

Program Budget Comparison

The following table summarizes the total legislative budget for the program by year, type of expenditure, and source of funding.

Program Budget Comparison								
Budget Item	Base Fiscal 2012	Approp. Fiscal 2013	Budget Fiscal 2014	Budget Fiscal 2015	Biennium Fiscal 12-13	Biennium Fiscal 14-15	Biennium Change	Biennium % Change
FTE	151.03	151.03	154.03	154.03	151.03	154.03	3.00	1.99%
Personal Services	8,523,619	8,602,808	9,321,848	9,332,952	17,126,427	18,654,800	1,528,373	8.92%
Operating Expenses	5,803,038	6,276,039	5,874,721	5,846,468	12,079,077	11,721,189	(357,888)	(2.96%)
Equipment & Intangible Assets	22,008	223,973	336,583	298,967	245,981	635,550	389,569	158.37%
Grants	8,582	15,136	8,582	8,582	23,718	17,164	(6,554)	(27.63%)
Transfers	33,455	30,850	33,455	33,455	64,305	66,910	2,605	4.05%
Total Costs	\$14,390,702	\$15,148,806	\$15,575,189	\$15,520,424	\$29,539,508	\$31,095,613	\$1,556,105	5.27%
General Fund	0	0	0	0	0	0	0	n/a
State Special	14,388,649	15,136,137	15,575,189	15,520,424	29,524,786	31,095,613	1,570,827	5.32%
Federal Special	2,053	12,669	0	0	14,722	0	(14,722)	(100.00%)
Other	0	0	0	0	0	0	0	n/a
Total Funds	\$14,390,702	\$15,148,806	\$15,575,189	\$15,520,424	\$29,539,508	\$31,095,613	\$1,556,105	5.27%

Program Description

The Business Standards Division consists of four bureaus:

- Building Codes Bureau
- Weights & Measures Bureau
- Health Care Licensing Bureau (HCLB)
- Business & Occupational Licensing Bureau (BOLB)

The Building Codes Bureau establishes and enforces minimum building, plumbing, mechanical, electrical, energy, elevator, and boiler codes throughout Montana. The bureau approves and certifies local government code enforcement programs adopted by the bureau and also assists the Board of Plumbers and State Electrical Board with license law enforcement by checking for proper licensing when inspecting projects for code compliance. The bureau also provides administrative, clerical, and compliance support for five licensing programs.

The Weights & Measures Bureau is responsible for licensing, inspecting, testing, and certifying all weighing and measuring devices used in making commercial transactions in Montana and enforces laws and regulations pertaining to the quantity control of prepackaged goods, the quality control of petroleum products, and is responsible for maintaining the state standards of mass and volume applied when calibrating other mass and volume standards used in testing commercial devices.

The HCLB provides administrative, clerical, and compliance support for 22 licensing boards and one program that license professionals and individuals working in the health care field. The licensing boards and program in HCLB include 130 board members and 8 advisory council members appointed by the Governor.

The BOLB provides administrative, clerical, and compliance support for 11 licensing boards and one licensing program that license professionals and individuals working in non-health-care-related professions and occupations. The licensing boards in BOLB include 78 board members appointed by the Governor.

Program Highlights

Business Services Division Major Budget Highlights
<ul style="list-style-type: none"> ◆ The majority of the budget changes in the division are due to personal services increases, including: <ul style="list-style-type: none"> • Fully funding positions that had experienced a vacancy rate in the base year above the 2015 biennium budgeted rate of 4% • Increases for broadband pay adjustments ◆ Equipment increases due to: <ul style="list-style-type: none"> • Reductions in spending in the FY 2012 base year • Funding to support the purchase of new metrology laboratory equipment used to inspect and test all commercial devices statewide

Program Narrative

Personal services increases include adjustments for:

- Restoring vacancy savings, which were 9.7% in FY 2012 compared to a budgeted rate of 4%
- Longevity and broadband pay adjustments

Operating costs decrease mainly due to reductions in the costs of SITSD services for the division. Equipment increases due to:

- Reductions in spending in the FY 2012 base year
- Funding to support the purchase of new metrology laboratory equipment used to inspect and test all commercial devices statewide

The legislature approved HB 591, which increases the licensing fees for weighing devices. The fees are based on the weighing capacity of the devices, ranging from \$20 per device with a capacity of 490 pound or less to \$280 for devices with a capacity of 60,001. The fee increases support the purchase of the metrology laboratory equipment used to determine the accuracy of the weighing devices. The agency estimates that the changes will generate an additional \$122,000 annually.

The legislature also approved HB 363 allowing the Board of Realty to hire staff rather than use DOLI staff to provide administrative, clerical, and compliance support and HB 582 allowing the Board of Public Accountants the same. Both bills were vetoed by the Governor. The funding for the department administration of the two boards remained in HB 2 and thus the division has sufficient appropriation authority to continue to provide administration oversight.

Funding

The following table shows program funding by source of authority for the 2015 biennium as adopted by the legislature.

Total Department Of Labor & Industry Funding by Source of Authority 2015 Biennium Budget - Business Standards Division							
Funds	HB 2	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	MCA Reference	Statutory Category
State Special Total	\$31,095,613	\$0	\$448	\$31,096,061	100.0%		
02024 Blaster Licensing	\$22,185	\$0	\$0	\$22,185	0.1%		
02078 Occupational Therapists	\$93,416	\$0	\$0	\$93,416	0.3%		
02079 Fire Protection & Permitting	\$133,488	\$0	\$0	\$133,488	0.4%		
02080 Prescription Drug Registry	\$177,386	\$0	\$0	\$177,386	0.6%		
02082 Real Estate Recovery Account	\$0	\$0	\$448	\$448	0.0%		
02109 Board Of Outfitters	\$1,166,389	\$0	\$0	\$1,166,389	3.8%		
02155 Boiler,blaster,crane Licensing	\$820,217	\$0	\$0	\$820,217	2.6%		
02207 Crane Licensing	\$182,115	\$0	\$0	\$182,115	0.6%		
02359 Chemical Dependency Counselors	\$231,657	\$0	\$0	\$231,657	0.7%		
02446 Board Of Psychologist Exam	\$247,396	\$0	\$0	\$247,396	0.8%		
02448 Building Codes State Spec Rev	\$7,643,674	\$0	\$0	\$7,643,674	24.6%		
02580 Bd Of Athletic Trainers	\$48,400	\$0	\$0	\$48,400	0.2%		
02679 Massage Therapists	\$213,070	\$0	\$0	\$213,070	0.7%		
02764 Bd Of Adolescent Res. Or Outdr Pgms	\$125,753	\$0	\$0	\$125,753	0.4%		
02767 Elevators	\$751,550	\$0	\$0	\$751,550	2.4%		
02805 Weights & Measures Bureau	\$2,236,969	\$0	\$0	\$2,236,969	7.2%		
02808 Board Of Landscape Architects	\$62,996	\$0	\$0	\$62,996	0.2%		
02809 Board Of Speech Pathologists	\$124,050	\$0	\$0	\$124,050	0.4%		
02822 Board Of Chiropractors	\$255,304	\$0	\$0	\$255,304	0.8%		
02811 Clinical Lab Science Pract.	\$142,914	\$0	\$0	\$142,914	0.5%		
02812 Physical Therapists	\$235,031	\$0	\$0	\$235,031	0.8%		
02813 Bd Of Nursing Home Admin	\$57,699	\$0	\$0	\$57,699	0.2%		
02814 Bd Of Hearing Aid Dispensers	\$170,603	\$0	\$0	\$170,603	0.5%		
02815 Board Of Public Accountants	\$932,868	\$0	\$0	\$932,868	3.0%		
02816 Board Of Sanitarians	\$63,885	\$0	\$0	\$63,885	0.2%		
02818 Electrical Board	\$853,385	\$0	\$0	\$853,385	2.7%		
02819 Board Of Realty Regulations	\$1,993,252	\$0	\$0	\$1,993,252	6.4%		
02820 Board Of Architects	\$152,520	\$0	\$0	\$152,520	0.5%		
02821 Board Of Funeral Service	\$315,382	\$0	\$0	\$315,382	1.0%		
02822 Board Of Chiropractors	\$255,304	\$0	\$0	\$255,304	0.8%		
02823 Professional Engineers	\$777,984	\$0	\$0	\$777,984	2.5%		
02824 Board Of Medical Examiners	\$2,592,641	\$0	\$0	\$2,592,641	8.3%		
02826 Cosmetology Board	\$1,115,595	\$0	\$0	\$1,115,595	3.6%		
02828 Board Of Plumbers	\$609,822	\$0	\$0	\$609,822	2.0%		
02829 Private Investigator	\$409,675	\$0	\$0	\$409,675	1.3%		
02830 Board Of Dentistry	\$547,721	\$0	\$0	\$547,721	1.8%		
02831 Board Of Optometrists	\$94,594	\$0	\$0	\$94,594	0.3%		
02832 Board Of Pharmacy	\$1,517,279	\$0	\$0	\$1,517,279	4.9%		
02833 Board Of Nursing	\$1,872,091	\$0	\$0	\$1,872,091	6.0%		
02834 Board Of Veterinarians	\$296,833	\$0	\$0	\$296,833	1.0%		
02840 Board Of Social Workers	\$532,111	\$0	\$0	\$532,111	1.7%		
02841 Board Of Athletics	\$13,646	\$0	\$0	\$13,646	0.0%		
02852 Bd. Of Alternative Health Care	\$142,023	\$0	\$0	\$142,023	0.5%		
02854 Bd. Of Real Estate Appraisers	\$803,799	\$0	\$0	\$803,799	2.6%		
02855 Bd Of Respiratory Care	\$94,761	\$0	\$0	\$94,761	0.3%		
Total All Funds	\$31,095,613	\$0	\$448	\$31,096,061	100.0%		
Percent - Total All Sources	100.0%	0.0%	0.0%				

State special revenues included in this division are generated through licenses and fees charged to the various boards and professional licensing organizations.

Budget Summary by Category

The following summarizes the total budget by base, present law adjustments, and new proposals.

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2014	Budget Fiscal 2015	Biennium Fiscal 14-15	Percent of Budget	Budget Fiscal 2014	Budget Fiscal 2015	Biennium Fiscal 14-15	Percent of Budget
Base Budget	0	0	0	0.00%	14,390,702	14,390,702	28,781,404	92.56%
Statewide PL Adjustments	0	0	0	0.00%	481,063	498,168	979,231	3.15%
Other PL Adjustments	0	0	0	0.00%	575,724	620,520	1,196,244	3.85%
New Proposals	0	0	0	0.00%	127,700	11,034	138,734	0.45%
Total Budget	\$0	\$0	\$0		\$15,575,189	\$15,520,424	\$31,095,613	

Present Law Adjustments

The "Present Law Adjustments" table shows the changes to the base budget adopted by the legislature.

	-----Fiscal 2014-----				-----Fiscal 2015-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
Personal Services					999,911					1,011,744
Vacancy Savings					(376,567)					(377,037)
Inflation/Deflation					(15,937)					(5,746)
Fixed Costs					(126,344)					(130,793)
Total Statewide Present Law Adjustments		\$0	\$483,116	(\$2,053)	\$481,063		\$0	\$500,221	(\$2,053)	\$498,168
DP 50 - Initial Motion for FY 2012 Base	0.00		(483,116)	2,053	(481,063)	0.00	0	(500,221)	2,053	(498,168)
DP 51 - Adjustment for Statewide Personal Services	0.00	0	623,368	(23)	623,345	0.00	0	634,726	(20)	634,706
DP 52 - Adjustment for Statewide Operations	0.00	0	(140,252)	(2,030)	(142,282)	0.00	0	(134,505)	(2,033)	(136,538)
DP 502 - BSD General Operating Adjustment	0.00	0	382,957	0	382,957	0.00	0	372,113	0	372,113
DP 503 - BSD - Other General	0.00	0	65,850	0	65,850	0.00	0	65,850	0	65,850
DP 504 - BSD - Online Processing	0.00	0	126,917	0	126,917	0.00	0	182,557	0	182,557
Total Other Present Law Adjustments	0.00	\$0	\$575,724	\$0	\$575,724	0.00	\$0	\$620,520	\$0	\$620,520
Grand Total All Present Law Adjustments	0.00	\$0	\$1,058,840	(\$2,053)	\$1,056,787	0.00	\$0	\$1,120,741	(\$2,053)	\$1,118,688

DP 50 - Initial Motion for FY 2012 Base - The legislature adopted a motion to establish the starting point for budget deliberations as the FY 2012 base. This adjustment removes statewide present law adjustments for personal services, vacancy savings, fixed costs, and inflation/deflation.

DP 51 - Adjustment for Statewide Personal Services - This adjustment funds statewide personal services and vacancy savings.

DP 52 - Adjustment for Statewide Operations - This adjustment establishes the fixed cost and inflation/deflation rates as approved by the General Government and Natural Resource and Transportation subcommittees.

DP 502 - BSD General Operating Adjustment - The legislature approved increased support for off campus rent, and in state travel, repair and maintenance, and other operational costs in the FY 2015 biennium.

DP 503 - BSD - Other General - The legislature approved additional state special revenue funding for the Board of Real Estate Appraisers to provide for the anticipated costs of certified appraiser reviews, the Board of Veterinarians to cover consultant's exam costs, and the Board of Realty Regulations to support education programs.

DP 504 - BSD - Online Processing - The legislature approved increased support for the Montana Interactive e-check and credit card processing fees to accept and process online applications for license and permit applicants.

New Proposals

New Proposals											
Program	FTE	-----Fiscal 2014-----				-----Fiscal 2015-----					
		General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds	
DP 501 - Legal Funding Switch											
05	0.00	0	39,106	0	39,106	0.00	0	39,106	0	39,106	
DP 505 - BSD Weights & Measures (Biennial/ Restricted)											
05	0.00	0	100,000	0	100,000	0.00	0	100,000	0	100,000	
DP 506 - POL Motor Pool Lease											
05	0.00	0	6,331	0	6,331	0.00	0	6,634	0	6,634	
DP 508 - BSD Medical Impairment Program											
05	3.00	0	(17,737)	0	(17,737)	3.00	0	(134,706)	0	(134,706)	
Total	3.00	\$0	\$127,700	\$0	\$127,700	3.00	\$0	\$11,034	\$0	\$11,034	

DP 501 - Legal Funding Switch - The legislature approved a funding switch to formalize a reorganization of the department's legal structure. The Legal Unit was operating under two different methodologies and now operates under one, sharing resources and expertise to provide legal services to the department. This affects five programs within the department, reducing HB 2 authority in the Centralized Services Division and increasing HB 2 authority in the other divisions in order to pay for estimated legal services.

DP 505 - BSD Weights & Measures (Biennial/ Restricted) - The legislature approved \$100,000 in state special revenue for FY 2014 and FY 2015. The Weights and Measures Bureau will replace outdated equipment and update the metrology laboratory in order to fulfill its statutory requirement to inspect and test all commercial devices statewide. Current equipment is in excess of 15 years old and can no longer be maintained with routine repair.

DP 506 - POL Motor Pool Lease - The legislature approved \$6,331 in FY 2014 and \$6,634 in FY 2015 for one motor pool leased vehicle. This is funded by state special revenue.

DP 508 - BSD Medical Impairment Program - The legislature approved a decrease in appropriation authority for the Business Standards Division Medical Impairment Program authorized in 7-3-2013, MCA. This comes as a result of eliminating contracts for the medical impairment program and providing the service in house. Currently the Business Standards Division spends \$401,318 annually on this service with an expected increase of \$70,000 in each year of the 2015 biennium. By conducting the program in-house, the division reduces costs by \$152,000 over the biennium.