FY 2017	\$0	(\$160,557)

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

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 \$321,114 for the biennium to accomplish the FTE reduction.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$13,481,491
FY 2017	\$0	\$13,481,491

PL - 1201201 - MGSLP Claim Payments -

The Montana Guaranteed Student Loan Program (MGSLP) continues to experience a steady growth in the number of Lender Request for Assistance (LRA's) filed for defaulted borrowers. As the guarantor, MGSLP purchases the loans, using federal funds, from the lender and is then tasked with collecting on the loan. The increase in the number of defaulted borrowers is attributed to the slow recovery of the economy and all borrower repayment options being exhausted. MGSLP expects the trend to continue into the 2017 biennium and anticipates needing additional appropriation authority for each year of the biennium to accommodate the potential purchase of default claims.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$600,000
FY 2017	\$0	\$600,000

PL - 1201202 - MGSLP Collections Costs -

The Montana Guaranteed Student Loan Program (MGSLP) anticipates a need for additional appropriation authority for increased collection costs, payable to its collection agency, and to absorb additional default aversion expenses, due to the increasing number of defaulted borrowers.

Commissioner of Higher Ed - 51020

Board of Regents Administration - 13

13 Board of Regents
Paul Tuss

Program Description - The Board of Regents program provides secretarial support, travel and per diem for the Board of Regents. The Board of Regents has full power, responsibility, and authority to supervise, coordinate, manage, and control the Montana University System under Article X, Section 9, Montana Constitution, and 20-25-301, MCA.

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						
Personal Services	3,450	2,850	6,300	2,850	6,300	12,600
Operating Expenses	63,263	845	64,108	845	64,108	128,216
Total Costs	\$66,713	\$3,695	\$70,408	\$3,695	\$70,408	\$140,816
General Fund	66,713	3,695	70,408	3,695	70,408	140,816
Total Funds	\$66,713	\$3,695	\$70,408	\$3,695	\$70,408	\$140,816

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Present Law Adjustments				
PL - 1301301 - Board of Regents Per Diem & Mileage	3,695	3,695	3,695	3,695
<i>Total Present Law Adjustments</i>	<i>\$3,695</i>	<i>\$3,695</i>	<i>\$3,695</i>	<i>\$3,695</i>
Total Budget Adjustments	\$3,695	\$3,695	\$3,695	\$3,695

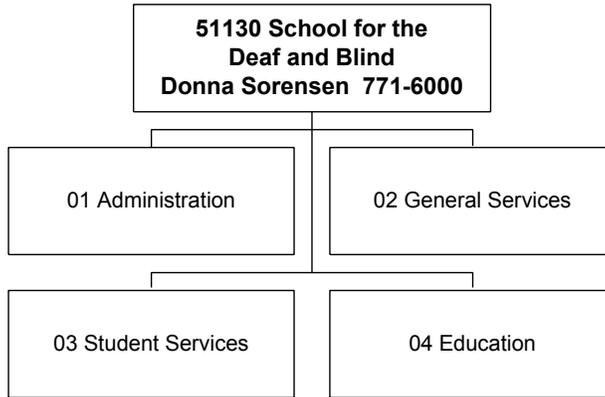
-----**Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$3,695	\$3,695
FY 2017	\$3,695	\$3,695

PL - 1301301 - Board of Regents Per Diem & Mileage -

The budget includes \$3,695 general fund each year to cover anticipated per diem and mileage expenses for the Board of Regents.

School For the Deaf & Blind - 51130



Mission Statement - To provide to deaf children and blind children in the state of Montana a quality comprehensive education that will impart the opportunities to enable them to achieve their greatest potential of independence and success; and to serve as a resource center providing information, consultation, technical assistance, and leadership to (1) parents of deaf and/or blind children not yet enrolled in an educational program, (2) public schools in the state having deaf and/or blind children enrolled, and (3) organizations and individuals concerned with the provision of services to these children.

Statutory Authority - Title 20, Chapter 8, part 1, MCA.

Agency Proposed Budget	Total Exec. Budget Fiscal 2016	Total Exec. Budget Fiscal 2017	Total Exec. Budget 2017 Biennium
Budget Item			
FTE	88.61	88.61	
Personal Services	6,458,291	6,447,566	12,905,857
Operating Expenses	859,427	814,230	1,673,657
Transfers	9,000	9,000	18,000
Debt Service	28,451	28,451	56,902
Total Costs	\$7,355,169	\$7,299,247	\$14,654,416
General Fund	7,030,325	6,974,403	14,004,728
State/Other Special	255,680	255,680	511,360
Federal Spec. Rev. Funds	69,164	69,164	138,328
Total Funds	\$7,355,169	\$7,299,247	\$14,654,416

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 - Administration Program	947,819	947,819	982,719	982,719	34,900	34,900	3.68 %	3.68 %
02 - General Services	1,088,074	1,088,074	1,171,221	1,171,221	83,147	83,147	7.64 %	7.64 %
03 - Student Services	3,122,256	3,168,256	3,376,944	3,420,764	254,688	252,508	8.16 %	7.97 %
04 - Education	8,207,758	8,825,838	8,473,844	9,079,712	266,086	253,874	3.24 %	2.88 %
Agency Total	\$13,365,907	\$14,029,987	\$14,004,728	\$14,654,416	\$638,821	\$624,429	4.78 %	4.45 %

School For the Deaf & Blind - 51130

Administration Program - 01

01 Administration

Program Description - The Administration Program staff provide purchasing, accounting, personnel functions, and management of business affairs for the school.

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	5.00	0.00	5.00	0.00	5.00	
Personal Services	364,072	5,454	369,526	5,023	369,095	738,621
Operating Expenses	108,688	25,084	133,772	1,638	110,326	244,098
Total Costs	\$472,760	\$30,538	\$503,298	\$6,661	\$479,421	\$982,719
General Fund	472,760	30,538	503,298	6,661	479,421	982,719
Total Funds	\$472,760	\$30,538	\$503,298	\$6,661	\$479,421	\$982,719

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	5,454	5,454	5,023	5,023
SWPL - 2 - Fixed Costs	25,084	25,084	1,638	1,638
<i>Total Statewide Present Law Adjustments</i>	<i>\$30,538</i>	<i>\$30,538</i>	<i>\$6,661</i>	<i>\$6,661</i>
Total Budget Adjustments	\$30,538	\$30,538	\$6,661	\$6,661

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$5,454	\$5,454
FY 2017	\$5,023	\$5,023

SWPL - 1 - Personal Services -

The budget includes \$5,454 in FY 2016 and \$5,023 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	\$25,084	\$25,084
FY 2017	\$1,638	\$1,638

SWPL - 2 - Fixed Costs -

This request includes \$25,084 in FY 2016 and \$1,638 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.

School For the Deaf & Blind - 51130

General Services - 02

02 General Services

Program Description - The General Services Program staff are responsible for general upkeep and maintenance of the school's eight buildings and 18.5 acre campus.

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	4.57	0.00	4.57	0.00	4.57	
Personal Services	219,165	24,328	243,493	24,100	243,265	486,758
Operating Expenses	293,935	10,479	304,414	11,212	305,147	609,561
Transfers	11,300	(2,300)	9,000	(2,300)	9,000	18,000
Debt Service	28,451	0	28,451	0	28,451	56,902
Total Costs	\$552,851	\$32,507	\$585,358	\$33,012	\$585,863	\$1,171,221
General Fund	552,851	32,507	585,358	33,012	585,863	1,171,221
Total Funds	\$552,851	\$32,507	\$585,358	\$33,012	\$585,863	\$1,171,221

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	24,328	24,328	24,100	24,100
SWPL - 2 - Fixed Costs	6,735	6,735	6,541	6,541
SWPL - 3 - Inflation Deflation	1,444	1,444	2,371	2,371
<i>Total Statewide Present Law Adjustments</i>	<i>\$32,507</i>	<i>\$32,507</i>	<i>\$33,012</i>	<i>\$33,012</i>
Total Budget Adjustments	\$32,507	\$32,507	\$33,012	\$33,012

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$24,328	\$24,328
FY 2017	\$24,100	\$24,100

SWPL - 1 - Personal Services -

The budget includes \$24,328 in FY 2016 and \$24,100 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 and market adjustments made due to new rates available.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$6,735	\$6,735
FY 2017	\$6,541	\$6,541

SWPL - 2 - Fixed Costs -

This request includes \$6,735 in FY 2016 and \$6,541 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.

School For the Deaf & Blind - 51130

General Services - 02

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$1,444	\$1,444
FY 2017	\$2,371	\$2,371

SWPL - 3 - Inflation Deflation -

This change package includes \$1,444 in FY 2016 and \$2,371 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.

School For the Deaf & Blind - 51130

Student Services - 03

03 Student Services

Program Description - The Student Services Program provides residential care for children living at the school.

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	29.54	0.00	29.54	0.00	29.54	
Personal Services	1,300,535	221,439	1,521,974	222,207	1,522,742	3,044,716
Operating Expenses	186,169	1,158	187,327	2,552	188,721	376,048
Total Costs	\$1,486,704	\$222,597	\$1,709,301	\$224,759	\$1,711,463	\$3,420,764
General Fund	1,464,794	222,597	1,687,391	224,759	1,689,553	3,376,944
Federal Spec. Rev. Funds	21,910	0	21,910	0	21,910	43,820
Total Funds	\$1,486,704	\$222,597	\$1,709,301	\$224,759	\$1,711,463	\$3,420,764

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	221,439	221,439	222,207	222,207
SWPL - 3 - Inflation Deflation	1,158	1,158	2,552	2,552
<i>Total Statewide Present Law Adjustments</i>	<i>\$222,597</i>	<i>\$222,597</i>	<i>\$224,759</i>	<i>\$224,759</i>
Total Budget Adjustments	\$222,597	\$222,597	\$224,759	\$224,759

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$221,439	\$221,439
FY 2017	\$222,207	\$222,207

SWPL - 1 - Personal Services -

The budget includes \$221,439 in FY 2016 and \$222,207 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 and market adjustments made due to new rates available.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$1,158	\$1,158
FY 2017	\$2,552	\$2,552

SWPL - 3 - Inflation Deflation -

This change package includes \$1,158 in FY 2016 and \$2,552 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.

School For the Deaf & Blind - 51130

Education - 04

04 Education

Program Description - The Education Program provides an education for children with hearing and/or sight loss that prevents them from receiving a quality education in their local schools. The Education Program serves visually and hearing impaired children who remain in their local school districts by providing deaf/blind educational support services to the students' local schools. The program also offers "mainstream" programs for on-campus students in a joint effort with the Great Falls public school system. Additionally, pursuant to 20-8-102(3), MCA, the school is charged with the responsibility of tracking a child identified as hearing or visually impaired from the time of impairment identification through the child's exit from intervention or educational services.

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	49.50	0.00	49.50	0.00	49.50	
Personal Services	4,011,495	311,803	4,323,298	300,969	4,312,464	8,635,762
Operating Expenses	217,052	16,862	233,914	(7,016)	210,036	443,950
Total Costs	\$4,228,547	\$328,665	\$4,557,212	\$293,953	\$4,522,500	\$9,079,712
General Fund	3,925,613	328,665	4,254,278	293,953	4,219,566	8,473,844
State/Other Special	255,680	0	255,680	0	255,680	511,360
Federal Spec. Rev. Funds	47,254	0	47,254	0	47,254	94,508
Total Funds	\$4,228,547	\$328,665	\$4,557,212	\$293,953	\$4,522,500	\$9,079,712

Program Proposed Budget Adjustments				
	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	284,865	284,865	274,031	274,031
SWPL - 3 - Inflation Deflation	(8,138)	(8,138)	(7,016)	(7,016)
<i>Total Statewide Present Law Adjustments</i>	<i>\$276,727</i>	<i>\$276,727</i>	<i>\$267,015</i>	<i>\$267,015</i>
Present Law Adjustments				
PL - 400005 - Upgrade Software - Lending Library (Rst/OTO)	25,000	25,000	0	0
PL - 400007 - Extra-Curricular Compensation (Rst/OTO)	26,938	26,938	26,938	26,938
<i>Total Present Law Adjustments</i>	<i>\$51,938</i>	<i>\$51,938</i>	<i>\$26,938</i>	<i>\$26,938</i>
Total Budget Adjustments	\$328,665	\$328,665	\$293,953	\$293,953

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$284,865	\$284,865
FY 2017	\$274,031	\$274,031

SWPL - 1 - Personal Services -

The budget includes \$284,865 in FY 2016 and \$274,031 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.

School For the Deaf & Blind - 51130

Education - 04

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$8,138)	(\$8,138)
FY 2017	(\$7,016)	(\$7,016)

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$8,138 in FY 2016 and \$7,016 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	\$25,000	\$25,000
FY 2017	\$0	\$0

PL - 400005 - Upgrade Software - Lending Library (Rst/OTO) -

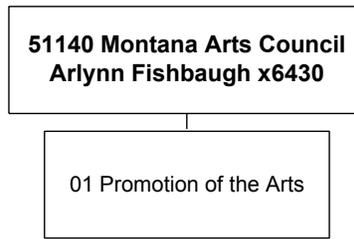
MSDB requests \$25,000 one-time-only general fund appropriation in FY 2016 to replace and upgrade educational technology designed to allow blind and deaf students access to information and instruction in the classroom.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$26,938	\$26,938
FY 2017	\$26,938	\$26,938

PL - 400007 - Extra-Curricular Compensation (Rst/OTO) -

MSDB requests \$26,938 general fund for each year of the 2017 biennium to pay zero-based extracurricular compensation to employees who sponsor after school activities. Each biennium the school must submit a present law decision package to request funding for this item. This request is the same as was submitted and funded in 2015 biennium.

Montana Arts Council - 51140



Mission Statement - The Montana Arts Council is the agency of state government established to develop the creative potential of all Montanans, advance education, spur economic vibrancy, and revitalize communities through involvement in the arts.

Statutory Authority - 22-2-101-109, MCA .

Montana Arts Council - 51140

Promotion of the Arts - 01

Program Description - The Montana Arts Council cooperates with public and private institutions engaged in artistic and cultural activities. The council: 1) recommends appropriate methods to encourage participation in and appreciation of the arts; 2) fosters interest in the state's cultural heritage; 3) expands the state's cultural resources; and 4) encourages and assists freedom of artistic expression through ongoing programs and council initiated projects. The council administers the Cultural and Aesthetic Projects Advisory Committee authorized in 22-2-302, MCA. This committee reviews all proposals for cultural and aesthetic project grants and presents its recommendations to the legislature.

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	7.00	0.00	7.00	0.00	7.00	
Personal Services	634,238	30,007	664,245	28,979	663,217	1,327,462
Operating Expenses	337,388	19,513	356,901	(513)	336,875	693,776
Grants	443,031	0	443,031	0	443,031	886,062
Total Costs	\$1,414,657	\$49,520	\$1,464,177	\$28,466	\$1,443,123	\$2,907,300
General Fund	493,654	19,894	513,548	12,855	506,509	1,020,057
State/Other Special	223,495	11,919	235,414	5,784	229,279	464,693
Federal Spec. Rev. Funds	697,508	17,707	715,215	9,827	707,335	1,422,550
Total Funds	\$1,414,657	\$49,520	\$1,464,177	\$28,466	\$1,443,123	\$2,907,300

Program Proposed Budget Adjustments	Budget Adjustments		Budget Adjustments	
	Fiscal 2016		Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	10,427	30,007	10,070	28,979
SWPL - 2 - Fixed Costs	3,486	10,032	(4,055)	(11,671)
SWPL - 3 - Inflation Deflation	7	19	59	169
<i>Total Statewide Present Law Adjustments</i>	<i>\$13,920</i>	<i>\$40,058</i>	<i>\$6,074</i>	<i>\$17,477</i>
Present Law Adjustments				
PL - 151141 - PL Operating Expenses Adj	5,974	9,462	6,781	10,989
<i>Total Present Law Adjustments</i>	<i>\$5,974</i>	<i>\$9,462</i>	<i>\$6,781</i>	<i>\$10,989</i>
Total Budget Adjustments	\$19,894	\$49,520	\$12,855	\$28,466

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$10,427	\$30,007
FY 2017	\$10,070	\$28,979

SWPL - 1 - Personal Services -

The budget includes \$30,007 in FY 2016 and \$28,979 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, and longevity adjustments related to incumbents in each position at the time of the snapshot.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$3,486	\$10,032
FY 2017	(\$4,055)	(\$11,671)

SWPL - 2 - Fixed Costs -

This request includes \$10,032 in FY 2016 and a reduction of \$11,671 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.

Montana Arts Council - 51140

Promotion of the Arts - 01

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$7	\$19
FY 2017	\$59	\$169

SWPL - 3 - Inflation Deflation -

This change package includes \$19 in FY 2016 and \$169 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.

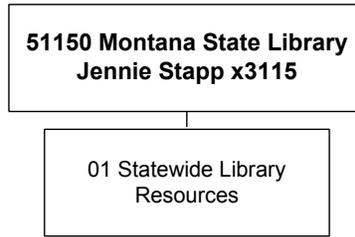
-----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$5,974	\$9,462
FY 2017	\$6,781	\$10,989

PL - 151141 - PL Operating Expenses Adj -

This present law decision package requests \$9,462 in FY 2016 and \$10,989 in FY 2017 to provide increases in the 2017 biennium for legal fees, minor computer equipment, rent increase, and increased production and circulations of the State of the Arts newspaper.

Montana State Library - 51150



Mission Statement - The Montana State Library is committed to strengthening libraries and information services for all Montanans through leadership, advocacy, and service.

Statutory Authority - Title 22, Chapter 1, MCA; Title 90, Chapter 15, MCA; and Title 90, Chapter 1, Part 4, MCA.

Montana State Library - 51150

Statewide Library Resources - 01

Program Description - The program provides: 1) information services to state government employees and officials; 2) assistance to all public libraries; 3) reading material for all blind and physically handicapped Montana residents; 4) direction to the six library federations, and 5) a centralized repository for land and natural resources information. This program also administers the state documents depository system, administers a granting process to implement a land plan, and coordinates the development of information resources and library information systems throughout the state. The program also manages the budgetary, personnel, and administrative functions of the State Library.

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	30.75	(0.29)	30.46	(0.29)	30.46	
Personal Services	2,637,335	(430,266)	2,207,069	(424,873)	2,212,462	4,419,531
Operating Expenses	2,410,555	8,674	2,419,229	(19,675)	2,390,880	4,810,109
Equipment & Intangible Assets	11,405	60	11,465	91	11,496	22,961
Grants	549,805	1,312,375	1,862,180	257,331	807,136	2,669,316
Total Costs	\$5,609,100	\$890,843	\$6,499,943	(\$187,126)	\$5,421,974	\$11,921,917
General Fund	2,882,260	190,474	3,072,734	174,674	3,056,934	6,129,668
State/Other Special	1,738,260	10,224	1,748,484	3,055	1,741,315	3,489,799
Federal Spec. Rev. Funds	988,580	690,145	1,678,725	(364,855)	623,725	2,302,450
Total Funds	\$5,609,100	\$890,843	\$6,499,943	(\$187,126)	\$5,421,974	\$11,921,917

Program Proposed Budget Adjustments				
	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	188,086	(437,227)	193,493	(431,820)
SWPL - 2 - Fixed Costs	88,949	88,949	67,538	67,538
SWPL - 3 - Inflation Deflation	(1,247)	(1,216)	(1,029)	(926)
<i>Total Statewide Present Law Adjustments</i>	<i>\$275,788</i>	<i>(\$349,494)</i>	<i>\$260,002</i>	<i>(\$365,208)</i>
Present Law Adjustments				
PL - 100006 - General Present Law Adjustments	7,930	7,930	7,930	7,930
PL - 100007 - LSTA Grants	0	1,056,720	0	1,676
PL - 100008 - Montana Land Information Grants	0	358,485	0	358,485
PL - 100444 - Statewide 4% FTE Reduction-Program 01	(79,079)	(79,079)	(78,877)	(78,877)
<i>Total Present Law Adjustments</i>	<i>(\$71,149)</i>	<i>\$1,344,056</i>	<i>(\$70,947)</i>	<i>\$289,214</i>
New Proposals				
NP - 100002 - Water Information System Manager	88,665	88,665	88,449	88,449
NP - 100010 - Statutory-HB 203 Library State Aid	(102,830)	(102,830)	(102,830)	(102,830)
NP - 100011 - Coal Severance Tax Shared Reduction	0	(89,554)	0	(96,751)
<i>Total New Proposals</i>	<i>(\$14,165)</i>	<i>(\$103,719)</i>	<i>(\$14,381)</i>	<i>(\$111,132)</i>
Total Budget Adjustments	\$190,474	\$890,843	\$174,674	(\$187,126)

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$188,086	(\$437,227)
FY 2017	\$193,493	(\$431,820)

SWPL - 1 - Personal Services -

The budget includes funding changes in FY 2016 and 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.

Montana State Library - 51150

Statewide Library Resources - 01

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$88,949	\$88,949
FY 2017	\$67,538	\$67,538

SWPL - 2 - Fixed Costs -

This request includes FY 2016 and FY 2017 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	(\$1,247)	(\$1,216)
FY 2017	(\$1,029)	(\$926)

SWPL - 3 - Inflation Deflation -

This change package includes funding changes in FY 2016 and 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	\$7,930	\$7,930
FY 2017	\$7,930	\$7,930

PL - 100006 - General Present Law Adjustments -

MSL requests \$7,930 each year of the 2017 biennium for increased costs of board member per diem and legal fees through the Department of Justice.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$1,056,720
FY 2017	\$0	\$1,676

PL - 100007 - LSTA Grants -

This proposal brings the appropriation of federal Library Services and Technology Act (LSTA) funds to \$1.3 million in the first year of the 2017 biennium and \$245,000 in the second year. LSTA funding is received each year for a two-year award cycle and projects are approved by the Library Commission based on a five year plan.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$358,485
FY 2017	\$0	\$358,485

PL - 100008 - Montana Land Information Grants -

The Montana Land Information Act (MLIA) program requests \$358,485 additional state special revenue authority each year of the 2017 biennium. MLIA funds are generated through the collection of county recordation fees used to fund operations and a granting process to implement the annual Montana Land Plan which is recommended by the Montana Land Information Advisory Council and approved by the Library Commission. Increased authority is needed to continue to efficiently spend collected funds to implement the plan.

Montana State Library - 51150

Statewide Library Resources - 01

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$79,079)	(\$79,079)
FY 2017	(\$78,877)	(\$78,877)

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 1.29 FTE each year and \$157,956 for the biennium to accomplish the FTE reduction.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$88,665	\$88,665
FY 2017	\$88,449	\$88,449

NP - 100002 - Water Information System Manager -

MSL requests \$177,114 general fund in the 2017 biennium for 1.00 FTE coordinator for the Montana Natural Resource Information System (NRIS) to operate the Montana Water Information System (WIS). The 2013 Legislature provided OTO funding for this position in the 2015 biennium as a pilot project. The coordinator met or exceeded the measurable goals set for the position. The position and the system support the 2015 Montana Water Supply Initiative, State Water Planning process conducted by DNRC, and other state initiatives. This proposal also supports Montana data transparency efforts as the water information system manager will work closely with data portal management to insure water information can be linked with other statistical data to provide an in depth look at the status of Montana's landscape.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	(\$102,830)	(\$102,830)
FY 2017	(\$102,830)	(\$102,830)

NP - 100010 - Statutory-HB 203 Library State Aid -

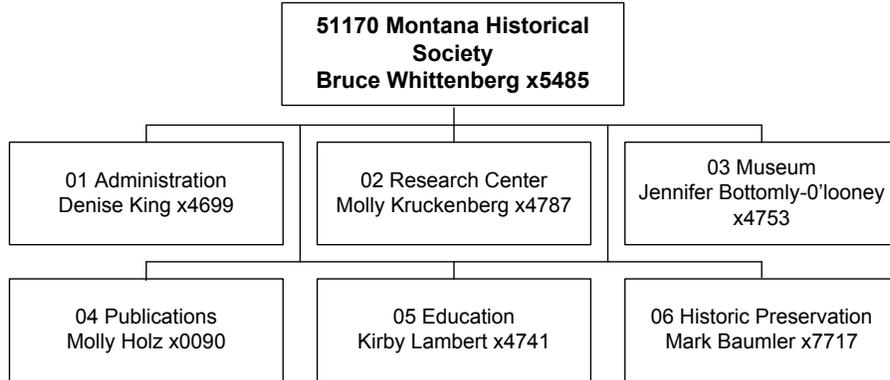
HB 203, passed by the 2013 Legislature, established a new statutory appropriation for state aid - per capita - per square mile for public libraries which totals \$395,766 per year. In FY 2014, HB 2 funded \$102,830 of the calculated amount and the difference was OTO funding. This change reduces the budget by \$102,830 each year. A statutory appropriation now provides \$395,766 each year for the appropriation and terminates July 1, 2017.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$89,554)
FY 2017	\$0	(\$96,751)

NP - 100011 - Coal Severance Tax Shared Reduction -

The budget includes a reduction of \$89,554 in FY 2016 and \$96,751 in FY 2017 due to declining revenue projections for the Coal Severance Tax Shared fund.

Montana Historical Society - 51170



Mission Statement - The Montana Historical Society (MHS) exists for the use of:

- learning, culture, and enjoyment of the citizens of, and visitors to, the State of Montana by acquiring, preserving, and protecting historical records, art, archives, museum objects, historical places, sites, and monuments;
- maintaining a library and a historical museum, providing educational programs and services for teachers and the general public, and publishing the state historical magazine and books;
- administering the preservation and antiquities acts, and supporting commissions with state historical orientation; and
- providing technical assistance to all Montana museums, historical societies, preservation programs, and owners of historical resources.

Statutory Authority - Title 22, Chapter 3, MCA.

Agency Proposed Budget	Total Exec. Budget Fiscal 2016	Total Exec. Budget Fiscal 2017	Total Exec. Budget 2017 Biennium
Budget Item			
FTE	59.39	59.39	
Personal Services	3,672,203	3,675,915	7,348,118
Operating Expenses	1,767,126	1,721,887	3,489,013
Equipment & Intangible Assets	160,130	161,144	321,274
Grants	82,098	82,098	164,196
Total Costs	\$5,681,557	\$5,641,044	\$11,322,601
General Fund	3,515,939	3,475,422	6,991,361
State/Other Special	721,825	721,951	1,443,776
Proprietary Funds	674,795	674,641	1,349,436
Federal Spec. Rev. Funds	768,998	769,030	1,538,028
Total Funds	\$5,681,557	\$5,641,044	\$11,322,601

Montana Historical Society - 51170

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 - Administration Program	2,103,876	2,984,644	2,285,777	3,131,060	181,901	146,416	8.65 %	4.91 %
02 - Research Center	2,595,664	2,889,834	2,496,429	2,793,043	(99,235)	(96,791)	(3.82)%	(3.35)%
03 - Museum Program	1,092,789	1,893,971	1,256,232	2,057,322	163,443	163,351	14.96 %	8.62 %
04 - Publications Program	343,886	934,136	316,770	971,268	(27,116)	37,132	(7.89)%	3.98 %
05 - Education Program	514,484	761,063	553,849	801,420	39,365	40,357	7.65 %	5.30 %
06 - Historic Preservation Program	77,372	1,429,647	82,304	1,568,488	4,932	138,841	6.37 %	9.71 %
Agency Total	\$6,728,071	\$10,893,295	\$6,991,361	\$11,322,601	\$263,290	\$429,306	3.91 %	3.94 %

Montana Historical Society - 51170

Administration Program - 01

01 Administration
Denise King x4699

Program Description - The Administration Program provides supervision, administration, and coordination of the six programs in the Montana Historical Society. Program staff are responsible for the management, planning, direction, and leadership of the society. Activities include public information, payroll/personnel, fund raising, financial reporting, business management, security, building management, community outreach, and the society store.

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	18.43	(1.24)	17.19	(1.24)	17.19	
Personal Services	974,162	130,509	1,104,671	134,571	1,108,733	2,213,404
Operating Expenses	438,632	15,085	453,717	(30,967)	407,665	861,382
Equipment & Intangible Assets	27,009	897	27,906	1,359	28,368	56,274
Total Costs	\$1,439,803	\$146,491	\$1,586,294	\$104,963	\$1,544,766	\$3,131,060
General Fund	1,011,480	152,100	1,163,580	110,717	1,122,197	2,285,777
State/Other Special	97,768	5,302	103,070	5,250	103,018	206,088
Proprietary Funds	242,103	6,541	248,644	6,448	248,551	497,195
Federal Spec. Rev. Funds	88,452	(17,452)	71,000	(17,452)	71,000	142,000
Total Funds	\$1,439,803	\$146,491	\$1,586,294	\$104,963	\$1,544,766	\$3,131,060

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	203,548	193,721	207,602	197,628
SWPL - 2 - Fixed Costs	11,002	15,220	(35,068)	(30,848)
SWPL - 3 - Inflation Deflation	762	762	1,240	1,240
<i>Total Statewide Present Law Adjustments</i>	<i>\$215,312</i>	<i>\$209,703</i>	<i>\$173,774</i>	<i>\$168,020</i>
Present Law Adjustments				
PL - 100444 - Statewide 4% FTE Reduction - Program 01	(63,212)	(63,212)	(63,057)	(63,057)
<i>Total Present Law Adjustments</i>	<i>(\$63,212)</i>	<i>(\$63,212)</i>	<i>(\$63,057)</i>	<i>(\$63,057)</i>
Total Budget Adjustments	\$152,100	\$146,491	\$110,717	\$104,963

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$203,548	\$193,721
FY 2017	\$207,602	\$197,628

SWPL - 1 - Personal Services -

The budget includes \$193,721 in FY 2016 and \$197,628 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.

Montana Historical Society - 51170

Administration Program - 01

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$11,002	\$15,220
FY 2017	(\$35,068)	(\$30,848)

SWPL - 2 - Fixed Costs -

This request includes \$15,220 in FY 2016 and a reduction of \$30,848 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	\$762	\$762
FY 2017	\$1,240	\$1,240

SWPL - 3 - Inflation Deflation -

This change package includes \$762 in FY 2016 and \$1,240 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	(\$63,212)	(\$63,212)
FY 2017	(\$63,057)	(\$63,057)

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 1.24 FTE each year and \$126,269 for the biennium to accomplish the FTE reduction.

Montana Historical Society - 51170

Research Center - 02

**02 Research Center
Molly Kruckenberg x4787**

Program Description - The Research Center Program consists of the library, archives, and photograph archives functions. This program acquires, organizes, preserves, makes accessible to the public, and assists researchers with, published materials, historic records and manuscripts, photographs and related media, and oral histories illustrative of the history of Montana and the surrounding region. By statute, this program houses the official archives of state government.

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	14.75	0.75	15.50	0.75	15.50	
Personal Services	800,479	166,756	967,235	167,709	968,188	1,935,423
Operating Expenses	298,005	22,541	320,546	22,819	320,824	641,370
Equipment & Intangible Assets	106,779	1,070	107,849	1,622	108,401	216,250
Total Costs	\$1,205,263	\$190,367	\$1,395,630	\$192,150	\$1,397,413	\$2,793,043
General Fund	1,058,741	188,795	1,247,536	190,152	1,248,893	2,496,429
State/Other Special	113,185	574	113,759	678	113,863	227,622
Proprietary Funds	33,337	998	34,335	1,320	34,657	68,992
Total Funds	\$1,205,263	\$190,367	\$1,395,630	\$192,150	\$1,397,413	\$2,793,043

Program Proposed Budget Adjustments				
	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	106,018	106,018	107,119	107,119
SWPL - 2 - Fixed Costs	21,964	22,689	22,236	22,949
SWPL - 3 - Inflation Deflation	75	922	207	1,492
<i>Total Statewide Present Law Adjustments</i>	<i>\$128,057</i>	<i>\$129,629</i>	<i>\$129,562</i>	<i>\$131,560</i>
Present Law Adjustments				
PL - 200444 - Statewide 4% FTE Reduction - Program 02	(6,343)	(6,343)	(6,324)	(6,324)
<i>Total Present Law Adjustments</i>	<i>(\$6,343)</i>	<i>(\$6,343)</i>	<i>(\$6,324)</i>	<i>(\$6,324)</i>
New Proposals				
NP - 200001 - Digital Project Coordinator	67,081	67,081	66,914	66,914
<i>Total New Proposals</i>	<i>\$67,081</i>	<i>\$67,081</i>	<i>\$66,914</i>	<i>\$66,914</i>
Total Budget Adjustments	\$188,795	\$190,367	\$190,152	\$192,150

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$106,018	\$106,018
FY 2017	\$107,119	\$107,119

SWPL - 1 - Personal Services -

The budget includes \$106,018 in FY 2016 and \$107,119 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.

Montana Historical Society - 51170

Research Center - 02

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$21,964	\$22,689
FY 2017	\$22,236	\$22,949

SWPL - 2 - Fixed Costs -

This request includes \$22,689 in FY 2016 and \$22,949 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	\$75	\$922
FY 2017	\$207	\$1,492

SWPL - 3 - Inflation Deflation -

This change package includes \$922 in FY 2016 and \$1,492 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	(\$6,343)	(\$6,343)
FY 2017	(\$6,324)	(\$6,324)

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 0.25 FTE each year and \$12,667 for the biennium to accomplish the FTE reduction.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$67,081	\$67,081
FY 2017	\$66,914	\$66,914

NP - 200001 - Digital Project Coordinator -

The MHS requests \$133,995 for the 2017 biennium for 1.00 FTE in the Research Center. This position would provide better unity and consistency in digital projects and would help provide more online materials for school children and the general public.

Montana Historical Society - 51170

Museum Program - 03

03 Museum
Jennifer Bottomly-O'looney
x4753

Program Description - The Museum Program collects, preserves, and interprets the history of Montana through its material culture, by collecting fine arts and historical, archaeological, and ethnological artifacts from Montana and the general geographic region. The program interprets its collections through exhibits, tours, and traveling exhibits. The program also coordinates with the society's education program to orchestrate events, programs, and materials on Montana history for learners of all ages.

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	8.05	(0.05)	8.00	(0.05)	8.00	
Personal Services	401,585	63,305	464,890	62,953	464,538	929,428
Operating Expenses	510,589	28,786	539,375	29,180	539,769	1,079,144
Equipment & Intangible Assets	24,375	0	24,375	0	24,375	48,750
Total Costs	\$936,549	\$92,091	\$1,028,640	\$92,133	\$1,028,682	\$2,057,322
General Fund	535,962	92,136	628,098	92,172	628,134	1,256,232
State/Other Special	397,573	(53)	397,520	(46)	397,527	795,047
Proprietary Funds	3,014	8	3,022	7	3,021	6,043
Total Funds	\$936,549	\$92,091	\$1,028,640	\$92,133	\$1,028,682	\$2,057,322

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	67,801	67,801	67,436	67,436
SWPL - 2 - Fixed Costs	28,831	28,839	29,219	29,226
SWPL - 3 - Inflation Deflation	0	(53)	0	(46)
<i>Total Statewide Present Law Adjustments</i>	<i>\$96,632</i>	<i>\$96,587</i>	<i>\$96,655</i>	<i>\$96,616</i>
Present Law Adjustments				
PL - 300444 - Statewide 4% FTE Reduction - Program 03	(4,496)	(4,496)	(4,483)	(4,483)
<i>Total Present Law Adjustments</i>	<i>(\$4,496)</i>	<i>(\$4,496)</i>	<i>(\$4,483)</i>	<i>(\$4,483)</i>
Total Budget Adjustments	\$92,136	\$92,091	\$92,172	\$92,133

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$67,801	\$67,801
FY 2017	\$67,436	\$67,436

SWPL - 1 - Personal Services -

The budget includes \$67,801 in FY 2016 and \$67,436 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.

Montana Historical Society - 51170

Museum Program - 03

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$28,831	\$28,839
FY 2017	\$29,219	\$29,226

SWPL - 2 - Fixed Costs -

This request includes \$28,839 in FY 2016 and \$29,226 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	(\$53)
FY 2017	\$0	(\$46)

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$53 in FY 2016 and \$46 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	(\$4,496)	(\$4,496)
FY 2017	(\$4,483)	(\$4,483)

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 0.05 FTE each year and \$8,979 for the biennium to accomplish the FTE reduction.

Montana Historical Society - 51170

Publications Program - 04

04 Publications
Molly Holz x0090

Program Description - The Publications Program promotes the study of Montana history and education through lectures, publications, and curriculum materials. The program publishes quarterly editions of the award-winning *Montana The Magazine of Western History*. It also publishes books under the Montana Historical Society Press imprint.

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	5.00	0.00	5.00	0.00	5.00	
Personal Services	290,366	24,504	314,870	23,728	314,094	628,964
Operating Expenses	167,734	3,416	171,150	3,420	171,154	342,304
Total Costs	\$458,100	\$27,920	\$486,020	\$27,148	\$485,248	\$971,268
General Fund	189,968	12,341	158,581	11,950	158,189	316,770
Proprietary Funds	268,132	15,579	327,439	15,198	327,059	654,498
Total Funds	\$458,100	\$27,920	\$486,020	\$27,148	\$485,248	\$971,268

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	12,341	24,504	11,950	23,728
SWPL - 2 - Fixed Costs	0	3,426	0	3,428
SWPL - 3 - Inflation Deflation	0	(10)	0	(8)
<i>Total Statewide Present Law Adjustments</i>	<i>\$12,341</i>	<i>\$27,920</i>	<i>\$11,950</i>	<i>\$27,148</i>
Total Budget Adjustments	\$12,341	\$27,920	\$11,950	\$27,148

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$12,341	\$24,504
FY 2017	\$11,950	\$23,728

SWPL - 1 - Personal Services -

The budget includes \$24,504 in FY 2016 and \$23,728 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	\$3,426
FY 2017	\$0	\$3,428

SWPL - 2 - Fixed Costs -

This request includes \$3,426 in FY 2016 and \$3,428 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.

Montana Historical Society - 51170

Publications Program - 04

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	(\$10)
FY 2017	\$0	(\$8)

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$10 in FY 2016 and \$8 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.

Montana Historical Society - 51170

Education Program - 05

05 Education
Kirby Lambert x4741

Program Description - The Education Program is comprised of three primary activities: Outreach and Interpretation, Historic Signs, and the Volunteer Program. The Education Program provides educational public programming of all types, both at the society's headquarters and throughout the state, for a wide range of audiences; plans and produces educational publications, curriculum materials, and instructional literature for broad distribution; plans and produces interpretive, place-based publications, articles, brochures, and tours for statewide distribution/implementation; provides reference services to the general public, teachers, students, technical users, and other like-minded institutions and organizations; oversees the National Register Sign Program for the State of Montana, producing interpretive signage for eligible structures and sites in all parts of the state; assists in the planning, production, and placement of non-Register permanent and/or temporary signage in all parts of the state; and oversees the society's volunteer program, coordinating volunteers, and volunteer activities society-wide.

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	5.85	(0.90)	4.95	(0.90)	4.95	
Personal Services	252,483	24,463	276,946	24,420	276,903	553,849
Operating Expenses	119,996	3,757	123,753	3,822	123,818	247,571
Total Costs	\$372,479	\$28,220	\$400,699	\$28,242	\$400,721	\$801,420
General Fund	252,483	24,463	276,946	24,420	276,903	553,849
State/Other Special	103,639	3,837	107,476	3,904	107,543	215,019
Proprietary Funds	16,357	(80)	16,277	(82)	16,275	32,552
Total Funds	\$372,479	\$28,220	\$400,699	\$28,242	\$400,721	\$801,420

Program Proposed Budget Adjustments				
	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	85,037	85,037	84,846	84,846
SWPL - 2 - Fixed Costs	0	4,185	0	4,192
SWPL - 3 - Inflation Deflation	0	(428)	0	(370)
<i>Total Statewide Present Law Adjustments</i>	<i>\$85,037</i>	<i>\$88,794</i>	<i>\$84,846</i>	<i>\$88,668</i>
Present Law Adjustments				
PL - 500444 - Statewide 4% FTE Reduction - Program 05	(60,574)	(60,574)	(60,426)	(60,426)
<i>Total Present Law Adjustments</i>	<i>(\$60,574)</i>	<i>(\$60,574)</i>	<i>(\$60,426)</i>	<i>(\$60,426)</i>
Total Budget Adjustments	\$24,463	\$28,220	\$24,420	\$28,242

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$85,037	\$85,037
FY 2017	\$84,846	\$84,846

SWPL - 1 - Personal Services -

The budget includes \$85,037 in FY 2016 and \$84,846 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.

Montana Historical Society - 51170

Education Program - 05

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$4,185
FY 2017	\$0	\$4,192

SWPL - 2 - Fixed Costs -

This request includes \$4,185 in FY 2016 and \$4,192 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	(\$428)
FY 2017	\$0	(\$370)

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$428 in FY 2016 and \$370 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	(\$60,574)	(\$60,574)
FY 2017	(\$60,426)	(\$60,426)

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 reduction of 0.25 FTE each year and \$121,000 for the biennium to accomplish the FTE reduction.

Montana Historical Society - 51170

Historic Preservation Program - 06

06 Historic Preservation
Mark Baumler x7717

Program Description - The Historic Sites Preservation Program (State Historic Preservation Office) administers the Montana Antiquities Act and Montana's participation in the National Historic Preservation Act of 1966, as amended, with its federal programs, guidelines, and grants-in-aid for historic preservation. Staff provide technical assistance to all Montana property owners, including agencies, organizations, and the public. Staff maintains a statewide inventory of recorded historic and archaeological sites. Staff reviews state agencies compliance with the state antiquities act. Staff review and comment on all proposed federally funded or permitted projects within the state to determine their effect on properties listed or eligible for listing in the National Register of Historic Places. Staff administers the National Register of Historic Places program in Montana through the State Preservation Review Board. The office recommends certification of historic structures and rehabilitation projects for federal tax credits to citizens and businesses, as authorized by the Tax Reform Act of 1976. The program awards and administers pass-through federal grants to local governments participating in the federal Certified Local Government Program. The program may also award funds for historic survey and planning for historic areas and for bricks and mortar rehabilitation when funds are available.

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	8.75	0.00	8.75	0.00	8.75	
Personal Services	503,091	40,500	543,591	40,368	543,459	1,087,050
Operating Expenses	111,643	46,942	158,585	47,014	158,657	317,242
Grants	82,098	0	82,098	0	82,098	164,196
Total Costs	\$696,832	\$87,442	\$784,274	\$87,382	\$784,214	\$1,568,488
General Fund	38,871	0	41,198	0	41,106	82,304
Proprietary Funds	10,078	40,551	45,078	40,536	45,078	90,156
Federal Spec. Rev. Funds	647,883	46,891	697,998	46,846	698,030	1,396,028
Total Funds	\$696,832	\$87,442	\$784,274	\$87,382	\$784,214	\$1,568,488

Program Proposed Budget Adjustments				
	Budget Adjustments Fiscal 2016		Budget Adjustments Fiscal 2017	
	General Fund	Total Funds	General Fund	Total Funds
Statewide Present Law Adjustments				
SWPL - 1 - Personal Services	0	40,500	0	40,368
SWPL - 2 - Fixed Costs	0	12,143	0	12,188
SWPL - 3 - Inflation Deflation	0	(201)	0	(174)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>\$52,442</i>	<i>\$0</i>	<i>\$52,382</i>
New Proposals				
NP - 600006 - Operating Expenditures in SHPO Proprietary Fund	0	35,000	0	35,000
<i>Total New Proposals</i>	<i>\$0</i>	<i>\$35,000</i>	<i>\$0</i>	<i>\$35,000</i>
Total Budget Adjustments	\$0	\$87,442	\$0	\$87,382

Montana Historical Society - 51170

Historic Preservation Program - 06

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$40,500
FY 2017	\$0	\$40,368

SWPL - 1 - Personal Services -

The budget includes \$40,500 in FY 2016 and \$40,368 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	\$12,143
FY 2017	\$0	\$12,188

SWPL - 2 - Fixed Costs -

This request includes \$12,143 in FY 2016 and \$12,188 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	(\$201)
FY 2017	\$0	(\$174)

SWPL - 3 - Inflation Deflation -

This change package includes a reduction of \$201 in FY 2016 and \$174 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.

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

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2016	\$0	\$35,000
FY 2017	\$0	\$35,000

NP - 600006 - Operating Expenditures in SHPO Proprietary Fund -

The MHS proposes \$35,000 each year of the 2017 biennium increased proprietary fund authority from SHPO file search revenue from customer charges for record searches of the State Antiquities Database. The revenue is used to supplement supplies and photocopy machine expenses, support the State Antiquities Database, offset costs related to administration, planning, survey, inventory, review, and compliance duties of the National Register Program.