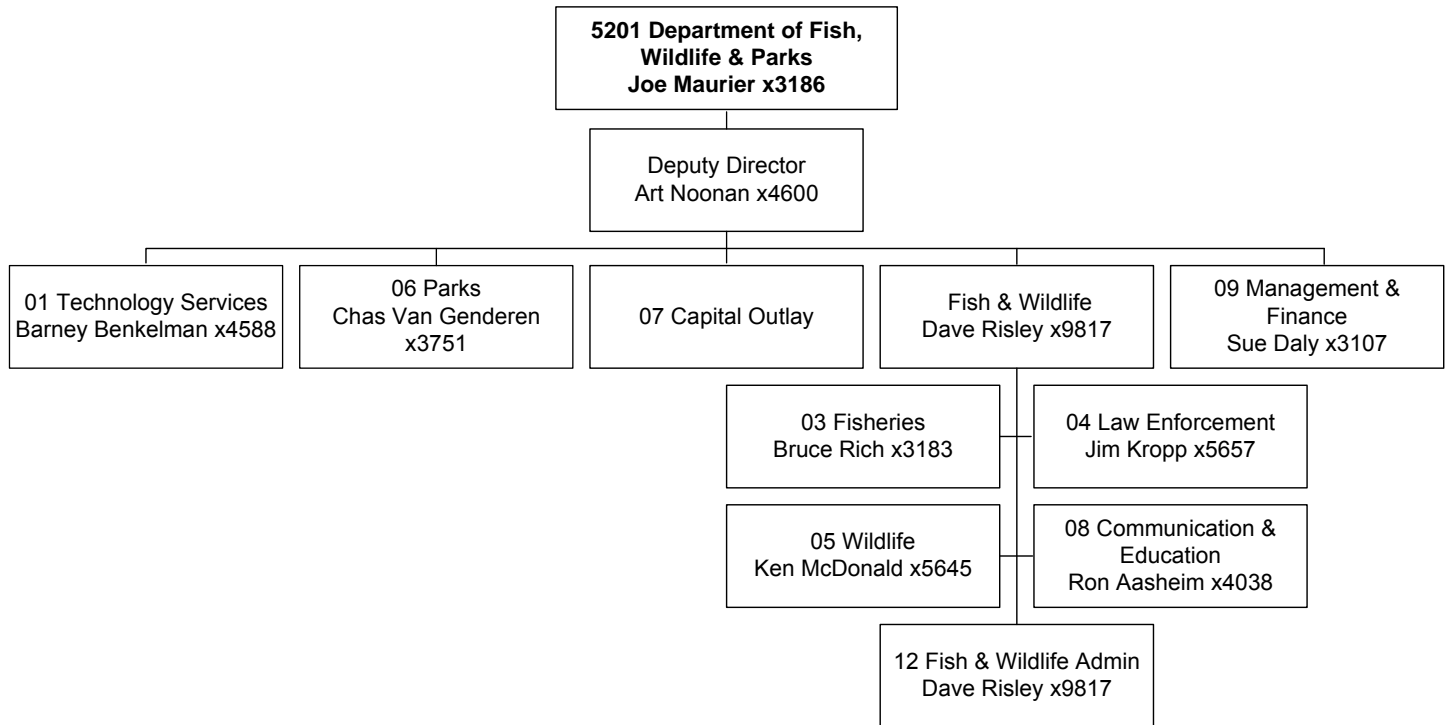


DEPARTMENT OF FISH, WILDLIFE & PARKS-5201

Please note that this agency also contains proprietary funding (see Section P).

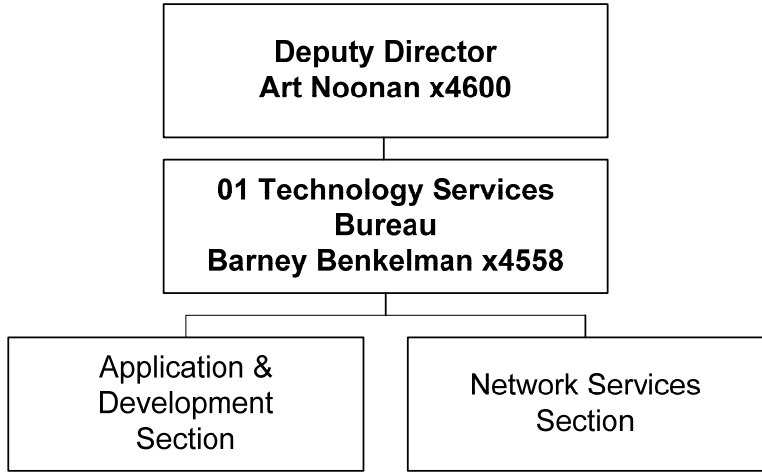


Mission Statement - Montana Fish, Wildlife & Parks, through its employees and citizen commission, provides for the stewardship of the fish, wildlife, parks, and recreational resources of Montana while contributing to the quality of life for present and future generations.

Statutory Authority - Title 87 and 23, MCA.

Agency Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	685.36	11.23	4.00	700.59	11.23	4.00	700.59
Personal Services	38,501,079	2,268,730	175,628	40,945,437	2,277,586	175,224	40,953,889
Operating Expenses	28,622,412	1,634,443	300,033	30,556,888	1,602,400	300,033	30,524,845
Equipment & Intangible Assets	873,722	(56,727)	0	816,995	(56,727)	0	816,995
Grants	952,105	23,881	0	975,986	23,881	0	975,986
Benefits & Claims	4,823	0	0	4,823	0	0	4,823
Transfers	58,869	40,783	0	99,652	40,783	0	99,652
Total Costs	\$69,013,010	\$3,911,110	\$475,661	\$73,399,781	\$3,887,923	\$475,257	\$73,376,190
State/Other Special	54,070,860	3,354,833	127,272	57,552,965	3,327,195	127,069	57,525,124
Federal Special	14,942,150	556,277	348,389	15,846,816	560,728	348,188	15,851,066
Proprietary	0	0	0	0	0	0	0
Total Funds	\$69,013,010	\$3,911,110	\$475,661	\$73,399,781	\$3,887,923	\$475,257	\$73,376,190

**DEPARTMENT OF FISH, WILDLIFE & PARKS-5201
INFORMATION SERVICES DIVISION-01**



Program Description - Information Services provides information technology and information management services to the entire department including, but not limited to: network creation and administration; hardware and off-the-shelf software procurement and configuration; support of automated license sales and drawings; intranet and internet communications; software development, deployment and support.

Program Proposed Budget	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	27.50	4.50	0.00	32.00	4.50	0.00	32.00
Personal Services	2,033,029	242,176	0	2,275,205	240,000	0	2,273,029
Operating Expenses	2,213,816	(33,877)	0	2,179,939	(31,098)	0	2,182,718
Equipment & Intangible Assets	53,241	0	0	53,241	0	0	53,241
Total Costs	\$4,300,086	\$208,299	\$0	\$4,508,385	\$208,902	\$0	\$4,508,988
State/Other Special	4,289,393	208,299	0	4,497,692	208,902	0	4,498,295
Federal Special	10,693	0	0	10,693	0	0	10,693
Total Funds	\$4,300,086	\$208,299	\$0	\$4,508,385	\$208,902	\$0	\$4,508,988

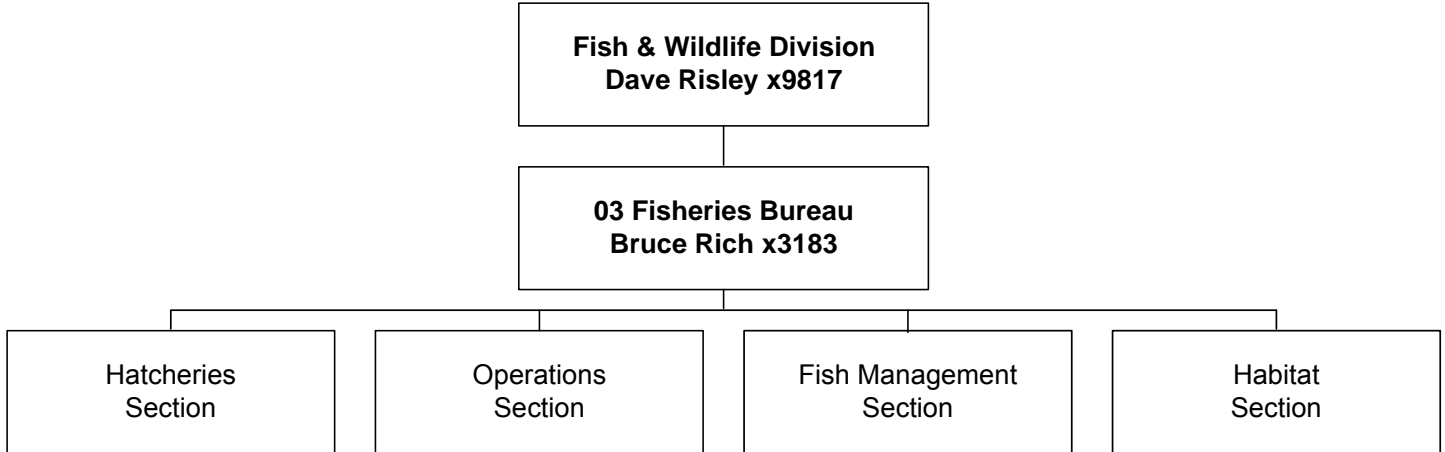
-----**Present Law Adjustments**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$0
FY 2013	\$0	\$0

PL- 101 - Reinstate Information Technology Bureau Manning -

This request is to reinstate 4.50 FTE in the Information Technology Bureau. The Information Services Division had two net-zero dollar decision packages approved as OTO by the 2009 Legislature. The decision packages shifted contracted services funding to personal services to fund FTE for information technology (IT) and web related services. This request does not add more funding but converts costly contracted services costs to more effective internal positions.

**DEPARTMENT OF FISH, WILDLIFE & PARKS-5201
FISHERIES DIVISION-03**



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

- 1) operates a hatchery program to stock lakes and reservoirs where natural reproduction is limited;
- 2) regulates angler harvests;
- 3) monitors fish populations; and
- 4) provides and maintains adequate public access.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	151.19	0.00	0.00	151.19	0.00	0.00	151.19
Personal Services	8,374,301	355,798	0	8,730,099	357,847	0	8,732,148
Operating Expenses	5,161,322	44,829	0	5,206,151	62,639	0	5,223,961
Equipment & Intangible Assets	342,044	0	0	342,044	0	0	342,044
Total Costs	\$13,877,667	\$400,627	\$0	\$14,278,294	\$420,486	\$0	\$14,298,153
State/Other Special	5,614,265	164,334	0	5,778,599	168,821	0	5,783,086
Federal Special	8,263,402	236,293	0	8,499,695	251,665	0	8,515,067
Total Funds	\$13,877,667	\$400,627	\$0	\$14,278,294	\$420,486	\$0	\$14,298,153

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$55,000	\$0
FY 2013	\$55,000	\$0

PL- 301 - Reinstate Aquatic Nuisance Species Program -

This request is for \$55,000 per year in permanent state special and federal special funding to support the existing Aquatic Nuisance Species (ANS) program operations. Invasive Species funding was approved as an OTO by the 2009 Legislature. FWP's ANS program is part of the Governor's Weed/Invasive Species Initiative. The ANS program will be funded with general license funds and federal Dingle Johnson and additional grants as available from the U.S. Fish and Wildlife Service.

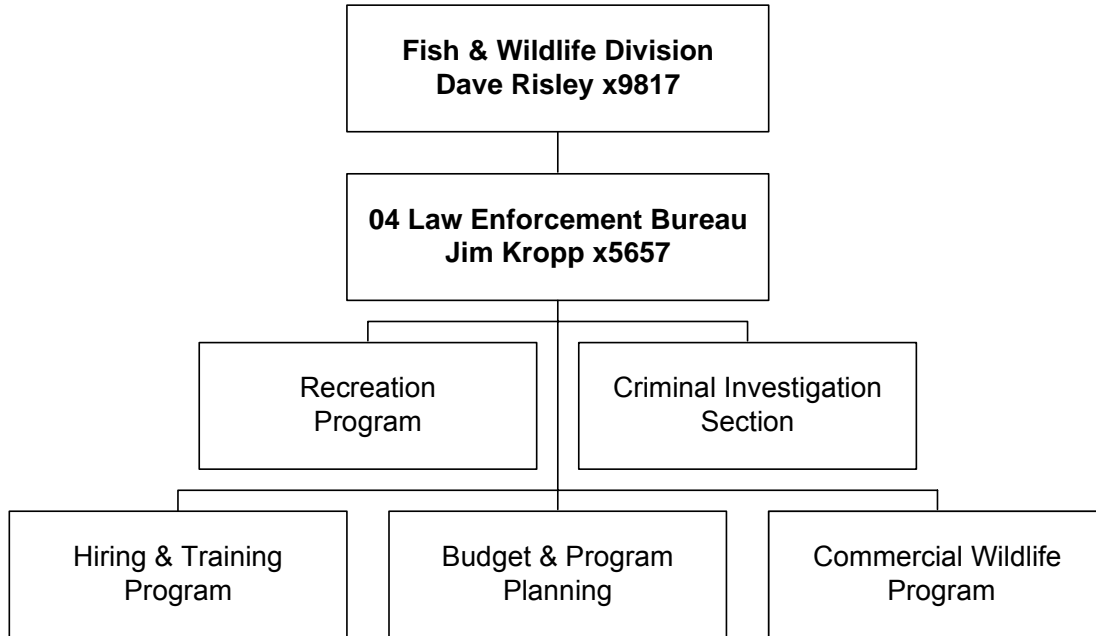
**DEPARTMENT OF FISH, WILDLIFE & PARKS-5201
FISHERIES DIVISION-03**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$25,000	\$0
FY 2013	\$25,000	\$0

PL- 302 - Reinstate Private Lands Fishing Access -

This budget request is to increase Private Lands Fishing Access funding by \$25,000 each year in state special revenue. The Private Land Fishing Access program was created by the 2001 Legislature as a means of reimbursing private landowners for costs associated with allowing the public access for fishing. The authorizing legislation also addressed the need for facilities at county road bridge crossings. This funding was approved as one-time-only by the 2009 Legislature. This request would make the funding permanent to provide parking facilities, trails, or ramps to facilitate fishing access to public waters and allow FWP to continue to address access needs at bridges and on private property.

**DEPARTMENT OF FISH, WILDLIFE & PARKS-5201
ENFORCEMENT DIVISION-04**



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

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	113.64	0.00	0.00	113.64	0.00	0.00	113.64
Personal Services	7,256,103	223,453	0	7,479,556	225,127	0	7,481,230
Operating Expenses	1,995,190	42,264	0	2,037,454	43,563	0	2,038,753
Equipment & Intangible Assets	86,377	0	0	86,377	0	0	86,377
Grants	15,600	0	0	15,600	0	0	15,600
Total Costs	\$9,353,270	\$265,717	\$0	\$9,618,987	\$268,690	\$0	\$9,621,960
State/Other Special	8,997,727	233,774	0	9,231,501	236,234	0	9,233,961
Federal Special	355,543	31,943	0	387,486	32,456	0	387,999
Total Funds	\$9,353,270	\$265,717	\$0	\$9,618,987	\$268,690	\$0	\$9,621,960

**DEPARTMENT OF FISH, WILDLIFE & PARKS-5201
ENFORCEMENT DIVISION-04**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$290,000	\$0
FY 2013	\$290,000	\$0

PL- 401 - Warden Overtime -

This budget request is recommended to restore state and federal special revenue of \$290,000 each year of the 2013 biennium for overtime compensation for the Law Enforcement Division. The request is necessary because overtime is zero-based in the budgeting process. This proposal is an important management tool in providing flexible and essential enforcement services during holidays and peak work periods to address priority work issues.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$38,800	\$0
FY 2013	\$38,800	\$0

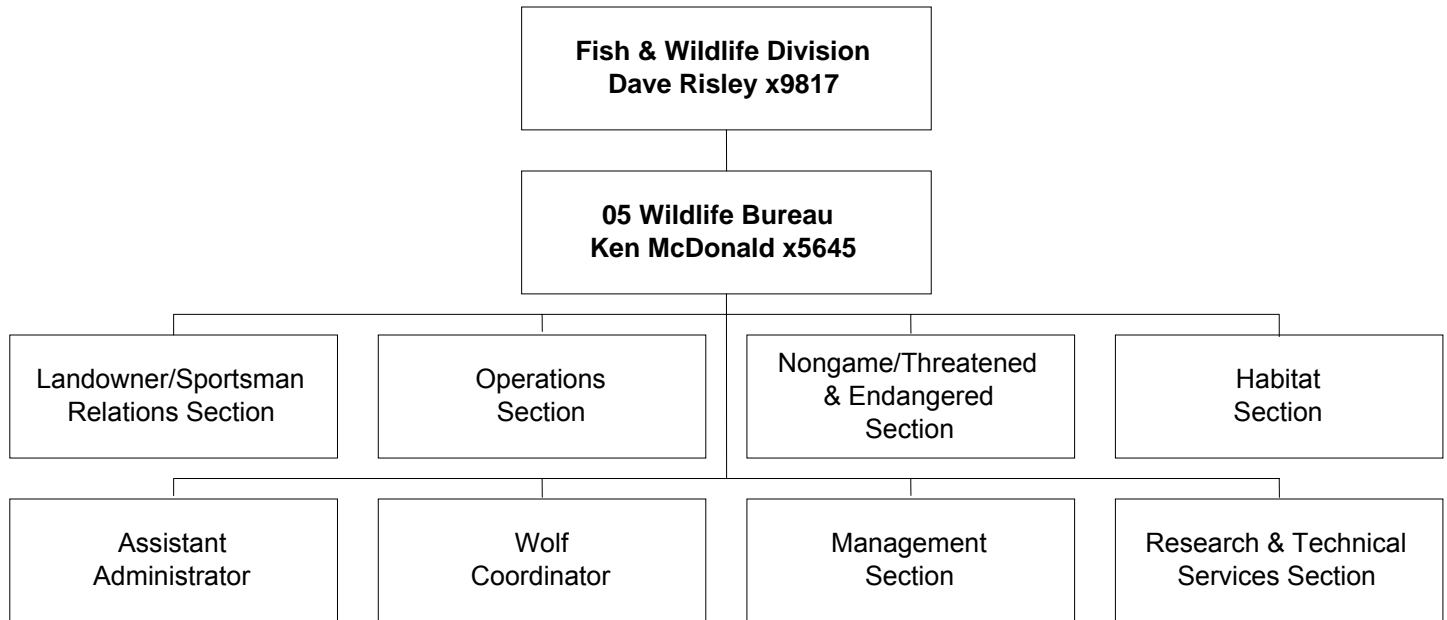
PL- 402 - Enforcement Division Base Operations Adjustment -

This budget request is for \$38,800 per year in state and federal special revenue to restore law enforcement water safety funds that were not spent in the base year. Conditions at the start of the base year were cold and wet which reduced the amount of time needed to patrol waters. There were also multiple bear conflicts that required time spent away from water safety related duties. This funding is important to maintain visibility on Montana waterways for public safety and boating under the influence (BUI) enforcement.

DEPARTMENT OF FISH, WILDLIFE & PARKS-5201

WILDLIFE DIVISION-05

Please note that this program also contains proprietary funding (see Section P).



Program Description - The Wildlife Bureau is responsible for the conservation and management of Montana's 600+ birds, mammals, reptiles, and amphibians and their habitat. Activities include coordination and planning, monitoring the status of wildlife and habitats, conserving and enhancing wildlife habitat, and providing opportunity for public enjoyment of wildlife through hunting, trapping, and viewing. The program manages animals legislatively categorized as big game, nongame wildlife, migratory game birds, upland game, furbearers, and threatened and endangered species.

The bureau is divided into four areas of responsibility:

- 1) Habitat conservation includes acquisition of fee title lands, conservation easements, leases, and enhancement or restoration of both private and government-owned lands. This also includes reviewing potential land-use projects to help minimize impacts.
- 2) Management is directed towards understanding and managing wildlife, including survey and inventory to monitor wildlife populations; hunter and trapper harvest surveys to determine participation, effort, and species harvested; research directed toward answering specific management questions; and season and quota setting.
- 3) Hunting Access Enhancement includes the Block Management program, which provides financial and other incentives to private landowners to offset potential impacts associated with public hunting access; and the Hunter Access Enhancement program that secures access for hunters by purchasing land or easements, secures access to public land, and works to ensure access is maintained. Landowner/Sportsmen Relations staff work with landowners and sportsmen by establishing and maintaining communication with hunter and landowner organizations, and the livestock loss program that provides partial reimbursement to livestock owners for livestock verifiably killed by hunters.
- 4) Wildlife Conflict Prevention is a growing component of the Wildlife bureau that consists of several differing, divergent components including game damage, wildlife diseases, predation on livestock and domestic animals, and human - urban wildlife conflict. FWP seeks to prevent conflict through technical assistance, outreach, prevention, and if necessary, removal of offending animals.

**DEPARTMENT OF FISH, WILDLIFE & PARKS-5201
WILDLIFE DIVISION-05**

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	135.14	0.00	3.00	138.14	0.00	3.00	138.14
Personal Services	7,275,537	442,343	119,589	7,837,469	449,536	119,323	7,844,396
Operating Expenses	9,168,961	1,125,457	200,000	10,494,418	1,128,331	200,000	10,497,292
Equipment & Intangible Assets	46,091	0	0	46,091	0	0	46,091
Grants	141,050	0	0	141,050	0	0	141,050
Benefits & Claims	4,823	0	0	4,823	0	0	4,823
Total Costs	\$16,636,462	\$1,567,800	\$319,589	\$18,523,851	\$1,577,867	\$319,323	\$18,533,652
State/Other Special	11,513,567	1,380,240	26,795	12,920,602	1,383,934	26,661	12,924,162
Federal Special	5,122,895	187,560	292,794	5,603,249	193,933	292,662	5,609,490
Total Funds	\$16,636,462	\$1,567,800	\$319,589	\$18,523,851	\$1,577,867	\$319,323	\$18,533,652

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$850,000	\$0
FY 2013	\$850,000	\$0

PL- 503 - Reinstate Block Management -

This budget request is recommended to reinstate \$850,000 per year of state special revenue for the Hunting Access Enhancement Program. This funding was approved as one-time-only by the 2009 Legislature. In FY 2010, FWP increased hunter day payments to landowners by an average of 9% resulting in favorable comments from landowners and fewer landowners choosing to not re-enroll. Also, an additional 18 cooperators and nearly 500,000 acres were enrolled in the program. This request reflects \$750,000 for hunter access and \$100,000 for enforcement related work.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$23,000	\$0
FY 2013	\$23,000	\$0

PL- 504 - Reinstate Game Damage Herders -

This request is to restore \$23,000 per year of state special revenue for operations in the game damage program. This funding was approved as one time only by the 2009 Legislature. This authority will allow the program to hire local area ranch hands as short term workers under a modified level FTE to herd game animals away from crops and stored hay/grain in response to private landowner complaints of game damage. The need for herders varies from year to year based upon weather, animal distribution, and landowner ranch operations. With the funding, FWP can respond immediately and effectively to game damage complaints where herding is determined to be the most effective response.

**DEPARTMENT OF FISH, WILDLIFE & PARKS-5201
WILDLIFE DIVISION-05**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$184,800	\$0
FY 2013	\$184,800	\$0

PL- 505 - Restore Auction Programs -

This budget request is to restore base state special revenue funding of \$184,800 per year. Statute allows FWP to auction one license per year for elk, goat, moose, and sheep with the auction proceeds dedicated to the management of the specific species. This request would adjust operations funding to allow for research on moose population declines based on an assessment being conducted in FY 2011; enhance monitoring of elk populations in areas where elk are significantly above/below objective; transplant mountain goats to enhance existing populations or establish new populations; transplant big horn sheep to enhance existing populations or establish new populations, and offset costs associated with disease outbreaks.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$25,000	\$0
FY 2013	\$25,000	\$0

PL- 506 - Restore Coming Home To Hunt Funding -

This decision package is to restore base state special revenue funding of \$25,000 per year. The 2009 Legislature approved the "Coming Home to Hunt" program (HB 585) which earmarked revenues from license sales to nonresidents who hunt with a resident sponsor for securing access across private lands to public lands. This program was in development during the base year so there were no expenditures.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$40,000	\$0
FY 2013	\$40,000	\$0

PL- 507 - Reinstate Migratory Bird Program -

This budget request is recommended to restore \$40,000 per year of state special revenue that is statutorily dedicated to the protection of wetlands. This funding was approved as one time only by the 2009 Legislature. The continuation of this funding would allow the agency to implement contracts for wetland habitat project monitoring.

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$319,589	\$0
FY 2013	\$319,323	\$0

NP- 501 - Elk Management Strategy for Brucellosis -

This budget request is for \$319,589 in FY 2012 and \$319,323 in FY 2013 in state and federal special revenue for staff and operations to implement an elk management strategy that helps to minimize the risk of disease transmission between elk and livestock in high-risk areas surrounding Yellowstone National Park. The strategy is directed toward minimizing the risk of disease transmission between elk and livestock during high risk periods. Risk minimization is achieved by understanding where the disease is present, understanding where and when the risk is highest, understanding elk distribution in the high risk areas, ensuring elk populations are managed at the publicly derived objectives, assessing potential factors that increase the risk of transmission, and implementing disease risk mitigation strategies (including but not limited to hazing, hunt coordination, access strategies, livestock management practices, etc.) at the herd unit scale.

**DEPARTMENT OF FISH, WILDLIFE & PARKS-5201
WILDLIFE DIVISION-05**

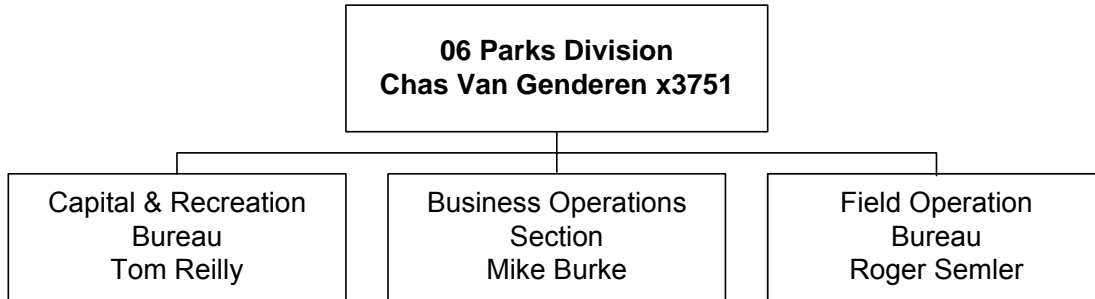
	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$0
FY 2013	\$0	\$0

NP- 508 - Upland Game Bird Enhancement Program Refund -

This zero dollar request replaces earmarked state special Upland Game Bird Enhancement Program (UGBEP) license dollars with federal special Pittman-Robertson dollars. This change will enable FWP to dedicate more UGBEP dollars to habitat projects.

**DEPARTMENT OF FISH, WILDLIFE & PARKS-5201
PARKS DIVISION-06**

Please note that this program also contains proprietary funding (see Section P).



Program Description - The Parks Division is responsible for conserving the scenic, historic, archaeological, scientific, and recreational resources of the state, and for providing for their use and enjoyment. The program includes 54 parks, 13 affiliated lands such as rifle ranges and recreation sites managed by local and federal agencies, and 334 fishing access sites. Other programs administered by the division include motorized and non-motorized trail grants and local government recreation grants. The division also provides architectural and engineering services for construction and maintenance projects at state parks, state fishing access sites and administrative facilities.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	120.26	6.23	0.00	126.49	6.23	0.00	126.49
Personal Services	5,507,202	665,210	0	6,172,412	664,324	0	6,171,526
Operating Expenses	2,821,984	330,424	0	3,152,408	335,713	0	3,157,697
Equipment & Intangible Assets	323,127	(56,727)	0	266,400	(56,727)	0	266,400
Grants	421,437	23,881	0	445,318	23,881	0	445,318
Transfers	0	0	0	0	0	0	0
Total Costs	\$9,073,750	\$962,788	\$0	\$10,036,538	\$967,191	\$0	\$10,040,941
State/Other Special	8,790,340	880,341	0	9,670,681	886,169	0	9,676,509
Federal Special	283,410	82,447	0	365,857	81,022	0	364,432
Total Funds	\$9,073,750	\$962,788	\$0	\$10,036,538	\$967,191	\$0	\$10,040,941

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$128,089	\$0
FY 2013	\$127,817	\$0

PL- 601 - Reinstate Parks Ops & Maintenance -

This budget request is recommended to restore \$128,089 in FY 2012 and \$127,817 in FY 2013 of state special revenue for state park operations and maintenance. Approximately \$100,000 of this funding was approved as one-time-only by the 2009 Legislature. This funding includes 2.08 FTE that provide a field manager at Pictograph Cave State Park in Billings, a field manager in Kalispell, and summer maintenance positions distributed statewide near Billings, Bozeman, Whitefish, Great Falls, and Missoula. The request also includes 0.25 FTE so the division can continue to provide a field manager at Traveler's Rest State Park, which was funded in the 2011 biennium with federal stimulus money.

**DEPARTMENT OF FISH, WILDLIFE & PARKS-5201
PARKS DIVISION-06**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$162,921	\$0
FY 2013	\$162,623	\$0

PL- 602 - Reinstate Fishing Access Site Ops & Maintenance -

This budget request is recommended to restore \$162,921 in FY 2012 and \$162,623 in FY 2013 of state and federal special revenue for Fishing Access Site (FAS) operations and maintenance. Approximately \$100,000 of this funding was approved as one time only by the 2009 Legislature. This funding includes 3.15 FTE that currently provide a FAS manager in Kalispell and two part-time rangers and summer field maintenance positions that maintain minimum levels of staffing necessary for basic maintenance and management of the FAS program statewide. The request also provides 0.75 FTE for a Madison River Ranger and the associated operations for staff formerly funded with a PPL Montana grant and BLM funds.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$67,690)	\$0
FY 2013	(\$67,690)	\$0

PL- 603 - Restore Snowmobile Equipment (BIEN) -

This budget request is recommended to restore the biennial appropriation for snowmobile equipment to \$160,000 per year of state special revenue. This revenue is dedicated funding from the snowmobile fuel tax. Most of this biennial appropriation was spent in the base year in the 2011 biennium, resulting in an over-inflation of the 2013 biennium appropriation due to the way the base budget is calculated. A reduction of \$67,690 per year will correct the inflation. This request will provide for trail groomers to be used by volunteer-managed snowmobile clubs statewide to groom trails and provide a safe trail system for riders. The appropriation will allow replacement of some equipment over the biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$85,000	\$0
FY 2013	\$85,000	\$0

PL- 604 - Restore Grants Administration Funding -

This request is to restore state special revenue of \$85,000 each year for operations funding needed to re-establish a modified level FTE for the Land and Water Conservation Fund (LWCF)/Trails Bureau Chief, which is critical for administration of several community grants programs the Parks Division is responsible for managing. This FTE provides grant administration for the LWCF program, the snowmobile trails program, the Off-Road Highway Vehicle (OHV) trails program, and the National Recreation Trails program.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$213,280	\$0
FY 2013	\$213,280	\$0

PL- 605 - Parks Base Operating Adjustment -

This budget request is for \$213,280 per year of state special revenue to restore the Parks Division base operating budget for the 2013 biennium. State special funds from the base year, FY 2010, were left unspent due to conservative budget management. This request primarily adjusts contract services, weed control, travel, and grounds and buildings.

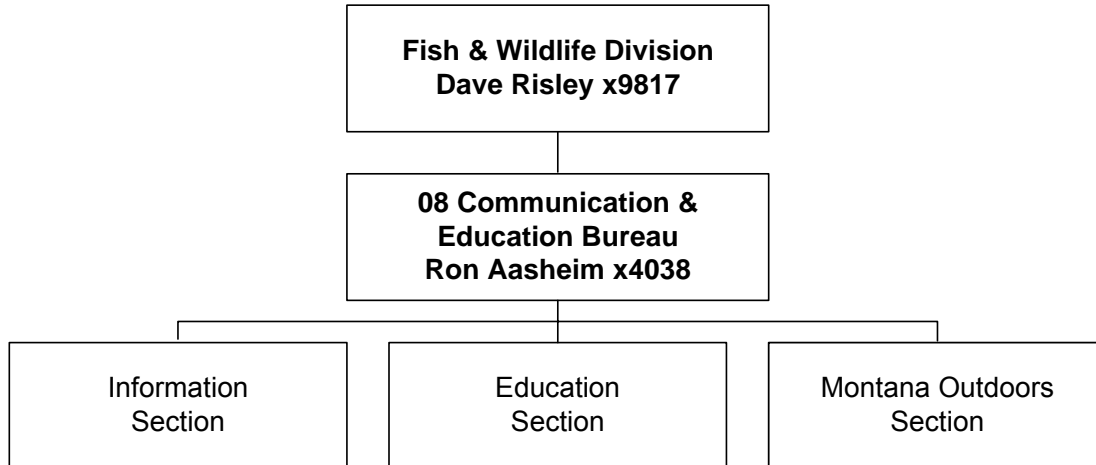
**DEPARTMENT OF FISH, WILDLIFE & PARKS-5201
PARKS DIVISION-06**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$44,818	\$0
FY 2013	\$44,818	\$0

PL- 606 - Fishing Access Site Base Operating Adjustment -

This budget request is for \$44,818 per year of state special revenue to restore Fishing Access Site (FAS) base operating budget for the 2013 biennium. State special funds from the base year, FY 2010, were left unspent due to conservative budget management. This budget request primarily adjusts contract services and grounds maintenance.

**DEPARTMENT OF FISH, WILDLIFE & PARKS-5201
COMMUNICATION & EDUCATION DIVISION-08**



Program Description - The Communication & Education Bureau, through its Helena office and seven regional information and education managers, coordinates the department's information and education programs and department planning efforts. Specific responsibilities include:

- Distributing public information through news releases, audio-visual materials, brochures, Montana Outdoors Magazine, and public service announcements;
- Coordinating youth education programs;
- Coordinating the production of hunting, fishing, and trapping regulations;
- Coordinating the hunter, bow-hunter, trapper, snowmobile, boat and off-highway vehicle education, and safety programs;
- Providing reception services including the sale of licenses and disseminating of licensing and regulation information for the department's Helena Headquarters; and
- Facilitating FWP's strategic planning process.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	28.05	0.00	0.00	28.05	0.00	0.00	28.05
Personal Services	1,886,125	40,032	0	1,926,157	40,269	0	1,926,394
Operating Expenses	1,330,523	53,963	68,283	1,452,769	54,642	68,283	1,453,448
Grants	304,676	0	0	304,676	0	0	304,676
Total Costs	\$3,521,324	\$93,995	\$68,283	\$3,683,602	\$94,911	\$68,283	\$3,684,518
State/Other Special	2,820,825	69,392	56,583	2,946,800	70,923	56,583	2,948,331
Federal Special	700,499	24,603	11,700	736,802	23,988	11,700	736,187
Total Funds	\$3,521,324	\$93,995	\$68,283	\$3,683,602	\$94,911	\$68,283	\$3,684,518

**DEPARTMENT OF FISH, WILDLIFE & PARKS-5201
COMMUNICATION & EDUCATION DIVISION-08**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$30,000	\$0
FY 2013	\$30,000	\$0

PL- 802 - Reinstate Comm Ed Operating Adjustment -

This budget request is recommended to restore \$30,000 per year of state special revenue in the Communication and Education Bureau. This funding was approved as one-time-only by the 2009 Legislature. This funding is used to provide public information through a variety of means regarding regulation changes, opportunities for public comment, and issues affecting hunting and fishing opportunities.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$19,000	\$0
FY 2013	\$19,000	\$0

PL- 803 - Restore Dingle-Johnson Federal Appropriation -

This request is for \$19,000 per year of federal special revenue to restore federal aid dollars (formerly known as Wallop-Breaux) for aquatic education purposes. Private individuals on contract did not utilize all dollars committed to their programs primarily due to scheduling issues with teachers. These private contractors and their efforts are vital to the success of Montana's Angler Education program. They provide an average of nearly 2,000 classroom education programs each school year, which far exceeds the capabilities of FWP staff.

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

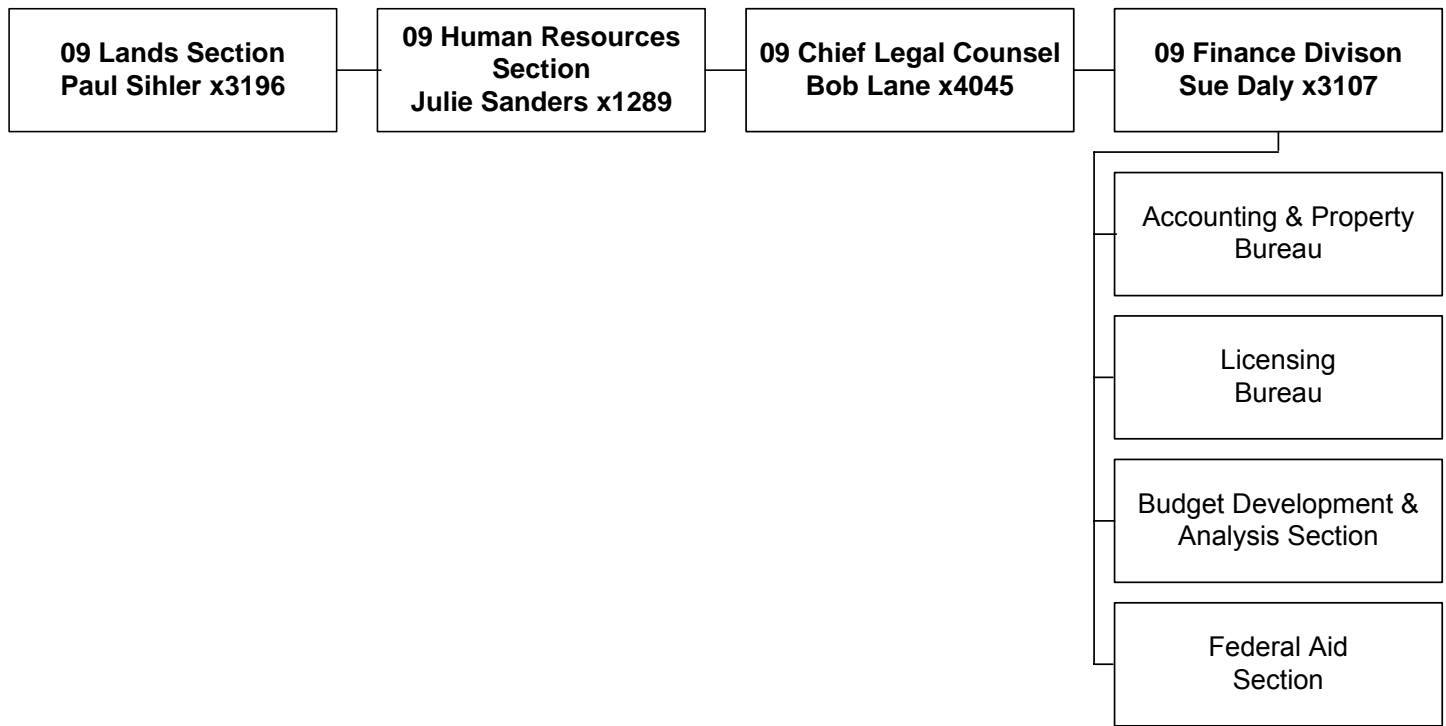
	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$68,283	\$0
FY 2013	\$68,283	\$0

NP- 801 - Montana Outdoor Discovery Center Operations -

This budget request is for \$68,283 per year of state and federal special revenue. Completion of renovations and opening of the Montana Outdoor Discovery Center is projected for early 2011. The 2005 Legislature originally approved funding for operations of the center but difficulty raising private matching funds and damage from a wildfire delayed completion and opening of the center. The agency did not spend the operations funding and therefore needs to restore base operating expenditures. Some programs will be eligible for federal aid reimbursement and funding sources have been adjusted to reduce the impact on the general license account.

DEPARTMENT OF FISH, WILDLIFE & PARKS-5201 MANAGEMENT & FINANCE-09

Please note that this program also contains proprietary funding (see Section P).



Program Description - The management sections of the division are responsible for: 1) Overall department direction regarding policy, planning, program development, guidelines, and budgets; 2) Liaison with the Governor's Office and the Legislature; 3) Interaction with the Fish, Wildlife and Parks Commission; 4) Decision-making for key resource activities affecting the department; 5) Liaison with Montana's Indian tribes and with other state and federal agencies; 6) Legal services for the department; 7) Human Resource Management; and 8) Real estate functions for the department.

The Finance sections of the division provide for: 1) Department-wide support for accounting; 2) Fiscal management; 3) Purchasing and property management; 4) Federal aid administration; 5) The sale of hunting, fishing, and other recreational licenses.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	63.12	0.50	0.00	63.62	0.50	0.00	63.62
Personal Services	3,600,691	242,859	0	3,843,550	244,501	0	3,845,192
Operating Expenses	5,004,981	86,097	0	5,091,078	21,921	0	5,026,902
Equipment & Intangible Assets	13,526	0	0	13,526	0	0	13,526
Transfers	58,869	40,783	0	99,652	40,783	0	99,652
Total Costs	\$8,678,067	\$369,739	\$0	\$9,047,806	\$307,205	\$0	\$8,985,272
State/Other Special	8,613,983	360,187	0	8,974,170	313,682	0	8,927,665
Federal Special	64,084	9,552	0	73,636	(6,477)	0	57,607
Proprietary	0	0	0	0	0	0	0
Total Funds	\$8,678,067	\$369,739	\$0	\$9,047,806	\$307,205	\$0	\$8,985,272

**DEPARTMENT OF FISH, WILDLIFE & PARKS-5201
MANAGEMENT & FINANCE-09**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$50,164	\$0
FY 2013	\$50,043	\$0

PL- 901 - Legal Unit Workload Efforts -

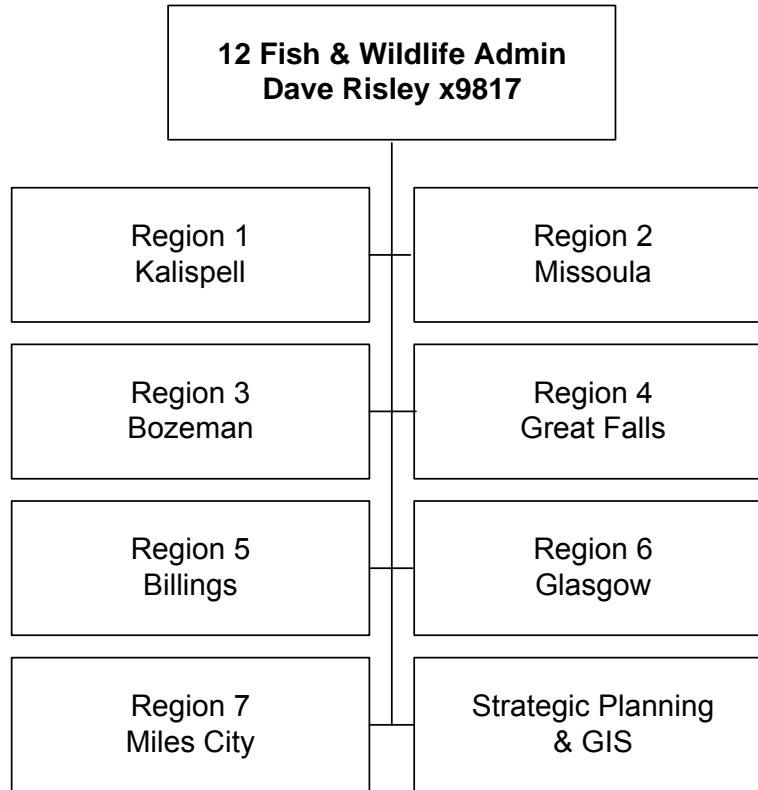
This request is for \$50,164 in FY 2012 and \$50,043 in FY 2013 of state special revenue. The Legal Unit workload has steadily increased to the point that the legal staff cannot keep up. The primary reasons for the increase include a significant increase in litigation in federal courts defending Endangered Species Act delisting decisions (wolves, grizzly bear) increased litigation in state district courts defending agency management decisions such as the contract for caretaking of quarantined bison; significant increases in objections to protect FWP's in-stream water rights before the Water Court; and an increase in legal work in the acquisition, monitoring, and enforcement of conservation easements for fish and wildlife habitat. This request would increase a half-time attorney to a full-time position rather than contract with private sector attorneys which would result in significantly higher costs per hour.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$40,783	\$0
FY 2013	\$40,783	\$0

PL- 903 - Search and Rescue Base Operating Adjustment -

This budget request is recommended to restore \$40,783 of state special revenue each year of the biennium to re-establish authority to transfer cash to the Department of Military Affairs for costs incurred by search and rescue clubs when searching for hunters, anglers or trappers. The revenue source for these funds is \$0.25 for each conservation license sold which is statutorily dedicated for this purpose.

**DEPARTMENT OF FISH, WILDLIFE & PARKS-5201
FISH & WILDLIFE ADMINISTRATION-12**



Program Description - Administration of the Fish & Wildlife Division includes oversight of the Enforcement, Wildlife, Fisheries, and Communication & Education programs and the seven regional offices that are responsible for program implementation. The Strategic Planning section uses information and planning processes to develop strategic guidance for the director and develop operational guidance for the division's operations and ensures that the agency is engaged in external federal, state and local planning processes that impact the agency. The Data Services section is responsible for maintenance and support of biological databases MFISH and MWILD; all FWP Geographic Information System (GIS) data, applications and training; and FWP's website.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	46.46	0.00	1.00	47.46	0.00	1.00	47.46
Personal Services	2,568,091	56,859	56,039	2,680,989	55,982	55,901	2,679,974
Operating Expenses	925,635	(14,714)	31,750	942,671	(13,311)	31,750	944,074
Equipment & Intangible Assets	9,316	0	0	9,316	0	0	9,316
Grants	69,342	0	0	69,342	0	0	69,342
Total Costs	\$3,572,384	\$42,145	\$87,789	\$3,702,318	\$42,671	\$87,651	\$3,702,706
State/Other Special	3,430,760	58,266	43,894	3,532,920	58,530	43,825	3,533,115
Federal Special	141,624	(16,121)	43,895	169,398	(15,859)	43,826	169,591
Total Funds	\$3,572,384	\$42,145	\$87,789	\$3,702,318	\$42,671	\$87,651	\$3,702,706

**DEPARTMENT OF FISH, WILDLIFE & PARKS-5201
FISH & WILDLIFE ADMINISTRATION-12**

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

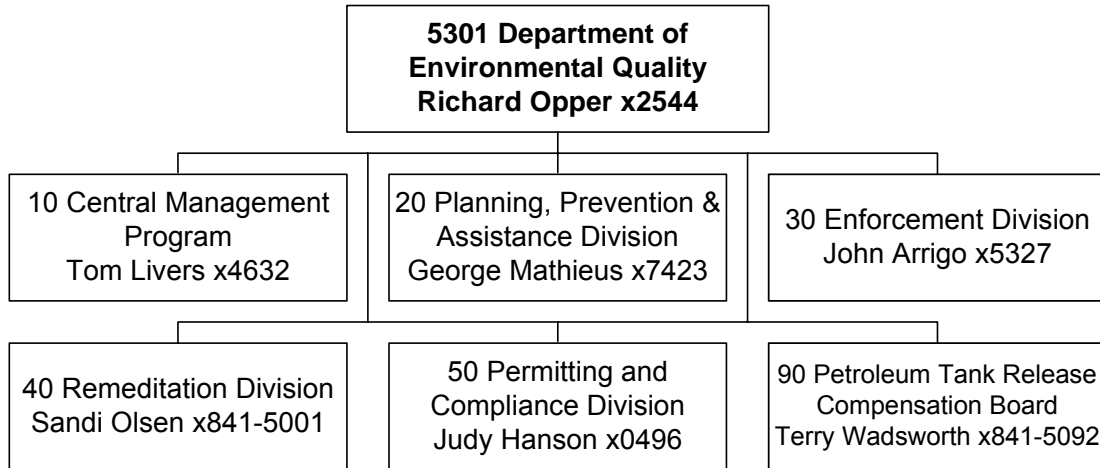
	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$87,789	\$0
FY 2013	\$87,651	\$0

NP- 1201 - Restore Urban Wildlife Planner -

This budget request is for \$87,789 in FY 2012 and \$87,651 in FY 2013 of state and federal special revenue. The Urban Wildlife Planner position was approved as OTO by the 2009 Legislature. The 1.00 FTE planner is a land use planning specialist that has provided critical expertise and direction on residential development and transportation impacts on Montana's fish and wildlife resources at the county and state level. This position also fills a critical need for the agency for updates to the Comprehensive Fish and Wildlife Strategy by providing land use information related to development and crucial areas and corridors.

DEPARTMENT OF ENVIRONMENTAL QUALITY-5301

Please note that this agency also contains proprietary funding (see Section P).



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

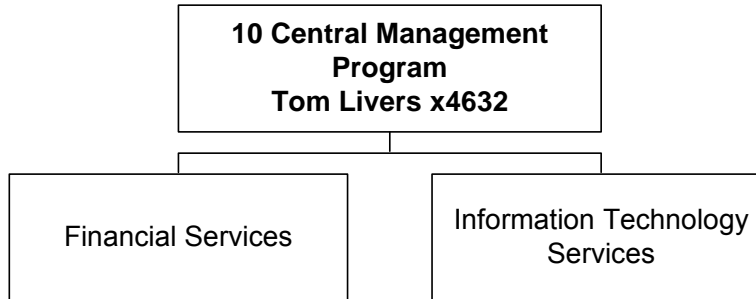
Statutory Authority - Titles 2, 7, 37, 50, 69, 75, 76, 80, 82 and 90, MCA; USC 24, 30, 33 and 42; PL No. 92-500, 95-87, 91, 95-224 and 99-519.

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

Agency Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	387.29	0.00	(1.85)	385.44	0.00	(1.85)	385.44
Personal Services	24,209,977	2,862,498	(146,735)	26,925,740	2,873,965	(146,750)	26,937,192
Operating Expenses	20,595,563	8,186,874	124,815	28,907,252	8,156,901	124,815	28,877,279
Equipment & Intangible Assets	80,932	513,588	0	594,520	513,588	0	594,520
Grants	1,473,211	318,597	0	1,791,808	333,250	0	1,806,461
Transfers	20,414	0	0	20,414	0	0	20,414
Total Costs	\$46,380,097	\$11,881,557	(\$21,920)	\$58,239,734	\$11,877,704	(\$21,935)	\$58,235,866
General Fund	5,341,202	271,634	(146,735)	5,466,101	274,665	(146,750)	5,469,117
State/Other Special	22,697,176	8,316,242	124,815	31,138,233	8,319,534	124,815	31,141,525
Federal Special	18,341,719	3,293,681	0	21,635,400	3,283,505	0	21,625,224
Total Funds	\$46,380,097	\$11,881,557	(\$21,920)	\$58,239,734	\$11,877,704	(\$21,935)	\$58,235,866

**DEPARTMENT OF ENVIRONMENTAL QUALITY-5301
CENTRAL MANAGEMENT PROGRAM-10**

Please note that this program also contains proprietary funding (see Section P).



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

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	9.75	0.00	(0.47)	9.28	0.00	(0.47)	9.28
Personal Services	783,187	117,889	(41,998)	859,078	116,799	(42,176)	857,810
Operating Expenses	1,057,038	82,038	0	1,139,076	81,961	0	1,138,999
Total Costs	\$1,840,225	\$199,927	(\$41,998)	\$1,998,154	\$198,760	(\$42,176)	\$1,996,809
General Fund	327,767	120,185	(41,998)	405,954	120,197	(42,176)	405,788
State/Other Special	1,200,299	50,230	0	1,250,529	49,498	0	1,249,797
Federal Special	312,159	29,512	0	341,671	29,065	0	341,224
Total Funds	\$1,840,225	\$199,927	(\$41,998)	\$1,998,154	\$198,760	(\$42,176)	\$1,996,809

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$79,440	\$16,232
FY 2013	\$79,361	\$16,232

PL- 1001 - Program 10 Non-Proprietary Operations Adjustment -

This operating adjustment is for \$79,440 in FY 2012 and \$79,361 in FY 2013 in general, state special, and federal special revenue to restore spending authority in the attorney pool within the Director's Office of the Central Management Program. Expenditures were short \$30,000 in the base year due to vacancy savings targets and an employee taking voluntary leave without pay. Included in this adjustment are expenditures totaling \$40,000 that were not included in the base budget due to OTO restrictions from last biennium.

**DEPARTMENT OF ENVIRONMENTAL QUALITY-5301
CENTRAL MANAGEMENT PROGRAM-10**

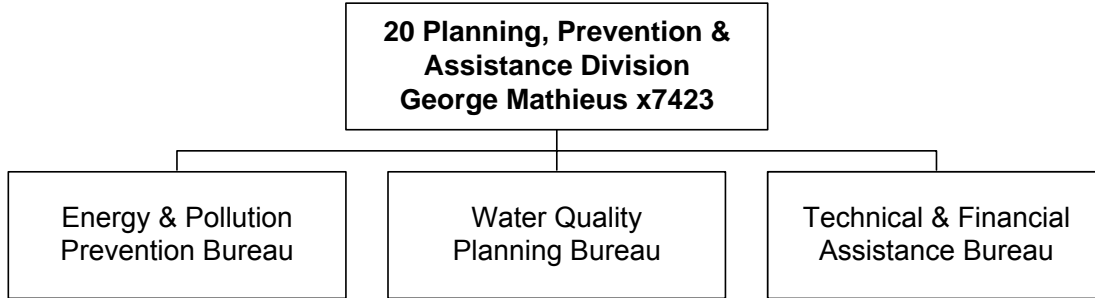
-----**New Proposals**-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$41,998)	(\$41,998)
FY 2013	(\$42,176)	(\$42,176)

NP- 55400 - 4% Personal Services Reduction (Pgm 10) -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the Central Management Program by \$41,998 in FY 2012 and \$42,176 in FY 2013 to implement the budget reduction. The reduction includes the elimination of 0.47 FTE. This reduction reduces a part time position in the MEPA program.

**DEPARTMENT OF ENVIRONMENTAL QUALITY-5301
PLANNING, PREVENTION & ASSISTANCE DIVISION-20**



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

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	84.50	0.00	(0.62)	83.88	0.00	(0.62)	83.88
Personal Services	5,475,919	720,677	(57,427)	6,139,169	723,156	(57,288)	6,141,787
Operating Expenses	4,867,811	1,934,695	124,815	6,927,321	1,926,448	124,815	6,919,074
Equipment & Intangible Assets	0	28,000	0	28,000	28,000	0	28,000
Transfers	12,914	0	0	12,914	0	0	12,914
Total Costs	\$10,356,644	\$2,683,372	\$67,388	\$13,107,404	\$2,677,604	\$67,527	\$13,101,775
General Fund	2,728,401	36,495	(57,427)	2,707,469	35,235	(57,288)	2,706,348
State/Other Special	1,636,631	976,672	124,815	2,738,118	976,955	124,815	2,738,401
Federal Special	5,991,612	1,670,205	0	7,661,817	1,665,414	0	7,657,026
Total Funds	\$10,356,644	\$2,683,372	\$67,388	\$13,107,404	\$2,677,604	\$67,527	\$13,101,775

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,782,751	\$0
FY 2013	\$1,774,265	\$0

PL- 2002 - Planning, Prevention & Asst. Div Operating Adjust -

This operating adjustment is for \$1,782,751 in FY 2012 and \$1,774,265 in FY 2013 in state special and federal special revenue to restore spending authority for the base budget in the Planning, Prevention, and Assistance Division. Base expenditures were low due to (1) spending of ARRA funds which reduced normal HB 2 expenditures in the base year; 2) administrative appropriations for contracts with other state agencies where the work was not completed within the base year; 3) reduced operating costs related to vacant positions; and 4) Dept of Energy special projects grant authority.

**DEPARTMENT OF ENVIRONMENTAL QUALITY-5301
PLANNING, PREVENTION & ASSISTANCE DIVISION-20**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$164,000	\$0
FY 2013	\$164,000	\$0

PL- 2004 - Universal System Benefits Additional Authority -

This request is for an additional \$164,000 per year in state special revenue authority. Universal System Benefits Fund revenues have increased over the past several years and authority to expend these funds is requested. Funds are used for electrical efficiency projects, renewable energy projects, and education in the Montana-Dakota Utilities service area.

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$124,815	\$0
FY 2013	\$124,815	\$0

NP- 2006 - Alternative Energy Revolving Loan Pgm Operating -

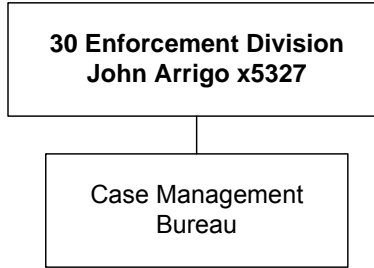
This request is to authorize expenditure of \$124,815 per year of state special revenue from the Alternative Energy Revolving Loans made with ARRA funding. These funds revolve back as state special revenue funds and these expenditures will be used for program operating costs in the next biennium. The U.S. Department of Energy encouraged states, where feasible, to use the one-time ARRA funds in revolving programs that would continue to provide benefits after the initial funds were expended.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$57,427)	(\$57,427)
FY 2013	(\$57,288)	(\$57,288)

NP- 55400 - 4% Personal Services Reduction (Pgm 20) -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the Planning, Prevention, and Assistance Program by \$57,427 in FY 2012 and \$57,288 in FY 2013 to implement the budget reduction. The reduction includes the elimination of 0.62 FTE. This reduction reduces a full time environmental science specialist position to part time.

**DEPARTMENT OF ENVIRONMENTAL QUALITY-5301
ENFORCEMENT DIVISION-30**



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

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	15.00	0.00	(0.27)	14.73	0.00	(0.27)	14.73
Personal Services	989,329	73,008	(17,658)	1,044,679	73,370	(17,717)	1,044,982
Operating Expenses	294,362	81,812	0	376,174	80,645	0	375,007
Total Costs	\$1,283,691	\$154,820	(\$17,658)	\$1,420,853	\$154,015	(\$17,717)	\$1,419,989
General Fund	552,549	23,275	(17,658)	558,166	22,912	(17,717)	557,744
State/Other Special	436,067	54,706	0	490,773	54,453	0	490,520
Federal Special	295,075	76,839	0	371,914	76,650	0	371,725
Total Funds	\$1,283,691	\$154,820	(\$17,658)	\$1,420,853	\$154,015	(\$17,717)	\$1,419,989

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$81,553	\$32,644
FY 2013	\$80,325	\$32,152

PL- 3001 - Enforcement Operations Adjustment -

This operating adjustment is for \$81,553 in FY 2012 and \$80,325 in FY 2013 in general, state special, and federal special revenue to restore spending authority in Enforcement Division. Funds for this request are primarily needed for personal services indirect costs not spent due to vacancy savings, an internal promotion, and an ADA accommodation. Additional expenditures include lab analysis, postage costs, field supplies, training, and in-state travel necessary to respond to and validate citizen complaints and spills. Included in this adjustment are expenditures totaling \$66,750 that were not included in the base budget due to OTO restrictions from last biennium.

**DEPARTMENT OF ENVIRONMENTAL QUALITY-5301
ENFORCEMENT DIVISION-30**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$17,658)	(\$17,658)
FY 2013	(\$17,717)	(\$17,717)

NP- 55400 - 4% Personal Services Reduction (Pgm 30) -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the Enforcement Program by \$17,658 in FY 2012 and \$17,717 in FY 2013 to implement the budget reduction. The reduction includes the elimination of 0.27 FTE.

**DEPARTMENT OF ENVIRONMENTAL QUALITY-5301
REMEDIATION DIVISION-40**



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

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	63.01	0.00	0.00	63.01	0.00	0.00	63.01
Personal Services	3,289,972	1,052,493	0	4,342,465	1,055,222	0	4,345,194
Operating Expenses	7,205,103	2,259,101	0	9,464,204	2,259,431	0	9,464,534
Equipment & Intangible Assets	0	475,648	0	475,648	475,648	0	475,648
Transfers	7,500	0	0	7,500	0	0	7,500
Total Costs	\$10,502,575	\$3,787,242	\$0	\$14,289,817	\$3,790,301	\$0	\$14,292,876
State/Other Special	5,124,647	2,785,633	0	7,910,280	2,786,471	0	7,911,118
Federal Special	5,377,928	1,001,609	0	6,379,537	1,003,830	0	6,381,758
Total Funds	\$10,502,575	\$3,787,242	\$0	\$14,289,817	\$3,790,301	\$0	\$14,292,876

**DEPARTMENT OF ENVIRONMENTAL QUALITY-5301
REMEDIATION DIVISION-40**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$432,462	\$0
FY 2013	\$432,462	\$0

PL- 4001 - Remediation Division Operations Adjustments -

This operating adjustment is for \$432,462 in FY 2012 and FY 2013 in state special and federal special revenue to restore base budget spending authority for the Mine Waste Cleanup Bureau (MWCB), Fiscal and Administrative Services Bureau (FAS), and Hazardous Waste Site Cleanup Bureau (HWSCB) in the Remediation Division. An adjustment is required due to (1) potential retirements in FAS and HWSCB; (2) training for personnel in MWCB, FAS, and HWSCB; and (3) for contracted services in MWCB and HWSCB (consultants, professional services, legal services, and IT services). The contracted services utilized by the HWSCB were less than planned in the base year. Legal and IT services supporting cleanups are vital due to the complexity of the issues related to the cleanups. These services will be utilized to conduct oversight, track data trends, develop needed guidance, conduct enforcement actions if needed, and to contract for implementation of cleanup construction plans as needed.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$750,000	\$0
FY 2013	\$750,000	\$0

PL- 4002 - S&W Claims Payments (OTO/Bien/Rest) -

This one time only, biennial, restricted request is for \$1.5 million in state special revenue orphan share funds. Title 75, Chapter 10, part 743, MCA, was amended in 2009 to allow liable parties to seek reimbursement of orphan share claims when the remedial investigation of a contaminated site has been completed rather than having to wait until cleanup is completed to apply for any reimbursement. The remedial investigation at the S&W site in Darby is expected to be completed in FY 2013 or sooner. Therefore, the department anticipates receiving a claim for those orphan share costs prior to the end of the biennium. Orphan share costs are the share of costs for a remedial action that are attributable to a responsible party that is defunct, bankrupt or otherwise insolvent. The previously approved orphan share allocation under the statute requires the department to reimburse 39% of the remedial investigation costs at this site. These costs are estimated to be up to \$1,500,000 of the total investigation cost. Therefore, the department is seeking the spending authority necessary to reimburse these claims.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,100,000	\$0
FY 2013	\$1,100,000	\$0

PL- 4003 - GO Bond Sales NPL sites (OTO/Bien/Rest) -

This one-time-only, biennial, restricted request is for \$2.2 million in spending authority for CERCLA GO Bonds and the associated debt service expenditures. Title 75, Chapter 10, parts 623 and 624, MCA, authorizes the sale of general obligation Comprehensive Environmental Response, Compensation, and Liability Act (CERCLA) bonds to meet the state's obligations for federal match requirements at national priority list (NPL) sites regulated under the federal CERCLA, better known as federal superfund law. DEQ has an obligation to provide a 10% match to federal funds expended for remedial actions at the Carpenter/Snow and Barker/Hughesville NPL sites. Remedial action to clean up mine waste from residential yards is expected to start in the summer of 2012 at Neihart. Barker/Hughesville work remediating waste dumps and tailings that are impacting adjacent drainages would start about the same time. DEQ anticipates selling \$2.2 million in bonds in August 2012 to meet the initial obligation at these sites. Bonds would be repaid using the CERCLA match debt service fund established in 75-10-622, MCA.

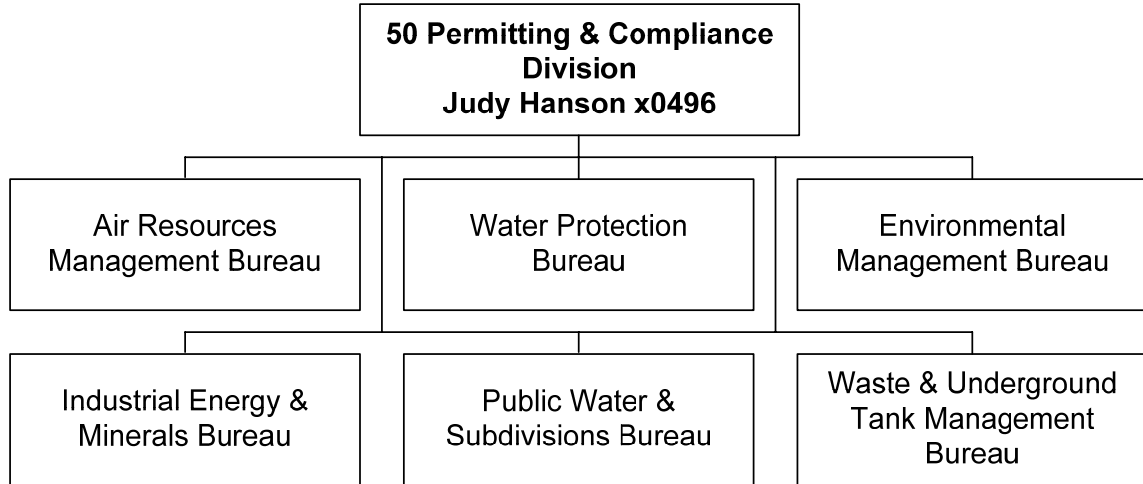
**DEPARTMENT OF ENVIRONMENTAL QUALITY-5301
REMEDIATION DIVISION-40**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$540,648	\$0
FY 2013	\$540,648	\$0

PL- 4004 - Upgrade ACCESS Database (OTO/BIEN/REST) -

This request is for \$540,648 per year in state special and federal special revenue for the Remediation Division to upgrade its tanks database through an ACCESS upgrade or conversion from ACCESS to SQL. This upgrade will allow more effective management of the approximately 3,750 permitted underground storage tank sites and 1,500 petroleum release sites.

**DEPARTMENT OF ENVIRONMENTAL QUALITY-5301
PERMITTING & COMPLIANCE DIVISION-50**



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

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	209.03	0.00	(0.49)	208.54	0.00	(0.49)	208.54
Personal Services	13,311,323	899,582	(29,652)	14,181,253	904,260	(29,569)	14,186,014
Operating Expenses	6,958,473	3,697,339	0	10,655,812	3,676,470	0	10,634,943
Equipment & Intangible Assets	80,932	9,940	0	90,872	9,940	0	90,872
Grants	1,473,211	318,597	0	1,791,808	333,250	0	1,806,461
Total Costs	\$21,823,939	\$4,925,458	(\$29,652)	\$26,719,745	\$4,923,920	(\$29,569)	\$26,718,290
General Fund	1,732,485	91,679	(29,652)	1,794,512	96,321	(29,569)	1,799,237
State/Other Special	13,726,509	4,318,263	0	18,044,772	4,319,053	0	18,045,562
Federal Special	6,364,945	515,516	0	6,880,461	508,546	0	6,873,491
Total Funds	\$21,823,939	\$4,925,458	(\$29,652)	\$26,719,745	\$4,923,920	(\$29,569)	\$26,718,290

**DEPARTMENT OF ENVIRONMENTAL QUALITY-5301
PERMITTING & COMPLIANCE DIVISION-50**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$50,000	\$50,000
FY 2013	\$50,000	\$50,000

PL- 5002 - Restore Counties Air Quality Program Funding -

This request is to restore \$50,000 per year in general fund for programs that currently exist but were not included in the base budget due to one-time-only restrictions from last biennium. The Air Quality Program requires \$100,000 in pass-through funds to counties to fund local air quality programs. The agency currently has contracts with Missoula, Yellowstone, Cascade, Gallatin, Flathead, and Lewis & Clark counties.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,750,000	\$0
FY 2013	\$1,750,000	\$0

PL- 5003 - Hard Rock & Major Facility Siting Projects (BIEN/RST) -

This biennial, restricted request is for \$1,750,000 per year in state special revenue for projects administered by the Hard Rock and Major Facility Siting Act Programs (MFSA). Hard Rock mining reclamation of \$3,000,000 will be used for operation and maintenance of the Zortman Landusky mine site and the funding will come from the Metalliferous Mines License Tax. MFSA projects totaling \$400,000 will allow the expenditure of these fees for MFSA analysis for projects that arise during the coming biennium. Bond forfeitures and settlements of \$100,000 will be used for reclamation of mine sites and will be funded by settlement agreements or by forfeitures of various reclamation surety bonds.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,128,111	(\$136,348)
FY 2013	\$1,114,777	(\$136,495)

PL- 5011 - PCD Operations Adjustment-Funding Constraints -

This request is to reestablish the operating budget in the Subdivision Program, the Air Resources Management Bureau, and the Water Protection Bureau. All three of these units had unspent funds in their FY 2010 base due to funding constraints. In addition to leaving positions open, they also did not enter into contracts, reduced their travel and under-spent in other operating categories. Funding is adjusted in general, state special, and federal special revenue. (1) The Subdivision Program was directly impacted by the economic downturn. Subdivision applications were for five or fewer lots instead of applications for subdivisions with hundreds of lots. This significantly reduced revenues. The agency took actions to reduce staffing and expenditures, including: reduction in force, transfers to programs with vacancies and funding, reducing hours of remaining employees, and voluntary retirement. This request is to partially restore the appropriation so that when subdivision activity rebounds, spending authority exists to increase hours for staff, possibly fill some vacancies, and increase the statutorily required reimbursement to counties. (2) The Air Resources Management Bureau purposely left vacant positions open in order to not increase the tonnage rate of fees assessed on the permitted industries. The rate established for air fees has historically been based on the appropriation to fund the program in relationship to the tons of air emissions. Reduced air emissions over the past two years due to controls placed on the refineries from the Environmental Protection Agency (EPA) and the closures of facilities would have caused an increase in the fee rate of approximately 30% from FY 2010 to FY 2011. (3) The Water Protection Bureau also left positions vacant due to insufficient revenues. This has hampered a program that has historically had a permit backlog and lack of infrastructure (databases, rule development, and guidance manuals), resulting in a program that is not operating at full capacity and efficiency.

**DEPARTMENT OF ENVIRONMENTAL QUALITY-5301
PERMITTING & COMPLIANCE DIVISION-50**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$357,761	\$140,000
FY 2013	\$355,638	\$140,000

PL- 5012 - PCD Operations Adjustment-Mining Programs -

This request is to reestablish \$357,761 in FY 2012 and \$355,638 in general, state special, and federal special revenue operating budgets for the mining programs in order to respond to the changing environmental impacts of mining by entering into contracts to evaluate situations and collect and analyze samples. The department requests to reestablish the budget in order to have the flexibility to respond to new and amendment applications anticipated on a number of mines, including Otter Creek.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$256,684	\$21,637
FY 2013	\$252,946	\$21,142

PL- 5013 - PCD Operations Adjustment-Public Water Supply -

This request is to reestablish \$256,684 in FY 2012 and \$252,946 in FY 2013 in general, state special, and federal special revenue base operating budget in the Public Water Supply Program. This program had an unusually high turnover rate during the base year. As a result, expenditures were not made for normal program operations that are necessary for a fully staffed program. This request will help ensure monitoring the safety of the state's drinking water systems, performing inspections, providing technical assistance and education, and working with systems when their water is unsafe for human consumption.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$458,643	\$16,626
FY 2013	\$470,524	\$16,348

PL- 5014 - PCD Ops Adjustment-Meth/Admin/WUTMB -

This request is to restore \$458,643 in FY 2012 and \$470,524 in FY 2013 in general, state special, and federal special revenue base operating budget in the meth program, division administration, and the Waste & Underground Tanks Management Bureau (WUTMB). The Meth Standards program requires \$20,000 to fund operating expenses associated with the program requirements, including but not limited to providing education, training, and testing for contractor certification, travel, supplies, communications and web maintenance. The majority of this request is in the Junk Vehicle Program in the form of county grant reimbursements and reimbursements to local tow operators who remove abandoned vehicles from roadsides. Other adjustments include restoration of travel funds for routine inspections and for off-site technical training.

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$29,652)	(\$29,652)
FY 2013	(\$29,569)	(\$29,569)

NP- 55400 - 4% Personal Services Reduction (Pgm 50) -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the Permitting and Compliance Division by \$29,652 in FY 2012 and \$29,568 in FY 2013 to implement the budget reduction. The reduction includes the elimination of 0.49 FTE. This reduction reduces a full time environmental engineer position to part time.

**DEPARTMENT OF ENVIRONMENTAL QUALITY-5301
PETROLEUM TANK RELEASE COMPENSATION BOARD-90**

90 Petroleum Tank Release Compensation Board Terry Wadsworth x841-5092

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

Program Proposed Budget	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	6.00	0.00	0.00	6.00	0.00	0.00	6.00
Personal Services	360,247	(1,151)	0	359,096	1,158	0	361,405
Operating Expenses	212,776	131,889	0	344,665	131,946	0	344,722
Total Costs	\$573,023	\$130,738	\$0	\$703,761	\$133,104	\$0	\$706,127
State/Other Special	573,023	130,738	0	703,761	133,104	0	706,127
Total Funds	\$573,023	\$130,738	\$0	\$703,761	\$133,104	\$0	\$706,127

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$146,821	\$0
FY 2013	\$146,878	\$0

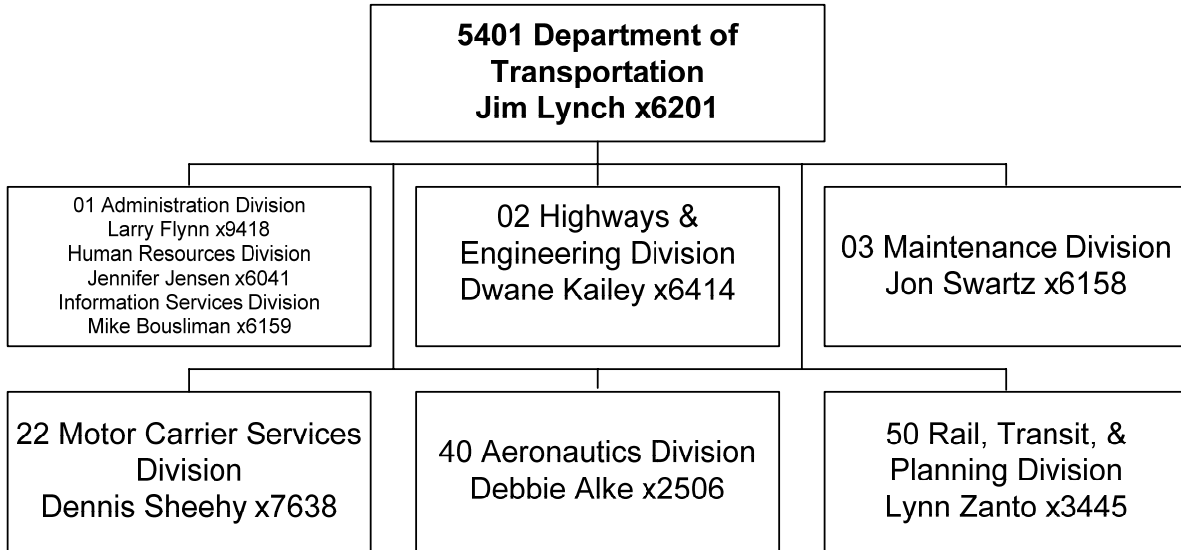
PL- 9001 - Petroleum Board Operations Adjustment -

This request is to restore \$146,821 in FY 2012 and \$146,878 in FY 2013 in state special revenue funds for the Petroleum Tank Release Compensation Board. This operating adjustment is necessary for legal contracting due to low base year expenditures in supplies, training costs, indirect costs, and legal fees as the board was awaiting a ruling from the Secretary of State on the issue of statute of limitations.

Language Recommendations – “The department is appropriated up to \$500,000 of the funds recovered under the petroleum tank compensation board subrogation program in the 2013 biennium for the purpose of paying contract expenses related to the recovery of funds.”

DEPARTMENT OF TRANSPORTATION-5401

Please note that this agency also contains proprietary funding (see Section P).



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

Statutory Authority - Title 2, Chapter 15, part 25; and Titles 23 and 60, MCA; USC 134 and 135; Title 23, Chapter 1, CFR.

Language - "The department may adjust appropriations in the general operations, construction, maintenance, and transportation planning programs between state special revenue and federal special revenue funds if the total state special revenue authority for these programs is not increased by more than 10% of the total appropriations established by the Legislature for each program."

"All federal special revenue appropriations in the department are biennial."

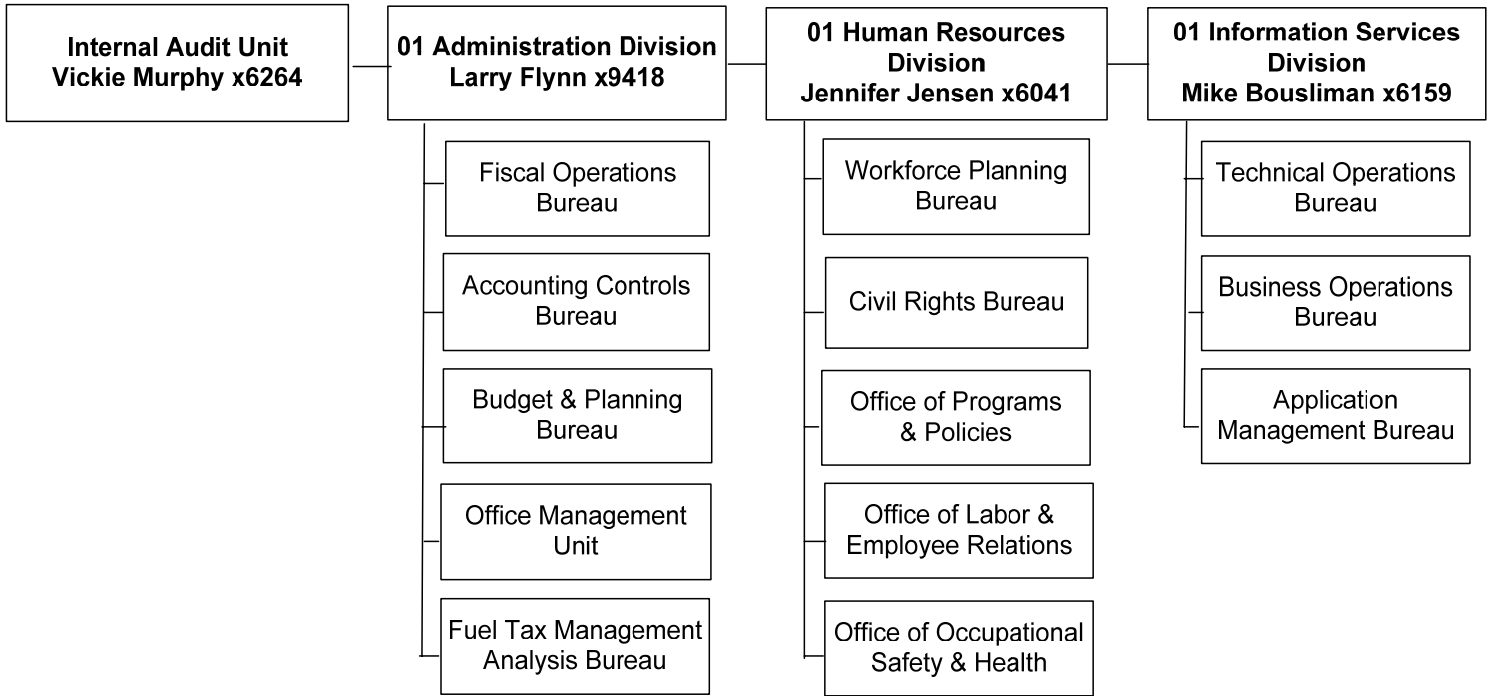
"All appropriations in the general operations, construction, maintenance, and transportation planning programs are biennial."

"All remaining federal pass-through grant appropriations for highway traffic safety, including reversions for the 2011 biennium, are authorized to continue and are appropriated in FY 2012 and FY 2013."

DEPARTMENT OF TRANSPORTATION-5401

Agency Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	2,111.26	0.00	0.00	2,111.26	0.00	0.00	2,111.26
Personal Services	126,893,928	16,709,189	0	143,603,117	16,747,543	0	143,641,471
Operating Expenses	318,017,294	168,055,588	356,250	486,429,132	167,044,819	356,250	485,418,363
Equipment & Intangible Assets	2,974,142	13,325	0	2,987,467	0	0	2,974,142
Capital Outlay	28,099,207	(4,882,864)	0	23,216,343	(4,882,864)	0	23,216,343
Grants	19,468,999	1,183,380	0	20,652,379	1,183,380	0	20,652,379
Transfers	1,407,892	10,818	0	1,418,710	10,818	0	1,418,710
Total Costs	\$496,861,462	\$181,089,436	\$356,250	\$678,307,148	\$180,103,696	\$356,250	\$677,321,408
General Fund	0	0	0	0	0	0	0
State/Other Special	199,536,189	62,900,411	0	262,436,600	62,555,711	0	262,091,900
Federal Special	297,325,273	118,189,025	356,250	415,870,548	117,547,985	356,250	415,229,508
Proprietary	0	0	0	0	0	0	0
Total Funds	\$496,861,462	\$181,089,436	\$356,250	\$678,307,148	\$180,103,696	\$356,250	\$677,321,408

**DEPARTMENT OF TRANSPORTATION-5401
GENERAL OPERATIONS PROGRAM-01**



Program Description - The General Operations Program provides overall policy direction and management to the agency as well as administers motor fuel taxes and provides administrative support services for the department, including general administration and management; accounting and budgeting; public affairs; information technology services; human resources activities; compliance review; and goods and services procurement. The General Operations Program is authorized by 2-15-2501(3), MCA.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	186.37	0.00	0.00	186.37	0.00	0.00	186.37
Personal Services	12,203,608	1,142,209	0	13,345,817	1,141,337	0	13,344,945
Operating Expenses	11,811,027	630,030	0	12,441,057	385,799	0	12,196,826
Equipment & Intangible Assets	62,770	0	0	62,770	0	0	62,770
Grants	339,479	7,386	0	346,865	7,386	0	346,865
Total Costs	\$24,416,884	\$1,779,625	\$0	\$26,196,509	\$1,534,522	\$0	\$25,951,406
State/Other Special	22,560,630	1,411,869	0	23,972,499	1,246,589	0	23,807,219
Federal Special	1,856,254	367,756	0	2,224,010	287,933	0	2,144,187
Total Funds	\$24,416,884	\$1,779,625	\$0	\$26,196,509	\$1,534,522	\$0	\$25,951,406

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$17,806	\$0
FY 2013	\$17,806	\$0

PL- 103 - Overtime/Differential -

This request restores zero-based overtime and differential pay with associated benefits of \$17,806 per year of state special revenue.

**DEPARTMENT OF TRANSPORTATION-5401
GENERAL OPERATIONS PROGRAM-01**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$6,328	\$0
FY 2013	\$6,709	\$0

PL- 104 - Equipment Rental -

This request for \$6,328 in FY 2012 and \$6,709 in FY 2013 of state special revenue increase to adjust for expected rates for rental equipment to provide adequate revenue to the Equipment Program.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$52,590	\$0
FY 2013	\$84,383	\$0

PL- 106 - Merchant Credit Card Fees -

This request is to restore \$52,590 in FY 2012 and \$84,383 in FY 2013 of state special revenue to cover increased merchant credit card fees due to an increase in customers paying for permits, licenses and other MDT services via credit cards. This funding was approved as one-time-only by the 2009 Legislature.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$208,853	\$0
FY 2013	\$208,853	\$0

PL- 107 - Federal Grants Programs -

This budget request is to increase the authority in several federal programs up to the allowed federal expenditure levels. The funding is federal special revenue of \$208,853 per year for the following: Disadvantaged Business Enterprise (\$162,595), MDT Training Grant (\$38,872), and the Salish Kootenai College OJT (\$7,386).

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$194,442	\$0
FY 2013	\$215,961	\$0

PL- 111 - Restore Computer Services Contract Funding -

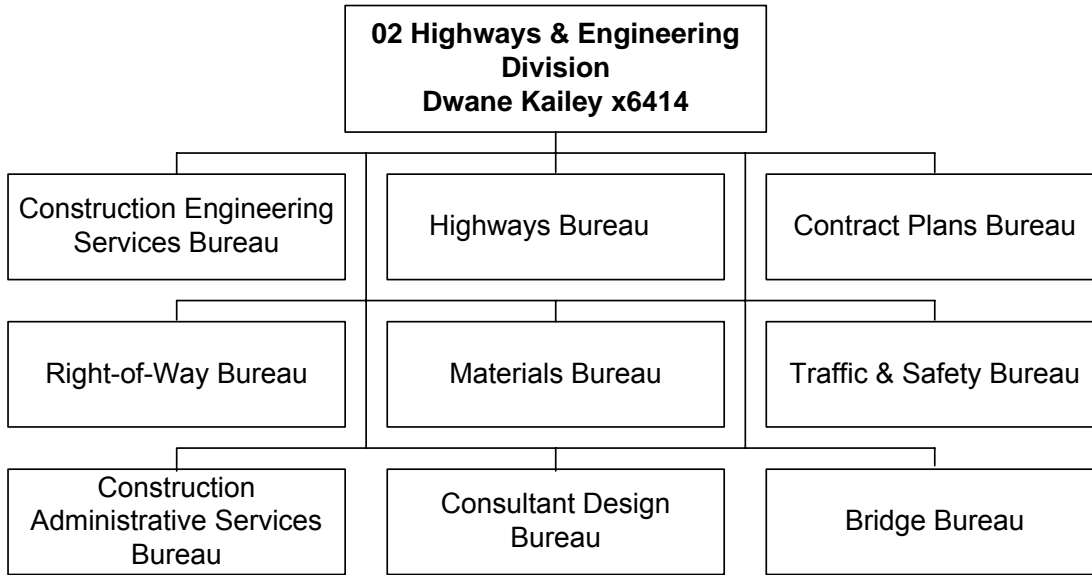
This request is for \$194,442 in FY 2012 and \$215,961 in FY 2013 of state special revenue to restore base funding levels and scheduled maintenance and system enhancements for permitting, registration, and licensing systems. These systems include permitting for commercial motor vehicles and other entities, International Fuel Tax Agreement (IFTA) licenses, and International Registration Plan (IRP) vehicle registrations. This system provides the public a consistent and accurate manner of obtaining these required permits, licenses, and vehicle registrations as required by state and federal laws.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$64,500	\$0
FY 2013	\$8,100	\$0

PL- 112 - Fuel Tax Evasion Grant -

This request is for an increase of \$64,500 in FY 2012 and \$8,100 in FY 2013 of federal special revenue to spend Federal Fuel Tax Evasion Grant funds on system enhancements to allow electronic filing of International Fuel Tax Agreement (IFTA) and Special Fuel User (SU) tax returns, increased costs of IFTA decals, and other costs associated with tax evasion.

**DEPARTMENT OF TRANSPORTATION-5401
CONSTRUCTION PROGRAM-02**



Program Description - The Construction Program is responsible for construction project planning and development from the time a project is included in the long-range work plan through the actual construction. Program responsibilities include such tasks as design, right-of-way acquisitions, issuing contract bids, awarding contracts, and administering construction contracts. Contract administration is the documentation, inspection, and testing of highway construction materials from the time the contract is awarded to a private contractor until the project is completed and the work is approved. The program also provides traffic improvement and educational programs to promote public safety, health, and welfare. The Construction Program is mandated by 2-15-2501(1), MCA; Title 60, MCA; and 23 USC 116.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	924.72	0.00	0.00	924.72	0.00	0.00	924.72
Personal Services	54,877,333	11,937,739	0	66,815,072	11,936,466	0	66,813,799
Operating Expenses	230,071,884	129,789,115	0	359,860,999	129,883,158	0	359,955,042
Equipment & Intangible Assets	1,829,537	0	0	1,829,537	0	0	1,829,537
Capital Outlay	28,059,193	(5,000,000)	0	23,059,193	(5,000,000)	0	23,059,193
Grants	6,246,931	0	0	6,246,931	0	0	6,246,931
Total Costs	\$321,084,878	\$136,726,854	\$0	\$457,811,732	\$136,819,624	\$0	\$457,904,502
State/Other Special	55,225,282	22,155,457	0	77,380,739	22,245,658	0	77,470,940
Federal Special	265,859,596	114,571,397	0	380,430,993	114,573,966	0	380,433,562
Total Funds	\$321,084,878	\$136,726,854	\$0	\$457,811,732	\$136,819,624	\$0	\$457,904,502

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$130,401,776	\$0
FY 2013	\$130,401,776	\$0

PL- 202 - Contractor Payments/Federal Aid -

This request is for \$130,401,776 per year of combined state special and federal special revenue to achieve preliminary contractor payment levels of \$330,000,000 in both FY 2012 and FY 2013.

**DEPARTMENT OF TRANSPORTATION-5401
CONSTRUCTION PROGRAM-02**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,027,441	\$0
FY 2013	\$1,053,993	\$0

PL- 205 - Equipment Rental -

This request for \$1,027,441 in FY 2012 and \$1,053,993 in FY 2013 of state and federal special revenue increase to adjust for expected rates for rental equipment to provide adequate revenue to the Equipment Program.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$3,789,320	\$0
FY 2013	\$3,789,320	\$0

PL- 206 - Overtime/Differential -

This request restores zero-based overtime and differential pay with associated benefits of \$3,789,320 per year of state and federal special revenue.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$7,000,000)	\$0
FY 2013	(\$7,000,000)	\$0

PL- 207 - Program Reductions -

This request is to reduce utility and land payment funding by \$7.0 million annually in state and federal special revenue due to the completion of two major projects in the base year - Shiloh Road and Kalispell Bypass.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$165,596	\$0
FY 2013	\$229,087	\$0

PL- 208 - Licensing Fees -

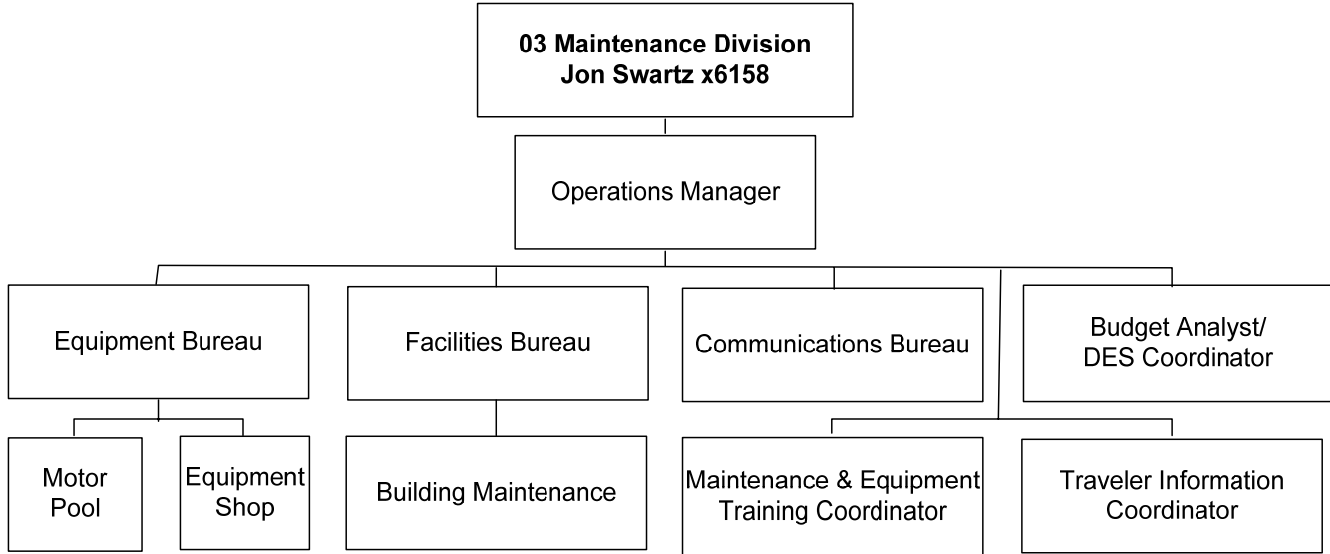
This request is for \$165,596 in FY 2012 and \$229,087 in FY 2013 of state and federal special revenue to fund industry driven licensing fee increases. The Highways and Engineering Division utilizes several engineering systems to deliver the highway construction program that require payment of licensing fees to third parties. These third-party systems include SiteManager, Trans*port, Pontus, Opus, Birtus and Computer Aided Design and Drafting (CADD). Each of these systems is witnessing 10% annual increases to their licensing fees in the next biennium. In addition, the new contract required for CADD includes a 14% initial licensing fee increase.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$182,803	\$0
FY 2013	\$182,803	\$0

PL- 209 - Federal Aid Project Delivery -

This request restores the regular federal aid program with \$182,803 per year in state and federal special revenue. Base year expenditures were low due to non-base actual costs incurred by construction engineers, inspectors and technicians for in-state travel on GARVEE projects (Highway 93) and the ARRA stimulus projects.

DEPARTMENT OF TRANSPORTATION-5401 MAINTENANCE PROGRAM-03



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

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	765.67	0.00	0.00	765.67	0.00	0.00	765.67
Personal Services	44,840,938	3,548,058	0	48,388,996	3,589,940	0	48,430,878
Operating Expenses	69,769,773	34,374,908	0	104,144,681	34,672,773	0	104,442,546
Equipment & Intangible Assets	1,023,078	0	0	1,023,078	0	0	1,023,078
Capital Outlay	40,014	117,136	0	157,150	117,136	0	157,150
Total Costs	\$115,673,803	\$38,040,102	\$0	\$153,713,905	\$38,379,849	\$0	\$154,053,652
State/Other Special	108,455,027	37,671,495	0	146,126,522	38,011,242	0	146,466,269
Federal Special	7,218,776	368,607	0	7,587,383	368,607	0	7,587,383
Total Funds	\$115,673,803	\$38,040,102	\$0	\$153,713,905	\$38,379,849	\$0	\$154,053,652

**DEPARTMENT OF TRANSPORTATION-5401
MAINTENANCE PROGRAM-03**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$253,050	\$0
FY 2013	\$270,550	\$0

PL- 301 - Secondary Roads - Maintenance costs -

This budget request is for \$253,050 in FY 2012 and \$270,550 in FY 2013 of state special revenue to maintain additional secondary road miles. The 56th Montana Legislature enacted SB 333 which requires the Department of Transportation to maintain eligible paved secondary roads as of January 1, 2001. At least 149 lane miles of additional secondary roads are projected to become eligible for MDT to maintain in the 2013 biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$193,826	\$0
FY 2013	\$193,826	\$0

PL- 304 - Rest Area Maintenance -

This request is for \$193,826 per year of state special revenue for the service and upkeep of the new Harlowton, Lima, and reconstructed Dearborn rest areas. These rest areas require daily servicing and upkeep in the 2013 biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$61,752	\$0
FY 2013	\$61,752	\$0

PL- 305 - Additional Maintenance Miles -

This request is for an increase of \$61,752 annually of state and federal special revenue to fund additional road maintenance responsibility due to the increase in lane miles from highway construction projects. Funding would be used to address additional operational costs associated with increased utility costs for luminaire and traffic signal lights along with the purchase of materials for winter maintenance operations.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$30,000,000	\$0
FY 2013	\$30,000,000	\$0

PL- 314 - State Funded Construction -

This request is for an additional \$30,000,000 in state special revenue in each year of the biennium for an increased level of State Funded Construction contracts. This request supports MDT's pavement condition goals, congestion goals, and creates additional opportunities to maintain and enhance Montana's existing roadways.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$3,456,762	\$0
FY 2013	\$3,664,461	\$0

PL- 315 - Equipment Rental -

This request is for \$3,456,762 in FY 2012 and \$3,664,461 in FY 2013 of state special revenue to adjust for expected rates for rental equipment to provide adequate revenue to the Equipment Program.

**DEPARTMENT OF TRANSPORTATION-5401
MAINTENANCE PROGRAM-03**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$2,077,868	\$0
FY 2013	\$2,077,868	\$0

PL- 316 - Overtime/Differential -

This request restores zero-based overtime and differential pay with associated benefits of \$2,077,868 per year of state special revenue.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$272,425	\$0
FY 2013	\$272,425	\$0

PL- 317 - Pavement Marking Program -

This request is for \$272,425 per year of state and federal special revenue for projected needs for the pavement markings program. Although projects were planned, not all projects were completed in the base year due to weather delays and problems with product delivery.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$150,009	\$0
FY 2013	\$150,009	\$0

PL- 318 - Noxious Weed Program -

This budget request is for \$150,009 per year of state special revenue for projected needs for the Noxious Weed Program. Due to weather impacts, counties could not complete herbicide applications as planned in the base year; therefore, the base does not reflect a full plan year of noxious weed program expenditures.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$50,014	\$0
FY 2013	\$50,014	\$0

PL- 319 - Billings City Contract -

This decision package is for \$50,014 per year of state special revenue for the Billings City Maintenance Contract. MDT contracts with the City of Billings to perform routine road maintenance, traffic signal maintenance, and sign maintenance on state owned roadways within the city limits and not all project expenditures were completed in the base year so are not captured in the base budget.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$117,136	\$0
FY 2013	\$117,136	\$0

PL- 320 - Land Purchase -

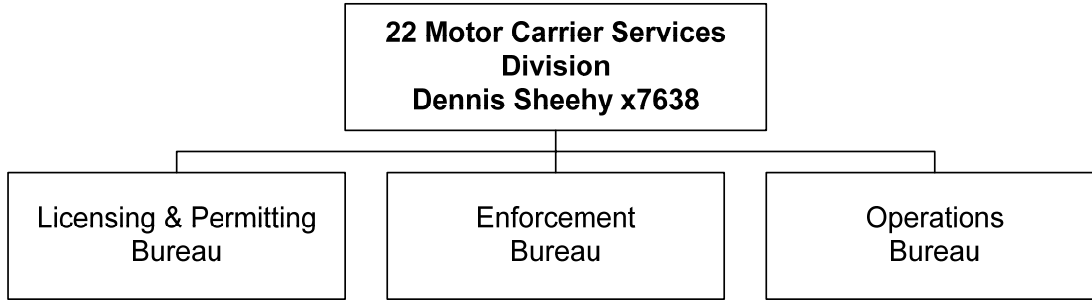
This budget request is for \$117,136 per year in state special revenue for land purchases. Stockpile and communication sites that were expected to be made did not go through as planned in the base year. These sites will continue to be pursued for purchase.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$13,840	\$0
FY 2013	\$13,840	\$0

PL- 321 - Janitorial Service Contracts -

This request is for \$13,840 per year in state special revenue for caretaker and janitorial services for various rest area sites. This adjustment is required to account for increased costs as three contracts will re-bid in the 2013 biennium.

**DEPARTMENT OF TRANSPORTATION-5401
MOTOR CARRIER SERVICES DIVISION-22**



Program Description - The Motor Carrier Services Division (MCS) administers Montana’s commercial motor carrier size, weight, safety, registration, and dyed fuel enforcement programs. The Licensing & Permitting Bureau registers interstate commercial vehicles, issues oversize/overweight permits, and collects and distributes fees and taxes. The Enforcement Bureau enforces state and federal commercial motor carrier laws and regulations and operates Montana’s statewide network of weigh stations and mobile enforcement officers. The Operations Bureau manages the statewide Motor Carrier Safety Assistance Program (MCSAP) to assure commercial vehicles, drivers, and motor carriers are compliant with state safety laws and federal regulations by conducting vehicle and driver inspections and motor carrier compliance reviews and safety audits. The Motor Carrier Services program is mandated in Title 61, Chapter 10, MCA.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	123.00	0.00	0.00	123.00	0.00	0.00	123.00
Personal Services	7,226,320	(22,074)	0	7,204,246	(17,889)	0	7,208,431
Operating Expenses	1,487,194	2,944,936	0	4,432,130	1,736,650	0	3,223,844
Equipment & Intangible Assets	0	13,325	0	13,325	0	0	0
Total Costs	\$8,713,514	\$2,936,187	\$0	\$11,649,701	\$1,718,761	\$0	\$10,432,275
State/Other Special	7,038,309	1,428,697	0	8,467,006	766,916	0	7,805,225
Federal Special	1,675,205	1,507,490	0	3,182,695	951,845	0	2,627,050
Total Funds	\$8,713,514	\$2,936,187	\$0	\$11,649,701	\$1,718,761	\$0	\$10,432,275

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,884,096	\$0
FY 2013	\$840,288	\$0

PL- 2201 - United Carrier Registration (UCR) - ECVISN -

This request is for \$1,884,096 in FY 2012 and \$840,288 in FY 2013 of state Unified Carrier Registration (UCR) funds and federal Expanded Commercial Vehicle Information Systems and Network (ECVISN) grants to deploy and maintain commercial motor vehicle related systems. Two projects are planned in FY 2012 and one in FY 2013. An automated payment capability project for the IFTA (International Fuel Tax Agreement) and IRP (International Registration Plan) will provide automated payment capability for a one stop shopping cart interface. This will allow customers an easy system to do multiple transactions related to IFTA and IRP. The other FY 2012 project is a weigh station automated vehicle screening project at two existing weigh stations which will identify problem carriers, vehicles, and drivers to keep the traveling public safe. The FY 2013 project is virtual weigh station automated screening system deployment at existing weigh in motion sites. This will target overweight and unsafe vehicles protecting the infrastructure and keeping traveling public safe.

<u>Total Agency Impact</u>	<u>General Fund Total</u>
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**DEPARTMENT OF TRANSPORTATION-5401
MOTOR CARRIER SERVICES DIVISION-22**

FY 2012	\$170,000	\$0
FY 2013	\$0	\$0

PL- 2203 - Digital Audio/Video Recorder OTO -

This one-time-only request is for the replacement of outdated VHS audio/video technology. The current equipment is obsolete and has become difficult to repair or replace. New equipment is required to improve officer training and assure appropriate treatment during MCS interaction with the public.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$27,000	\$0
FY 2013	\$27,000	\$0

PL- 2205 - Purchase License Plates -

This request is for \$27,000 per year in state special revenue to cover license plates charges to Motor Carrier Services (MCS) from the Montana Department of Justice (MDOJ). After January 1, 2010, MDOJ, Motor Vehicle Division started charging MCS a \$10 plate manufacturing fee for IRP license plates to meet the requirements enacted in 61-3-321 (12) (a), MCA, by the 2009 Legislature. MCS had adequate plates in stock to cover FY 2010 and did not need to purchase any plates from MDOJ. Previously MCS was not charged for IRP plates; therefore, the division does not have any expenditures in the base year.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$55,904	\$0
FY 2013	\$59,264	\$0

PL- 2206 - Equipment Rental -

This request is for \$55,904 in FY 2012 and \$59,264 in FY 2013 of state and federal special revenue to adjust for expected rates for rental equipment to provide adequate revenue to the Equipment Program.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$187,847	\$0
FY 2013	\$187,847	\$0

PL- 2207 - Overtime/Differential -

This request restores zero-based overtime and differential pay with associated benefits of \$187,847 per year in state and federal special revenue.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$57,471	\$0
FY 2013	\$57,471	\$0

PL- 2208 - Dietz Port of Entry Contract -

This budget request is for \$57,471 per year in state special revenue to adjust expenses up to the annual contract levels for the MT / WY port of entry at Dietz, WY.

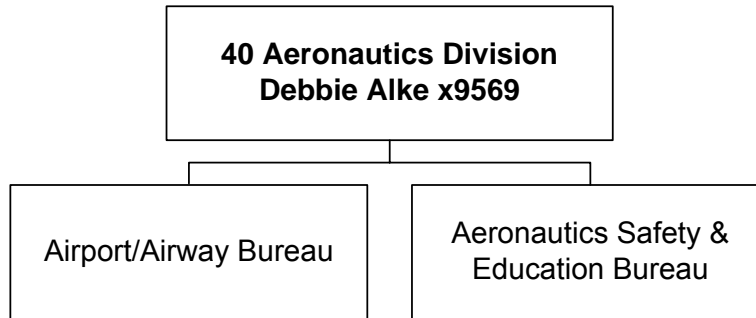
	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$766,567	\$0
FY 2013	\$753,242	\$0

PL- 2209 - Border Enforcement Grant -

This budget request is for \$766,567 in FY 2012 and \$753,242 in FY 2013 in federal special revenue to annualize Border Enforcement Grant (BEG) expenditures. The base does not include the majority of expenses in the BEG as they were incurred through a budget amendment during FY 2010. This decision package will bring the base up to where it would have been if all expenditures had occurred under the HB 2 budget for FY 2010. This grant is 100% federal funding.

DEPARTMENT OF TRANSPORTATION-5401 AERONAUTICS PROGRAM-40

Please note that this program also contains proprietary funding (see Section P).



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

The division serves in a liaison capacity between the State of Montana and various entities including the U.S. Department of Transportation, the Federal Aviation Administration (FAA), and other federal and state entities. The division is also responsible for operation of the air carrier airport at West Yellowstone and for 14 other state-owned airports. Montana Department of Transportation, Aeronautics Division is authorized by 2-15-2501(2), MCA; Title 67, MCA; and various federal laws.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	9.00	0.00	0.00	9.00	0.00	0.00	9.00
Personal Services	626,939	18,259	0	645,198	16,713	0	643,652
Operating Expenses	356,231	39,812	356,250	752,293	87,418	356,250	799,899
Grants	829,705	84,295	0	914,000	84,295	0	914,000
Transfers	0	10,818	0	10,818	10,818	0	10,818
Total Costs	\$1,812,875	\$153,184	\$356,250	\$2,322,309	\$199,244	\$356,250	\$2,368,369
State/Other Special	1,707,843	115,716	0	1,823,559	161,776	0	1,869,619
Federal Special	105,032	37,468	356,250	498,750	37,468	356,250	498,750
Total Funds	\$1,812,875	\$153,184	\$356,250	\$2,322,309	\$199,244	\$356,250	\$2,368,369

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$450	\$0
FY 2013	\$450	\$0

PL- 4002 - Aeronautics Board Per Diem -

This request for \$450 per year in state special revenue is to increase the base year Aeronautics Board per diem.

**DEPARTMENT OF TRANSPORTATION-5401
AERONAUTICS PROGRAM-40**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$84,295	\$0
FY 2013	\$84,295	\$0

PL- 4003 - Aero Grants, Loans, & Pavement Preservation (BIEN) -

This request is for \$84,295 per year in state special revenue in order to annualize and make these appropriations biennial. The biennial appropriation request is due to the offset in federal and state fiscal years; and since most of this authority is used to match federal grants, it is desired to have flexibility to use this authority either year of the biennium that the grant is received from the federal government.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$10,818	\$0
FY 2013	\$10,818	\$0

PL- 4005 - Aeronautics Tax Transfer -

This request is for \$10,818 per year in state special revenue to re-establish a base year tax transfer to the West Yellowstone Airport. Aeronautics did not receive tax revenue for FY 2010 because the FY 2007 revenue was overstated thus there was no transaction in the base year, FY 2010.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$0
FY 2013	\$46,000	\$0

PL- 4006 - Aeronautical Maps & Charts (OTO) -

This one time only request is for \$46,000 in FY 2013 in state special revenue for producing an aeronautical chart. The MDT Aeronautics Division produces an aeronautical chart every four years. This chart incorporates the latest federal FAA aeronautical information. It also identifies and graphically depicts aeronautical items unique to Montana that are not reflected on other federally produced charts.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$39,440	\$0
FY 2013	\$39,440	\$0

PL- 4007 - State Aviation System Plan (BIEN) -

This biennial budget request is for \$39,440 per year of state and federal special revenue for updates to the annual Montana State Aviation System Plan and is primarily funded by a system planning grant from the Federal Aviation Administration. The system plan provides both voluntary and mandated infrastructure and capital improvement plans that the FAA, state, and local communities use to develop individual airport projects around the state. This request covers the expected costs associated with the FAA grant and contract. The biennial amount for this package is \$300,000.

**DEPARTMENT OF TRANSPORTATION-5401
AERONAUTICS PROGRAM-40**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$237,500	\$0
FY 2013	\$237,500	\$0

NP- 4001 - West Yellowstone Airport Improvements -

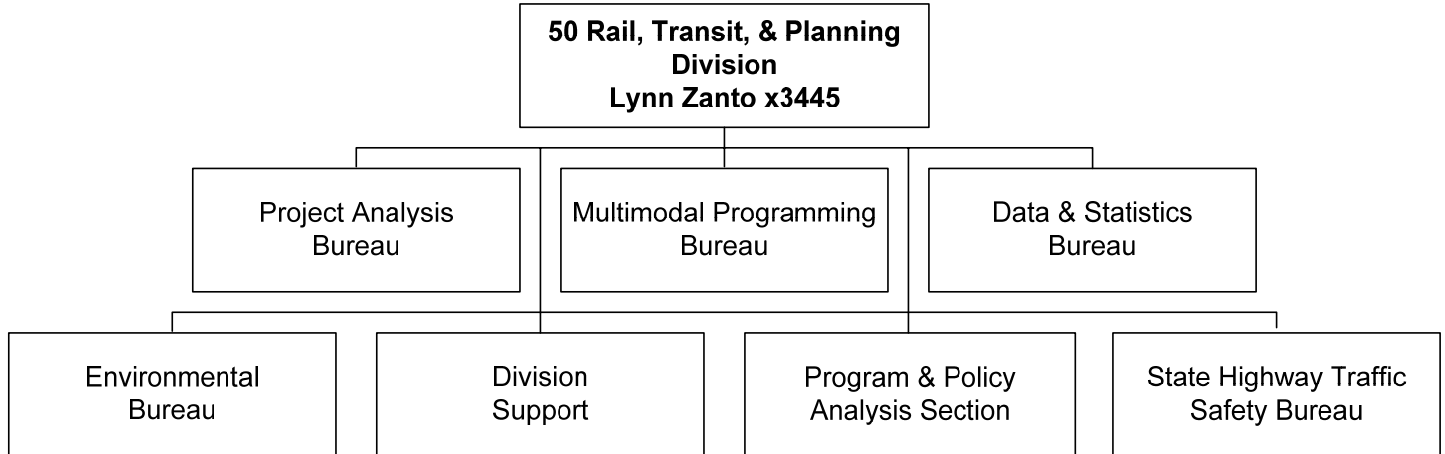
This budget request is for \$237,500 per year in federal special revenue for improvements to the West Yellowstone Airport (WYA) funded by a grant from the Federal Aviation Administration's Airport Improvement Program. Projects include the construction of a storage building for snow removal equipment and airport firefighting vehicles. This project has been developed and approved in conjunction with the FAA to ensure compliance with all federal mandates to continue operating a FAR Part 139 certificated commercial service airport and to ensure safe and efficient operation of the airport, providing airline, corporate and general aviation service to Yellowstone National Park, the town of West Yellowstone, and the surrounding communities.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$118,750	\$0
FY 2013	\$118,750	\$0

NP- 4004 - WY Airport Wildlife Assessment & Master Plan -

This budget request is for \$118,750 per year in federal special revenue for an airport wildlife hazard assessment and an airport master plan. These items are necessary to ensure compliance with Federal Aviation Administration mandates, adherence to current airport layout plans, and to ensure the safety and viability of the airport. These projects have been developed and approved in conjunction with the FAA to ensure compliance with all federal mandates to continue operating a FAR Part 139 certificated commercial service airport and to ensure safe and efficient operation of the airport, providing airline, corporate and general aviation service to Yellowstone National Park, the town of West Yellowstone, and the surrounding communities.

**DEPARTMENT OF TRANSPORTATION-5401
RAIL, TRANSIT, & PLANNING DIVISION-50**



Program Description - The Rail, Transit, & Transportation Planning Division provides: 1) a continuous statewide multimodal transportation planning process used to allocate highway program resources to ensure highway system performance goals are maintained and federal-aid highway and transit grant eligibility is maintained within the federal surface transportation programs; 2) an inventory of transportation infrastructure for the allocation of state fuel taxes to local governments; 3) support for the state's comprehensive statewide highway safety plan including technical analysis, performance tracking and coordination with multiple administrative agencies and jurisdictions; 4) the point of contact for MDT for major developers seeking access onto the state's highway system; 5) mapping functions to aid in the publication of the state tourist map and geo-spatial infrastructure inventories; 6) transportation planning and programming assistance to metropolitan and urban areas; 7) administration and implementation of safety programs that help reduce traffic deaths, injuries, and property losses resulting from traffic crashes; 8) administration and implementation of environmental services that assure environmental compliance with all relative laws, rules, regulations, policies, orders, and agreements; and 9) responses to legislative or regulatory actions necessitating representation before courts, congressional hearings, the US DOT, the Surface Transportation Board, and others. This planning results in a program of projects which includes street, highway, and bridge improvements, buses for transit systems, railroad track rehabilitation, safe routes to school awards, transportation enhancements for non-motorized use and beautification improvements. The division is authorized by Title 7, Chapter 14-102, Title 15, chapter 70-101, Title 60, Chapters 3 & 11, and Title 61, Chapter 2, part 1, MCA. Federal titles are Title 23 USC Sections 134, 135, and 148(a) (6); Title 49 USC Sections 5310, 5311, and 5307 and SAFETEA-LU Sections 1404, 3018, and 3019.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	102.50	0.00	0.00	102.50	0.00	0.00	102.50
Personal Services	7,118,790	84,998	0	7,203,788	80,976	0	7,199,766
Operating Expenses	4,521,185	276,787	0	4,797,972	279,021	0	4,800,206
Equipment & Intangible Assets	58,757	0	0	58,757	0	0	58,757
Grants	12,052,884	1,091,699	0	13,144,583	1,091,699	0	13,144,583
Transfers	1,407,892	0	0	1,407,892	0	0	1,407,892
Total Costs	\$25,159,508	\$1,453,484	\$0	\$26,612,992	\$1,451,696	\$0	\$26,611,204
State/Other Special	4,549,098	117,177	0	4,666,275	123,530	0	4,672,628
Federal Special	20,610,410	1,336,307	0	21,946,717	1,328,166	0	21,938,576
Total Funds	\$25,159,508	\$1,453,484	\$0	\$26,612,992	\$1,451,696	\$0	\$26,611,204

**DEPARTMENT OF TRANSPORTATION-5401
RAIL, TRANSIT, & PLANNING DIVISION-50**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$15,870	\$0
FY 2013	\$15,870	\$0

PL- 5003 - Overtime/Differential -

This request restores zero-based overtime and differential pay with associated benefits of \$15,870 per year in state and federal special revenue.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$40,164	\$0
FY 2013	\$42,276	\$0

PL- 5004 - Equipment Rental -

This request is for \$40,164 in FY 2012 and \$42,276 in FY 2013 in state and federal special revenue to adjust for expected rates for rental equipment to provide adequate revenue to the Equipment Program.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$239,526	\$0
FY 2013	\$239,526	\$0

PL- 5006 - Restore Corridor Studies -

This budget request is for \$239,526 in state and federal special revenue to restore the base in the 2013 biennium for contracted services to fund corridor studies and assist local entities with the development of community transportation plans. Working with the city, county, and tribe to develop a scope of work for the US 93 Polson corridor study and community transportation plan took longer than anticipated in the base year, FY 2010. Consequently, the majority of expenditures for this corridor study and plan will occur in the 2nd year of the 2011 biennium.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$50,000	\$0
FY 2013	\$50,000	\$0

PL- 5007 - Restore Transit Base -

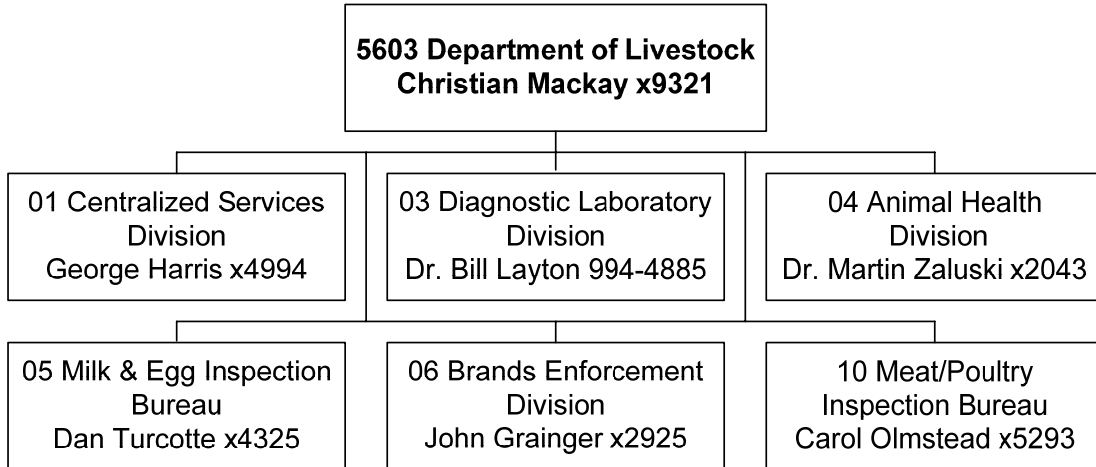
This budget request is for \$50,000 per year in state special revenue to partially restore the base budget in the 2013 biennium for capital assistance grants for Montana's local transit providers. Due to the federal recovery act, the majority of the FY 2010 base year expenditures were 100% federally funded so required no local match. This will restore the local match to approximately \$134,000 of authority.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,041,699	\$0
FY 2013	\$1,041,699	\$0

PL- 5008 - Transit Base Operating Adjustment -

This request is for \$1,041,699 per year in federal special revenue to restore the base budget in the 2013 biennium for operating assistance for Montana's local transit providers. This request will provide sufficient budget authority allowing the department to pass through the projected federal grants received from the Federal Transit Administration (FTA). Federal grants funds are provided to local transit authorities and used for the operations of public transit services in their communities. FTA restrictions in the base year did not allow for the 100% expenditures of the grant funding so base authority is low.

DEPARTMENT OF LIVESTOCK-5603



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

Statutory Authority - Title 81, MCA

Agency Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	138.50	0.00	5.00	143.50	0.00	3.26	141.76
Personal Services	6,751,716	420,227	314,500	7,486,443	425,191	249,998	7,426,905
Operating Expenses	2,896,569	276,388	721,084	3,894,041	261,483	718,417	3,876,469
Equipment & Intangible Assets	47,689	178,752	46,750	273,191	187,752	0	235,441
Benefits & Claims	140,000	0	150,000	290,000	0	0	140,000
Total Costs	\$9,835,974	\$875,367	\$1,232,334	\$11,943,675	\$874,426	\$968,415	\$11,678,815
General Fund	1,046,160	42,558	468,107	1,556,825	42,874	317,955	1,406,989
State/Other Special	7,325,213	690,490	735,227	8,750,930	687,278	650,460	8,662,951
Federal Special	1,464,601	142,319	29,000	1,635,920	144,274	0	1,608,875
Total Funds	\$9,835,974	\$875,367	\$1,232,334	\$11,943,675	\$874,426	\$968,415	\$11,678,815

DEPARTMENT OF LIVESTOCK-5603 CENTRALIZED SERVICES PROGRAM-01

**01 Centralized Services
Division**
George Harris x4994

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

The Predator Control Program is administered by the Board of Livestock and the executive officer. The Livestock Crimestoppers' Commission and the Beef Research and Marketing Committee are also administratively attached. The 57th Legislature administratively attached the Board of Horse Racing (BOHR) to the Department of Livestock. The BOHR and its staff report directly to the executive officer.

Program Proposed Budget	Base Budget	PL Base	New	Total	PL Base	New	Total
Budget Item	Fiscal 2010	Adjustment	Proposals	Exec. Budget	Adjustment	Proposals	Exec. Budget
		Fiscal 2012	Fiscal 2012	Fiscal 2012	Fiscal 2013	Fiscal 2013	Fiscal 2013
FTE	20.78	0.00	0.00	20.78	0.00	0.00	20.78
Personal Services	1,095,555	93,371	0	1,188,926	94,995	0	1,190,550
Operating Expenses	1,013,358	35,823	0	1,049,181	6,006	0	1,019,364
Equipment & Intangible Assets	9,352	0	0	9,352	0	0	9,352
Benefits & Claims	140,000	0	150,000	290,000	0	0	140,000
Total Costs	\$2,258,265	\$129,194	\$150,000	\$2,537,459	\$101,001	\$0	\$2,359,266
General Fund	65,628	4,587	150,000	220,215	4,472	0	70,100
State/Other Special	2,052,637	124,607	0	2,177,244	96,529	0	2,149,166
Federal Special	140,000	0	0	140,000	0	0	140,000
Total Funds	\$2,258,265	\$129,194	\$150,000	\$2,537,459	\$101,001	\$0	\$2,359,266

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$500	\$0
FY 2013	\$500	\$0

PL- 101 - Board Per Diem -

This decision package increases state special revenue funding for per diem by \$500 per year to allow the board of Livestock to meet six times each year of the 2013 biennium. In FY 2010, the Board only met five times.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$15,600	\$0
FY 2013	\$15,600	\$0

PL- 102 - PC Replacements -

The Department of Livestock has 112 personal computers which need to be replaced once every five years. The department has funding built into its base to replace 11 computers per year. This request would add \$15,600 of state special revenue each year of the biennium to meet their five year replacement cycle of 23 computers per year.

**DEPARTMENT OF LIVESTOCK-5603
CENTRALIZED SERVICES PROGRAM-01**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$4,668	\$0
FY 2013	\$4,668	\$0

PL- 104 - Predator Control - Base Adjustment -

The executive recommends a base adjustment of \$4,668 of state special revenue each year of the 2013 biennium for Predator Control. This additional funding brings the total up to \$319,500 per year which is the amount authorized by the Board of Livestock.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$5,210	\$5,210
FY 2013	\$5,210	\$5,210

PL- 125 - LLRMB Board Meetings -

This request of an additional \$5,210 general fund will allow the Livestock Loss Reduction Mitigation Board (LLRMB) to meet four times per year instead of meeting twice per year in person and twice per year by teleconference.

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$150,000	\$150,000
FY 2013	\$0	\$0

NP- 124 - LLRMB Loss Payments GF (Biennial OTO) -

The Governor's budget includes a \$150,000 general fund OTO biennial appropriation for livestock loss mitigation funding to pay for livestock losses attributed to wolf depredation.

DEPARTMENT OF LIVESTOCK-5603 DIAGNOSTIC LABORATORY PROGRAM-03

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

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

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	22.00	0.00	(0.24)	21.76	0.00	(0.24)	21.76
Personal Services	1,135,911	58,622	(11,111)	1,183,422	58,635	(11,100)	1,183,446
Operating Expenses	558,721	46,435	147,390	752,546	51,519	147,390	757,630
Equipment & Intangible Assets	5,258	17,000	46,750	69,008	0	0	5,258
Total Costs	\$1,699,890	\$122,057	\$183,029	\$2,004,976	\$110,154	\$136,290	\$1,946,334
General Fund	410,574	9,300	(33,351)	386,523	9,538	(33,340)	386,772
State/Other Special	1,289,316	112,757	187,380	1,589,453	100,616	169,630	1,559,562
Federal Special	0	0	29,000	29,000	0	0	0
Total Funds	\$1,699,890	\$122,057	\$183,029	\$2,004,976	\$110,154	\$136,290	\$1,946,334

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$2,720	\$0
FY 2013	\$2,720	\$0

PL- 303 - Milk Lab Operational Adjustment -

Funding for the Diagnostic Lab in the 2011 biennium included a one-time-only appropriation for "Lab Funding Shortfall". This request is for \$2,730 of ongoing state special revenue per year in the 2013 biennium to replace the Milk Lab's portion of the one-time-only appropriation.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$1,330	\$0
FY 2013	\$1,330	\$0

PL- 304 - Lab Overtime -

The budget includes \$1,330 of state special revenue for overtime costs in the Diagnostic Lab. Overtime is zero-based and must be approved each legislative session.

**DEPARTMENT OF LIVESTOCK-5603
DIAGNOSTIC LABORATORY PROGRAM-03**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$17,000	\$0
FY 2013	\$0	\$0

PL- 309 - Equipment Replacement - OTO -

This one-time-only request of \$17,000 state special revenue is for a replacement serology plate cleaner and a bacteriology incubator in the Diagnostic Lab. The serology plate cleaner and bacteriology incubator currently in use at the lab have exceeded their life expectancy.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$5,947	\$0
FY 2013	\$6,641	\$0

PL- 311 - Lab Testing -

The cost of referral testing conducted by outside laboratories is expected to increase by 10% each year of the 2013 biennium. This request would increase state special revenue authority by \$5,947 in FY 2012 and \$6,641 in FY 2013 to cover the increasing cost of referral testing.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$5,219	\$0
FY 2013	\$5,219	\$0

PL- 317 - Lab Maintenance Contracts -

This proposal includes an additional \$5,219 of state special revenue each year of the 2013 biennium to pay for the increasing costs of maintenance contracts for equipment utilized in the Diagnostic Lab.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$35,152	\$0
FY 2013	\$38,728	\$0

PL- 318 - Lab Recharges -

Lab recharges are assessed by MSU for facility services based upon square footage. Recharges for the Diagnostic Lab are scheduled to increase by \$35,152 in FY 2012 and \$38,728 in FY 2013. This request is funded with state special revenue.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$2,400	\$0
FY 2013	\$2,400	\$0

PL- 320 - Leased Equipment - Copier -

The budget includes \$2,400 of state special revenue each year to lease an additional copier for use in the Diagnostic Lab.

**DEPARTMENT OF LIVESTOCK-5603
DIAGNOSTIC LABORATORY PROGRAM-03**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$169,630	\$0
FY 2013	\$169,630	\$0

NP- 302 - Lab Operating Adjustment -

Funding for the Diagnostic Lab in the 2011 biennium included a one-time-only appropriation for "Lab Funding Shortfall". This request is for \$169,630 of ongoing state special revenue per year in the 2013 biennium to restore the one-time-only appropriation.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$46,750	\$0
FY 2013	\$0	\$0

NP- 310 - New Lab Equipment - BIEN/OTO -

The executive recommends a biennial one-time-only appropriation of \$17,750 state special revenue and \$29,000 federal special revenue to purchase new laboratory equipment. Approval of this request will allow the department to purchase an auto stainer and water bath, a synergy fluorescent polarization testing unit, and a charm safe level testing unit in the Diagnostic Lab. The Milk Lab will receive a new sink, fume hood, cabinets, and counter top.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$33,351)	(\$33,351)
FY 2013	(\$33,340)	(\$33,340)

NP- 55400 - 4% General Fund Reduction -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces personal services in the Diagnostic Lab program by \$14,812 in FY 2012 and \$14,807 in FY 2013 and operating expenses by \$18,539 in FY 2012 and \$18,533 in FY 2013 to implement the budget reduction. The reduction includes the elimination of 0.32 FTE.

Language Recommendations - "In the event that the department experiences extended staff absences and is unable to meet service levels required to maintain AAVLD accreditation standards or peak workload demand, the department may hire additional temporary employees or pay overtime, whichever is determined to be the most cost-effective, to maintain service levels. In fiscal year 2012 and fiscal year 2013, the department is appropriated not more than \$30,000 each year for additional cost from the state special revenue per capita fee account to meet the service level requirements."

**DEPARTMENT OF LIVESTOCK-5603
ANIMAL HEALTH DIVISION-04**

04 Animal Health Division Dr. Martin Zaluski x2043
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Program Description - The Animal Health Division (State Veterinarian Office) provides diagnosis, prevention, control, and eradication of animal diseases, including those in bison and alternative livestock animals. The program cooperates with the Departments of Public Health and Human Services, Fish, Wildlife and Parks, and US Department of Agriculture to protect human health from animal diseases transmissible to humans. Sanitary standards are supervised for animal concentration points, such as auction markets, and certain animal product processing facilities, such as rendering plants. The Rabies Control Unit protects public and animal health from rabies by monitoring new rabies infections and enforcing quarantines.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	14.01	0.00	2.00	16.01	0.00	2.00	16.01
Personal Services	710,404	121,286	131,891	963,581	122,914	131,565	964,883
Operating Expenses	578,822	133,628	571,027	1,283,477	136,306	571,027	1,286,155
Equipment & Intangible Assets	23,831	15,000	0	38,831	41,000	0	64,831
Total Costs	\$1,313,057	\$269,914	\$702,918	\$2,285,889	\$300,220	\$702,592	\$2,315,869
General Fund	0	0	351,458	351,458	0	351,295	351,295
State/Other Special	601,610	138,614	351,460	1,091,684	167,159	351,297	1,120,066
Federal Special	711,447	131,300	0	842,747	133,061	0	844,508
Total Funds	\$1,313,057	\$269,914	\$702,918	\$2,285,889	\$300,220	\$702,592	\$2,315,869

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$141,039	\$0
FY 2013	\$142,403	\$0

PL- 402 - Bison/GYA Federal Funds -

Federal funds available for bison operations in the Greater Yellowstone Area (GYA) are expected to increase by \$141,039 in FY 2012 and \$142,403 in FY 2013. This proposal would increase federal special revenue authority for the Animal Health Division to match available federal funds.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$0
FY 2013	\$26,000	\$0

PL- 414 - Vehicle Replacement - Animal Health - OTO -

The budget includes \$26,000 of one-time-only state special revenue funding to replace a 4x4 vehicle in the Animal Health Division in FY 2013.

**DEPARTMENT OF LIVESTOCK-5603
ANIMAL HEALTH DIVISION-04**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$571,027	\$285,513
FY 2013	\$571,027	\$285,513

NP- 405 - Brucellosis - Designated Surveillance Area - OTO -

The executive recommends \$571,027 of one-time-only general fund and state special revenue each year of the 2013 biennium to continue brucellosis surveillance in Montana. Ongoing testing under the Designated Surveillance Area plan requires testing and risk mitigation activities in parts of Beaverhead, Madison, Gallatin, and Park counties. The source of funding requested is 50% general fund and 50% per capita fee. If federal funds for brucellosis testing are made available to the department, state general fund will be reduced by a like amount.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$131,891	\$65,945
FY 2013	\$131,565	\$65,782

NP- 406 - Brucellosis Vet & Compliance Specialist -OTO -

This proposal would provide one-time-only funding for a 1.00 FTE brucellosis veterinarian and a 1.00 FTE brucellosis compliance specialist each year of the 2013 biennium. These positions are funded with 50% general fund and 50% per capita fee at a cost of \$131,891 in FY 2012 and \$131,565 in FY 2013.

**DEPARTMENT OF LIVESTOCK-5603
MILK & EGG PROGRAM-05**

05 Milk & Egg Inspection Bureau Dan Turcotte x4325

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

Program Proposed Budget	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	5.00	0.00	1.50	6.50	0.00	1.50	6.50
Personal Services	252,171	44,825	129,844	426,840	44,957	129,533	426,661
Operating Expenses	46,491	5,078	0	51,569	7,229	0	53,720
Equipment & Intangible Assets	0	26,000	0	26,000	26,000	0	26,000
Total Costs	\$298,662	\$75,903	\$129,844	\$504,409	\$78,186	\$129,533	\$506,381
State/Other Special	270,174	75,903	129,844	475,921	78,186	129,533	477,893
Federal Special	28,488	0	0	28,488	0	0	28,488
Total Funds	\$298,662	\$75,903	\$129,844	\$504,409	\$78,186	\$129,533	\$506,381

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$2,866	\$0
FY 2013	\$4,378	\$0

PL- 501 - Out of State Travel -

This request increases state special revenue authority for out of state travel in the Milk Lab by \$2,866 in FY 2012 and \$4,378 in FY 2013. Milk and Egg Sanitarians are required to complete ongoing training in order to maintain their professional certification. Base year expenditures for training and travel were lower than the budgeted amount due to the location of available training events.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$26,000	\$0
FY 2013	\$26,000	\$0

PL- 515 - Vehicle Replacement - Milk and Egg Bureau (OTO) -

The budget includes \$52,000 of one-time-only state special revenue funding to replace one 4x4 vehicle in the Milk and Egg Bureau each year of the 2103 biennium.

**DEPARTMENT OF LIVESTOCK-5603
MILK & EGG PROGRAM-05**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$129,844	\$0
FY 2013	\$129,533	\$0

NP- 507 - New Egg Graders SSR -

The executive recommends an additional 1.50 FTE to conduct egg grading each year of the 2013 biennium. The egg producers in the state have requested that the Milk & Egg Bureau provide fee egg grading for their industry in Montana. Fee egg grading will allow egg packers to apply the USDA grade shield to cartons of eggs they market. The program is voluntary and the producer requesting the service bears the costs of the inspection service. This proposal provides state special revenue authority in the amount of \$129,844 in FY 2012 and \$129,533 in FY 2013.

DEPARTMENT OF LIVESTOCK-5603 BRANDS ENFORCEMENT DIVISION-06

**06 Brands Enforcement
Division**
John Grainger x2925

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

Program Proposed Budget	Base Budget	PL Base	New	Total	PL Base	New	Total
Budget Item	Fiscal 2010	Adjustment	Proposals	Exec. Budget	Adjustment	Proposals	Exec. Budget
		Fiscal 2012	Fiscal 2012	Fiscal 2012	Fiscal 2013	Fiscal 2013	Fiscal 2013
FTE	57.21	0.00	1.74	58.95	0.00	0.00	57.21
Personal Services	2,674,474	97,704	63,876	2,836,054	99,392	0	2,773,866
Operating Expenses	424,980	20,153	2,667	447,800	24,644	0	449,624
Equipment & Intangible Assets	9,248	120,752	0	130,000	120,752	0	130,000
Total Costs	\$3,108,702	\$238,609	\$66,543	\$3,413,854	\$244,788	\$0	\$3,353,490
General Fund	2,943	0	0	2,943	0	0	2,943
State/Other Special	3,105,759	238,609	66,543	3,410,911	244,788	0	3,350,547
Total Funds	\$3,108,702	\$238,609	\$66,543	\$3,413,854	\$244,788	\$0	\$3,353,490

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$102,169	\$0
FY 2013	\$102,169	\$0

PL- 601 - Overtime -

The Brand Enforcement Division works extensive overtime during the fall market and at other peak times of the year. Overtime is a zero based cost. This request provides \$102,169 of state special revenue authority each year of the 2013 biennium to restore funding for overtime costs.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$5,380	\$0
FY 2013	\$5,380	\$0

PL- 602 - Out of State Travel -

The budget includes \$5,380 of state special revenue authority each year of the 2013 biennium for costs associated with out of state training and travel in the Brands Enforcement Division.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$120,752	\$0
FY 2013	\$120,752	\$0

PL- 613 - Vehicle Replacement - Brands (OTO) -

The budget includes \$120,752 one-time-only state special revenue funding each year of the biennium to purchase replacement 4x4 extended cab pickups set up for law enforcement and towing. This proposal provides funding to purchase five vehicles per year at a cost of \$26,000 per vehicle. The Brands Enforcement division has \$9,248 in its base budget for this purpose.

**DEPARTMENT OF LIVESTOCK-5603
BRANDS ENFORCEMENT DIVISION-06**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$66,543	\$0
FY 2013	\$0	\$0

NP- 604 - Brand Rerecord - (OTO) -

The executive recommends \$66,543 one-time-only state special revenue funding in FY 2012 for personal services and operating costs associated with finishing up the ten year brand rerecord. The Brand Enforcement Division rerecords every brand in the state once every ten years. The rerecord spans all of calendar year 2011 which carries into the first half of state FY 2012. Approval of this request will provide the funding and 1.74 FTE in FY 2012 to complete the rerecord.

DEPARTMENT OF LIVESTOCK-5603 MEAT/POULTRY INSPECTION-10

**10 Meat/Poultry Inspection
Bureau**
Carol Olmstead x5293

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

Program Proposed Budget	Base Budget	PL Base	New	Total	PL Base	New	Total
Budget Item	Fiscal 2010	Adjustment	Proposals	Exec. Budget	Adjustment	Proposals	Exec. Budget
		Fiscal 2012	Fiscal 2012	Fiscal 2012	Fiscal 2013	Fiscal 2013	Fiscal 2013
FTE	19.50	0.00	0.00	19.50	0.00	0.00	19.50
Personal Services	883,201	4,419	0	887,620	4,298	0	887,499
Operating Expenses	274,197	35,271	0	309,468	35,779	0	309,976
Total Costs	\$1,157,398	\$39,690	\$0	\$1,197,088	\$40,077	\$0	\$1,197,475
General Fund	567,015	28,671	0	595,686	28,864	0	595,879
State/Other Special	5,717	0	0	5,717	0	0	5,717
Federal Special	584,666	11,019	0	595,685	11,213	0	595,879
Total Funds	\$1,157,398	\$39,690	\$0	\$1,197,088	\$40,077	\$0	\$1,197,475

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$12,480	\$6,240
FY 2013	\$12,480	\$6,240

PL- 1001 - PC Wireless Cards -

The department is required by USDA Food Safety and Inspection Service to equip their field computers with wireless cards. This request adds \$12,480 of combined general fund and federal special revenue each year of the 2013 biennium to purchase wireless cards for the field computers utilized by Department of Livestock meat inspectors.

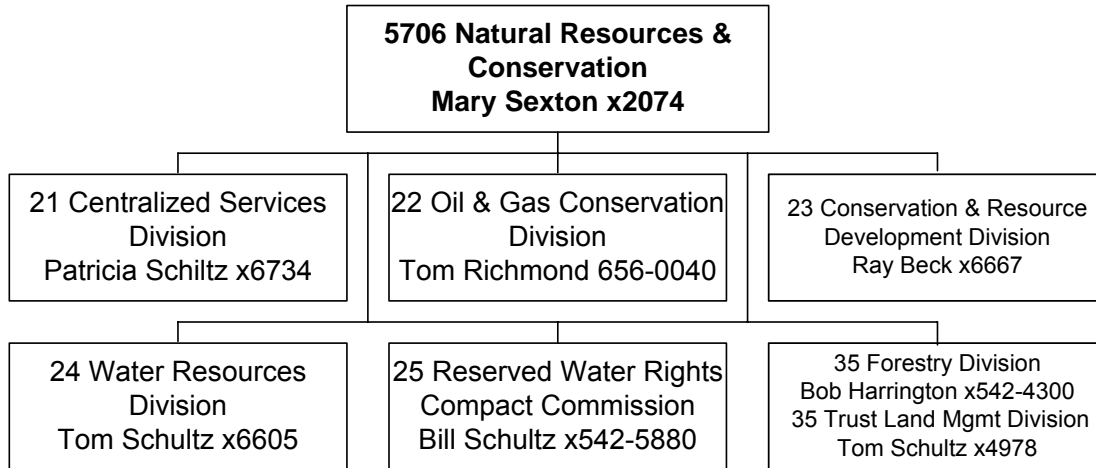
	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$53,676	\$26,838
FY 2013	\$53,676	\$26,838

PL- 1008 - Meat Inspection Adjustment -

The executive recommends \$26,838 of state general fund and \$26,838 of federal funds each year of the 2013 biennium for the Meat Inspection Program. The Department of Livestock enters into a cooperative agreement with the U.S. Department of Agriculture each year to provide meat inspection services which require a 50% state match. State appropriations have not kept pace with available federal funding for this purpose. This request will help close the gap between available federal funds and state appropriations.

DEPARTMENT OF NATURAL RESOURCES & CONSERVATION-5706

Please note that this agency also contains proprietary funding (see Section P).

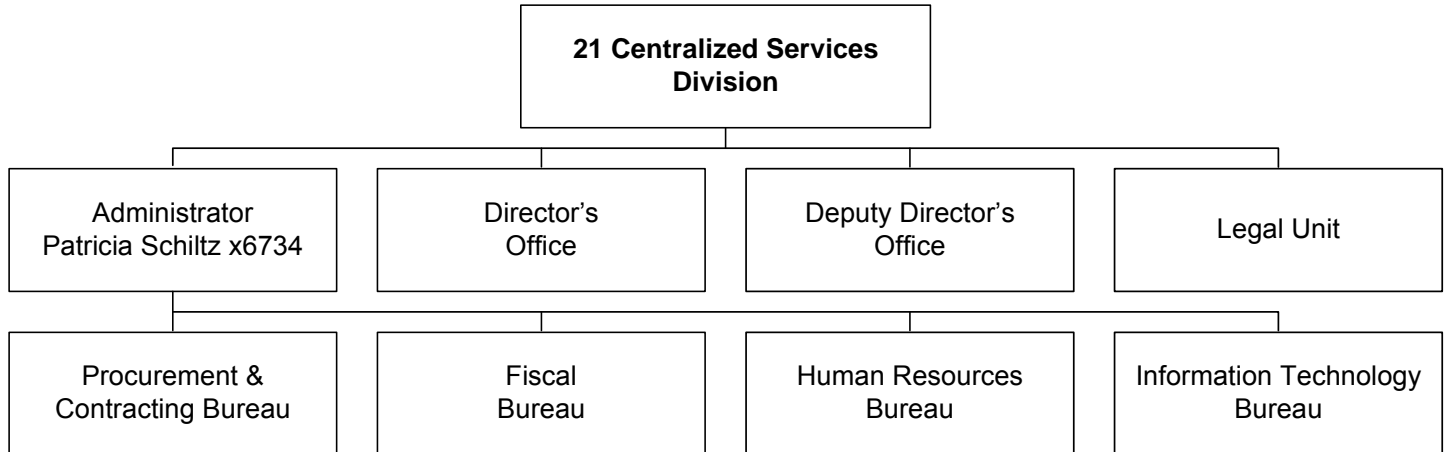


Mission Statement - To ensure Montana's land and water resources provide benefits for present and future generations.

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

Agency Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	557.69	0.00	(12.25)	545.44	0.00	(12.25)	545.44
Personal Services	30,785,701	3,029,609	(643,008)	33,172,302	3,043,839	(642,171)	33,187,369
Operating Expenses	13,570,700	1,549,632	(112,973)	15,007,359	1,575,572	(113,977)	15,032,295
Equipment & Intangible Assets	1,096,462	0	(150,965)	945,497	0	(150,965)	945,497
Capital Outlay	122,204	0	0	122,204	0	0	122,204
Grants	1,376,647	100,000	0	1,476,647	100,000	0	1,476,647
Benefits & Claims	0	0	200,000	200,000	0	200,000	200,000
Transfers	1,218,390	118,666	(62,806)	1,274,250	113,275	(62,326)	1,269,339
Debt Service	383,275	90,143	0	473,418	90,143	0	473,418
Total Costs	\$48,553,379	\$4,888,050	(\$769,752)	\$52,671,677	\$4,922,829	(\$769,439)	\$52,706,769
General Fund	21,831,342	2,565,737	(1,263,801)	23,133,278	2,588,079	(1,263,511)	23,155,910
State/Other Special	24,837,687	2,155,469	494,049	27,487,205	2,163,691	494,072	27,495,450
Federal Special	1,884,350	166,844	0	2,051,194	171,059	0	2,055,409
Total Funds	\$48,553,379	\$4,888,050	(\$769,752)	\$52,671,677	\$4,922,829	(\$769,439)	\$52,706,769

**DEPARTMENT OF NATURAL RESOURCES & CONSERVATION-5706
CENTRALIZED SERVICES-21**



Program Description - The Centralized Services Division provides managerial and administrative support services to the department through: 1) the Director's Office, which includes the director, legal staff, and public information; and 2) support services, which manages all financial activities, coordinates information systems, produces publications and graphic materials, and performs general administrative support services. Support services include fiscal affairs, data processing, personnel, legal, reception, and mail. Responsibilities include trust revenue collection and distribution and maintenance of ownership records for trust and non-trust state-owned land. The division also coordinates the state's Restoration Program.

Program Proposed Budget	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	41.50	0.00	(1.00)	40.50	0.00	(1.00)	40.50
Personal Services	2,567,203	169,580	(66,487)	2,670,296	172,126	(66,319)	2,673,010
Operating Expenses	851,098	229,522	(13,493)	1,067,127	150,195	(13,731)	987,562
Total Costs	\$3,418,301	\$399,102	(\$79,980)	\$3,737,423	\$322,321	(\$80,050)	\$3,660,572
General Fund	2,489,938	373,855	(79,980)	2,783,813	283,847	(80,050)	2,693,735
State/Other Special	593,855	112,265	0	706,120	121,186	0	715,041
Federal Special	334,508	(87,018)	0	247,490	(82,712)	0	251,796
Total Funds	\$3,418,301	\$399,102	(\$79,980)	\$3,737,423	\$322,321	(\$80,050)	\$3,660,572

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$103,221	\$97,066
FY 2013	\$105,023	\$98,378

PL- 2101 - CSD Operating Adjustment -

This restoration of base operating authority is for \$103,221 in FY 2012 and \$105,023 in FY 2013 of general, state, and federal funds. The restoration includes adjustments to lease agreements (rent, property taxes, and janitorial costs), contracted services required for data entry, and maintenance of purchased software to allow IT staff to better meet the agency's IT needs with limited staff and reduced travel costs.

**DEPARTMENT OF NATURAL RESOURCES & CONSERVATION-5706
CENTRALIZED SERVICES-21**

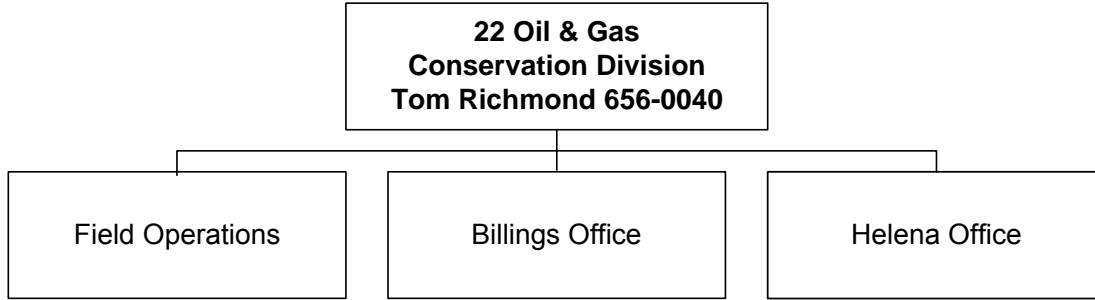
-----New Proposals-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$79,980)	(\$79,980)
FY 2013	(\$80,050)	(\$80,050)

NP- 55400 - 4% General Fund Personal Services Reduction-CSD -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the Centralized Services Division (CSD) by \$79,980 in FY 2012 and \$80,050 in FY 2013 to implement the budget reduction. The reduction includes the elimination of 1.00 FTE. CSD will eliminate a restoration coordinator position and related operating costs associated with the position. This position coordinates activities and resources to increase economic development and the speed in which land is reclaimed.

**DEPARTMENT OF NATURAL RESOURCES & CONSERVATION-5706
OIL & GAS CONSERVATION DIVISION-22**



Program Description - The Oil and Gas Conservation Division administers the Montana oil and gas conservation laws to promote conservation and prevent waste in the recovery of these resources through regulation of exploration and production of oil and gas. The division 1) issues drilling permits; 2) classifies wells; 3) establishes well spacing units and pooling orders; 4) inspects drilling, production, and seismic operations; 5) investigates complaints; 6) performs engineering studies; 7) determines incremental production for enhanced recovery and horizontal wells to implement the tax incentive program for those projects; 8) operates the underground injection control program; 9) plugs orphan wells; and 10) collects and maintains complete well data and production information.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	21.50	0.00	0.00	21.50	0.00	0.00	21.50
Personal Services	1,062,138	252,466	0	1,314,604	253,761	0	1,315,899
Operating Expenses	769,821	68,376	0	838,197	70,968	0	840,789
Equipment & Intangible Assets	48,075	0	0	48,075	0	0	48,075
Total Costs	\$1,880,034	\$320,842	\$0	\$2,200,876	\$324,729	\$0	\$2,204,763
State/Other Special	1,772,483	320,842	0	2,093,325	324,729	0	2,097,212
Federal Special	107,551	0	0	107,551	0	0	107,551
Total Funds	\$1,880,034	\$320,842	\$0	\$2,200,876	\$324,729	\$0	\$2,204,763

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$31,823	\$0
FY 2013	\$31,845	\$0

PL- 2203 - Regulatory Program Operating Adjustment -

This budget request is for \$31,823 in FY 2012 and \$31,845 in FY 2013 in state special revenue. The adjustments include a rent reduction of \$490 per year and property tax increase of \$540 in FY 2012 and \$562 in FY 2013 at USF&G in Helena, a janitorial increase of \$15,173 per year for the Billings office due to building expansion and \$200 per year for an increase in the Helena office, and an increase in contracted legal services (Agency Legal Services Bureau/Dept of Justice) of \$16,400 per year due to ongoing and anticipated litigation.

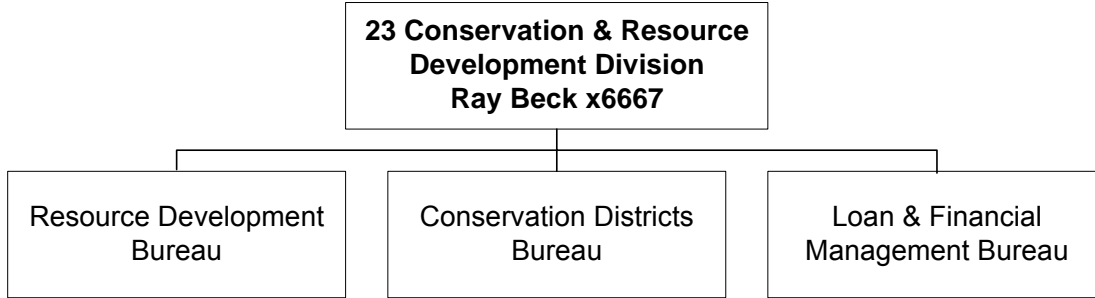
**DEPARTMENT OF NATURAL RESOURCES & CONSERVATION-5706
OIL & GAS CONSERVATION DIVISION-22**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$26,931	\$0
FY 2013	\$26,931	\$0

PL- 2206 - UIC Program Operating Adjustment -

This budget request is for \$26,931 in FY 2012 and FY 2013 in state special revenue. The adjustments include a janitorial increase of \$3,331 per year due to an increase in square footage in the Billings office with the new addition and hearing room, and a contracted services increase of \$23,600 per year which includes \$20,000 for UIC engineering services and \$3,600 for general legal counsel services.

**DEPARTMENT OF NATURAL RESOURCES & CONSERVATION-5706
CONSERVATION & RESOURCE DEVELOPMENT DIVISION-23**



Program Description - The Conservation and Resource Development Division provides technical, administrative, financial and legal assistance to Montana's 58 conservation districts by administering the Conservation District Act, Montana Rangeland Resources Act, and the Natural Streambed and Land Preservation Act. The division also manages several loan and grant programs for local communities, local governments, state agencies, and private citizens. The programs include the state revolving fund, which at the end of FY 2010 included \$472 million loaned to communities for water and waste water systems, coal severance tax loans to governmental entities totaling \$33 million, and private loans for \$19.1 million. Grant programs administered by the division include the Reclamation Development, Renewable Resource, and Conservation District grant programs.

Program Proposed Budget	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	25.50	0.00	(0.35)	25.15	0.00	(0.35)	25.15
Personal Services	1,507,721	212,909	(21,194)	1,699,436	211,289	(21,129)	1,697,881
Operating Expenses	2,024,943	154,068	(2,664)	2,176,347	163,795	(2,705)	2,186,033
Equipment & Intangible Assets	25,622	0	0	25,622	0	0	25,622
Local Assistance	0	0	0	0	0	0	0
Grants	1,192,156	100,000	0	1,292,156	100,000	0	1,292,156
Benefits & Claims	0	0	200,000	200,000	0	200,000	200,000
Transfers	0	0	0	0	0	0	0
Debt Service	0	0	0	0	0	0	0
Total Costs	\$4,750,442	\$466,977	\$176,142	\$5,393,561	\$475,084	\$176,166	\$5,401,692
General Fund	1,386,521	65,266	(423,858)	1,027,929	71,217	(423,834)	1,033,904
State/Other Special	3,188,282	266,747	600,000	4,055,029	259,753	600,000	4,048,035
Federal Special	175,639	134,964	0	310,603	144,114	0	319,753
Total Funds	\$4,750,442	\$466,977	\$176,142	\$5,393,561	\$475,084	\$176,166	\$5,401,692

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$56,779	\$3,779
FY 2013	\$64,262	\$4,262

PL- 2301 - CARDD Operating Adjustment -

This budget request is for \$56,779 in FY 2012 and \$64,262 in FY 2013 in general fund, state special, and federal special revenue. This operating adjustment includes increases contracting, office, and travel expenses in the revolving fund loan program, grants program, conservation district program, renewable resource, and reclamation and irrigation programs. There are also cleaning service and telephone service fees increases in non-state owned systems, reductions in rent, and increased tax assessments and janitorial fees.

**DEPARTMENT OF NATURAL RESOURCES & CONSERVATION-5706
CONSERVATION & RESOURCE DEVELOPMENT DIVISION-23**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$50,000	\$0
FY 2013	\$50,000	\$0

PL- 2303 - Administrative Grants -

This budget request of \$50,000 per year in state special revenue is needed in order for the Administrative Grant Program to improve assistance to Conservation Districts with expenses associated with the operations of the district.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$50,000	\$0
FY 2013	\$50,000	\$0

PL- 2304 - Conservation Districts Projects 223 Grants -

This budget request is for \$50,000 per year in state special revenue. Conservation District responsibilities are increasing at a rapid rate due to the increased emphasis on the States' natural resources. Districts receive a mill levy at the local level but the levy barely meets office expenses leaving limited funds available for project activities.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$80,000	\$0
FY 2013	\$80,000	\$0

PL- 2306 - Coal Bed Methane Operating -

This state special revenue request is for \$80,000 per year. These funds will allow conservation districts with coal bed methane development or impacts associated with such development to use these funds for expenses involved in operating the Coal Bed Methane Protection Program established under 76-15-901, MCA.

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$200,000	\$0
FY 2013	\$200,000	\$0

NP- 2309 - Drinking Water Loan Assistance -

This request is for \$200,000 of state special revenue each year of the 2013 biennium to match federal authority for hardship communities in the Safe Drinking Water program. This will allow the state to provide assistance to disadvantaged communities who borrow from the program.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$577,642	\$0
FY 2013	\$584,981	\$0

NP- 2323 – Conservation Districts Bureau Fund Switch -

This decision package shifts \$577,642 in FY 2012 and \$584,981 in FY 2013 of funding for the conservation districts bureau from the natural resource operations fund and general fund to the coal severance tax shared account. This change is in order to maintain a positive balance in the natural resource operations fund and to reduce general fund expenditures for the biennium. The coal severance tax shared account may only be used for library services, conservation districts, and the Montana Growth Through Agriculture Act.

**DEPARTMENT OF NATURAL RESOURCES & CONSERVATION-5706
CONSERVATION & RESOURCE DEVELOPMENT DIVISION-23**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$23,858)	(\$23,858)
FY 2013	(\$23,834)	(\$23,834)

NP- 55400 - 4% General Fund Personal Services Reduction-CARDD -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the Conservation & Resource Development Division by \$23,858 in FY 2012 and \$23,834 in FY 2013 to implement the budget reduction. The reduction includes the elimination of 0.35 FTE. The FTE is a program specialist position. Impacts include possible delayed work with local governments, payment and contract processing, and reporting to state and federal agencies.

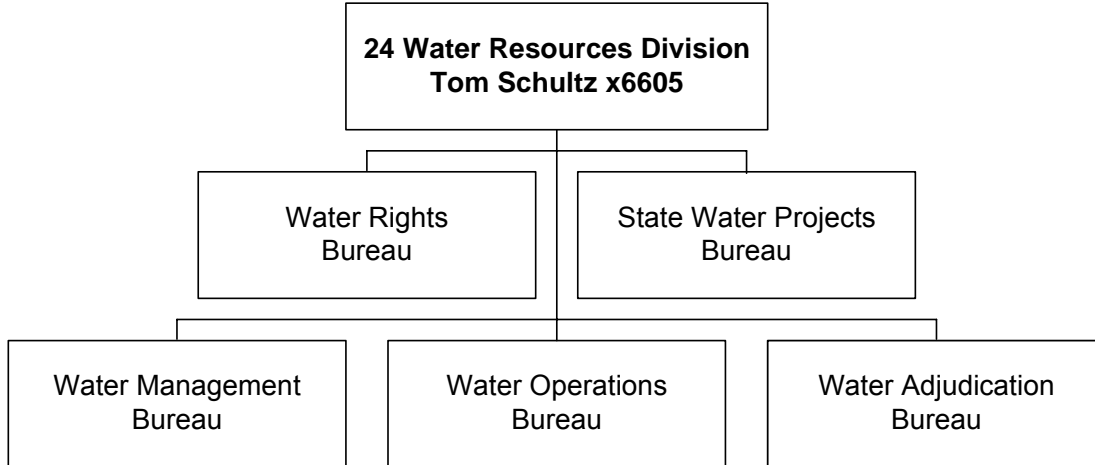
Language Recommendations – “The department is appropriated up to \$1.0 million for the 2013 biennium from the coal bed methane fund for potential landowner or water right holder claims for emergency loss of water related to coal bed methane development.”

“The department is appropriated up to \$600,000 for the 2013 biennium from the natural resources operations fund established for the purchase of prior liens on property held as loan security by the renewable resources grant and loan program.”

“The department is authorized to decrease federal special revenue in the Pollution Control and/or Drinking Water Revolving Fund Loan programs and increase state special revenue by a like amount within administration accounts when the amount of federal EPA CAP grant funds allocated for administration of the grant have been expended or federal funds and bond proceeds will be used for other program purposes as authorized in law providing for the distribution of funds.”

“The Conservation Districts Bureau Fund Switch appropriation of \$400,000 per year in state special revenue derived from the coal tax shared revenue account is contingent upon revenue estimates of \$2,802,000 in FY 2012 and \$2,806,000 in FY 2013 being realized in the coal tax shared revenue account. If the actual revenue to the account is lower than anticipated, there is appropriated the difference between the actual revenue and the revenue estimate - up to \$200,000 per year of general fund to the Conservation Districts Bureau. The amount of general fund spent from this appropriation will be considered to be part of the base budget in the 2015 biennium.”

**DEPARTMENT OF NATURAL RESOURCES & CONSERVATION-5706
WATER RESOURCES DIVISION-24**



Program Description - The Water Resources Division is responsible for many programs associated with the uses, development, and protection of Montana's water. The division manages and maintains the state-owned dams, reservoirs, and canals; develops and recommends in state, interstate, and international water policy to the director, Governor, and Legislature; administers the Dam Safety, Floodplain Management, and Water Management programs; provides support to the Board of Water Well Contractors; assists the Water Court with the adjudication of pre-July 1, 1973 water rights; administers applications for new water rights, changes in historic water rights and ownership updates; and is responsible for maintaining centralized water rights records. The division consists of an administration unit and five bureaus: Water Management Bureau, Water Rights Bureau, Water Adjudication Bureau, State Water Projects Bureau, and the Water Operations Bureau. In addition, the Flathead Basin Commission is administratively attached to the department.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	156.25	0.00	(6.95)	149.30	0.00	(6.95)	149.30
Personal Services	8,744,986	831,082	(358,213)	9,217,855	820,727	(357,939)	9,207,774
Operating Expenses	2,568,583	202,788	(10,000)	2,761,371	212,928	(10,000)	2,771,511
Equipment & Intangible Assets	66,334	0	0	66,334	0	0	66,334
Capital Outlay	3,000	0	0	3,000	0	0	3,000
Debt Service	379,600	90,143	0	469,743	90,143	0	469,743
Total Costs	\$11,762,503	\$1,124,013	(\$368,213)	\$12,518,303	\$1,123,798	(\$367,939)	\$12,518,362
General Fund	7,752,135	847,576	(262,262)	8,337,449	846,855	(262,011)	8,336,979
State/Other Special	3,851,507	254,664	(105,951)	4,000,220	254,418	(105,928)	3,999,997
Federal Special	158,861	21,773	0	180,634	22,525	0	181,386
Total Funds	\$11,762,503	\$1,124,013	(\$368,213)	\$12,518,303	\$1,123,798	(\$367,939)	\$12,518,362

**DEPARTMENT OF NATURAL RESOURCES & CONSERVATION-5706
WATER RESOURCES DIVISION-24**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$187,243	\$0
FY 2013	\$187,243	\$0

PL- 2401 - WRD Base Operating Restoration -

This base operating adjustment is for \$187,243 per year in state and federal special revenue. The base restoration is for zero based overtime at the Broadwater hydropower facility, additional per diem and contracted services for survey work and legal and other litigation costs for the Board of Water Well Contractors, and debt service for repayment of a federal loan for rehabilitation on the Middle Creek Dam.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$6,000	\$0
FY 2013	\$6,000	\$0

PL- 2402 - Records Management Contract -

This budget request is for an increase of \$6,000 per year in state special revenue authority for the storage of water right files. Rates will increase at the beginning of FY 2012 and it is projected that the number of boxes being pulled in the 2013 biennium will increase.

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$90,250)	\$0
FY 2013	(\$90,036)	\$0

NP- 2407 - Resource Allocation Transfer to Water Court -

This request reduces 2.00 FTE and \$90,250 in FY 2012 and \$90,036 in FY 2013 in water adjudication state special revenue from the Water Resources Division. In accordance with the resource allocation plan between DRNC and Water Court in planning for the sunset of the HB 22 Adjudication Program in 2020, duties are being transferred from DNRC to the Water Court in the Judicial Branch.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$5,000)	(\$5,000)
FY 2013	(\$5,000)	(\$5,000)

NP- 55140 - Crown Managers Partnership Reduction -

This budget request is for a decrease of \$5,000 per year of general fund to make a reduction made under 17-7-140, MCA, permanent. The \$10,000 was used for a MOU with the Province of Alberta. The Trust Lands Management Division will cover the \$10,000 that Water Resources no longer pays.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$5,000)	(\$5,000)
FY 2013	(\$5,000)	(\$5,000)

NP- 55141 - Columbia River Hydro System Reduction -

This budget request is for a decrease of \$5,000 per year of general fund to make a reduction made under 17-7-140, MCA, permanent. The Water Resources Division had an MOU with the Northwest Power and Conservation Council for \$10,000 each year. This reduction of \$5,000 would remove all base expenditures for the MOU permanently.

**DEPARTMENT OF NATURAL RESOURCES & CONSERVATION-5706
WATER RESOURCES DIVISION-24**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$267,963)	(\$252,262)
FY 2013	(\$267,903)	(\$252,011)

NP- 55400 - 4% General Fund Personal Services Reduction-WRD -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the Water Resources Division by \$267,963 in FY 2012 and \$267,903 in FY 2013 to implement the budget reduction. The reduction includes the elimination of 4.95 FTE. The positions and duties the division would forfeit include: 1.00 FTE Hearings Officer (an Administrative Law Judge), 1.00 FTE Hydrologist, 1.00 FTE Water Resource Specialist, 1.00 FTE Water Planner, 0.50 FTE License Permit Technician, and 0.45 FTE Water Resource Specialist.

Language Recommendations – “During the 2013 biennium, up to \$1 million of funds currently in or to be deposited in the Broadwater replacement and renewal account is appropriated to the department for repairing or replacing equipment at the Broadwater hydropower facility.”

“During the 2013 biennium, up to \$100,000 of interest earned on the Broadwater water users account is appropriated to the department for the purpose of repair, improvement, or rehabilitation of the Broadwater-Missouri diversion project.”

“During the 2013 biennium, up to \$500,000 of funds currently in or to be deposited in the state project hydropower earnings account is appropriated for the purpose of repairing, improving, or rehabilitating department state water projects.”

**DEPARTMENT OF NATURAL RESOURCES & CONSERVATION-5706
RESERVED WATER RIGHTS COMPACT COMMISSION-25**

25 Reserved Water Rights Compact Commission Bill Schultz 542-5880
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Program Description - The Montana Reserved Water Rights Compact Commission was created by the Legislature in 1979 as part of the state-wide water rights adjudication effort. It consists of four members appointed by the Governor, two by the President of the Senate, two by the Speaker of the House of Representatives, and one by the Attorney General. Members serve for four years. The commission negotiates water rights with the Indian tribes and federal agencies, which claim federal reserved water rights within the state, to establish a formal agreement (compact) on the amount of water to be allocated to each interest. The Compact Commission is scheduled to sunset on July 1, 2013.

Program Proposed Budget	Base Budget	PL Base	New	Total	PL Base	New	Total
Budget Item	Fiscal 2010	Adjustment	Proposals	Exec. Budget	Adjustment	Proposals	Exec. Budget
		Fiscal 2012	Fiscal 2012	Fiscal 2012	Fiscal 2013	Fiscal 2013	Fiscal 2013
FTE	5.00	0.00	(0.25)	4.75	0.00	(0.25)	4.75
Personal Services	405,155	23,443	(16,885)	411,713	53,346	(16,880)	441,621
Operating Expenses	158,704	3,874	0	162,578	12,501	0	171,205
Total Costs	\$563,859	\$27,317	(\$16,885)	\$574,291	\$65,847	(\$16,880)	\$612,826
General Fund	516,319	74,857	(16,885)	574,291	113,387	(16,880)	612,826
State/Other Special	47,540	(47,540)	0	0	(47,540)	0	0
Total Funds	\$563,859	\$27,317	(\$16,885)	\$574,291	\$65,847	(\$16,880)	\$612,826

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$4,000	\$4,000
FY 2013	\$4,000	\$4,000

PL- 2501 - RWRCC Per Diem -

This budget request is for \$4,000 per year in general fund for per diem for the commissioners. The commissioners are the lead negotiators for the state, on behalf of the Governor, and are paid a per diem for any time spent traveling to meetings and negotiating sessions. Currently, commissioners on the CSKT negotiating team are meeting 2-3 days a month.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$0	\$0
FY 2013	\$38,000	\$38,000

PL- 2502 - RWRCC Sunset Implementation -

This budget request is for \$38,000 in FY 2013 in general fund to facilitate the sunset of the compact commission. The RWRCC is scheduled to sunset at the end of FY 2013, wrapping up over 30 years of important work negotiating reserved water rights settlements with tribes and federal agencies. Funding will be required for moving staff to another building as well as for potential retirement payouts.

**DEPARTMENT OF NATURAL RESOURCES & CONSERVATION-5706
RESERVED WATER RIGHTS COMPACT COMMISSION-25**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$3,961	\$3,961
FY 2013	\$4,410	\$4,410

PL- 2504 - RWRCC Operating Adjustment -

This request is for \$3,961 in FY 2012 and \$4,410 in FY 2013 in general fund. This adjustment includes an increase in property taxes and janitorial costs and a decrease in rent of a non-state building.

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

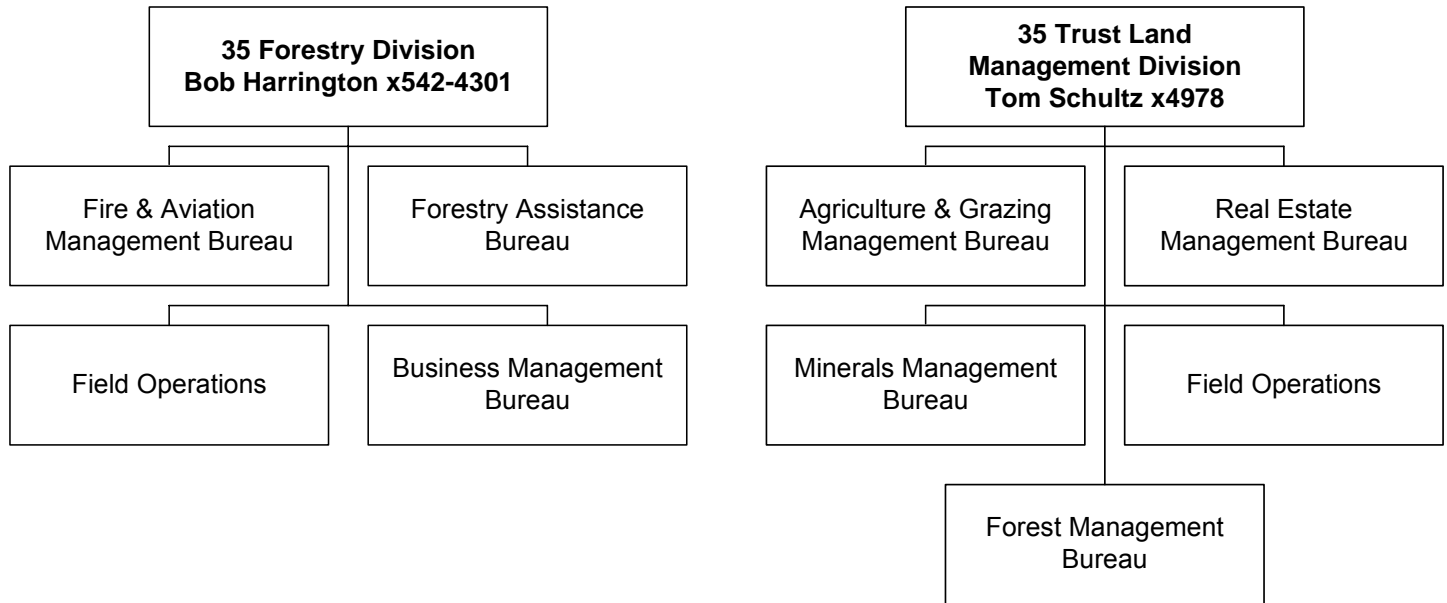
	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$16,885)	(\$16,885)
FY 2013	(\$16,880)	(\$16,880)

NP- 55400 - 4% General Fund Personal Services Reduction-RWRCC -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the Reserved Water Rights Compact Commission by \$16,885 in FY 2012 and \$16,880 in FY 2013 to implement the budget reduction. The reduction includes the elimination of 0.25 FTE. The FTE is a staff hydrologist position reduced from 1.00 to 0.75 FTE.

DEPARTMENT OF NATURAL RESOURCES & CONSERVATION-5706 FORESTRY/TRUST LANDS-35

Please note that this program also contains proprietary funding (see Section P).



Program Description - The Forestry Division is responsible for planning and implementing forestry programs statewide. Forestry responsibilities include protecting natural resources from wildfire, regulating forest practices, and providing a variety of services to private forest landowners.

The Trust Land Management Division provides for the administration and management of trust lands granted to the State of Montana by the Enabling Act of 1889. These lands currently total 5.2 million surface acres and 6.2 million mineral acres. Additionally, the division is responsible for the administration of approximately 6,000 miles (40,000+ acres) of the beds of navigable waterways. The Trust Land Management Division is divided into four primary programs: forest management; agriculture and grazing management; special use management; and minerals management.

Program Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	307.94	0.00	(3.70)	304.24	0.00	(3.70)	304.24
Personal Services	16,498,498	1,540,129	(180,229)	17,858,398	1,532,590	(179,904)	17,851,184
Operating Expenses	7,197,551	891,004	(86,816)	8,001,739	965,185	(87,541)	8,075,195
Equipment & Intangible Assets	956,431	0	(150,965)	805,466	0	(150,965)	805,466
Capital Outlay	119,204	0	0	119,204	0	0	119,204
Grants	184,491	0	0	184,491	0	0	184,491
Transfers	1,218,390	118,666	(62,806)	1,274,250	113,275	(62,326)	1,269,339
Debt Service	3,675	0	0	3,675	0	0	3,675
Total Costs	\$26,178,240	\$2,549,799	(\$480,816)	\$28,247,223	\$2,611,050	(\$480,736)	\$28,308,554
General Fund	9,686,429	1,204,183	(480,816)	10,409,796	1,272,773	(480,736)	10,478,466
State/Other Special	15,384,020	1,248,491	0	16,632,511	1,251,145	0	16,635,165
Federal Special	1,107,791	97,125	0	1,204,916	87,132	0	1,194,923
Total Funds	\$26,178,240	\$2,549,799	(\$480,816)	\$28,247,223	\$2,611,050	(\$480,736)	\$28,308,554

**DEPARTMENT OF NATURAL RESOURCES & CONSERVATION-5706
FORESTRY/TRUST LANDS-35**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$118,666	\$78,320
FY 2013	\$113,275	\$74,762

PL- 3501 - Air Operations Transfer -

This request is for \$118,666 in FY 2012 and \$113,275 in FY 2013 in general fund and state special revenue to fund salaries and increased rent and aircraft insurance for the department's aviation program. These funds will be transferred to the air operations proprietary fund to cover these costs.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$290,671	\$0
FY 2013	\$290,671	\$0

PL- 3506 - Contract Harvesting Base Restoration -

This request is for \$290,671 per year in state special revenue to restore the base budget for contract harvesting. The Contract Harvest Project was approved by the 2007 Legislature under SB 25. During FY 2010, the division successfully completed the first pilot project for the School for the Deaf and Blind. The base restoration is requested to facilitate two timber sales per year in this program. The division continues to pursue opportunities to increase revenue potential through marketing various timber products to the highest value purchaser.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$256,594	\$0
FY 2013	\$256,594	\$0

PL- 3507 - Private Funds Land Transaction Base Restoration -

This request is for \$256,594 per year in state special revenue to restore the base budget for private fund land transactions within the Trust Land Management Division for the Land Bank and Land Exchange programs within the Real Estate Management Bureau.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$7,202	\$0
FY 2013	\$8,129	\$0

PL- 3508 - Trust Lands Operating Expense Adjustment -

This Trust Lands Management request is for \$7,202 in FY 2012 and \$8,129 in FY 2013 in state special revenue. This adjustment includes an increase in property taxes and janitorial costs and a decrease in rent of a non-state building.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$201,884	\$0
FY 2013	\$201,600	\$0

PL- 3509 - Federal Fire Reimbursement Restoration -

This base restoration request is for \$201,884 in FY 2012 and \$201,600 in FY 2013 in federal special revenue. This authority is needed to support equipment maintenance and training needs associated with federal assist fires.

**DEPARTMENT OF NATURAL RESOURCES & CONSERVATION-5706
FORESTRY/TRUST LANDS-35**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$199,347)	(\$199,347)
FY 2013	(\$199,347)	(\$199,347)

NP- 55140 - Operating and Equipment Reduction/Forestry Div -

This budget request is for a decrease of \$199,347 per year of general fund to make a reduction made under 17-7-140, MCA permanent. The division will reduce operating expenses by \$45,382 and equipment by \$150,965. Equipment reductions include 3 county co-op fire engines, 1 direct protection fire engine, and 1 fire pickup truck.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$281,469)	(\$281,469)
FY 2013	(\$281,389)	(\$281,389)

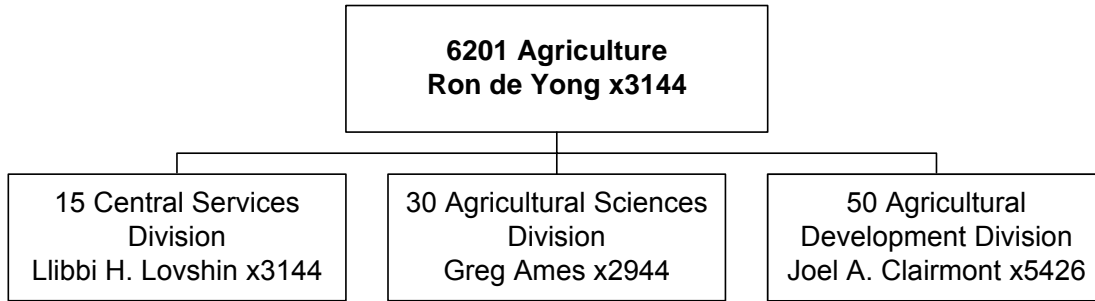
NP- 55400 - 4% General Fund Personal Services Reduction-Forestry -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the Forestry Division by \$281,469 in FY 2012 and \$281,389 in FY 2013 to implement the budget reduction. The reduction includes the elimination of 3.70 FTE.

Language Recommendations – “The department is appropriated up to \$2 million for the 2013 biennium from the fire suppression account for the purpose of paying expenses for fire prevention, including fuel mitigation, grants for the purchase of fire suppression equipment for county cooperatives, and fire suppression costs.”

DEPARTMENT OF AGRICULTURE-6201

Please note that this agency also contains proprietary funding (see Section P).



Mission Statement - To protect producers and consumers and to enhance and develop agriculture and allied industries.

Statutory Authority - Article XII, Section 1, Montana Constitution; Title 80, Chapters 1-20, MCA

Agency Proposed Budget							
Budget Item	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	118.42	0.00	1.98	120.40	0.00	1.98	120.40
Personal Services	5,875,640	673,170	90,172	6,638,982	669,344	89,832	6,634,816
Operating Expenses	3,092,278	426,113	159,908	3,678,299	390,976	160,198	3,643,452
Equipment & Intangible Assets	375,624	375,500	282,000	1,033,124	500	2,000	378,124
Grants	4,383,401	335,000	6,000	4,724,401	335,000	6,000	4,724,401
Transfers	326,489	14,150	70,000	410,639	14,150	70,000	410,639
Total Costs	\$14,053,432	\$1,823,933	\$608,080	\$16,485,445	\$1,409,970	\$328,030	\$15,791,432
General Fund	880,007	150,665	305,709	1,336,381	102,318	305,703	1,288,028
State/Other Special	10,561,977	1,406,195	280,000	12,248,172	1,035,474	0	11,597,451
Federal Special	2,111,490	195,091	22,371	2,328,952	195,848	22,327	2,329,665
Proprietary	499,958	71,982	0	571,940	76,330	0	576,288
Total Funds	\$14,053,432	\$1,823,933	\$608,080	\$16,485,445	\$1,409,970	\$328,030	\$15,791,432

DEPARTMENT OF AGRICULTURE-6201 CENTRALIZED SERVICES DIVISION-15

**15 Central Services
Division**
Libbi H. Lovshin x3144

Program Description - The Central Services Division (CSD) performs technical, fiscal, and administrative support functions for the department's internal operations and related programs. Responsibilities include accounting, budgeting, payroll, human resources, purchasing, property control, data processing, systems analysis and computer programming, equal opportunity administration, public information, and legal support to all programs within the department. Included in this division is the Director's Office, which provides overall policy development for the department.

Program Proposed Budget	Base Budget	PL Base	New	Total	PL Base	New	Total
Budget Item	Fiscal 2010	Adjustment	Proposals	Exec. Budget	Adjustment	Proposals	Exec. Budget
		Fiscal 2012	Fiscal 2012	Fiscal 2012	Fiscal 2013	Fiscal 2013	Fiscal 2013
FTE	14.87	0.00	0.00	14.87	0.00	0.00	14.87
Personal Services	977,749	9,714	0	987,463	10,288	0	988,037
Operating Expenses	184,301	34,772	0	219,073	(8,165)	0	176,136
Total Costs	\$1,162,050	\$44,486	\$0	\$1,206,536	\$2,123	\$0	\$1,164,173
General Fund	125,228	22,418	0	147,646	(25,211)	0	100,017
State/Other Special	747,596	61,231	0	808,827	61,257	0	808,853
Federal Special	146,259	(19,484)	0	126,775	(19,484)	0	126,775
Proprietary	142,967	(19,679)	0	123,288	(14,439)	0	128,528
Total Funds	\$1,162,050	\$44,486	\$0	\$1,206,536	\$2,123	\$0	\$1,164,173

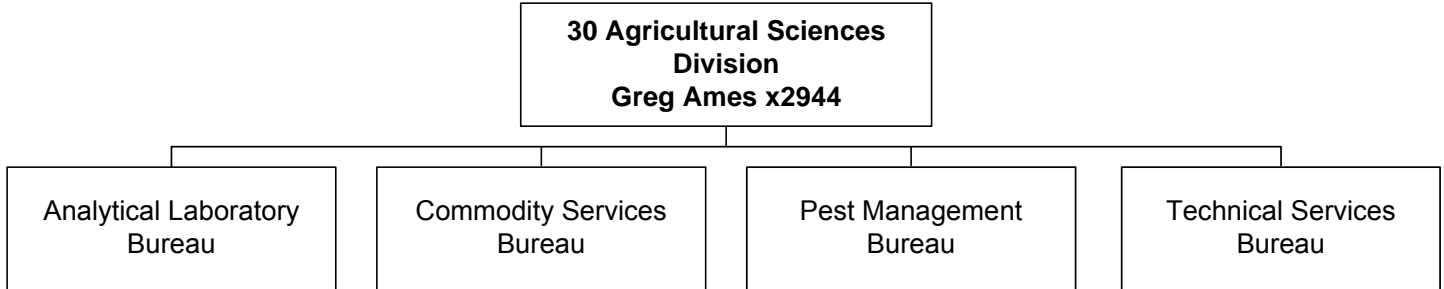
-----Present Law Adjustments-----

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$28,000	\$0
FY 2013	\$28,000	\$0

PL- 151 - Program 15 Base Budget Adjustments -

This request of \$28,000 federal special revenue funding each year of the 2013 biennium will restore operating authority to base levels in the Central Services Division (CSD). These additional federal special revenue funds will be used to purchase office supplies, office equipment and pay for travel expenses in CSD.

**DEPARTMENT OF AGRICULTURE-6201
AGRICULTURAL SCIENCES DIVISION-30**



Program Description - The Agricultural Sciences Division (ASD) administers, manages, coordinates, and evaluates the major activities of: 1) pesticide management; 2) pest management; 3) analytical laboratory services; 4) noxious weed management; 5) agricultural chemical groundwater program; 6) seed, feed and fertilizer program; 7) organic certification; 8) nursery program; 9) apiary program; 10) commodity programs; and 11) invasive species. Duties also include administering agricultural programs related to the production, manufacturing, and marketing of commodities exported from or distributed in the state. The program provides support to the Montana Noxious Weed Management Advisory Council, Noxious Weed Seed Free Forage Advisory Council, Montana Noxious Weed Summit Advisory Council, Montana Organic Commodity Advisory Council, and the Montana Mint Committee.

Program Proposed Budget	Base Budget Fiscal 2010	PL Base Adjustment Fiscal 2012	New Proposals Fiscal 2012	Total Exec. Budget Fiscal 2012	PL Base Adjustment Fiscal 2013	New Proposals Fiscal 2013	Total Exec. Budget Fiscal 2013
FTE	64.18	0.00	2.60	66.78	0.00	2.60	66.78
Personal Services	3,466,481	269,286	117,963	3,853,730	268,747	117,629	3,852,857
Operating Expenses	1,541,910	264,212	159,908	1,966,030	269,657	160,198	1,971,765
Equipment & Intangible Assets	360,624	375,500	282,000	1,018,124	500	2,000	363,124
Grants	2,930,006	200,000	6,000	3,136,006	200,000	6,000	3,136,006
Transfers	61,692	14,150	70,000	145,842	14,150	70,000	145,842
Total Costs	\$8,360,713	\$1,123,148	\$635,871	\$10,119,732	\$753,054	\$355,827	\$9,469,594
General Fund	289,370	11,351	333,500	634,221	11,314	333,500	634,184
State/Other Special	6,114,471	897,222	280,000	7,291,693	526,408	0	6,640,879
Federal Special	1,956,872	214,575	22,371	2,193,818	215,332	22,327	2,194,531
Total Funds	\$8,360,713	\$1,123,148	\$635,871	\$10,119,732	\$753,054	\$355,827	\$9,469,594

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$391,275	\$12,000
FY 2013	\$391,275	\$12,000

PL- 3001 - Program 30 Base Budget Adjustments -

Actual expenditures in FY 2010 were lower than the level authorized by the 61st Legislature. This proposal restores \$12,000 of general fund, \$148,775 of state special revenue, and \$230,500 of federal special revenue authority each year of the 2013 biennium. This additional funding will be used for office supplies, field supplies, lab supplies, training, and travel expenses.

**DEPARTMENT OF AGRICULTURE-6201
AGRICULTURAL SCIENCES DIVISION-30**

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$375,000	\$0
FY 2013	\$0	\$0

PL- 3002 - Analytical Lab Equipment (Bien - OTO) -

This request is for \$375,000 of one-time-only biennial state special revenue funding to purchase a replacement Micromass Quattro Ultima LC/MS/MS instrument (\$350,000) and a replacement LECO FP-528 Nitrogen Combustion instrument (\$25,000). The Micromass Quattro Ultima LC/MS/MS instrument is used for testing metabolite residues in pesticide and groundwater samples for the Analytical Lab in Bozeman. This replacement was originally requested for the 2011 biennium but the instrument is still functional and is still supported by the manufacturer. The LECO FP-528 Nitrogen Combustion instrument is used in the Feed and Fertilizer programs to measure nitrogen in fertilizers, protein in feeds, and nitrogen in water. The nitrogen combustion technique is the industry standard for these measurements and has a proven track record of reliability and performance. The current instrument was purchased in 2002 and is approaching the end of its useful life. The new instrument incorporates improvements in hardware and software that include more checks and balances for accurate instrument control, performance and troubleshooting.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$35,425	\$0
FY 2013	\$35,425	\$0

PL- 3009 - Apiary Program Increase -

This request is for an increase in state special revenue funding of \$35,425 each year of the biennium to support efforts to prevent the spread of pests and contagious and infectious disease among bees and apiaries. This additional funding, due to a rule change of the fee structure, will be used for office supplies, field supplies, training, and expenses for travel to inspection sites.

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$280,000	\$0
FY 2013	\$0	\$0

NP- 3006 - Web AG Product Registration System (Bien - OTO) -

The executive recommends \$280,000 biennial one-time-only state special revenue funding to continue upgrading an existing licensing and registration system to allow web based product and apiary registrations.

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$22,371	\$0
FY 2013	\$22,327	\$0

NP- 3007 - Pesticide Recycling Truck Driver -

Title 80, Chapter 8, part 111, MCA establishes a a waste pesticide and pesticide container collection, disposal, and recycling program. This proposal would increase federal special revenue authority by \$22,371 in FY 2012 and \$22,327 in FY 2013 to hire a 0.60 FTE to drive the pesticide recycling truck. The pesticide plastic container recycling program is required by statute and has been widely supported by the industry.

**DEPARTMENT OF AGRICULTURE-6201
AGRICULTURAL SCIENCES DIVISION-30**

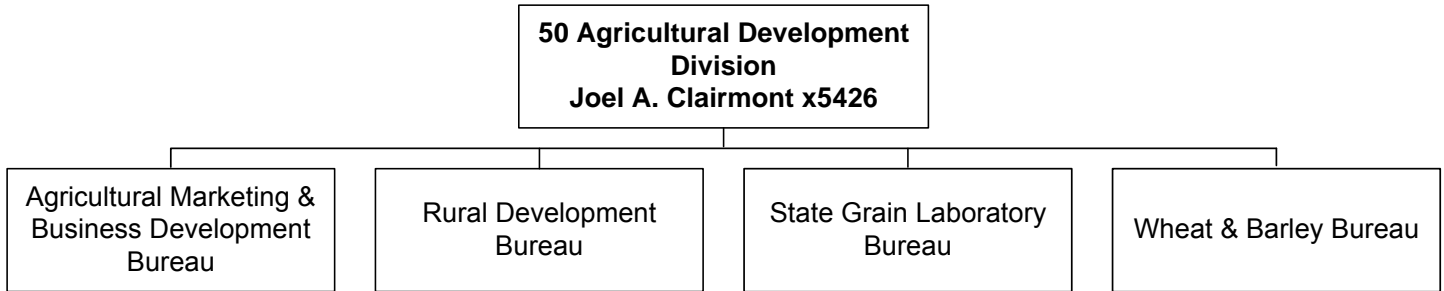
	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$333,500	\$333,500
FY 2013	\$333,500	\$333,500

NP- 3008 - Invasive Species (OTO) -

The budget includes 2.00 FTE and \$333,500 of one-time-only general fund each year of the 2013 biennium to continue operating the invasive species program. The 2.00 FTE consist of one invasive species coordinator and one administrative/technical position. Invasive species program efforts include prevention, identification, response, and management of invasive species that threaten Montana. The department will focus on outreach and education, border check stations, management areas, response to invasive species detections, and management of invasive species under the strategic plan, including an executive summary outlining planning efforts of the state. This funding supports the Department of Agriculture, the Department of Fish, Wildlife, and Parks, and local invasive species efforts.

DEPARTMENT OF AGRICULTURE-6201 AGRICULTURAL DEVELOPMENT DIVISION-50

Please note that this program also contains proprietary funding (see Section P).



Program Description - The Agricultural Development Division (ADD) administers programs to promote Montana agriculture. The division is comprised of the following bureaus: Rural Development, Wheat and Barley, Agriculture Marketing & Business Development, and the State Grain Laboratory. The division provides support to the Alfalfa Seed Committee, the Montana Wheat and Barley Committee, the Montana Agricultural Development Council, the Board of Hail Insurance, and advisory committees of cherries, potatoes, and pulse crops. The division provides administrative support and shares an employee with the Ag in Montana Schools program.

Program Proposed Budget	Base Budget	PL Base	New	Total	PL Base	New	Total
Budget Item	Fiscal 2010	Adjustment Fiscal 2012	Proposals Fiscal 2012	Exec. Budget Fiscal 2012	Adjustment Fiscal 2013	Proposals Fiscal 2013	Exec. Budget Fiscal 2013
FTE	39.37	0.00	(0.62)	38.75	0.00	(0.62)	38.75
Personal Services	1,431,410	394,170	(27,791)	1,797,789	390,309	(27,797)	1,793,922
Operating Expenses	1,366,067	127,129	0	1,493,196	129,484	0	1,495,551
Equipment & Intangible Assets	15,000	0	0	15,000	0	0	15,000
Grants	1,453,395	135,000	0	1,588,395	135,000	0	1,588,395
Transfers	264,797	0	0	264,797	0	0	264,797
Total Costs	\$4,530,669	\$656,299	(\$27,791)	\$5,159,177	\$654,793	(\$27,797)	\$5,157,665
General Fund	465,409	116,896	(27,791)	554,514	116,215	(27,797)	553,827
State/Other Special	3,699,910	447,742	0	4,147,652	447,809	0	4,147,719
Federal Special	8,359	0	0	8,359	0	0	8,359
Proprietary	356,991	91,661	0	448,652	90,769	0	447,760
Total Funds	\$4,530,669	\$656,299	(\$27,791)	\$5,159,177	\$654,793	(\$27,797)	\$5,157,665

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	\$238,950	\$36,200
FY 2013	\$238,950	\$36,200

PL- 5001 - Program 50 Base Budget Adjustments -

Actual expenditures in FY 2010 were lower than the level authorized by the 61st Legislature. This proposal restores \$36,200 of general fund, \$162,750 of state special revenue authority and \$40,000 of enterprise funding each year of the 2013 biennium. This funding will be used to pay for grants, overtime, equipment, contracts, travel and meeting expenses in the Agricultural Development Division (ADD).

**DEPARTMENT OF AGRICULTURE-6201
AGRICULTURAL DEVELOPMENT DIVISION-50**

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

	<u>Total Agency Impact</u>	<u>General Fund Total</u>
FY 2012	(\$27,791)	(\$27,791)
FY 2013	(\$27,797)	(\$27,797)

NP- 55400 - 4% Personal Services Reduction -

The Governor has included a 4% reduction in general fund personal services budgets as a part of his budget recommendations. This decision package reduces the Agriculture Development Division by \$27,791 in FY 2012 and \$27,797 in FY 2013 to implement the budget reduction. The reduction includes the elimination of 0.62 FTE.