

Agency Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Agency Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	119,238,833	115,552,436	(3,686,397)	(3.09)%
Operating Expenses	90,573,569	127,813,350	37,239,781	41.12 %
Equipment & Intangible Assets	2,635,632	2,410,108	(225,524)	(8.56)%
Grants	3,029,581	2,818,936	(210,645)	(6.95)%
Benefits & Claims	34,469	33,600	(869)	(2.52)%
Transfers	5,306,514	5,812,514	506,000	9.54 %
Debt Service	908,510	55,852	(852,658)	(93.85)%
Total Expenditures	\$221,727,108	\$254,496,796	\$32,769,688	14.78 %
State/Other Special Rev. Funds	162,946,179	175,082,923	12,136,744	7.45 %
Federal Spec. Rev. Funds	58,780,929	79,413,873	20,632,944	35.10 %
Total Funds	\$221,727,108	\$254,496,796	\$32,769,688	14.78 %
Total Ongoing	\$219,712,108	\$254,707,270	\$34,995,162	15.93 %
Total OTO	\$2,015,000	(\$210,474)	(\$2,225,474)	(110.45)%

Page Reference

LFD Budget Analysis C-1

Agency Highlights

Department of Fish, Wildlife, and Parks Major Budget Highlights	
<p>The legislature approved a 14.8%, or \$32.8 million increase compared to the 2023 biennium, including:</p> <ul style="list-style-type: none"> • Statewide present law adjustments - \$9.9 million • Adjustments to inflation and vacancy savings - (\$1.3 million) • Block management program expansion - \$14.0 million • Increase for new proprietary maintenance program - \$7.7 million • Moving 50.73 FTE from HB 2 to proprietary funds - (\$6.6 million) • Increase for fleet rates - \$3.2 million • Restoration of base funding for operations - \$4.5 million • Increased funding for non-game wildlife programs - \$2.2 million • Decrease in funding for public access land agreements - (\$1.0 million) • Fishing access sites weed control, maintenance, and access - \$700,000 • Funding for equipment - \$674,232 • Miles City state park 2.00 FTE - \$379,416 • Grizzly Bear Management 2.00 FTE - \$364,170 • Instream flow - \$200,000 • AmeriCorps Expansion 0.75 FTE - \$257,125 • Angling economic impact analysis - \$200,000 • Hunter planning technology 1.00 FTE - \$181,189 	

Agency Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	756.89	756.89	711.91	711.91
Personal Services	57,831,384	60,125,598	59,113,235	57,612,489	57,939,947
Operating Expenses	37,639,970	44,691,888	45,881,681	63,774,757	64,038,593
Equipment & Intangible Assets	1,021,581	1,687,694	947,938	1,270,054	1,140,054
Grants	1,290,693	1,620,113	1,409,468	1,409,468	1,409,468
Benefits & Claims	8,044	17,669	16,800	16,800	16,800
Transfers	1,261,444	2,400,257	2,906,257	2,906,257	2,906,257
Debt Service	853,886	880,584	27,926	27,926	27,926
Total Expenditures	\$99,907,002	\$111,423,803	\$110,303,305	\$127,017,751	\$127,479,045
State/Other Special Rev. Funds	74,667,562	82,133,946	80,812,233	87,404,785	87,678,138
Federal Spec. Rev. Funds	25,239,440	29,289,857	29,491,072	39,612,966	39,800,907
Total Funds	\$99,907,002	\$111,423,803	\$110,303,305	\$127,017,751	\$127,479,045
Total Ongoing	\$99,062,401	\$110,128,803	\$109,583,305	\$127,057,988	\$127,649,282
Total OTO	\$844,601	\$1,295,000	\$720,000	(\$40,237)	(\$170,237)

Page Reference

LFD Budget Analysis C-2

Executive Budget Comparison

The following table compares the legislative budget for the biennium to the budget requested by the Governor by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Approp. Fiscal 2023	Executive Budget Fiscal 2024	Legislative Budget Fiscal 2024	Leg — Exec. Difference Fiscal 2024	Executive Budget Fiscal 2025	Legislative Budget Fiscal 2025	Leg — Exec. Difference Fiscal 2025	Biennium Difference Fiscal 24-25
FTE	756.89	706.91	711.91	5.00	706.91	711.91	5.00	5.00
Personal Services	59,113,235	57,733,236	57,612,489	(120,747)	58,061,320	57,939,947	(121,373)	(242,120)
Operating Expenses	45,881,681	62,886,710	63,774,757	888,047	63,215,499	64,038,593	823,094	1,711,141
Equipment & Intangible Assets	947,938	1,250,054	1,270,054	20,000	1,120,054	1,140,054	20,000	40,000
Capital Outlay	0	0	0	0	0	0	0	0
Grants	1,409,468	1,409,468	1,409,468	0	1,409,468	1,409,468	0	0
Benefits & Claims	16,800	16,800	16,800	0	16,800	16,800	0	0
Transfers	2,906,257	2,906,257	2,906,257	0	2,906,257	2,906,257	0	0
Debt Service	27,926	27,926	27,926	0	27,926	27,926	0	0
Total Costs	\$110,303,305	\$126,230,451	\$127,017,751	\$787,300	\$126,757,324	\$127,479,045	\$721,721	\$1,509,021
General Fund	0	0	0	0	0	0	0	0
State/other Special Rev. Funds	80,812,233	86,429,006	87,404,785	975,779	86,769,677	87,678,138	908,461	1,884,240
Federal Spec. Rev. Funds	29,491,072	39,801,445	39,612,966	(188,479)	39,987,647	39,800,907	(186,740)	(375,219)
Other	0	0	0	0	0	0	0	0
Total Funds	\$110,303,305	\$126,230,451	\$127,017,751	\$787,300	\$126,757,324	\$127,479,045	\$721,721	\$1,509,021
Total Ongoing	\$109,583,305	\$126,100,451	\$127,057,988	\$957,537	\$126,757,324	\$127,649,282	\$891,958	\$1,849,495
Total OTO	\$720,000	\$130,000	(\$40,237)	(\$170,237)	\$0	(\$170,237)	(\$170,237)	(\$340,474)

The legislature approved total appropriations \$1.5 million higher than the executive request. Specifically, the legislature approved state special revenue for:

- Technical correction to DP 607 - PALA Reduction - \$1.0 million
- Additional vacancy savings - (\$1.0 million)
- Adjustments to inflation - (\$291,277)
- One-time-only funding for weed control, maintenance, and access improvements at fishing sites - \$700,000
- Funding for 2.00 FTE and operating expenses for Miles City Stat Park - \$379,416
- Funding for 2.00 FTE and operating expenses for grizzly bear management - \$364,170
- One-time-only funding for an economic study of cold water and warm water fishing in Montana - \$200,000
- Funding to enhance in-stream flows - \$200,000
- 1.00 FTE to support the geographic information system for hunters and anglers - \$181,189
- Adjustments of motor pool, and SHABRS rates - (\$214,782)

Funding

The following table shows adopted agency funding for all sources of authority.

Total Department of Fish, Wildlife, and Parks Funding by Source of Authority 2025 Biennium Budget Request - Department of Fish, Wildlife, and Parks							
Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds	
General Fund	0	0	0	0	0	0.00 %	
State Special Total	175,293,397	(210,474)	0	9,825,299	184,908,222	64.22 %	
Federal Special Total	79,413,873	0	0	625,400	80,039,273	27.80 %	
Proprietary Total	0	0	23,001,325	0	23,001,325	7.99 %	
Other Total	0	0	0	0	0	0.00 %	
Total All Funds	\$254,707,270	(\$210,474)	\$23,001,325	\$10,450,699	\$287,948,820		
Percent - Total All Sources	88.46 %	(0.07) %	7.99 %	3.63 %			

Fish, Wildlife, and Parks is funded by state special revenue and federal revenue sources. State special revenue comes from fees for hunting, fishing, and other recreational activities. Federal sources are predominately derived from federal excise taxes on hunting and fishing equipment, grants for endangered species, and state wildlife grants. One state special revenue fund , the general license account, accounts for about half of the total funding for the agency. Statutory funds are primarily state special revenue generated from lodging taxes and are used for maintenance on the state park system; these funds may be matched with federal funds. Other statutory appropriations support PILT or Payment In Lieu Of Taxes, aquatic invasive species mitigation, and habitat projects.

Budget Summary by Category

The following table summarizes the total budget by base, present law adjustments, and new proposals. For a description of these categories, please see the glossary.

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	0	0	0	0.00 %	109,583,305	109,583,305	219,166,610	86.12 %
SWPL Adjustments	0	0	0	0.00 %	4,605,796	5,303,936	9,909,732	3.89 %
PL Adjustments	0	0	0	0.00 %	11,722,676	11,698,524	23,421,200	9.20 %
New Proposals	0	0	0	0.00 %	1,105,974	893,280	1,999,254	0.79 %
Total Budget	\$0	\$0	\$0		\$127,017,751	\$127,479,045	\$254,496,796	

Language and Statutory Authority

The legislature adopted the following language in HB 2:

"If SB 58 is not passed and approved, HB 2 state special revenue is increased by \$2.0 million, and federal revenue is decreased by \$9.0 million in each year of the biennium."

"For Fishing Access, Weed Control, and Riparian Habitat, the Department of Fish, Wildlife, and Parks will report to the Environmental Quality Council; and the Joint Interim Budget Committee for Natural Resources and Transportation by the first day of December of each year of the 2025 biennium on the actual habitat enhanced and the actual areas treated for weeds."

"The Department of Fish, Wildlife, and Parks will provide the completed Angling Economic Impact Analysis to the Environmental Quality Council, and the Joint Interim Budget Committee for Natural Resources and Transportation by the last day of September 2025."

"It is the intent of the Legislature to consider the 2027 biennium budget for the Parks and Outdoor Recreation Division in the Department of Fish, Wildlife, and Parks from zero to the full recommended budget. The department shall explain the necessity of each reporting level (RL4) of the program budget, including the base budget for the budget submission for the 2027 biennium budget."

"The Parks and Outdoor Recreation Division is authorized to decrease federal special revenue and increase the Hunting Access state special revenue established in 87-1-290 by a like amount if federal funds appropriated for block management expansion are not available."

"If HB 5 does not include funding for the Miles City Train Depot project, then state special revenue for the Parks and Outdoor Recreation Division is reduced by \$192,162 in FY 2024 and \$187,254 in FY 2025."

"If SB 295 is not passed and approved, HB 2 state special revenue in the Wildlife Division is reduced by \$184,626 in FY 2024 and \$179,544 in FY 2025."

"The Parks and Outdoor Recreation Division is authorized to decrease federal special revenue and increase the Hunting Access state special revenue established in 87-1-290 by a like amount if federal funds appropriated for block management expansion are not available."

"The Administration Division includes an increase in state special revenue of \$509,433 in FY 2024 and \$596,916 in FY 2025, and an increase of federal special revenue of \$120,355 in FY 2024 and \$141,532 in FY 2025. The increase was provided to offset inflationary impacts. The agency may allocate this increase in funding among programs when developing 2025 biennium operating plans."

"If HB 243 is passed and approved, the Department of Fish, Wildlife, and Parks is increased by \$40,168 state special revenue and \$102,504 federal special revenue in FY 2024 and 26 \$60,707 state special revenue and \$182,120 federal special revenue in FY 2025, and the Department of Fish, Wildlife, and Parks may increase full-time equivalent positions authorized in HB 2 by 1.00 FTE in FY 2024 and 1.00 FTE in FY 2025."

"If SB 533 is passed and approved, the Department of Fish, Wildlife, and Parks is increased by \$118,674 state special revenue in FY 2024 and \$64,674 state special revenue in FY 2025, and the Department of Fish, Wildlife, and Parks may increase full-time equivalent positions authorized in HB 2 by 1.00 FTE in FY 2024 and 1.00 FTE in FY 2025."

"If SB 281 is passed and approved, the Department of Fish, Wildlife, and Parks is increased by \$50,625 state special revenue in FY 2024."

"If SB 298 is passed and approved, the Department of Fish, Wildlife, and Parks is increased by \$64,994 state special revenue in FY 2024 and \$1,600 state special revenue in FY 2025 and \$43,519 as one-time-only state special revenue in FY 2025."

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	7,187,997	7,475,798	287,801	4.00 %
Operating Expenses	8,125,672	7,792,666	(333,006)	(4.10)%
Equipment & Intangible Assets	106,222	106,222	0	0.00 %
Transfers	204,684	204,684	0	0.00 %
Debt Service	74,528	0	(74,528)	(100.00)%
Total Expenditures	\$15,699,103	\$15,579,370	(\$119,733)	(0.76)%
State/Other Special Rev. Funds	15,363,319	15,243,580	(119,739)	(0.78)%
Federal Spec. Rev. Funds	335,784	335,790	6	0.00 %
Total Funds	\$15,699,103	\$15,579,370	(\$119,733)	(0.76)%
Total Ongoing	\$14,954,103	\$15,579,370	\$625,267	4.18 %
Total OTO	\$745,000	\$0	(\$745,000)	(100.00)%

Page Reference

LFD Budget Analysis C-10

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	38.00	38.00	39.00	39.00
Personal Services	3,416,817	3,570,753	3,617,244	3,725,720	3,750,078
Operating Expenses	3,471,245	4,245,568	3,880,104	3,895,045	3,897,621
Equipment & Intangible Assets	0	53,111	53,111	53,111	53,111
Transfers	69,272	102,342	102,342	102,342	102,342
Debt Service	74,528	74,528	0	0	0
Total Expenditures	\$7,031,862	\$8,046,302	\$7,652,801	\$7,776,218	\$7,803,152
State/Other Special Rev. Funds	6,935,088	7,878,413	7,484,906	7,608,323	7,635,257
Federal Spec. Rev. Funds	96,774	167,889	167,895	167,895	167,895
Total Funds	\$7,031,862	\$8,046,302	\$7,652,801	\$7,776,218	\$7,803,152
Total Ongoing	\$6,431,862	\$7,446,302	\$7,507,801	\$7,776,218	\$7,803,152
Total OTO	\$600,000	\$600,000	\$145,000	\$0	\$0

Page Reference

LFD Budget Analysis C-11

Funding

The Technology Services Division is funded primarily from state special revenue. State special revenue is from the general license account. Revenues include the sale of fishing and hunting licenses, camping fees, permit sales, and other miscellaneous revenue.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	0	0	0	0.00 %	7,507,801	7,507,801	15,015,602	96.38 %
SWPL Adjustments	0	0	0	0.00 %	359,682	416,771	776,453	4.98 %
PL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
New Proposals	0	0	0	0.00 %	(91,265)	(121,420)	(212,685)	(1.37)%
Total Budget	\$0	\$0	\$0		\$7,776,218	\$7,803,152	\$15,579,370	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

	-----Fiscal 2024-----				-----Fiscal 2025-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	57,367	0	57,367	0.00	0	81,447	0	81,447
DP 3 - Inflation Deflation	0.00	0	302,315	0	302,315	0.00	0	335,324	0	335,324
Grand Total All Present Law Adjustments	0.00	\$0	\$359,682	\$0	\$359,682	0.00	\$0	\$416,771	\$0	\$416,771

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

New Proposals -

The "New Proposals" table shows new changes to spending.

	-----Fiscal 2024-----				-----Fiscal 2025-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 100 - Update Hunt Planner/GIS Services	1.00	0	90,327	0	90,327	1.00	0	90,862	0	90,862
DP 333 - Adjustment to Inflation	0.00	0	(142,374)	0	(142,374)	0.00	0	(172,807)	0	(172,807)
DP 555 - Additional Vacancy Savings	0.00	0	(39,218)	0	(39,218)	0.00	0	(39,475)	0	(39,475)
Total	1.00	\$0	(\$91,265)	\$0	(\$91,265)	1.00	\$0	(\$121,420)	\$0	(\$121,420)

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

DP 100 - Update Hunt Planner/GIS Services -

The legislature approved 1.00 FTE funded with state special revenue to support Geographic Information System (GIS) services for hunters and anglers.

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	25,822,932	25,194,020	(628,912)	(2.44)%
Operating Expenses	15,594,174	16,899,606	1,305,432	8.37 %
Equipment & Intangible Assets	548,768	770,000	221,232	40.31 %
Grants	551,440	529,140	(22,300)	(4.04)%
Benefits & Claims	6,000	6,000	0	0.00 %
Transfers	2,475,784	2,804,784	329,000	13.29 %
Debt Service	25,810	25,810	0	0.00 %
Total Expenditures	\$45,024,908	\$46,229,360	\$1,204,452	2.68 %
State/Other Special Rev. Funds	21,999,429	22,695,035	695,606	3.16 %
Federal Spec. Rev. Funds	23,025,479	23,534,325	508,846	2.21 %
Total Funds	\$45,024,908	\$46,229,360	\$1,204,452	2.68 %
Total Ongoing	\$44,954,908	\$46,229,360	\$1,274,452	2.83 %
Total OTO	\$70,000	\$0	(\$70,000)	(100.00)%

Page Reference

LFD Budget Analysis C-14

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	176.69	176.69	176.69	176.69
Personal Services	12,483,701	13,422,316	12,400,616	12,561,209	12,632,811
Operating Expenses	6,316,777	7,468,479	8,125,695	8,416,472	8,483,134
Equipment & Intangible Assets	278,711	365,884	182,884	385,000	385,000
Grants	268,989	286,870	264,570	264,570	264,570
Benefits & Claims	1,500	3,000	3,000	3,000	3,000
Transfers	18,177	1,073,392	1,402,392	1,402,392	1,402,392
Debt Service	0	12,905	12,905	12,905	12,905
Total Expenditures	\$19,367,855	\$22,632,846	\$22,392,062	\$23,045,548	\$23,183,812
State/Other Special Rev. Funds	9,057,450	11,183,597	10,815,832	11,308,102	11,386,933
Federal Spec. Rev. Funds	10,310,405	11,449,249	11,576,230	11,737,446	11,796,879
Total Funds	\$19,367,855	\$22,632,846	\$22,392,062	\$23,045,548	\$23,183,812
Total Ongoing	\$19,367,855	\$22,562,846	\$22,392,062	\$23,045,548	\$23,183,812
Total OTO	\$0	\$70,000	\$0	\$0	\$0

Page Reference

LFD Budget Analysis C-15

Funding

The Fisheries Division is funded from state special revenue and federal sources. State special revenue is primarily funded

from the general license account, which derives revenue from the sale of fishing and hunting licenses, camping fees, permit sales, a portion of vehicle license fees and other miscellaneous revenue. Revenues for aquatic invasive species come primarily from fees charged to anglers, and boat owners.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	0	0	0	0.00 %	22,392,062	22,392,062	44,784,124	96.87 %
SWPL Adjustments	0	0	0	0.00 %	726,493	884,860	1,611,353	3.49 %
PL Adjustments	0	0	0	0.00 %	167,802	170,012	337,814	0.73 %
New Proposals	0	0	0	0.00 %	(240,809)	(263,122)	(503,931)	(1.09)%
Total Budget	\$0	\$0	\$0		\$23,045,548	\$23,183,812	\$46,229,360	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	183,153	109,663	292,816	0.00	0	216,086	149,086	365,172
DP 3 - Inflation Deflation	0.00	0	250,434	183,243	433,677	0.00	0	311,190	208,498	519,688
DP 30 - Motor Pool Rate Adjustment	0.00	0	(21,911)	(12,403)	(34,314)	0.00	0	(21,207)	(10,897)	(32,104)
DP 301 - Base Equipment Authority Increase	0.00	0	202,116	0	202,116	0.00	0	202,116	0	202,116
Grand Total All Present Law Adjustments	0.00	\$0	\$613,792	\$280,503	\$894,295	0.00	\$0	\$708,185	\$346,687	\$1,054,872

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 301 - Base Equipment Authority Increase -

The legislature approved inflationary increases for equipment replacement.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	0	(62,705)	(45,881)	(108,586)	0.00	0	(77,931)	(52,214)	(130,145)
DP 555 - Additional Vacancy Savings	0.00	0	(58,817)	(73,406)	(132,223)	0.00	0	(59,153)	(73,824)	(132,977)
Total	0.00	\$0	(\$121,522)	(\$119,287)	(\$240,809)	0.00	\$0	(\$137,084)	(\$126,038)	(\$263,122)

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

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	21,317,721	21,953,296	635,575	2.98 %
Operating Expenses	5,797,722	6,021,277	223,555	3.86 %
Equipment & Intangible Assets	174,400	344,400	170,000	97.48 %
Transfers	106,088	106,088	0	0.00 %
Debt Service	93,004	0	(93,004)	(100.00)%
Total Expenditures	\$27,488,935	\$28,425,061	\$936,126	3.41 %
State/Other Special Rev. Funds	24,659,078	25,331,311	672,233	2.73 %
Federal Spec. Rev. Funds	2,829,857	3,093,750	263,893	9.33 %
Total Funds	\$27,488,935	\$28,425,061	\$936,126	3.41 %
Total Ongoing	\$27,488,935	\$28,295,061	\$806,126	2.93 %
Total OTO	\$0	\$130,000	\$130,000	100.00 %

Page Reference

LFD Budget Analysis C-18

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	119.00	119.00	119.00	119.00
Personal Services	9,876,796	10,482,707	10,835,014	10,946,302	11,006,994
Operating Expenses	2,819,307	2,899,759	2,897,963	2,993,724	3,027,553
Equipment & Intangible Assets	51,688	87,200	87,200	237,200	107,200
Transfers	28,000	53,044	53,044	53,044	53,044
Debt Service	79,254	93,004	0	0	0
Total Expenditures	\$12,855,045	\$13,615,714	\$13,873,221	\$14,230,270	\$14,194,791
State/Other Special Rev. Funds	12,078,881	12,206,862	12,452,216	12,684,043	12,647,268
Federal Spec. Rev. Funds	776,164	1,408,852	1,421,005	1,546,227	1,547,523
Total Funds	\$12,855,045	\$13,615,714	\$13,873,221	\$14,230,270	\$14,194,791
Total Ongoing	\$12,855,045	\$13,615,714	\$13,873,221	\$14,100,270	\$14,194,791
Total OTO	\$0	\$0	\$0	\$130,000	\$0

Page Reference

LFD Budget Analysis C-19

Funding

The largest source of funding for the Enforcement Division is the general license account. Revenues funding the division include the sale of fishing and hunting licenses, camping fees, permit sales, a portion of vehicle license fees, and other miscellaneous revenue. Other sources of funding come from motor vehicle registrations, snowmobile permits and pass fees.

Program Budget Summary by Category

Budget Summary by Category									
Budget Item	-----General Fund-----				-----Total Funds-----				
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	
2023 Base Budget	0	0	0	0.00 %	13,873,221	13,873,221	27,746,442	97.61 %	
SWPL Adjustments	0	0	0	0.00 %	298,921	402,010	700,931	2.47 %	
PL Adjustments	0	0	0	0.00 %	(13,138)	(11,006)	(24,144)	(0.08)%	
New Proposals	0	0	0	0.00 %	71,266	(69,434)	1,832	0.01 %	
Total Budget	\$0	\$0	\$0		\$14,230,270	\$14,194,791	\$28,425,061		

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	6,217	120,655	126,872	0.00	0	63,724	123,915	187,639
DP 3 - Inflation Deflation	0.00	0	163,932	8,117	172,049	0.00	0	208,864	5,507	214,371
DP 30 - Motor Pool Rate Adjustment	0.00	0	(33,138)	0	(33,138)	0.00	0	(31,006)	0	(31,006)
DP 401 - Base Equipment Authority Increase	0.00	0	20,000	0	20,000	0.00	0	20,000	0	20,000
Grand Total All Present Law Adjustments	0.00	\$0	\$157,011	\$128,772	\$285,783	0.00	\$0	\$261,582	\$129,422	\$391,004

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 401 - Base Equipment Authority Increase -

The legislature approved inflationary increases for equipment replacement to maintain the current replacement cycle for ATV's, snowmobiles, and trailers.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	0	(41,114)	(2,036)	(43,150)	0.00	0	(52,394)	(1,381)	(53,775)
DP 402 - Culvert Bear Traps (Bien/OTO)	0.00	0	130,000	0	130,000	0.00	0	0	0	0
DP 555 - Additional Vacancy Savings	0.00	0	(14,070)	(1,514)	(15,584)	0.00	0	(14,136)	(1,523)	(15,659)
Total	0.00	\$0	\$74,816	(\$3,550)	\$71,266	0.00	\$0	(\$66,530)	(\$2,904)	(\$69,434)

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

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 402 - Culvert Bear Traps (Bien/OTO) -

The legislature approved one-time-only funding to purchase up to 10 modern culvert bear traps to replace aging and unsafe equipment and to supplement the current inventory of traps requested.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	17,193,725	17,453,230	259,505	1.51 %
Operating Expenses	14,019,950	20,907,544	6,887,594	49.13 %
Equipment & Intangible Assets	242,490	295,734	53,244	21.96 %
Grants	579,945	391,600	(188,345)	(32.48)%
Benefits & Claims	10,469	9,600	(869)	(8.30)%
Transfers	100,000	0	(100,000)	(100.00)%
Total Expenditures	\$32,146,579	\$39,057,708	\$6,911,129	21.50 %
State/Other Special Rev. Funds	12,537,564	16,186,204	3,648,640	29.10 %
Federal Spec. Rev. Funds	19,609,015	22,871,504	3,262,489	16.64 %
Total Funds	\$32,146,579	\$39,057,708	\$6,911,129	21.50 %
Total Ongoing	\$32,096,579	\$39,057,708	\$6,961,129	21.69 %
Total OTO	\$50,000	\$0	(\$50,000)	(100.00)%

Page Reference

LFD Budget Analysis C-23

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	103.48	103.48	105.48	105.48
Personal Services	8,412,074	8,751,063	8,442,662	8,699,093	8,754,137
Operating Expenses	4,530,997	6,594,628	7,425,322	10,420,714	10,486,830
Equipment & Intangible Assets	164,624	164,623	77,867	147,867	147,867
Grants	257,878	384,145	195,800	195,800	195,800
Benefits & Claims	3,044	5,669	4,800	4,800	4,800
Transfers	99,259	100,000	0	0	0
Total Expenditures	\$13,467,876	\$16,000,128	\$16,146,451	\$19,468,274	\$19,589,434
State/Other Special Rev. Funds	4,972,091	6,218,134	6,319,430	8,078,850	8,107,354
Federal Spec. Rev. Funds	8,495,785	9,781,994	9,827,021	11,389,424	11,482,080
Total Funds	\$13,467,876	\$16,000,128	\$16,146,451	\$19,468,274	\$19,589,434
Total Ongoing	\$13,427,991	\$15,950,128	\$16,146,451	\$19,468,274	\$19,589,434
Total OTO	\$39,885	\$50,000	\$0	\$0	\$0

Page Reference

LFD Budget Analysis C-24

Funding

The Wildlife Division is funded with state special and federal revenues. The hunting access account which receives revenue from the sale of bird, deer and big game licenses is used to support hunter access programs. The general license account receives revenues from the sale of hunting and fishing licenses, camping fees, and the sale of permits and is

used to benefit both anglers and hunters. The habitat trust account receives a portion of the revenue from hunting licenses and is used to support the Habitat Montana Program. Federal revenue comes from an excise tax on fishing equipment, sporting arms, and ammunition. Federal funds support management of fish and wildlife projects.

Program Budget Summary by Category

Budget Summary by Category									
Budget Item	-----General Fund-----				-----Total Funds-----				
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	
2023 Base Budget	0	0	0	0.00 %	16,146,451	16,146,451	32,292,902	82.68 %	
SWPL Adjustments	0	0	0	0.00 %	586,041	726,527	1,312,568	3.36 %	
PL Adjustments	0	0	0	0.00 %	1,091,914	1,094,492	2,186,406	5.60 %	
New Proposals	0	0	0	0.00 %	1,643,868	1,621,964	3,265,832	8.36 %	
Total Budget	\$0	\$0	\$0		\$19,468,274	\$19,589,434	\$39,057,708		

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	101,101	86,199	187,300	0.00	0	115,349	127,051	242,400
DP 3 - Inflation Deflation	0.00	0	109,300	289,441	398,741	0.00	0	132,793	351,334	484,127
DP 30 - Motor Pool Rate Adjustment	0.00	0	(10,022)	(30,064)	(40,086)	0.00	0	(9,377)	(28,131)	(37,508)
DP 504 - UGBEP PS/OPS Funding Switch	0.00	0	(73,500)	73,500	0	0.00	0	(73,500)	73,500	0
DP 505 - Nongame Program Expansion	0.00	0	1,082,000	0	1,082,000	0.00	0	1,082,000	0	1,082,000
DP 506 - Equipment Authority Increase	0.00	0	12,500	37,500	50,000	0.00	0	12,500	37,500	50,000
Grand Total All Present Law Adjustments	0.00	\$0	\$1,221,379	\$456,576	\$1,677,955	0.00	\$0	\$1,259,765	\$561,254	\$1,821,019

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 504 - UGBEP PS/OPS Funding Switch -

The legislature approved a shift in funding for the Upland Game Bird Enhancement Program Coordinator from state special revenue to federal sources.

DP 505 - Nongame Program Expansion -

The legislature approved an increase in authority of state special revenue for non-game wildlife programs including research, data collection, law enforcement, habitat improvement, and education.

DP 506 - Equipment Authority Increase -

The legislature approved an increase in authority for equipment to purchase camper trailers to replace old Federal Emergency Management Agency (FEMA) trailers used by staff for extended field work and for check stations, and a cargo trailer for storing and hauling supplies and equipment throughout the state.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	0	(27,354)	(72,438)	(99,792)	0.00	0	(33,237)	(87,937)	(121,174)
DP 510 - Grizzly Bear Management	2.00	0	184,626	0	184,626	2.00	0	179,544	0	179,544
DP 555 - Additional Vacancy Savings	0.00	0	(31,463)	(58,432)	(89,895)	0.00	0	(31,664)	(58,805)	(90,469)
DP 901 - Proprietary Maintenance Fund	0.00	0	412,232	1,236,697	1,648,929	0.00	0	413,516	1,240,547	1,654,063
Total	2.00	\$0	\$538,041	\$1,105,827	\$1,643,868	2.00	\$0	\$528,159	\$1,093,805	\$1,621,964

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

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 510 - Grizzly Bear Management -

The legislature approved state special revenue for 2.00 FTE for the capture and translocation of grizzly bears for genetic exchange. In addition to personal services of \$318,570 for the biennium, the legislature also approved \$40,000 for bear traps and \$5,600 in operating expenses. This funding is contingent on SB 295.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

DP 901 - Proprietary Maintenance Fund -

The legislature approved an increased in authority for new maintenance rates. The agency will utilize the new proprietary maintenance program to provide maintenance services and this funding will pay the required rate for those services. The proprietary maintenance rate will be \$78.50 per hour.

Other Issues -

Fund 06540 Aircraft Rate Request

Program Description

The department's aircraft fund provides specialized flying services using fixed-wing and helicopter aircraft to department employees to survey fish and wildlife, plant fish, monitor radio telemetry locations, etc. The users are department employees. Every month, users are charged for the hours flown during the previous month.

Revenues and Expenses

The aircraft fund charges a rate per hour by aircraft type for hours flown. The largest costs of the aircraft fleet are replacement aircraft, fuel, and repairs.

In FY 2022, the department flew approximately 1,960 hours in department aircrafts. In FY2022, the aircraft fleet generated \$1,039,514 in revenue. The department expects flight hours to remain steady for FY 2024 and FY 2025.

The department is requesting to purchase a helicopter to replace an existing helicopter in the fleet using the InterCAP Loan program. The associated hourly flight rate will increase for turbine helicopters in order to recoup the cost of the loan payments.

Rates and Rate Explanation

The hourly rates requested are calculated to recoup the projected operating costs of the aircraft fund. The rates shown below are charged monthly to each program for the hours flown during the previous month. The cost drivers for each rate includes fuel, repairs, supplies, rent, insurance, and other general operational costs as well as the above-mentioned loan payments. In FY 2022, the aircraft fleet generated \$1,039,514 in revenue.

Proposed Hourly Rates for Fixed Wing and Rotary Aircraft						
Hourly Rate	Actual FY 2020	Actual FY 2021	Actual FY 2022	Actual FY 2023	Proposed FY 2024	Proposed FY 2025
Two place single-engine plane	\$201	\$206	\$357	\$357	\$301	\$368
Four place single-engine plane	\$282	\$233	\$357	\$357	\$301	\$308
Turbine helicopter	\$516	\$531	\$803	\$804	\$926	\$942

Changes in Level of Fees and Charges

The hourly rates have increased for the helicopter in order to recoup the cost of replacing existing helicopters at the end of service. Rates for single engine planes reflect the increased cost of routine aircraft repairs and maintenance.

Projected Fund Balance, Including Cash Fluctuations

A portion of the program's net position has been reserved for the book value (original cost less accumulated depreciation) of department aircraft, which was \$1,850,992 at FYE 2022. The net position as of FYE 2022 was \$898,163. The figure below shows the forecasted ending fund balance for FY 2025 at \$874,512.

06540 DFWP Aircraft						
	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025
	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Forecast</u>	<u>Budget</u>	<u>Budget</u>
Beginning Fund Balance	\$1,004,720	\$984,018	\$868,426	\$898,163	\$871,893	\$873,305
Revenue	513,087	566,839	1,039,514	1,039,514	1,162,770	1,319,544
Expenditures	<u>533,790</u>	<u>682,431</u>	<u>1,009,777</u>	<u>1,065,783</u>	<u>1,161,358</u>	<u>1,318,338</u>
Ending Fund Balance	\$984,018	\$868,426	\$898,163	\$871,893	\$873,305	\$874,512

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	20,008,268	14,990,995	(5,017,273)	(25.08)%
Operating Expenses	27,407,959	48,593,287	21,185,328	77.30 %
Equipment & Intangible Assets	1,038,476	838,476	(200,000)	(19.26)%
Grants	1,035,392	1,035,392	0	0.00 %
Benefits & Claims	8,000	8,000	0	0.00 %
Debt Service	13,100	1,000	(12,100)	(92.37)%
Total Expenditures	\$49,511,195	\$65,467,150	\$15,955,955	32.23 %
State/Other Special Rev. Funds	41,222,616	41,542,697	320,081	0.78 %
Federal Spec. Rev. Funds	8,288,579	23,924,453	15,635,874	188.64 %
Total Funds	\$49,511,195	\$65,467,150	\$15,955,955	32.23 %
Total Ongoing	\$48,361,195	\$64,767,150	\$16,405,955	33.92 %
Total OTO	\$1,150,000	\$700,000	(\$450,000)	(39.13)%

Page Reference

LFD Budget Analysis C-29

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	150.35	150.35	102.37	102.37
Personal Services	10,005,479	10,015,192	9,993,076	7,475,653	7,515,342
Operating Expenses	11,897,885	14,074,897	13,333,062	24,278,556	24,314,731
Equipment & Intangible Assets	430,321	519,238	519,238	419,238	419,238
Grants	465,992	517,696	517,696	517,696	517,696
Benefits & Claims	1,000	4,000	4,000	4,000	4,000
Debt Service	12,578	12,600	500	500	500
Total Expenditures	\$22,813,255	\$25,143,623	\$24,367,572	\$32,695,643	\$32,771,507
State/Other Special Rev. Funds	19,075,528	21,004,611	20,218,005	20,732,982	20,809,715
Federal Spec. Rev. Funds	3,737,727	4,139,012	4,149,567	11,962,661	11,961,792
Total Funds	\$22,813,255	\$25,143,623	\$24,367,572	\$32,695,643	\$32,771,507
Total Ongoing	\$22,608,539	\$24,568,623	\$23,792,572	\$32,345,643	\$32,421,507
Total OTO	\$204,716	\$575,000	\$575,000	\$350,000	\$350,000

Page Reference

LFD Budget Analysis C-30

Funding

The Parks and Outdoor Recreation Division is funded with revenue from day-use park entry fees, camping fees, cabin site rentals, a portion of state gasoline dealers license and distribution tax, coal tax dollars, recreational and commercial user fees for floating and camping on the Smith River, and other miscellaneous taxes, fees, and permit revenue. Statutory

appropriations come from 6.5% of the total accommodations bed tax and is used for the maintenance of facilities in state parks that have both resident and non-resident use (15-65-121(2)(c), MCA).

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	0	0	0	0.00 %	23,792,572	23,792,572	47,585,144	72.69 %
SWPL Adjustments	0	0	0	0.00 %	1,365,674	1,602,414	2,968,088	4.53 %
PL Adjustments	0	0	0	0.00 %	8,493,899	8,403,680	16,897,579	25.81 %
New Proposals	0	0	0	0.00 %	(956,502)	(1,027,159)	(1,983,661)	(3.03)%
Total Budget	\$0	\$0	\$0		\$32,695,643	\$32,771,507	\$65,467,150	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	572,076	75,785	647,861	0.00	0	621,195	78,337	699,532
DP 2 - Fixed Costs	0.00	0	0	0	0	0.00	0	0	0	0
DP 3 - Inflation Deflation	0.00	0	692,470	25,343	717,813	0.00	0	873,675	29,207	902,882
DP 30 - Motor Pool Rate Adjustment	0.00	0	(12,164)	0	(12,164)	0.00	0	(11,382)	0	(11,382)
DP 601 - AmeriCorps Program Expansion	0.75	0	174,063	0	174,063	0.75	0	83,062	0	83,062
DP 604 - Restore 2023 Hunting Access Reduction	0.00	0	750,000	0	750,000	0.00	0	750,000	0	750,000
DP 605 - Block Management Program Expansion	0.00	0	(2,000,000)	9,000,000	7,000,000	0.00	0	(2,000,000)	9,000,000	7,000,000
DP 607 - PALA Reduction (contingent upon HB5)	0.00	0	(500,000)	0	(500,000)	0.00	0	(500,000)	0	(500,000)
DP 608 - State Parks (HB 701) Restore	0.00	0	1,082,000	0	1,082,000	0.00	0	1,082,000	0	1,082,000
Grand Total All Present Law Adjustments	0.75	\$0	\$758,445	\$9,101,128	\$9,859,573	0.75	\$0	\$898,550	\$9,107,544	\$10,006,094

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 601 - AmeriCorps Program Expansion -

The legislature approved an expansion of the AmeriCorps program with 0.75 FTE.

DP 604 - Restore 2023 Hunting Access Reduction -

The legislature approved an increase in authority from the hunting access state special revenue account. This request would restore the base budget to fund the program as it was prior to the 2021 Session.

DP 605 - Block Management Program Expansion -

The legislature approved an increase in federal authority to expand the Block Management Program. Current statute caps annual reimbursements to landowners at \$25,000, SB 58 increases the cap to \$50,000. This proposal also assists in funding other increases to the program as necessary to ensure that the program can maintain or increase participation of landowners in the program. This request also switches a large portion of the entire program from state special funding to federal Pittman Robertson funding and is contingent on legislation.

The legislature approved the following language for HB 2 - "If SB 58 is not passed and approved, HB 2 state special revenue is increased by \$2.0 million, and federal revenue is decreased by \$9.0 million in year of the biennium."

DP 607 - PALA Reduction (contingent upon HB5) -

The legislature approved a decrease in state special revenue for Public Access Land Agreements (PALA). PALA's are long term contracts with landowners for access to public land that is otherwise inaccessible, or access is limited. These agreements can extend up to ten years. Funding for this program will be moved to HB 5 (Long-Range Building Plan).

DP 608 - State Parks (HB 701) Restore -

The legislature approved an increase from the state parks state special revenue account to align authority with revenues.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	0	(173,213)	(6,339)	(179,552)	0.00	0	(218,546)	(7,306)	(225,852)
DP 555 - Additional Vacancy Savings	0.00	0	(77,846)	(138)	(77,984)	0.00	0	(77,859)	(40)	(77,899)
DP 610 - Miles City Park FTE	2.00	0	192,162	0	192,162	2.00	0	187,254	0	187,254
DP 901 - Proprietary Maintenance Fund	(50.73)	0	40,429	(1,281,557)	(1,241,128)	(50.73)	0	27,311	(1,287,973)	(1,260,662)
DP 6307 - Fishing and Water Access Sites (RST/BIEN/OTO)	0.00	0	200,000	0	200,000	0.00	0	200,000	0	200,000
DP 6308 - Fishing Access Weed Control & Riparian Habitat (RST/BIEN/OTO)	0.00	0	150,000	0	150,000	0.00	0	150,000	0	150,000
Total	(48.73)	\$0	\$331,532	(\$1,288,034)	(\$956,502)	(48.73)	\$0	\$268,160	(\$1,295,319)	(\$1,027,159)

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

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

DP 610 - Miles City Park FTE -

The legislature approved state special revenue for 2.00 FTE to staff a new state park in Miles City. In addition to personal services of \$267,816 for the biennium, the legislature also approved \$111,600 for operations. This funding is contingent on the inclusion of an appropriation for the Miles City Train Depot project in HB 5.

DP 901 - Proprietary Maintenance Fund -

The legislature approved an increased in authority for new maintenance rates. The agency will utilize the new proprietary maintenance program to provide maintenance services and this funding will pay the required rate for those services. The proprietary maintenance rate will be \$78.50 per hour.

DP 6307 - Fishing and Water Access Sites (RST/BIEN/OTO) -

The legislature approved a one-time-only increase in appropriation of state special revenue to address increases in recreational use of fishing and water access sites.

The legislature intends that the agency seeks outside contractors should there not be sufficient resources within the agency to complete the task.

It is the intent of the legislature that the agency will not use more than 5.0% of the fund to administer contracts.

DP 6308 - Fishing Access Weed Control & Riparian Habitat (RST/BIEN/OTO -

The legislature approved a one-time-only increase of state special revenue to improve riparian habitat and increase weed control at fishing access sites.

Where available, the legislature intends that the agency to contracts with conservation districts or conservation districts or other contractors for the weed spraying activities.

It is the intention of the legislature that the agency will not use more than 5.0% of the fund to administer contracts.

The following language will be included in HB 2 - "Fish, Wildlife, and Parks will report to the Environmental Quality Council, and the Joint Interim Budget Committee for Natural Resources and Transportation by the first day of December of each year of the 2025 Biennium on the actual habitat enhanced and actual areas treated for weeds."

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	4,852,751	4,763,137	(89,614)	(1.85)%
Operating Expenses	4,658,673	4,895,442	236,769	5.08 %
Grants	862,804	862,804	0	0.00 %
Benefits & Claims	4,000	4,000	0	0.00 %
Total Expenditures	\$10,378,228	\$10,525,383	\$147,155	1.42 %
State/Other Special Rev. Funds	8,382,494	8,533,857	151,363	1.81 %
Federal Spec. Rev. Funds	1,995,734	1,991,526	(4,208)	(0.21)%
Total Funds	\$10,378,228	\$10,525,383	\$147,155	1.42 %
Total Ongoing	\$10,378,228	\$10,525,383	\$147,155	1.42 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

LFD Budget Analysis C-36

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	27.50	27.50	27.50	27.50
Personal Services	2,318,307	2,427,412	2,425,339	2,375,454	2,387,683
Operating Expenses	1,720,169	2,309,265	2,349,408	2,440,215	2,455,227
Grants	297,834	431,402	431,402	431,402	431,402
Benefits & Claims	500	2,000	2,000	2,000	2,000
Total Expenditures	\$4,336,810	\$5,170,079	\$5,208,149	\$5,249,071	\$5,276,312
State/Other Special Rev. Funds	3,702,167	4,174,871	4,207,623	4,253,296	4,280,561
Federal Spec. Rev. Funds	634,643	995,208	1,000,526	995,775	995,751
Total Funds	\$4,336,810	\$5,170,079	\$5,208,149	\$5,249,071	\$5,276,312
Total Ongoing	\$4,336,810	\$5,170,079	\$5,208,149	\$5,249,071	\$5,276,312
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

LFD Budget Analysis C-37

Funding

The Communication and Education Division is funded almost entirely from the state general license account and federal sources. State special revenues are from the sale of fishing and hunting licenses, camping fees, permit sales, commercial use fees, and other miscellaneous state revenues. Federal revenue sources are from an excise tax on the sale of fishing gear, sporting arms, and ammunition.

Program Budget Summary by Category

Budget Summary by Category									
Budget Item	-----General Fund-----				-----Total Funds-----				
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	
2023 Base Budget	0	0	0	0.00 %	5,208,149	5,208,149	10,416,298	98.96 %	
SWPL Adjustments	0	0	0	0.00 %	100,343	132,471	232,814	2.21 %	
PL Adjustments	0	0	0	0.00 %	(3,067)	(2,869)	(5,936)	(0.06)%	
New Proposals	0	0	0	0.00 %	(56,354)	(61,439)	(117,793)	(1.12)%	
Total Budget	\$0	\$0	\$0		\$5,249,071	\$5,276,312	\$10,525,383		

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	(24,880)	0	(24,880)	0.00	0	(12,523)	0	(12,523)
DP 3 - Inflation Deflation	0.00	0	125,223	0	125,223	0.00	0	144,994	0	144,994
DP 30 - Motor Pool Rate Adjustment	0.00	0	(3,067)	0	(3,067)	0.00	0	(2,869)	0	(2,869)
Grand Total All Present Law Adjustments	0.00	\$0	\$97,276	\$0	\$97,276	0.00	\$0	\$129,602	\$0	\$129,602

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals										
	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	0	(31,349)	0	(31,349)	0.00	0	(36,306)	0	(36,306)
DP 555 - Additional Vacancy Savings	0.00	0	(20,254)	(4,751)	(25,005)	0.00	0	(20,358)	(4,775)	(25,133)
Total	0.00	\$0	(\$51,603)	(\$4,751)	(\$56,354)	0.00	\$0	(\$56,664)	(\$4,775)	(\$61,439)

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

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	22,855,439	23,721,960	866,521	3.79 %
Operating Expenses	14,969,419	22,703,528	7,734,109	51.67 %
Equipment & Intangible Assets	525,276	55,276	(470,000)	(89.48)%
Benefits & Claims	6,000	6,000	0	0.00 %
Transfers	2,419,958	2,696,958	277,000	11.45 %
Debt Service	702,068	29,042	(673,026)	(95.86)%
Total Expenditures	\$41,478,160	\$49,212,764	\$7,734,604	18.65 %
State/Other Special Rev. Funds	38,781,679	45,550,239	6,768,560	17.45 %
Federal Spec. Rev. Funds	2,696,481	3,662,525	966,044	35.83 %
Total Funds	\$41,478,160	\$49,212,764	\$7,734,604	18.65 %
Total Ongoing	\$41,478,160	\$50,253,238	\$8,775,078	21.16 %
Total OTO	\$0	(\$1,040,474)	(\$1,040,474)	100.00 %

Page Reference

LFD Budget Analysis C-40

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	141.87	141.87	141.87	141.87
Personal Services	11,318,210	11,456,155	11,399,284	11,829,058	11,892,902
Operating Expenses	6,883,590	7,099,292	7,870,127	11,330,031	11,373,497
Equipment & Intangible Assets	96,237	497,638	27,638	27,638	27,638
Benefits & Claims	2,000	3,000	3,000	3,000	3,000
Transfers	1,046,736	1,071,479	1,348,479	1,348,479	1,348,479
Debt Service	687,526	687,547	14,521	14,521	14,521
Total Expenditures	\$20,034,299	\$20,815,111	\$20,663,049	\$24,552,727	\$24,660,037
State/Other Special Rev. Funds	18,846,357	19,467,458	19,314,221	22,739,189	22,811,050
Federal Spec. Rev. Funds	1,187,942	1,347,653	1,348,828	1,813,538	1,848,987
Total Funds	\$20,034,299	\$20,815,111	\$20,663,049	\$24,552,727	\$24,660,037
Total Ongoing	\$20,034,299	\$20,815,111	\$20,663,049	\$25,072,964	\$25,180,274
Total OTO	\$0	\$0	\$0	(\$520,237)	(\$520,237)

Page Reference

LFD Budget Analysis C-41

Funding

The Administration Division is funded primarily with state special revenue from the sale of hunting and fishing licenses. Proprietary revenue includes charges for the vehicle fleet, and warehouse fees. Statutory expenditures are for Payment in

Lieu of Taxes (PILT). PILT are payments to local governments to help offset losses in property taxes due to the existence of state or federal lands not subject to property taxes.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	0	0	0	0.00 %	20,663,049	20,663,049	41,326,098	83.97 %
SWPL Adjustments	0	0	0	0.00 %	1,168,642	1,138,883	2,307,525	4.69 %
PL Adjustments	0	0	0	0.00 %	1,985,266	2,044,215	4,029,481	8.19 %
New Proposals	0	0	0	0.00 %	735,770	813,890	1,549,660	3.15 %
Total Budget	\$0	\$0	\$0		\$24,552,727	\$24,660,037	\$49,212,764	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

	-----Fiscal 2024-----				-----Fiscal 2025-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	553,527	0	553,527	0.00	0	618,039	0	618,039
DP 2 - Fixed Costs	0.00	0	247,830	0	247,830	0.00	0	99,786	0	99,786
DP 3 - Inflation Deflation	0.00	0	367,285	0	367,285	0.00	0	421,058	0	421,058
DP 20 - SABHRS Rate Adjustment	0.00	0	15,109	0	15,109	0.00	0	10,121	0	10,121
DP 30 - Motor Pool Rate Adjustment	0.00	0	(1,226)	0	(1,226)	0.00	0	(1,148)	0	(1,148)
DP 222 - RMTD Adjustment	0.00	0	620,237	0	620,237	0.00	0	620,237	0	620,237
DP 223 - RMTD Adjustment (OTO)	0.00	0	(620,237)	0	(620,237)	0.00	0	(620,237)	0	(620,237)
DP 902 - Fleet Rate Adjustment	0.00	0	1,200,596	345,787	1,546,383	0.00	0	1,250,176	360,066	1,610,242
DP 904 - Reinstate 2023 General License base budget	0.00	0	425,000	0	425,000	0.00	0	425,000	0	425,000
Grand Total All Present Law Adjustments	0.00	\$0	\$2,808,121	\$345,787	\$3,153,908	0.00	\$0	\$2,823,032	\$360,066	\$3,183,098

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance

DP 20 - SABHRS Rate Adjustment -

The legislature adopted an increase to proposed SABHRS rates.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 222 - RMTD Adjustment -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package eliminates the reduction included in DP 2. This change is necessary to designate the reduction as one-time-only in the budgeting system.

DP 223 - RMTD Adjustment (OTO) -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package designates the reduction as one-time-only.

DP 902 - Fleet Rate Adjustment -

The legislature approved an increase in authority to pay for rate adjustments to the vehicle fleet. Vehicle rates are driven by fuel prices, maintenance, and other operating cost. FWP maintains a fleet of vehicles and charges internal rate to the divisions for the use of those vehicles.

DP 904 - Reinstate 2023 General License base budget -

The legislature approved an increase the general license state special revenue account.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 99 - New Fixed Costs	0.00	0	27,044	0	27,044	0.00	0	27,044	0	27,044
DP 333 - Adjustment to Inflation	0.00	0	(142,252)	0	(142,252)	0.00	0	(172,399)	0	(172,399)
DP 555 - Additional Vacancy Savings	0.00	0	(122,321)	(1,432)	(123,753)	0.00	0	(122,982)	(1,439)	(124,421)
DP 901 - Proprietary Maintenance Fund	0.00	0	144,943	0	144,943	0.00	0	145,218	0	145,218
DP 910 - Instream Flow (RST/BIEN)	0.00	0	100,000	0	100,000	0.00	0	100,000	0	100,000
DP 920 - Angling Economic Impact Analysis (RST/BIEN/OTO)	0.00	0	100,000	0	100,000	0.00	0	100,000	0	100,000
DP 3333 - Additional Adjustment to Inflation	0.00	0	509,433	120,355	629,788	0.00	0	596,916	141,532	738,448
Total	0.00	\$0	\$616,847	\$118,923	\$735,770	0.00	\$0	\$673,797	\$140,093	\$813,890

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

DP 99 - New Fixed Costs -

The legislature approved funding for a new fixed cost for the Chief Data Office. Additionally, the legislature approved of \$54,100 for a new fixed cost for the State Management Training Center. This appropriation is offset by a reduction to the existing training budget in the agency. The rates charged for this service are approved in the section of the budget that provides the services.

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

DP 901 - Proprietary Maintenance Fund -

The legislature approved an increased in authority for new maintenance rates. The agency will utilize the new proprietary maintenance program to provide maintenance services and this funding will pay the required rate for those services. The proprietary maintenance rate will be \$78.50 per hour.

DP 910 - Instream Flow (RST/BIEN) -

The legislature approved and appropriation of state special revenue to support the leasing water rights to benefit instream flow pursuant to programs and policy of the Department's existing Water Leasing Program.

DP 920 - Angling Economic Impact Analysis (RST/BIEN/OTO) -

The legislature approved a one-time-only appropriation of state special revenue to fund an economic impact analysis on cold and warm-water angling activity in Montana.

It is the intent of the legislature that the agency contract the University of Montana or other institution of higher learning to complete the analysis.

The following language will be included in HB 2 - "Fish, Wildlife, and Parks will provide the completed Angling Economic Impact Analysis to the Environmental Quality Council, and the Joint Interim Budget Committee for Natural Resources and Transportation by the last day of September 2025."

DP 3333 - Additional Adjustment to Inflation -

The legislature adopted an additional adjustment to inflation included in DP 3.

Other Issues -**Fund 06502 Equipment Fund Rate Request***Program Description*

The department's equipment fund provides a fleet of vehicles to department employees.

Revenues and Expenses

Users are charged a usage rate for the number of miles driven and an assigned rate for the number of days a vehicle is used. The assigned rates are calculated to recover the costs of administration to operate the program (personal services and fixed operational costs) and replacement of fleet vehicles. The usage rates are calculated to recover the costs of fuel, supplies, repairs, and maintenance of the fleet. This fund supports a total of 3.56 FTE.

Each year, department employees drive an average of 6.6 million miles in department owned vehicles. The number of miles driven is expected to remain consistent over the next biennium. The department currently has a fleet of 599 vehicles. The department's request for vehicle replacement is for 60 vehicles in both FY 2024 and FY 2025. This is based on replacing vehicles after a minimum of 180,000 miles from the last biennium. The department will also be managing this fund to ensure that the fiscal year end balance will not exceed the 60-day working capital requirement.

Rates and Rate Explanation

The vehicle usage rate recovers the direct costs of fuel, supplies, repairs, and maintenance of the fleet. The assigned rates for vehicles are calculated to recover the costs of administration of the program (personal services, vehicle licensing, insurance and title work, utilities, etc) and replacement of fleet vehicles.

Information is gathered using the Agile Assets Fleet Software to provide mileage and cost information related to each vehicle class. This cost information, as well as SABHRS financial information, was used to base costs and to calculate the FY 2024 and FY 2025 rates. The volatility of fuel prices continues to be a major challenge in estimating future rates and a tier structure has been developed to adjust rates based on unexpected increases in fuel costs per gallon. The department has also added a class category for one-ton pickups. Previously, the department consolidated the cost of the one-ton trucks into the rate for the 3/4-ton pickup class category. The assigned rate in the following tables are day rates.

FY 2024 Vehicle Usage Rate				
	Assigned			
	Cost Rate	Tier 1	Tier 2	Tier3
<u>Vehicle Class</u>	<u>per Day</u>	<u>\$4.50/gal</u>	<u>\$5.00/gal</u>	<u>\$5.50/gal</u>
Sedan	\$14.13	\$0.21	\$0.22	\$0.23
Van	\$8.16	\$0.26	\$0.28	\$0.30
Utility	\$6.38	\$0.29	\$0.31	\$0.33
1/2 Ton Pickup	\$19.05	\$0.37	\$0.40	\$0.43
3/4 Ton Pickup	\$13.29	\$0.47	\$0.51	\$0.55
1 Ton Pickup	\$40.86	\$0.45	\$0.48	\$0.51

FY 2025 Vehicle Usage Rate				
	Assigned			
	Cost Rate	Tier 1	Tier 2	Tier3
<u>Vehicle Class</u>	<u>per Day</u>	<u>\$4.50/gal</u>	<u>\$5.00/gal</u>	<u>\$5.50/gal</u>
Sedan	\$14.14	\$0.21	\$0.23	\$0.24
Van	\$8.18	\$0.27	\$0.29	\$0.31
Utility	\$6.38	\$0.29	\$0.31	\$0.34
1/2 Ton Pickup	\$19.06	\$0.38	\$0.41	\$0.44
3/4 Ton Pickup	\$13.30	\$0.48	\$0.52	\$0.56
1 Ton Pickup	\$40.87	\$0.45	\$0.49	\$0.52

Fund 06503 Warehouse Inventory Rate Request

Program Description

The department's warehouse contains mainly uniform items for department employees. Overhead costs are recovered by charging a predetermined fixed percentage to all sales. The department wishes to end this internal service fund by FYE 2023. Due to the fluctuation of uniform needs (sizing, and product type), the warehouse has not been able to match inventory with department needs. This unpredictability in purchases from the warehouse make it difficult to set a rate that will recover enough funds to maintain a 60-day working capital balance. The department has found another vendor that can better provide for the uniform needs of the agency.

Rates and Rate Explanation

35.0%

Projected Fund Balance, Including Cash Fluctuations

06503 Warehouse Inventory Internal Service Fund						
	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025
	<u>Actual</u>	<u>Actual</u>	<u>Actual</u>	<u>Forecast</u>	<u>Budget</u>	<u>Budget</u>
Beginning Fund Balance	\$101,556	\$101,556	\$101,556	\$101,556	\$101,556	\$101,556
Revenue	105,768	101,579	89,109	134,213	-	-
Expenditures	<u>150,475</u>	<u>124,949</u>	<u>112,877</u>	<u>134,213</u>	-	-
Ending Fund Balance	\$56,849	\$78,186	\$77,788	\$101,556	\$101,556	\$101,556

Agency Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Agency Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	64,738,278	64,884,674	146,396	0.23 %
Operating Expenses	51,257,767	53,947,783	2,690,016	5.25 %
Equipment & Intangible Assets	203,480	203,480	0	0.00 %
Grants	3,905,691	3,877,670	(28,021)	(0.72)%
Benefits & Claims	850,000	850,000	0	0.00 %
Transfers	6,089,288	6,079,288	(10,000)	(0.16)%
Total Expenditures	\$127,044,504	\$129,842,895	\$2,798,391	2.20 %
General Fund	11,536,190	13,040,672	1,504,482	13.04 %
State/Other Special Rev. Funds	65,951,886	66,786,803	834,917	1.27 %
Federal Spec. Rev. Funds	49,556,428	50,015,420	458,992	0.93 %
Total Funds	\$127,044,504	\$129,842,895	\$2,798,391	2.20 %
Total Ongoing	\$127,044,504	\$128,989,934	\$1,945,430	1.53 %
Total OTO	\$0	\$852,961	\$852,961	100.00 %

Page Reference

LFD Budget Analysis C-48

Agency Highlights

Department of Environmental Quality Major Budget Highlights
<p>The legislature approved an increase of 2.2% or \$2.8 million when compared to the 2023 biennium, including:</p> <ul style="list-style-type: none"> • Statewide present law adjustments - \$2.1 million • One-time-only funding for 3.00 FTE to review subdivision applications - \$852,961 • Interstate Mining Compact - \$60,000

Agency Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	366.04	366.04	369.04	369.04
Personal Services	27,031,303	32,097,604	32,640,674	32,344,437	32,540,237
Operating Expenses	18,093,345	25,687,741	25,570,026	26,850,619	27,097,164
Equipment & Intangible Assets	66,333	101,740	101,740	101,740	101,740
Grants	1,899,124	1,966,856	1,938,835	1,938,835	1,938,835
Benefits & Claims	231,123	425,000	425,000	425,000	425,000
Transfers	533,092	3,049,644	3,039,644	3,039,644	3,039,644
Total Expenditures	\$47,854,320	\$63,328,585	\$63,715,919	\$64,700,275	\$65,142,620
General Fund	5,743,448	5,774,703	5,761,487	6,493,161	6,547,511
State/Other Special Rev. Funds	24,701,878	32,818,507	33,133,379	33,300,772	33,486,031
Federal Spec. Rev. Funds	17,408,994	24,735,375	24,821,053	24,906,342	25,109,078
Total Funds	\$47,854,320	\$63,328,585	\$63,715,919	\$64,700,275	\$65,142,620
Total Ongoing	\$47,854,320	\$63,328,585	\$63,715,919	\$64,261,139	\$64,728,795
Total OTO	\$0	\$0	\$0	\$439,136	\$413,825

Page Reference

LFD Budget Analysis C-49

Executive Budget Comparison

The following table compares the legislative budget for the biennium to the budget requested by the Governor by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Approp. Fiscal 2023	Executive Budget Fiscal 2024	Legislative Budget Fiscal 2024	Leg — Exec. Difference Fiscal 2024	Executive Budget Fiscal 2025	Legislative Budget Fiscal 2025	Leg — Exec. Difference Fiscal 2025	Biennium Difference Fiscal 24-25
FTE	366.04	369.04	369.04	0.00	369.04	369.04	0.00	0.00
Personal Services	32,640,674	32,650,116	32,344,437	(305,679)	32,829,685	32,540,237	(289,448)	(595,127)
Operating Expenses	25,570,026	27,028,617	26,850,619	(177,998)	27,292,003	27,097,164	(194,839)	(372,837)
Equipment & Intangible Assets	101,740	101,740	101,740	0	101,740	101,740	0	0
Capital Outlay	0	0	0	0	0	0	0	0
Grants	1,938,835	1,938,835	1,938,835	0	1,938,835	1,938,835	0	0
Benefits & Claims	425,000	425,000	425,000	0	425,000	425,000	0	0
Transfers	3,039,644	3,039,644	3,039,644	0	3,039,644	3,039,644	0	0
Debt Service	0	0	0	0	0	0	0	0
Total Costs	\$63,715,919	\$65,183,952	\$64,700,275	(\$483,677)	\$65,626,907	\$65,142,620	(\$484,287)	(\$967,964)
General Fund	5,761,487	6,566,130	6,493,161	(72,969)	6,620,821	6,547,511	(73,310)	(146,279)
State/other Special Rev. Funds	33,133,379	33,612,974	33,300,772	(312,202)	33,798,649	33,486,031	(312,618)	(624,820)
Federal Spec. Rev. Funds	24,821,053	25,004,848	24,906,342	(98,506)	25,207,437	25,109,078	(98,359)	(196,865)
Other	0	0	0	0	0	0	0	0
Total Funds	\$63,715,919	\$65,183,952	\$64,700,275	(\$483,677)	\$65,626,907	\$65,142,620	(\$484,287)	(\$967,964)
Total Ongoing	\$63,715,919	\$64,744,816	\$64,261,139	(\$483,677)	\$65,213,082	\$64,728,795	(\$484,287)	(\$967,964)
Total OTO	\$0	\$439,136	\$439,136	\$0	\$413,825	\$413,825	\$0	\$0

The legislature approved total appropriations \$967,964 lower than the executive request, with the reduction being almost entirely state special revenue. Specifically, the legislature:

- Approved an additional 1.0% vacancy savings - (\$573,127)
- Approved an adjustment to motor pool rates - (\$34,837)
- Did not approve Hard Rock Mining Fees - (\$360,000)

Funding

The following table shows adopted agency funding for all sources of authority.

Total Department of Environmental Quality Funding by Source of Authority 2025 Biennium Budget Request - Department of Environmental Quality						
Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	12,187,711	852,961	0	0	13,040,672	8.24 %
State Special Total	66,786,803	0	0	10,500,000	77,286,803	48.82 %
Federal Special Total	50,015,420	0	0	0	50,015,420	31.59 %
Proprietary Total	0	0	17,968,393	0	17,968,393	11.35 %
Other Total	0	0	0	0	0	0.00 %
Total All Funds	\$128,989,934	\$852,961	\$17,968,393	\$10,500,000	\$158,311,288	
Percent - Total All Sources	81.48 %	0.54 %	11.35 %	6.63 %		

The Department of Environmental Quality largest source of funding is state special revenue which is derived from permitting fees, fines, and bond proceeds utilized to support specific department functions such as permitting, enforcement, and remediation. The federal revenue is provided from the U.S. Environmental Protection Agency (EPA) performance partnership grant, the super fund program, and other federal grant resources. General fund is utilized for personal services, travel, communications, and equipment. Statutory appropriations are funded by a tax on petroleum-based fuels and are appropriated to the administrative cost of the petroleum tank clean up.

Budget Summary by Category

The following table summarizes the total budget by base, present law adjustments, and new proposals. For a description of these categories, please see the glossary.

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	5,761,487	5,761,487	11,522,974	88.36 %	63,715,919	63,715,919	127,431,838	98.14 %
SWPL Adjustments	346,515	426,517	773,032	5.93 %	799,905	1,268,171	2,068,076	1.59 %
PL Adjustments	(1,514)	(1,416)	(2,930)	(0.02)%	(17,998)	(16,839)	(34,837)	(0.03)%
New Proposals	386,673	360,923	747,596	5.73 %	202,449	175,369	377,818	0.29 %
Total Budget	\$6,493,161	\$6,547,511	\$13,040,672		\$64,700,275	\$65,142,620	\$129,842,895	

Language and Statutory Authority

The legislature adopted the following language in HB 2:

"If the Carpenter/Snow Creek or the Barker/Hughesville national priority list sites are approved for federal superfund funding by the Environmental Protection Agency, the Department of Environmental Quality is appropriated \$2.2 million in state special revenue from the Comprehensive Environmental Response, Compensation, and Liability Act bond proceeds account for the 2025 biennium."

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

"The Central Management Program includes an increase in general fund of \$71,286 in FY 2024 and \$91,238 in FY 2025, an increase in state special revenue of \$83,840 in FY 2024 and \$109,147 in FY 2025, and an increase of federal special revenue of \$143,937 in FY 2024 and \$186,015 in FY 2025. The increase was provided to offset inflationary impacts. The agency may allocate this increase in funding among programs when developing 2025 biennium operating plans."

"If HB 364 is passed and approved, the Department of Environmental Quality is increased by \$121,091 general fund in FY 2024 and \$118,685 general fund in FY 2025, and the Department of Environmental Quality may increase full-time equivalent positions authorized in HB 2 by 1.00 FTE in FY 2024 and 1.00 FTE in FY 2025."

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	4,043,233	3,950,751	(92,482)	(2.29)%
Operating Expenses	4,701,357	5,821,317	1,119,960	23.82 %
Total Expenditures	\$8,744,590	\$9,772,068	\$1,027,478	11.75 %
General Fund	1,698,711	2,243,589	544,878	32.08 %
State/Other Special Rev. Funds	5,313,278	5,367,853	54,575	1.03 %
Federal Spec. Rev. Funds	1,732,601	2,160,626	428,025	24.70 %
Total Funds	\$8,744,590	\$9,772,068	\$1,027,478	11.75 %
Total Ongoing	\$8,744,590	\$9,772,068	\$1,027,478	11.75 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

LFD Budget Analysis C-55

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	21.08	21.08	21.08	21.08
Personal Services	1,740,594	1,963,722	2,079,511	1,969,311	1,981,440
Operating Expenses	1,090,527	2,218,109	2,483,248	2,859,779	2,961,538
Total Expenditures	\$2,831,121	\$4,181,831	\$4,562,759	\$4,829,090	\$4,942,978
General Fund	837,201	838,333	860,378	1,099,442	1,144,147
State/Other Special Rev. Funds	1,433,549	2,526,234	2,787,044	2,670,374	2,697,479
Federal Spec. Rev. Funds	560,371	817,264	915,337	1,059,274	1,101,352
Total Funds	\$2,831,121	\$4,181,831	\$4,562,759	\$4,829,090	\$4,942,978
Total Ongoing	\$2,831,121	\$4,181,831	\$4,562,759	\$4,829,090	\$4,942,978
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

LFD Budget Analysis C-56

Funding

Almost two-thirds of the activities in the Central Management Program are funded with non-budgeted proprietary funds that are not appropriated through HB 2. The proprietary funding is based upon a negotiated indirect rate with the Environmental Protection Agency (EPA). The appropriated funds consist of general funds, 15 state special revenue funds, and federal grants. Most of the funding comes from Montana Environmental Protection Act (MEPA) fees. Along with MEPA fees, fees for major facility siting, environmental re-habitation and response, air quality operating fees, and pollutant discharge elimination system permits make up most state special revenue appropriations.

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	860,378	860,378	1,720,756	76.70 %	4,562,759	4,562,759	9,125,518	93.38 %
SWPL Adjustments	218,789	259,167	477,956	21.30 %	18,279	60,455	78,734	0.81 %
PL Adjustments	(565)	(528)	(1,093)	(0.05)%	(565)	(528)	(1,093)	(0.01)%
New Proposals	20,840	25,130	45,970	2.05 %	248,617	320,292	568,909	5.82 %
Total Budget	\$1,099,442	\$1,144,147	\$2,243,589		\$4,829,090	\$4,942,978	\$9,772,068	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	111,040	(200,510)	0	(89,470)	0.00	121,498	(198,712)	0	(77,214)
DP 2 - Fixed Costs	0.00	10,923	0	0	10,923	0.00	10,889	0	0	10,889
DP 3 - Inflation Deflation	0.00	96,826	0	0	96,826	0.00	126,780	0	0	126,780
DP 30 - Motor Pool Rate Adjustment	0.00	(565)	0	0	(565)	0.00	(528)	0	0	(528)
Grand Total All Present Law Adjustments	0.00	\$218,224	(\$200,510)	\$0	\$17,714	0.00	\$258,639	(\$198,712)	\$0	\$59,927

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 99 - New Fixed Costs	0.00	18,992	0	0	18,992	0.00	18,992	0	0	18,992
DP 333 - Adjustment to Inflation	0.00	(48,708)	0	0	(48,708)	0.00	(64,243)	0	0	(64,243)
DP 555 - Additional Vacancy Savings	0.00	(20,730)	0	0	(20,730)	0.00	(20,857)	0	0	(20,857)
DP 3333 - Additional Adjustment to Inflation	0.00	71,286	83,840	143,937	299,063	0.00	91,238	109,147	186,015	386,400
Total	0.00	\$20,840	\$83,840	\$143,937	\$248,617	0.00	\$25,130	\$109,147	\$186,015	\$320,292

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

DP 99 - New Fixed Costs -

The legislature approved appropriations for the agency to provide funding for a new fixed cost for the Chief Data Office. Additionally, the legislature approved appropriations of \$38,000 for the agency to provide funding for a new fixed cost for the State Management Training Center. This appropriation is offset by a reduction to the existing training budget in the agency. The rates charged for this service are approved in the section of the budget that provides the services.

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

DP 3333 - Additional Adjustment to Inflation -

The legislature adopted an additional adjustment to inflation included in DP 3.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	24,950,680	24,730,675	(220,005)	(0.88)%
Operating Expenses	12,500,701	12,821,958	321,257	2.57%
Grants	644,040	504,040	(140,000)	(21.74)%
Transfers	8,002	8,002	0	0.00%
Total Expenditures	\$38,103,423	\$38,064,675	(\$38,748)	(0.10)%
General Fund	5,439,927	6,138,408	698,481	12.84%
State/Other Special Rev. Funds	16,015,230	15,914,933	(100,297)	(0.63)%
Federal Spec. Rev. Funds	16,648,266	16,011,334	(636,932)	(3.83)%
Total Funds	\$38,103,423	\$38,064,675	(\$38,748)	(0.10)%
Total Ongoing	\$38,103,423	\$37,211,714	(\$891,709)	(2.34)%
Total OTO	\$0	\$852,961	\$852,961	100.00%

Page Reference

LFD Budget Analysis C-60

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	135.67	135.67	138.67	138.67
Personal Services	10,039,071	12,356,960	12,593,720	12,329,907	12,400,768
Operating Expenses	5,037,897	6,385,907	6,114,794	6,410,316	6,411,642
Grants	339,288	392,020	252,020	252,020	252,020
Transfers	0	4,001	4,001	4,001	4,001
Total Expenditures	\$15,416,256	\$19,138,888	\$18,964,535	\$18,996,244	\$19,068,431
General Fund	2,775,598	2,775,966	2,663,961	3,078,747	3,059,661
State/Other Special Rev. Funds	6,431,094	8,059,333	7,955,897	7,936,819	7,978,114
Federal Spec. Rev. Funds	6,209,564	8,303,589	8,344,677	7,980,678	8,030,656
Total Funds	\$15,416,256	\$19,138,888	\$18,964,535	\$18,996,244	\$19,068,431
Total Ongoing	\$15,416,256	\$19,138,888	\$18,964,535	\$18,557,108	\$18,654,606
Total OTO	\$0	\$0	\$0	\$439,136	\$413,825

Page Reference

LFD Budget Analysis C-61

Funding

The Water Quality Division is funded primarily with state special revenue and federal grants. State special revenue and federal grants constitute most of the total budget. The divisions primary state special revenue funds are the fees collected for Montana pollutant discharge elimination system permits, fees for subdivision plat reviews, wastewater revolving funds, and drinking water revolving funds. The largest portion of federal funds is provided through the Environmental Protection

Agency (EPA) programs, including the performance partnership grant and funds for non-point source water projects under the federal Clean Water Act. General fund supports personal services and operating expenses.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	2,663,961	2,663,961	5,327,922	86.80 %	18,964,535	18,964,535	37,929,070	99.64 %
SWPL Adjustments	(1,106)	6,293	5,187	0.08 %	(252,256)	(139,305)	(391,561)	(1.03)%
PL Adjustments	0	0	0	0.00 %	(3,012)	(2,819)	(5,831)	(0.02)%
New Proposals	415,892	389,407	805,299	13.12 %	286,977	246,020	532,997	1.40 %
Total Budget	\$3,078,747	\$3,059,661	\$6,138,408		\$18,996,244	\$19,068,431	\$38,064,675	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments	-----Fiscal 2024-----				-----Fiscal 2025-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	(72,171)	(19,806)	(400,439)	(492,416)	0.00	(67,432)	12,187	(366,843)	(422,088)
DP 2 - Fixed Costs	0.00	38,723	7,500	7,500	53,723	0.00	38,613	7,466	7,466	53,545
DP 3 - Inflation Deflation	0.00	32,342	51,635	102,460	186,437	0.00	35,112	66,251	127,875	229,238
DP 30 - Motor Pool Rate Adjustment	0.00	0	(901)	(2,111)	(3,012)	0.00	0	(844)	(1,975)	(2,819)
Grand Total All Present Law Adjustments	0.00	(\$1,106)	\$38,428	(\$292,590)	(\$255,268)	0.00	\$6,293	\$85,060	(\$233,477)	(\$142,124)

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----				-----Fiscal 2025-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	(10,378)	(16,569)	(32,879)	(59,826)	0.00	(11,475)	(21,651)	(41,790)	(74,916)
DP 555 - Additional Vacancy Savings	0.00	(12,866)	(40,937)	(38,530)	(92,333)	0.00	(12,943)	(41,192)	(38,754)	(92,889)
DP 20012 - Subdivision FTE (OTO)	3.00	439,136	0	0	439,136	3.00	413,825	0	0	413,825
Total	3.00	\$415,892	(\$57,506)	(\$71,409)	\$286,977	3.00	\$389,407	(\$62,843)	(\$80,544)	\$246,020

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

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

DP 20012 - Subdivision FTE (OTO) -

The legislature approved general fund authority and 3.00 FTE to support subdivision applications.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	16,787,570	17,338,534	550,964	3.28 %
Operating Expenses	18,943,177	19,520,258	577,081	3.05 %
Grants	3,261,651	3,373,630	111,979	3.43 %
Benefits & Claims	850,000	850,000	0	0.00 %
Transfers	5,429,398	5,429,398	0	0.00 %
Total Expenditures	\$45,271,796	\$46,511,820	\$1,240,024	2.74 %
General Fund	758,555	853,100	94,545	12.46 %
State/Other Special Rev. Funds	23,294,911	23,956,761	661,850	2.84 %
Federal Spec. Rev. Funds	21,218,330	21,701,959	483,629	2.28 %
Total Funds	\$45,271,796	\$46,511,820	\$1,240,024	2.74 %
Total Ongoing	\$45,271,796	\$46,511,820	\$1,240,024	2.74 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

LFD Budget Analysis C-65

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	101.51	101.51	101.51	101.51
Personal Services	7,550,277	8,350,405	8,437,165	8,640,580	8,697,954
Operating Expenses	6,458,276	9,581,639	9,361,538	9,715,665	9,804,593
Grants	1,559,836	1,574,836	1,686,815	1,686,815	1,686,815
Benefits & Claims	231,123	425,000	425,000	425,000	425,000
Transfers	49,228	2,714,699	2,714,699	2,714,699	2,714,699
Total Expenditures	\$15,848,740	\$22,646,579	\$22,625,217	\$23,182,759	\$23,329,061
General Fund	370,140	375,855	382,700	417,947	435,153
State/Other Special Rev. Funds	9,342,901	11,627,104	11,667,807	11,952,463	12,004,298
Federal Spec. Rev. Funds	6,135,699	10,643,620	10,574,710	10,812,349	10,889,610
Total Funds	\$15,848,740	\$22,646,579	\$22,625,217	\$23,182,759	\$23,329,061
Total Ongoing	\$15,848,740	\$22,646,579	\$22,625,217	\$23,182,759	\$23,329,061
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

LFD Budget Analysis C-66

Funding

The Waste Management and Remediation Division is funded with general fund, state special, and federal special revenue. State special revenue comes from junk vehicle fees, \$0.0075 gas tax for petroleum tank cleanup, registration fees for underground storage tanks, and interest proceeds from the Resource Indemnity Trust (RIT). Federal special revenue is

derived from the federal EPA for superfund oversight and various other activities. Other federal revenue sources include the Office of Surface Mining for the Abandoned Mine Lands Program.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	382,700	382,700	765,400	89.72 %	22,625,217	22,625,217	45,250,434	97.29 %
SWPL Adjustments	64,040	81,427	145,467	17.05 %	763,525	944,066	1,707,591	3.67 %
PL Adjustments	0	0	0	0.00 %	(2,766)	(2,587)	(5,353)	(0.01)%
New Proposals	(28,793)	(28,974)	(57,767)	(6.77)%	(203,217)	(237,635)	(440,852)	(0.95)%
Total Budget	\$417,947	\$435,153	\$853,100		\$23,182,759	\$23,329,061	\$46,511,820	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments	-----Fiscal 2024-----				-----Fiscal 2025-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	64,040	208,819	21,510	294,369	0.00	81,427	234,011	36,908	352,346
DP 2 - Fixed Costs	0.00	0	26,517	31,365	57,882	0.00	0	26,468	31,265	57,733
DP 3 - Inflation Deflation	0.00	0	124,987	286,287	411,274	0.00	0	162,088	371,899	533,987
DP 30 - Motor Pool Rate Adjustment	0.00	0	(1,197)	(1,569)	(2,766)	0.00	0	(1,120)	(1,467)	(2,587)
Grand Total All Present Law Adjustments	0.00	\$64,040	\$359,126	\$337,593	\$760,759	0.00	\$81,427	\$421,447	\$438,605	\$941,479

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	0	(34,117)	(78,146)	(112,263)	0.00	0	(44,341)	(101,737)	(146,078)
DP 555 - Additional Vacancy Savings	0.00	(28,793)	(40,353)	(21,808)	(90,954)	0.00	(28,974)	(40,615)	(21,968)	(91,557)
Total	0.00	(\$28,793)	(\$74,470)	(\$99,954)	(\$203,217)	0.00	(\$28,974)	(\$84,956)	(\$123,705)	(\$237,635)

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

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	18,167,366	17,832,160	(335,206)	(1.85)%
Operating Expenses	14,186,286	14,746,356	560,070	3.95 %
Equipment & Intangible Assets	203,480	203,480	0	0.00 %
Transfers	37,396	27,396	(10,000)	(26.74)%
Total Expenditures	\$32,594,528	\$32,809,392	\$214,864	0.66 %
General Fund	3,638,997	3,805,575	166,578	4.58 %
State/Other Special Rev. Funds	18,998,300	18,862,316	(135,984)	(0.72)%
Federal Spec. Rev. Funds	9,957,231	10,141,501	184,270	1.85 %
Total Funds	\$32,594,528	\$32,809,392	\$214,864	0.66 %
Total Ongoing	\$32,594,528	\$32,809,392	\$214,864	0.66 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

LFD Budget Analysis C-69

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	101.03	101.03	101.03	101.03
Personal Services	7,250,471	9,035,396	9,131,970	8,890,227	8,941,933
Operating Expenses	5,337,542	7,074,628	7,111,658	7,348,235	7,398,121
Equipment & Intangible Assets	66,333	101,740	101,740	101,740	101,740
Transfers	14,427	23,698	13,698	13,698	13,698
Total Expenditures	\$12,668,773	\$16,235,462	\$16,359,066	\$16,353,900	\$16,455,492
General Fund	1,760,509	1,784,549	1,854,448	1,897,025	1,908,550
State/Other Special Rev. Funds	6,404,904	9,480,011	9,518,289	9,402,834	9,459,482
Federal Spec. Rev. Funds	4,503,360	4,970,902	4,986,329	5,054,041	5,087,460
Total Funds	\$12,668,773	\$16,235,462	\$16,359,066	\$16,353,900	\$16,455,492
Total Ongoing	\$12,668,773	\$16,235,462	\$16,359,066	\$16,353,900	\$16,455,492
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

LFD Budget Analysis C-70

Funding

The Air Energy and Mining Division is funded primarily with state special and federal special revenues. State special revenue primarily consists of air quality and opencut mining licensing and permitting fees, as well as production taxes on oil, gas, and metal mines. The agency also receives Resource Indemnity Trust (RIT) interest via the natural resource operations fund. Federal revenues come primarily from EPA, Department of Energy, and Department of Interior grants. General fund supports personal services and operating expenses.

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	1,854,448	1,854,448	3,708,896	97.46 %	16,359,066	16,359,066	32,718,132	99.72 %
SWPL Adjustments	64,792	79,630	144,422	3.79 %	125,082	247,475	372,557	1.14 %
PL Adjustments	(949)	(888)	(1,837)	(0.05)%	(11,655)	(10,905)	(22,560)	(0.07)%
New Proposals	(21,266)	(24,640)	(45,906)	(1.21)%	(118,593)	(140,144)	(258,737)	(0.79)%
Total Budget	\$1,897,025	\$1,908,550	\$3,805,575		\$16,353,900	\$16,455,492	\$32,809,392	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2024-----				-----Fiscal 2025-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	7,340	(158,549)	(14,287)	(165,496)	0.00	11,175	(121,028)	(3,493)	(113,346)
DP 2 - Fixed Costs	0.00	15,781	20,704	6,981	43,466	0.00	15,727	20,637	6,959	43,323
DP 3 - Inflation Deflation	0.00	41,671	93,023	112,418	247,112	0.00	52,728	120,422	144,348	317,498
DP 30 - Motor Pool Rate Adjustment	0.00	(949)	(3,667)	(7,039)	(11,655)	0.00	(888)	(3,431)	(6,586)	(10,905)
Grand Total All Present Law Adjustments	0.00	\$63,843	(\$48,489)	\$98,073	\$113,427	0.00	\$78,742	\$16,600	\$141,228	\$236,570

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----				-----Fiscal 2025-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	(12,200)	(27,234)	(32,912)	(72,346)	0.00	(15,520)	(35,445)	(42,488)	(93,453)
DP 555 - Additional Vacancy Savings	0.00	(9,066)	(39,732)	(27,449)	(76,247)	0.00	(9,120)	(39,962)	(27,609)	(76,691)
DP 50011 - Join Interstate Mining Compact Commission	0.00	0	0	30,000	30,000	0.00	0	0	30,000	30,000
Total	0.00	(\$21,266)	(\$66,966)	(\$30,361)	(\$118,593)	0.00	(\$24,640)	(\$75,407)	(\$40,097)	(\$140,144)

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

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

DP 50011 - Join Interstate Mining Compact Commission -

The legislature approved federal special revenue to join the Interstate Mining Compact Commission (IMCC) as a full member.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Operating Expenses	345,508	360,774	15,266	4.42 %
Transfers	614,492	614,492	0	0.00 %
Total Expenditures	\$960,000	\$975,266	\$15,266	1.59 %
State/Other Special Rev. Funds	960,000	975,266	15,266	1.59 %
Total Funds	\$960,000	\$975,266	\$15,266	1.59 %
Total Ongoing	\$960,000	\$975,266	\$15,266	1.59 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

LFD Budget Analysis C-74

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
Operating Expenses	1	172,754	172,754	179,334	181,440
Transfers	469,437	307,246	307,246	307,246	307,246
Total Expenditures	\$469,438	\$480,000	\$480,000	\$486,580	\$488,686
State/Other Special Rev. Funds	469,438	480,000	480,000	486,580	488,686
Total Funds	\$469,438	\$480,000	\$480,000	\$486,580	\$488,686
Total Ongoing	\$469,438	\$480,000	\$480,000	\$486,580	\$488,686
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

LFD Budget Analysis C-74

Funding

The Libby Asbestos Superfund Advisory Team is funded from the Libby Asbestos Cleanup Operations and Maintenance state special revenue account. Sources of revenue include penalties, forfeited financial assurances, proceeds from the resource indemnity trust fund, cost recoveries, and interest on the fund balance.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	0	0	0	0.00 %	480,000	480,000	960,000	98.43 %
SWPL Adjustments	0	0	0	0.00 %	8,773	11,581	20,354	2.09 %
PL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %
New Proposals	0	0	0	0.00 %	(2,193)	(2,895)	(5,088)	(0.52)%
Total Budget	\$0	\$0	\$0		\$486,580	\$488,686	\$975,266	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 3 - Inflation Deflation	0.00	0	8,773	0	8,773	0.00	0	11,581	0	11,581
Grand Total All Present Law Adjustments	0.00	\$0	\$8,773	\$0	\$8,773	0.00	\$0	\$11,581	\$0	\$11,581

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

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	0	(2,193)	0	(2,193)	0.00	0	(2,895)	0	(2,895)
Total	0.00	\$0	(\$2,193)	\$0	(\$2,193)	0.00	\$0	(\$2,895)	\$0	(\$2,895)

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

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	789,429	1,032,554	243,125	30.80 %
Operating Expenses	580,738	677,120	96,382	16.60 %
Total Expenditures	\$1,370,167	\$1,709,674	\$339,507	24.78 %
State/Other Special Rev. Funds	1,370,167	1,709,674	339,507	24.78 %
Total Funds	\$1,370,167	\$1,709,674	\$339,507	24.78 %
Total Ongoing	\$1,370,167	\$1,709,674	\$339,507	24.78 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

LFD Budget Analysis C-77

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	6.75	6.75	6.75	6.75
Personal Services	450,890	391,121	398,308	514,412	518,142
Operating Expenses	169,102	254,704	326,034	337,290	339,830
Total Expenditures	\$619,992	\$645,825	\$724,342	\$851,702	\$857,972
State/Other Special Rev. Funds	619,992	645,825	724,342	851,702	857,972
Total Funds	\$619,992	\$645,825	\$724,342	\$851,702	\$857,972
Total Ongoing	\$619,992	\$645,825	\$724,342	\$851,702	\$857,972
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

LFD Budget Analysis C-78

Funding

The Board is funded entirely through a portion of the \$.0075 tax on gasoline, diesel, heating oil, and aviation fuel. Statutory appropriations pay for the reimbursement due to storage tank releases as described in 75-11-313, MCA.

Program Budget Summary by Category

Budget Summary by Category									
Budget Item	-----General Fund-----				-----Total Funds-----				
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Percent of Budget
2023 Base Budget	0	0	0	0.00 %	724,342	724,342	1,448,684	84.73 %	
SWPL Adjustments	0	0	0	0.00 %	136,502	143,899	280,401	16.40 %	
PL Adjustments	0	0	0	0.00 %	0	0	0	0.00 %	
New Proposals	0	0	0	0.00 %	(9,142)	(10,269)	(19,411)	(1.14)%	
Total Budget	\$0	\$0	\$0		\$851,702	\$857,972	\$1,709,674		

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	121,519	0	121,519	0.00	0	125,288	0	125,288
DP 2 - Fixed Costs	0.00	0	2,228	0	2,228	0.00	0	2,221	0	2,221
DP 3 - Inflation Deflation	0.00	0	12,755	0	12,755	0.00	0	16,390	0	16,390
Grand Total All Present Law Adjustments	0.00	\$0	\$136,502	\$0	\$136,502	0.00	\$0	\$143,899	\$0	\$143,899

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	0	(3,727)	0	(3,727)	0.00	0	(4,815)	0	(4,815)
DP 555 - Additional Vacancy Savings	0.00	0	(5,415)	0	(5,415)	0.00	0	(5,454)	0	(5,454)
Total	0.00	\$0	(\$9,142)	\$0	(\$9,142)	0.00	\$0	(\$10,269)	\$0	(\$10,269)

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

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

Agency Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Agency Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	349,258,285	360,176,501	10,918,216	3.13 %
Operating Expenses	1,121,708,807	1,419,156,424	297,447,617	26.52 %
Equipment & Intangible Assets	9,019,722	9,339,372	319,650	3.54 %
Capital Outlay	25,913,730	26,543,730	630,000	2.43 %
Grants	47,925,583	60,955,286	13,029,703	27.19 %
Transfers	3,924,692	5,629,512	1,704,820	43.44 %
Total Expenditures	\$1,557,750,819	\$1,881,800,825	\$324,050,006	20.80 %
State/Other Special Rev. Funds	552,075,502	627,666,351	75,590,849	13.69 %
Federal Spec. Rev. Funds	1,005,675,317	1,254,134,474	248,459,157	24.71 %
Total Funds	\$1,557,750,819	\$1,881,800,825	\$324,050,006	20.80 %
Total Ongoing	\$1,537,150,819	\$1,888,053,691	\$350,902,872	22.83 %
Total OTO	\$20,600,000	(\$6,252,866)	(\$26,852,866)	(130.35)%

Page Reference

LFD Budget Analysis C-81

Agency Highlights

**Department of Transportation
Major Budget Highlights**

The legislature approved an increase to the MDT HB 2 budget authority of 20.8% or \$324.1 million over 2023 biennium appropriations. This is comprised of \$75.6 million in state special funds, and \$248.5 million in federal funds. MDT's budget includes 0.0% general fund. Most of the agency's state special funding is derived from fuel taxes.

The legislature approved the following decision packages (DP)s related to **federal program expansion** in the construction and safety programs, aeronautics, transit, and various other services and include:

- General operations: DP 105 fuel tax evasion program expansion \$320,000 for the biennium
- Construction Program: DP 205 contractor payments increase. \$180.4 million due to the large increase in the federal program and includes a request for \$23.7 in million state special authority and \$156.7 million in federal appropriation authority
- Maintenance Program: DP 305 Maintenance of Effort \$15.1 million state special, operating expenses
- Motor Carrier Services (MCS) Program: DP 2205 Federal Motor Carrier Safety Assistance Program (MCSAP) program expansion \$3.1 million federal for the biennium, split between operating expenses and equipment
- Aeronautics Program: DP 4005 FAA (Federal Aviation Administration) program expansion \$1.6 million federal
- Rail Transit & Planning Program: DP 5005 FHWA (Federal Highway Administration) program expansion \$6.7 million for biennium, \$1.0 million state special, \$5.7 million federal
- DP 5006 FTA (Federal Transit Authority) program expansion \$5.0 million for the biennium, \$500,000 state special, \$4.5 million federal
- DP 5007 NHTSA (National Highway Traffic Safety Administration) program expansion, \$4.5 million federal

The legislature approved the following related to inflation including:

- DP 3 SWPL inflation/deflation: \$18.5 million state special, \$48.1million federal
- DP 4 (agencywide) equipment rental inflation: \$13.0 million state special, \$952,482 federal
- DP 333 Adjustment to Inflation: reduced the appropriation from DP 3 by 25%. This affected all programs and totaled \$17.7 million comprised of \$5.6 million state special revenue and \$12.1 million in federal funds
- DP 3333 Additional Adjustment to Inflation: This increases the appropriation from DP 3 by \$17.2 million for the biennium. Including \$2.4 million state special revenue and \$5.1 million federal special revenue in FY 2024, and \$3.1 million state special revenue and \$6.7 million federal special revenue in FY 2025. This provides inflationary increases to the Construction Program

Additional material DPs approved by the legislature include:

- Consultant design totaling \$45.0 million for the 2025 biennium.
- An increase to the TransADE program for seniors due to increases in rental car tax collections of \$3.6 million state special

The legislature approved a 60-day working capital reserve for the proprietary equipment program and requested rates for the motor pool program in the rates section of HB 2.

The legislature approved the following global changes to the MDT budget:

- DP 555 Additional Vacancy Savings: An additional 1% vacancy savings reduction to personal services totaling \$1.8 million per fiscal year
- The legislature adopted language providing appropriations contingent on passage and approval of the following bills: HB 55, HB 339, HB 904, SB 47, SB 160, and SB536

Agency Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	2,018.27	2,018.27	2,018.27	2,018.27
Personal Services	161,040,532	173,434,519	175,823,766	179,595,588	180,580,913
Operating Expenses	482,474,983	567,431,926	554,276,881	682,849,719	736,306,705
Equipment & Intangible Assets	2,243,410	5,156,536	3,863,186	4,712,186	4,627,186
Capital Outlay	4,112,129	12,956,865	12,956,865	13,586,865	12,956,865
Grants	18,150,068	24,172,940	23,752,643	30,227,643	30,727,643
Transfers	1,753,744	1,984,936	1,939,756	2,689,756	2,939,756
Total Expenditures	\$669,774,866	\$785,137,722	\$772,613,097	\$913,661,757	\$968,139,068
State/Other Special Rev. Funds	254,708,165	278,821,881	273,253,621	309,507,643	318,158,708
Federal Spec. Rev. Funds	415,066,701	506,315,841	499,359,476	604,154,114	649,980,360
Total Funds	\$669,774,866	\$785,137,722	\$772,613,097	\$913,661,757	\$968,139,068
Total Ongoing	\$659,474,866	\$774,837,722	\$762,313,097	\$914,985,690	\$973,068,001
Total OTO	\$10,300,000	\$10,300,000	\$10,300,000	(\$1,323,933)	(\$4,928,933)

Page Reference

LFD Budget Analysis - page C-83

Executive Budget Comparison

The following table compares the legislative budget for the biennium to the budget requested by the Governor by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Approp. Fiscal 2023	Executive Budget Fiscal 2024	Legislative Budget Fiscal 2024	Leg — Exec. Difference Fiscal 2024	Executive Budget Fiscal 2025	Legislative Budget Fiscal 2025	Leg — Exec. Difference Fiscal 2025	Biennium Difference Fiscal 24-25
FTE	2,018.27	2,018.27	2,018.27	0.00	2,018.27	2,018.27	0.00	0.00
Personal Services	175,823,766	181,611,984	179,595,588	(2,016,396)	182,607,681	180,580,913	(2,026,768)	(4,043,164)
Operating Expenses	554,276,881	687,224,918	682,849,719	(4,375,199)	740,367,253	736,306,705	(4,060,548)	(8,435,747)
Equipment & Intangible Assets	3,863,186	4,712,186	4,712,186	0	4,627,186	4,627,186	0	0
Capital Outlay	12,956,865	13,586,865	13,586,865	0	12,956,865	12,956,865	0	0
Grants	23,752,643	30,227,643	30,227,643	0	30,727,643	30,727,643	0	0
Transfers	1,939,756	2,689,756	2,689,756	0	2,939,756	2,939,756	0	0
Debt Service	0	0	0	0	0	0	0	0
Total Costs	\$772,613,097	\$920,053,352	\$913,661,757	(\$6,391,595)	\$974,226,384	\$968,139,068	(\$6,087,316)	(\$12,478,911)
General Fund	0	0	0	0	0	0	0	0
State/other Special Rev. Funds	273,253,621	313,938,133	309,507,643	(4,430,490)	322,680,103	318,158,708	(4,521,395)	(8,951,885)
Federal Spec. Rev. Funds	499,359,476	606,115,219	604,154,114	(1,961,105)	651,546,281	649,980,360	(1,565,921)	(3,527,026)
Other	0	0	0	0	0	0	0	0
Total Funds	\$772,613,097	\$920,053,352	\$913,661,757	(\$6,391,595)	\$974,226,384	\$968,139,068	(\$6,087,316)	(\$12,478,911)
Total Ongoing	\$762,313,097	\$916,358,352	\$914,985,690	(\$1,372,662)	\$974,051,384	\$973,068,001	(\$983,383)	(\$2,356,045)
Total OTO	\$10,300,000	\$3,695,000	(\$1,323,933)	(\$5,018,933)	\$175,000	(\$4,928,933)	(\$5,103,933)	(\$10,122,866)

The HB 2 budget as approved by the legislature is \$6.4 million lower in FY 2024 and \$6.1 million lower in FY 2025 than the proposed executive budget. This is primarily a result of several decision packages the department asked to be removed from the original request, legislatively approved adjustments to inflation, an additional 1.0% vacancy savings reduction.

Funding

The following table shows adopted agency funding for all sources of authority.

Total Department of Transportation Funding by Source of Authority 2025 Biennium Budget Request - Department of Transportation						
Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	0	0	0	0	0	0.00 %
State Special Total	637,439,217	(9,772,866)	0	98,202,652	725,869,003	34.99 %
Federal Special Total	1,250,614,474	3,520,000	0	0	1,254,134,474	60.45 %
Proprietary Total	0	0	94,669,420	0	94,669,420	4.56 %
Other Total	0	0	0	0	0	0.00 %
Total All Funds	\$1,888,053,691	(\$6,252,866)	\$94,669,420	\$98,202,652	\$2,074,672,897	
Percent - Total All Sources	91.00 %	(0.30)%	4.56 %	4.73 %		

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

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

Budget Summary by Category

The following table summarizes the total budget by base, present law adjustments, and new proposals. For a description of these categories, please see the glossary.

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	0	0	0	0.00 %	762,313,097	762,313,097	1,524,626,194	81.02 %
SWPL Adjustments	0	0	0	0.00 %	30,716,502	40,297,257	71,013,759	3.77 %
PL Adjustments	0	0	0	0.00 %	102,563,961	142,515,951	245,079,912	13.02 %
New Proposals	0	0	0	0.00 %	18,068,197	23,012,763	41,080,960	2.18 %
Total Budget	\$0	\$0	\$0		\$913,661,757	\$968,139,068	\$1,881,800,825	

Language and Statutory Authority

The legislature adopted the following language in HB 2:

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

"All appropriations in the Department of Transportation are biennial."

"The General Operations Program, motor pool program, equipment program, and Aeronautics Program include a one-time-only reduction in FY 2024 and FY 2025 for a suspension of insurance premium payments to the Risk Management and Tort Defense Division's proprietary fund."

"The Highways and Engineering Program includes an increase in state special revenue of \$2,403,577 in FY 2024 and \$3,050,838 in FY 2025 and federal special revenue of \$5,071,822 in FY 2024 and \$6,722,361 in FY 2025. The increase was provided to offset inflationary impacts. The agency may allocate this increase in funding among programs when developing 2025 biennium operating plans."

"If HB 55 is passed and approved, the Department of Transportation is increased by \$331,988 state special revenue in FY 2024 and \$140,845 state special revenue in FY 2025, and the Department of Transportation may increase full-time equivalent positions authorized in HB 2 by 3.00 FTE in FY 2024 and 1.50 FTE in FY 2025."

"If HB 339 is passed and approved, the Department of Transportation is increased by \$202,416 state special revenue in FY 2024."

"If HB 904 is passed and approved, the Department of Transportation is increased by \$200,000 state special revenue in FY 2024 and \$300,000 state special revenue in FY 2025."

"If SB 47 is passed and approved, the Department of Transportation is increased by \$300,000 state special revenue in FY 2024 and \$300,000 state special revenue in FY 2025."

"If SB 160 is passed and approved, the Department of Transportation is increased by \$358,962 state special revenue in FY 2024. If SB 536 is passed and approved, the Department of Transportation is increased by \$100,010,980 state special revenue in FY 2024."

"If SB 536 is passed and approved, the Department of Transportation is increased by \$100,010,980 state special revenue in FY 2024."

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	35,329,759	36,015,787	686,028	1.94 %
Operating Expenses	35,188,505	29,719,142	(5,469,363)	(15.54)%
Grants	150,000	150,000	0	0.00 %
Transfers	3,180	0	(3,180)	(100.00)%
Total Expenditures	\$70,671,444	\$65,884,929	(\$4,786,515)	(6.77)%
State/Other Special Rev. Funds	68,025,748	62,759,536	(5,266,212)	(7.74)%
Federal Spec. Rev. Funds	2,645,696	3,125,393	479,697	18.13 %
Total Funds	\$70,671,444	\$65,884,929	(\$4,786,515)	(6.77)%
Total Ongoing	\$70,671,444	\$75,699,047	\$5,027,603	7.11 %
Total OTO	\$0	(\$9,814,118)	(\$9,814,118)	100.00 %

Page Reference

LFD Budget Analysis C-90

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	182.80	182.80	182.80	182.80
Personal Services	16,602,775	17,558,740	17,771,019	17,953,417	18,062,370
Operating Expenses	15,792,717	17,574,094	17,614,411	14,959,057	14,760,085
Grants	75,000	75,000	75,000	75,000	75,000
Transfers	2,634	3,180	0	0	0
Total Expenditures	\$32,473,126	\$35,211,014	\$35,460,430	\$32,987,474	\$32,897,455
State/Other Special Rev. Funds	31,600,619	33,945,251	34,080,497	31,426,770	31,332,766
Federal Spec. Rev. Funds	872,507	1,265,763	1,379,933	1,560,704	1,564,689
Total Funds	\$32,473,126	\$35,211,014	\$35,460,430	\$32,987,474	\$32,897,455
Total Ongoing	\$32,473,126	\$35,211,014	\$35,460,430	\$37,894,533	\$37,804,514
Total OTO	\$0	\$0	\$0	(\$4,907,059)	(\$4,907,059)

Page Reference

LFD Budget Analysis - page C-91

Funding

The general operations program is primarily funded from HSSRA (02422) and federal highway trust special revenue. HSSRA receives revenue from motor fuel taxes, gross vehicle weight permit fees, and reimbursements for indirect costs associated with the federal-aid highway program via a Federal Highways Administration (FHWA) approved indirect cost plan. Federal funding is available for assistance for disadvantaged businesses, on-the-job training programs, fuel tax evasion prevention efforts, and direct administrative expenses associated with the federal-aid highway program.

The general operations program is also responsible for \$81.4 million of statutory appropriations. Most of the statutory appropriations, \$69.1 million, are the distributions of fuel taxes to cities, towns, counties, and consolidated city-county governments. The remaining \$12.3 million is distributed through the tribal motor fuels accounts and is a function of the revenue sharing agreements between the tribes and the state. For more information on the local government distributions, see the statutory appropriations section of the MDT summary.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	0	0	0	0.00 %	35,460,430	35,460,430	70,920,860	107.64 %
SWPL Adjustments	0	0	0	0.00 %	(2,230,921)	(2,120,911)	(4,351,832)	(6.61)%
PL Adjustments	0	0	0	0.00 %	591,801	588,780	1,180,581	1.79 %
New Proposals	0	0	0	0.00 %	(833,836)	(1,030,844)	(1,864,680)	(2.83)%
Total Budget	\$0	\$0	\$0		\$32,987,474	\$32,897,455	\$65,884,929	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	359,736	10,936	370,672	0.00	0	466,590	14,182	480,772
DP 2 - Fixed Costs	0.00	0	(3,779,180)	0	(3,779,180)	0.00	0	(4,003,683)	0	(4,003,683)
DP 3 - Inflation Deflation	0.00	0	1,140,300	37,287	1,177,587	0.00	0	1,358,015	43,985	1,402,000
DP 20 - SABHRS Rate Adjustment	0.00	0	9,591	0	9,591	0.00	0	6,389	0	6,389
DP 30 - Motor Pool Rate Adjustment	0.00	0	(2,702)	(88)	(2,790)	0.00	0	(2,527)	(82)	(2,609)
DP 105 - Fuel Tax Evasion Federal Program Expansion	0.00	0	0	160,000	160,000	0.00	0	0	160,000	160,000
DP 108 - Professional IT Services	0.00	0	250,000	0	250,000	0.00	0	250,000	0	250,000
DP 110 - 5G Cellular Network (OTO)	0.00	0	175,000	0	175,000	0.00	0	175,000	0	175,000
DP 222 - RMTD Adjustment	0.00	0	5,082,059	0	5,082,059	0.00	0	5,082,059	0	5,082,059
DP 223 - RMTD Adjustment (OTO)	0.00	0	(5,082,059)	0	(5,082,059)	0.00	0	(5,082,059)	0	(5,082,059)
Grand Total All Present Law Adjustments	0.00	\$0	(\$1,847,255)	\$208,135	(\$1,639,120)	0.00	\$0	(\$1,750,216)	\$218,085	(\$1,532,131)

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 20 - SABHRS Rate Adjustment -

The legislature adopted an increase to proposed SABHRS rates.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 105 - Fuel Tax Evasion Federal Program Expansion -

The legislature adopted an increase in the federal special revenue appropriation for the expected 25% increase in the Fuel Tax Evasion Program funding allocation.

DP 108 - Professional IT Services -

The legislature adopted a state special revenue appropriation to support software licenses such as CADD, implementing the SITSD security risk assessment, moving MDT to a 100% digital environment, and a strategic evaluation and recommended roadmap for MDT's IT portfolio.

DP 110 - 5G Cellular Network (OTO) -

The legislature adopted a one-time-only increase to the state special revenue appropriation in FY 2024 and FY 2025 to carry out program delivery functions. The increase will fund 5G cellular network upgrades. The 5G network will provide greater data transmission speeds, lower latency, and the ability to expand the number of connected devices across the state.

DP 222 - RMTD Adjustment -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package eliminates the reduction included in DP 2. This change is necessary to designate the reduction as one-time-only in the budgeting system.

DP 223 - RMTD Adjustment (OTO) -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package designates the reduction as one-time-only.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 99 - New Fixed Costs	0.00	0	69,969	0	69,969	0.00	0	69,969	0	69,969
DP 333 - Adjustment to Inflation	0.00	0	(692,874)	(22,657)	(715,531)	0.00	0	(882,799)	(28,593)	(911,392)
DP 555 - Additional Vacancy Savings	0.00	0	(183,567)	(4,707)	(188,274)	0.00	0	(184,685)	(4,736)	(189,421)
Total	0.00	\$0	(\$806,472)	(\$27,364)	(\$833,836)	0.00	\$0	(\$997,515)	(\$33,329)	(\$1,030,844)

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

DP 99 - New Fixed Costs -

The legislature adopted an increase of \$69,969 in FY 2024 and \$69,969 in FY 2025 to provide funding for the agency to pay for new fixed cost allocation related to the Chief Data Office and the State Management Training Center. Rates for the fix costs are reviewed by the Section A subcommittee.

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	154,505,085	159,178,361	4,673,276	3.02 %
Operating Expenses	890,842,981	1,147,632,201	256,789,220	28.83 %
Equipment & Intangible Assets	5,330,524	5,330,524	0	0.00 %
Capital Outlay	25,913,730	25,913,730	0	0.00 %
Grants	8,261,256	8,261,256	0	0.00 %
Total Expenditures	\$1,084,853,576	\$1,346,316,072	\$261,462,496	24.10 %
State/Other Special Rev. Funds	172,998,463	208,154,748	35,156,285	20.32 %
Federal Spec. Rev. Funds	911,855,113	1,138,161,324	226,306,211	24.82 %
Total Funds	\$1,084,853,576	\$1,346,316,072	\$261,462,496	24.10 %
Total Ongoing	\$1,064,253,576	\$1,346,316,072	\$282,062,496	26.50 %
Total OTO	\$20,600,000	\$0	(\$20,600,000)	(100.00)%

Page Reference

LFD Budget Analysis C-95

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	860.72	860.72	860.72	860.72
Personal Services	70,664,622	76,754,642	77,750,443	79,374,182	79,804,179
Operating Expenses	383,776,739	449,244,973	441,598,008	545,756,941	601,875,260
Equipment & Intangible Assets	1,518,490	2,665,262	2,665,262	2,665,262	2,665,262
Capital Outlay	4,112,129	12,956,865	12,956,865	12,956,865	12,956,865
Grants	295,513	4,130,628	4,130,628	4,130,628	4,130,628
Total Expenditures	\$460,367,493	\$545,752,370	\$539,101,206	\$644,883,878	\$701,432,194
State/Other Special Rev. Funds	81,908,827	89,914,981	83,083,482	100,182,722	107,972,026
Federal Spec. Rev. Funds	378,458,666	455,837,389	456,017,724	544,701,156	593,460,168
Total Funds	\$460,367,493	\$545,752,370	\$539,101,206	\$644,883,878	\$701,432,194
Total Ongoing	\$450,067,493	\$535,452,370	\$528,801,206	\$644,883,878	\$701,432,194
Total OTO	\$10,300,000	\$10,300,000	\$10,300,000	\$0	\$0

Page Reference

LFD Budget Analysis - page C-96

Funding

Costs eligible for reimbursement under the federal-aid construction program are funded with the restricted highway state special revenue accounts (HSSRA and BaRSAA) and federal special revenue funds distributed by the U.S. Department of Transportation and apportioned to Montana. Construction design, construction, and construction management costs, as

well as indirect administrative costs for construction activities, are generally eligible for federal reimbursement. The state match requirement is based on a sliding scale match, which is currently 86.6% federal with a 13.4% state match for most direct construction related costs. The primary sources of revenues in the restricted state special revenue accounts are highway-user fees derived from motor fuel taxes and gross vehicle weight fees. Statutory appropriations include \$300,000 to be distributed for the purposes and functions of the Montana Local Technical Assistance Transportation Program at Montana State University. Although the reduction is not visible in the table, the division had an additional \$7.8 million in statutory authority in the 2023 biennium for federally funded debt service costs associated with previous work on Hwy 93. The federal debt service obligation will reach maturity in FY 2023, is no longer needed and therefore is included as a reduction in statutory appropriation authority.

Program Budget Summary by Category

Budget Summary by Category									
Budget Item	-----General Fund-----				-----Total Funds-----				
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	
2023 Base Budget	0	0	0	0.00 %	528,801,206	528,801,206	1,057,602,412	78.56 %	
SWPL Adjustments	0	0	0	0.00 %	25,343,763	33,283,537	58,627,300	4.35 %	
PL Adjustments	0	0	0	0.00 %	69,796,384	112,987,965	182,784,349	13.58 %	
New Proposals	0	0	0	0.00 %	20,942,525	26,359,486	47,302,011	3.51 %	
Total Budget	\$0	\$0	\$0		\$644,883,878	\$701,432,194	\$1,346,316,072		

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2024-----				-----Fiscal 2025-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	1,577,916	849,647	2,427,563	0.00	0	1,860,356	1,001,730	2,862,086
DP 3 - Inflation Deflation	0.00	0	2,979,106	19,937,094	22,916,200	0.00	0	3,954,789	26,466,662	30,421,451
DP 4 - Equipment Rental Inflation	0.00	0	486,774	431,667	918,441	0.00	0	486,606	431,518	918,124
DP 30 - Motor Pool Rate Adjustment	0.00	0	(505)	(3,376)	(3,881)	0.00	0	(472)	(3,159)	(3,631)
DP 205 - Contractor Payments	0.00	0	9,099,634	59,532,190	68,631,824	0.00	0	14,530,551	97,242,921	111,773,472
DP 209 - Construction Employee Facility Rental	0.00	0	250,000	0	250,000	0.00	0	300,000	0	300,000
Grand Total All Present Law Adjustments	0.00	\$0	\$14,392,925	\$80,747,222	\$95,140,147	0.00	\$0	\$21,131,830	\$125,139,672	\$146,271,502

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 4 - Equipment Rental Inflation -

The legislature adopted an increase to state and federal special revenue appropriations due to an increase in equipment rental usage and associated rate changes. This request will be used across several programs within the department.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 205 - Contractor Payments -

The legislature adopted an increase in state and federal special revenue appropriation in FY 2024 and FY 2025 based on the analysis of the department's tentative construction plan that includes the anticipated increase in the FHWA formula-based funding programs.

DP 209 - Construction Employee Facility Rental -

The legislature adopted an increase in state special revenue appropriation for the department to provide office space in improved facilities.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 208 - Consultant Design	0.00	0	2,600,000	17,400,000	20,000,000	0.00	0	3,250,000	21,750,000	25,000,000
DP 333 - Adjustment to Inflation	0.00	0	(744,777)	(4,984,273)	(5,729,050)	0.00	0	(988,697)	(6,616,666)	(7,605,363)
DP 555 - Additional Vacancy Savings	0.00	0	(522,485)	(281,339)	(803,824)	0.00	0	(525,427)	(282,923)	(808,350)
DP 3333 - Additional Adjustment to Inflation	0.00	0	2,403,577	5,071,822	7,475,399	0.00	0	3,050,838	6,722,361	9,773,199
Total	0.00	\$0	\$3,736,315	\$17,206,210	\$20,942,525	0.00	\$0	\$4,786,714	\$21,572,772	\$26,359,486

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

DP 208 - Consultant Design -

The legislature adopted an appropriation for on-going consultant design expenditures.

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

DP 3333 - Additional Adjustment to Inflation -

The legislature adopted an additional adjustment to inflation included in DP 3.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	119,644,726	124,793,676	5,148,950	4.30 %
Operating Expenses	167,783,328	210,222,268	42,438,940	25.29 %
Equipment & Intangible Assets	740,416	740,416	0	0.00 %
Capital Outlay	0	630,000	630,000	0.00 %
Total Expenditures	\$288,168,470	\$336,386,360	\$48,217,890	16.73 %
State/Other Special Rev. Funds	270,254,570	309,694,021	39,439,451	14.59 %
Federal Spec. Rev. Funds	17,913,900	26,692,339	8,778,439	49.00 %
Total Funds	\$288,168,470	\$336,386,360	\$48,217,890	16.73 %
Total Ongoing	\$288,168,470	\$332,866,360	\$44,697,890	15.51 %
Total OTO	\$0	\$3,520,000	\$3,520,000	100.00 %

Page Reference

LFD Budget Analysis C-100

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	741.55	741.55	741.55	741.55
Personal Services	55,493,702	59,394,204	60,250,522	62,232,943	62,560,733
Operating Expenses	75,298,825	83,838,598	83,944,730	106,522,639	103,699,629
Equipment & Intangible Assets	252,232	370,208	370,208	370,208	370,208
Capital Outlay	0	0	0	630,000	0
Total Expenditures	\$131,044,759	\$143,603,010	\$144,565,460	\$169,755,790	\$166,630,570
State/Other Special Rev. Funds	125,130,685	134,632,258	135,622,312	154,404,747	155,289,274
Federal Spec. Rev. Funds	5,914,074	8,970,752	8,943,148	15,351,043	11,341,296
Total Funds	\$131,044,759	\$143,603,010	\$144,565,460	\$169,755,790	\$166,630,570
Total Ongoing	\$131,044,759	\$143,603,010	\$144,565,460	\$166,235,790	\$166,630,570
Total OTO	\$0	\$0	\$0	\$3,520,000	\$0

Page Reference

LFD Budget Analysis - page C-101

Funding

The state special revenue funding for the maintenance program is derived from highway state special revenue accounts. The funding proposal includes state special support from HSSRA (02422). Federal special revenue also funds qualifying highway maintenance activities determined by the Federal Highway Administration to extend the life of the highway system.

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

Program Budget Summary by Category

Budget Summary by Category									
Budget Item	-----General Fund-----				-----Total Funds-----				
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	
2023 Base Budget	0	0	0	0.00 %	144,565,460	144,565,460	289,130,920	85.95 %	
SWPL Adjustments	0	0	0	0.00 %	6,816,783	8,080,045	14,896,828	4.43 %	
PL Adjustments	0	0	0	0.00 %	20,048,788	15,896,763	35,945,551	10.69 %	
New Proposals	0	0	0	0.00 %	(1,675,241)	(1,911,698)	(3,586,939)	(1.07)%	
Total Budget	\$0	\$0	\$0		\$169,755,790	\$166,630,570	\$336,386,360		

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	2,578,576	26,046	2,604,622	0.00	0	2,906,504	29,359	2,935,863
DP 3 - Inflation Deflation	0.00	0	3,875,261	336,900	4,212,161	0.00	0	4,732,759	411,423	5,144,182
DP 4 - Equipment Rental Inflation	0.00	0	5,942,454	0	5,942,454	0.00	0	5,940,398	0	5,940,398
DP 30 - Motor Pool Rate Adjustment	0.00	0	(455)	(39)	(494)	0.00	0	(426)	(37)	(463)
DP 305 - Maintenance of Effort (MOE)	0.00	0	7,570,000	0	7,570,000	0.00	0	7,570,000	0	7,570,000
DP 309 - Variable Message Signs (VMS)	0.00	0	81,081	548,919	630,000	0.00	0	0	0	0
DP 312 - Epoxy Project Expansion	0.00	0	320,312	2,066,516	2,386,828	0.00	0	320,312	2,066,516	2,386,828
DP 317 - CARES Act II Maintenance Projects (OTO)	0.00	0	0	3,520,000	3,520,000	0.00	0	0	0	0
Grand Total All Present Law Adjustments	0.00	\$0	\$20,367,229	\$6,498,342	\$26,865,571	0.00	\$0	\$21,469,547	\$2,507,261	\$23,976,808

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 4 - Equipment Rental Inflation -

The legislature adopted an increase to state special revenue appropriations due to an increase in equipment rental usage and associated rate changes. This request will be used across several programs within the department.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 305 - Maintenance of Effort (MOE) -

The legislature adopted an increase in state special revenue appropriation to fund the higher required MOE target, which is the result of the increased FHWA formula based federal-aid program. With the increased appropriation, the department will be able to deliver the State Funded Construction Program and pavement preservation projects at the levels necessary to meet the target MOE and receive a higher federal share for FHWA projects and programs.

DP 309 - Variable Message Signs (VMS) -

The legislature adopted an appropriation in the first year of the biennium to fund two permanent Variable Message Signs, one in Miles City and one in Belle Fourche, SD. The signs will provide the travelling public with advanced communications related to roadways US 212, MT 59, and I-94 that are adversely impacted by hazardous conditions.

DP 312 - Epoxy Project Expansion -

The legislature adopted an increase for contractor expenditures incurred to complete epoxy projects across the state. Montana Department of Transportation (MDT) contracts roughly 3,300 miles of durable epoxy striping each year. The increased funds will allow the department to cover more miles of highway.

DP 317 - CARES Act II Maintenance Projects (OTO) -

The legislature adopted an increase to the federal special revenue appropriation in FY2024 based on the remaining CARES Act II projects authorized through HB 630 from the Sixty-seventh Legislature.

New Proposals -

The “New Proposals” table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	0	(968,815)	(84,225)	(1,053,040)	0.00	0	(1,183,190)	(102,856)	(1,286,046)
DP 555 - Additional Vacancy Savings	0.00	0	(615,979)	(6,222)	(622,201)	0.00	0	(619,395)	(6,257)	(625,652)
Total	0.00	\$0	(\$1,584,794)	(\$90,447)	(\$1,675,241)	0.00	\$0	(\$1,802,585)	(\$109,113)	(\$1,911,698)

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

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	1,158,014	1,141,336	(16,678)	(1.44)%
Operating Expenses	4,390,505	4,642,391	251,886	5.74 %
Equipment & Intangible Assets	7,603,506	7,603,506	0	0.00 %
Debt Service	38,898	238,898	200,000	514.17 %
Total Expenditures	\$13,190,923	\$13,626,131	\$435,208	3.30 %
Proprietary Funds	13,190,923	13,626,131	435,208	3.30 %
Total Funds	\$13,190,923	\$13,626,131	\$435,208	3.30 %

Page Reference

LFD Budget Analysis C-105

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	7.00	7.00	7.00	7.00
Personal Services	508,688	575,787	582,227	569,503	571,833
Operating Expenses	2,903,470	2,197,214	2,193,291	2,312,846	2,329,545
Equipment & Intangible Assets	73,485	3,801,753	3,801,753	3,801,753	3,801,753
Debt Service	116,722	19,449	19,449	119,449	119,449
Total Expenditures	\$3,602,365	\$6,594,203	\$6,596,720	\$6,803,551	\$6,822,580
Proprietary Funds	3,602,365	6,594,203	6,596,720	6,803,551	6,822,580
Total Funds	\$3,602,365	\$6,594,203	\$6,596,720	\$6,803,551	\$6,822,580

Page Reference

LFD Budget Analysis - page C-106

Funding

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

2025 Biennium Report on Internal Service and Enterprise Funds								
Agency # 54010	Agency Name: Department of Transportation		Program Name: State Motor Pool					
	Fund	Fund Name						
	06506	Motor Pool - Int Svc						
			Actual FY20	Actual FY21	Actual FY22	Budgeted FY23	Budgeted FY24	Budgeted FY25
Operating Revenues:								
Fee and Charges								
Fee Revenue A			4,657,719	4,161,466	4,938,476	5,211,076	6,021,805	6,291,886
Fee Revenue B			-	156,729	-	-	-	-
Total Operating Revenues			4,657,719	4,318,195	4,938,476	5,211,076	6,021,805	6,291,886
Expenses:								
Personal Services								
Other Operating Expenses			4,010,411	3,632,006	4,650,716	4,650,716	4,651,325	4,653,010
Total Operating Expenses			4,434,670	4,086,228	5,175,580	5,232,943	5,220,828	5,224,843
Operating Income (Loss)			223,049	231,967	(237,104)	(21,867)	800,977	1,067,043
Nonoperating Revenues:								
Other Revenue A								
Other Revenue B			41,498	133,253	338,066	163,234	175,602	187,723
Nonoperating Expenses:			97,886	32,209	100	28,961	29,274	28,321
Other Expense A			134,369	151,114	89,328	19,449	19,449	119,449
Total Nonoperating Revenues (Expenses)			273,753	316,576	427,494	211,644	224,325	335,493
Income (Loss) Before Contributions and Transfers			496,802	548,543	190,390	189,777	1,025,302	1,402,536
Change in Net Position			496,802	548,543	190,390	189,777	1,025,302	1,402,536
Beginning Net Position - July 1			5,870,245	6,367,047	6,915,590	7,105,980	7,295,757	8,321,059
Change in Net Position			496,802	548,543	190,390	189,777	1,025,302	1,402,536
Ending Net Position - June 30			6,367,047	6,915,590	7,105,980	7,295,757	8,321,059	9,723,595
Net Position (Fund Balance) Analysis								

Revenues

Program revenues are generated through vehicle rental fees charged to the state agencies. Vehicle rental fees come from two service classes: 1) short-term rentals; and 2) long-term leases. On occasion, the program receives revenues resulting from the sale of surplus property and accident damages reimbursed by private individuals or insurance companies.

Proprietary Proposed Budget

The 2025 Biennium Report on Internal Service and Enterprise Funds for Motor Pool shows the financial information for the fund from FY 2020 through FY 2025. The report is provided as submitted by the executive. Statute requires that agencies providing enterprise/internal service functions provide information related to the use of revenues obtained through rates and charges and the estimated fund balance of the proprietary fund.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	0	0	0	0.00 %	6,596,720	6,596,720	13,193,440	96.82 %
SWPL Adjustments	0	0	0	0.00 %	106,831	125,860	232,691	1.71 %
PL Adjustments	0	0	0	0.00 %	100,000	100,000	200,000	1.47 %
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %
Total Budget	\$0	\$0	\$0		\$6,803,551	\$6,822,580	\$13,626,131	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	0	0	(12,724)	0.00	0	0	0	(10,394)
DP 2 - Fixed Costs	0.00	0	0	0	(143,730)	0.00	0	0	0	(143,723)
DP 3 - Inflation Deflation	0.00	0	0	0	263,285	0.00	0	0	0	279,977
DP 222 - RMTD Adjustment	0.00	0	0	0	143,753	0.00	0	0	0	143,753
DP 223 - RMTD Adjustment (OTO)	0.00	0	0	0	(143,753)	0.00	0	0	0	(143,753)
DP 708 - Interest on INTERCAP Loans	0.00	0	0	0	100,000	0.00	0	0	0	100,000
Grand Total All Present Law Adjustments	0.00	\$0	\$0	\$0	\$206,831	0.00	\$0	\$0	\$0	\$225,860

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

DP 1 - Personal Services -

The legislature reviewed adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature reviewed adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature reviewed adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 222 - RMTD Adjustment -

The legislature reviewed an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package eliminates the reduction included in DP 2. This change is necessary to designate the reduction as one-time-only in the budgeting system.

DP 223 - RMTD Adjustment (OTO) -

The legislature reviewed an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package designates the reduction as one-time-only.

DP 708 - Interest on INTERCAP Loans -

The legislature reviewed an increase in State Motor Pool proprietary fund appropriation in FY 2024 and FY 2025. The program applies for an INTERCAP loan each year from the Board of Investments to purchase replacement vehicles for the fleet. This budget was set in FY 2014, and the department is requesting the budget be increased to be more consistent with recent expenditures.

Other Issues -

Proprietary Rates

As shown in the figure, the state motor pool rental rates are based on a dual rate structure. Users pay a usage rate and an assigned rate. The usage rate is charged for actual miles driven and allows the program to recover costs directly related to the operation of the vehicle, such as repairs, parts, fuel, lubricants, and tires. The assigned rate is charged for hours the vehicle was used and allows the program to cover fixed costs associated with state ownership, such as insurance, interest payments on BOI loans, depreciation, and utilities. The dual rate structure provides: 1) more stable revenue to make loan payments and other cost obligations; and 2) equity among all vehicle classes so that one vehicle class does not subsidize another vehicle class. The rates approved by the legislature are the maximum the program may charge during the biennium, not the rates the program must charge. When approved by the Legislature, the rates are included in HB 2, Section R.

Motor Pool Rates Revised 1/6/23									
Class	FY 2024				Class	FY2025			
	Assigned Rate	Usage Rate				Assigned Rate	Usage Rate		
		3.89/gal	4.39/gal	4.89/gal			3.89/gal	4.39/g	4.89/gal
02	1.064	0.199	0.219	0.240	02	1.171	0.200	0.221	0.241
04	1.313	0.286	0.317	0.347	04	1.497	0.288	0.319	0.349
05	0.933	0.190	0.209	0.227	05	1.013	0.192	0.211	0.229
06	0.999	0.193	0.214	0.234	06	1.089	0.195	0.215	0.235
07	0.415	0.318	0.350	0.382	07	0.428	0.321	0.353	0.385
11	1.407	0.291	0.323	0.355	11	1.505	0.293	0.324	0.356
12	1.162	0.239	0.265	0.292	12	1.192	0.241	0.267	0.293

Beechcraft King Air Rental Rate
(Cost per flight hour)

FY 2024	FY 2025
1,348.11	1,362.39

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	19,602,814	20,668,058	1,065,244	5.43 %
Operating Expenses	31,904,407	35,137,309	3,232,902	10.13 %
Equipment & Intangible Assets	18,230,256	24,230,256	6,000,000	32.91 %
Total Expenditures	\$69,737,477	\$80,035,623	\$10,298,146	14.77 %
Proprietary Funds	69,737,477	80,035,623	10,298,146	14.77 %
Total Funds	\$69,737,477	\$80,035,623	\$10,298,146	14.77 %

Page Reference

LFD Budget Analysis C-111

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	123.00	123.00	123.00	123.00
Personal Services	9,164,329	9,727,836	9,874,978	10,303,162	10,364,896
Operating Expenses	18,913,595	17,954,960	13,949,447	17,490,225	17,647,084
Equipment & Intangible Assets	8,142,874	9,115,128	9,115,128	12,115,128	12,115,128
Total Expenditures	\$36,220,798	\$36,797,924	\$32,939,553	\$39,908,515	\$40,127,108
Proprietary Funds	36,220,798	36,797,924	32,939,553	39,908,515	40,127,108
Total Funds	\$36,220,798	\$36,797,924	\$32,939,553	\$39,908,515	\$40,127,108

Page Reference

LFD Budget Analysis - page C-112

Funding

Funding for the equipment program is generated through user fees charged to programs and divisions in MDT, which are deposited in a proprietary fund. The source for the majority of funding for this program are state special funds, this is because the maintenance program is the primary customer of the equipment program.

The legislature approved a 60-day working capital reserve for the equipment program in Section R of HB 2.

Program Budget Summary by Category

Budget Summary by Category									
Budget Item	-----General Fund-----				-----Total Funds-----				
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	
2023 Base Budget	0	0	0	0.00 %	32,939,553	32,939,553	65,879,106	82.31 %	
SWPL Adjustments	0	0	0	0.00 %	1,969,008	2,187,599	4,156,607	5.19 %	
PL Adjustments	0	0	0	0.00 %	4,999,954	4,999,956	9,999,910	12.49 %	
New Proposals	0	0	0	0.00 %	0	0	0	0.00 %	
Total Budget	\$0	\$0	\$0		\$39,908,515	\$40,127,108	\$80,035,623		

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	0	0	428,184	0.00	0	0	0	489,918
DP 2 - Fixed Costs	0.00	0	0	0	(294,860)	0.00	0	0	0	(294,731)
DP 3 - Inflation Deflation	0.00	0	0	0	1,835,684	0.00	0	0	0	1,992,412
DP 30 - Motor Pool Rate Adjustment	0.00	0	0	0	(46)	0.00	0	0	0	(44)
DP 222 - RMTD Adjustment	0.00	0	0	0	294,845	0.00	0	0	0	294,845
DP 223 - RMTD Adjustment (OTO)	0.00	0	0	0	(294,845)	0.00	0	0	0	(294,845)
DP 809 - Equipment Fleet Maintenance	0.00	0	0	0	2,000,000	0.00	0	0	0	2,000,000
DP 810 - Replacement Equipment	0.00	0	0	0	3,000,000	0.00	0	0	0	3,000,000
Grand Total All Present Law Adjustments	0.00	\$0	\$0	\$0	\$6,968,962	0.00	\$0	\$0	\$0	\$7,187,555

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

DP 1 - Personal Services -

The legislature reviewed adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature reviewed adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature reviewed adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 222 - RMTD Adjustment -

The legislature reviewed an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package eliminates the reduction included in DP 2. This change is necessary to designate the reduction as one-time-only in the budgeting system.

DP 223 - RMTD Adjustment (OTO) -

The legislature reviewed an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package designates the reduction as one-time-only.

DP 809 - Equipment Fleet Maintenance -

This legislature reviewed an increase in the department's equipment proprietary fund appropriation in FY 2024 and FY 2025. The department's fleet is aging and in need of replacement parts that are often more expensive due to their uniqueness and supply chain issues. This request will allow the program to make the necessary purchases to maintain the fleet. Rental rates will be calculated to cover the increased budget amount.

DP 810 - Replacement Equipment -

The legislature reviewed an increase in the department's equipment proprietary fund appropriation in FY 2024 and FY 2025. The department has an aging fleet, and some pieces of equipment are beyond the useful life and need to be replaced. This request will allow for the purchase of new and replacement equipment. Rental rates will be calculated to cover the increased budget amount.

Other Issues -***Proprietary rates***

The equipment program rental rates are based on a dual rate structure. The users pay a usage rate and an assigned rate.

The usage rate is a mileage rate that is applied according to the actual miles/hours of use for vehicle or piece of equipment. The usage rate is designed to recover "direct costs" that include labor, parts, fuel, lubricants, and tires. The assigned rate is a per hour rate designed to recover "fixed costs" such as insurance, depreciation, and administrative overhead costs. Rental rates are adjusted yearly. Rates are based on the actual operational costs for each vehicle sub-class during the base rental period. Costs are adjusted to reflect changes in operating expenses from the base. The effects are internal to the MDT and the program is held accountable to ensure the rates recover only needed operational monies.

The equipment program rates are calculated to be commensurate with costs each year using data from the equipment vehicle management system (EVMS) to identify indirect and direct costs for each class. The EVMS data is reconciled to the statewide accounting, budgeting, and human resource system (SABHRS) financial data and inflation factors are applied using Inflation.com information. The rates are also adjusted for any gains or losses from previous years. The equipment program financial team reviews the rates monthly to determine if they are commensurate with costs.

The equipment program calculates new rates at the end of the fiscal year. As a result, rates that will apply to the 2025 biennium have not been calculated at this time. A table showing the rates charged in FY 2023 is available upon request.

2025 Biennium Report on Internal Service and Enterprise Funds							
Agency # 54010	Agency Name: Department of Transportation			Program Name: Equipment Program			
	Fund	Fund Name					
	06508	Highway Equipment - Int Svc.					
		Actual FY20	Actual FY21	Actual FY22	Budgeted FY23	Budgeted FY24	Budgeted FY25
Operating Revenues:							
Fee and Charges							
Fee Revenue A		31,964,634	29,044,526	31,409,221	32,285,035	40,339,553	40,339,553
Fee Revenue B		100,000	80,000	665,875	488,062	481,963	441,313
Total Operating Revenues		32,064,634	29,124,526	32,075,096	32,773,097	40,821,516	40,780,866
Expenses:							
Personal Services							
Other Operating Expenses		21,036,922	20,590,818	25,328,277	13,949,447	17,767,832	17,893,052
Expense B		-	-	-	9,115,128	12,115,128	12,115,128
Total Operating Expenses		30,238,541	29,819,313	34,133,095	32,939,553	40,186,122	40,373,076
Operating Income (Loss)		1,826,093	(694,787)	(2,057,999)	(166,456)	635,394	407,790
Nonoperating Revenues:							
Other Revenue A		141,268	187,911	466,186	268,600	281,004	293,005
Other Revenue B		12,378	12,623	2,008,805	2,003,131	2,481,963	441,313
Nonoperating Expenses:							
Total Nonoperating Revenues (Expenses)		153,646	200,534	2,474,991	2,271,731	2,762,967	734,318
Income (Loss) Before Contributions and Transfers		1,979,739	(494,253)	416,992	2,105,275	3,398,361	1,142,108
Change in Net Position		1,979,739	(494,253)	416,992	2,105,275	3,398,361	1,142,108
Beginning Net Position - July 1		77,264,591	79,244,330	78,750,077	79,167,069	81,272,344	84,670,705
Change in Net Position		1,979,739	(494,253)	416,992	2,105,275	3,398,361	1,142,108
Ending Net Position - June 30		79,244,330	78,750,077	79,167,069	81,272,344	84,670,705	85,812,813
Net Position (Fund Balance) Analysis							

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	19,121,343	19,113,961	(7,382)	(0.04)%
Operating Expenses	5,775,320	8,006,238	2,230,918	38.63%
Equipment & Intangible Assets	618,300	2,083,432	1,465,132	236.96%
Transfers	258,060	226,060	(32,000)	(12.40)%
Total Expenditures	\$25,773,023	\$29,429,691	\$3,656,668	14.19%
State/Other Special Rev. Funds	19,131,601	19,614,282	482,681	2.52%
Federal Spec. Rev. Funds	6,641,422	9,815,409	3,173,987	47.79%
Total Funds	\$25,773,023	\$29,429,691	\$3,656,668	14.19%
Total Ongoing	\$25,773,023	\$29,429,691	\$3,656,668	14.19%
Total OTO	\$0	\$0	\$0	0.00%

Page Reference

LFD Budget Analysis C-116

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	124.44	124.44	124.44	124.44
Personal Services	8,769,035	9,536,334	9,585,009	9,530,400	9,583,561
Operating Expenses	2,036,487	2,842,760	2,932,560	3,989,358	4,016,880
Equipment & Intangible Assets	222,656	340,584	277,716	1,041,716	1,041,716
Transfers	128,096	145,030	113,030	113,030	113,030
Total Expenditures	\$11,156,274	\$12,864,708	\$12,908,315	\$14,674,504	\$14,755,187
State/Other Special Rev. Funds	8,188,208	9,514,202	9,617,399	9,777,505	9,836,777
Federal Spec. Rev. Funds	2,968,066	3,350,506	3,290,916	4,896,999	4,918,410
Total Funds	\$11,156,274	\$12,864,708	\$12,908,315	\$14,674,504	\$14,755,187
Total Ongoing	\$11,156,274	\$12,864,708	\$12,908,315	\$14,674,504	\$14,755,187
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

LFD Budget Analysis - page C-117

Funding

MCS is funded by the highway state special revenue accounts and federal special revenue. Two-thirds of the funding for the program is state special revenue, primarily the constitutionally restricted highway state special revenue account (HSSRA). Other state special revenues supporting program activities include unified carrier registration fees and the highway non-restricted account. Federal funds make up the remaining third and are derived from federal grant programs and distributions from the federal highway trust.

Program Budget Summary by Category

Budget Summary by Category									
Budget Item	-----General Fund-----				-----Total Funds-----				
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	
2023 Base Budget	0	0	0	0.00 %	12,908,315	12,908,315	25,816,630	87.72 %	
SWPL Adjustments	0	0	0	0.00 %	205,282	295,718	501,000	1.70 %	
PL Adjustments	0	0	0	0.00 %	1,699,774	1,699,760	3,399,534	11.55 %	
New Proposals	0	0	0	0.00 %	(138,867)	(148,606)	(287,473)	(0.98)%	
Total Budget	\$0	\$0	\$0		\$14,674,504	\$14,755,187	\$29,429,691		

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	33,816	10,101	43,917	0.00	0	75,182	22,456	97,638
DP 3 - Inflation Deflation	0.00	0	107,507	53,858	161,365	0.00	0	131,968	66,112	198,080
DP 4 - Equipment Rental Inflation	0.00	0	57,678	30,758	88,436	0.00	0	57,664	30,742	88,406
DP 30 - Motor Pool Rate Adjustment	0.00	0	(168)	(84)	(252)	0.00	0	(157)	(79)	(236)
DP 2205 - MCSAP Federal Program Expansion	0.00	0	0	1,546,590	1,546,590	0.00	0	0	1,546,590	1,546,590
DP 2208 - Scale Replacement and Pitwall Repair	0.00	0	65,000	0	65,000	0.00	0	65,000	0	65,000
Grand Total All Present Law Adjustments	0.00	\$0	\$263,833	\$1,641,223	\$1,905,056	0.00	\$0	\$329,657	\$1,665,821	\$1,995,478

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 4 - Equipment Rental Inflation -

The legislature adopted an increase to state and federal special revenue appropriations due to an increase in equipment rental usage and associated rate changes. This request will be used across several programs within the department.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 2205 - MCSAP Federal Program Expansion -

The legislature adopted an increase of federal special revenue appropriation due to an expansion of the federal Motor Carrier Safety Assistance Program (MCSAP). The increase will be used to enhance MCSAP's safety program.

DP 2208 - Scale Replacement and Pitwall Repair -

The legislature adopted an increase in state special revenue appropriations to support maintenance through the replacement of weigh station scales. Scales originally installed in 1984 are being replaced with new scales on an annual schedule, along with a newly designed retrofit for the pit walls.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	0	(26,877)	(13,464)	(40,341)	0.00	0	(32,992)	(16,528)	(49,520)
DP 555 - Additional Vacancy Savings	0.00	0	(76,850)	(21,676)	(98,526)	0.00	0	(77,287)	(21,799)	(99,086)
Total	0.00	\$0	(\$103,727)	(\$35,140)	(\$138,867)	0.00	\$0	(\$110,279)	(\$38,327)	(\$148,606)

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

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	1,709,610	1,660,173	(49,437)	(2.89)%
Operating Expenses	9,022,493	4,849,279	(4,173,214)	(46.25)%
Equipment & Intangible Assets	1,548,800	85,000	(1,463,800)	(94.51)%
Grants	40,000	40,000	0	0.00 %
Transfers	27,600	27,600	0	0.00 %
Total Expenditures	\$12,348,503	\$6,662,052	(\$5,686,451)	(46.05)%
State/Other Special Rev. Funds	3,866,672	3,896,174	29,502	0.76 %
Federal Spec. Rev. Funds	8,481,831	2,765,878	(5,715,953)	(67.39)%
Total Funds	\$12,348,503	\$6,662,052	(\$5,686,451)	(46.05)%
Total Ongoing	\$12,348,503	\$6,620,800	(\$5,727,703)	(46.38)%
Total OTO	\$0	\$41,252	\$41,252	100.00 %

Page Reference

LFD Budget Analysis C-120

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	9.00	9.00	9.00	9.00
Personal Services	711,731	849,921	859,689	827,450	832,723
Operating Expenses	836,140	7,438,876	1,583,617	2,419,034	2,430,245
Equipment & Intangible Assets	18,350	1,548,800	0	85,000	0
Grants	19,888	20,000	20,000	20,000	20,000
Transfers	11,622	13,800	13,800	13,800	13,800
Total Expenditures	\$1,597,731	\$9,871,397	\$2,477,106	\$3,365,284	\$3,296,768
State/Other Special Rev. Funds	1,172,088	1,941,016	1,925,656	1,984,948	1,911,226
Federal Spec. Rev. Funds	425,643	7,930,381	551,450	1,380,336	1,385,542
Total Funds	\$1,597,731	\$9,871,397	\$2,477,106	\$3,365,284	\$3,296,768
Total Ongoing	\$1,597,731	\$9,871,397	\$2,477,106	\$3,302,158	\$3,318,642
Total OTO	\$0	\$0	\$0	\$63,126	(\$21,874)

Page Reference

LFD Budget Analysis - page C-121

Funding

The aeronautics program is funded with state and federal special revenues. State special revenue funds are derived primarily from state aviation fuel taxes and aircraft registration fees. Federal special revenue comes from Federal Aviation Administration grants. The Yellowstone Airport enterprise program, is supported by proprietary funding and is a not budgeted in HB 2.

Program Budget Summary by Category

Budget Summary by Category									
Budget Item	-----General Fund-----				-----Total Funds-----				
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	
2023 Base Budget	0	0	0	0.00 %	2,477,106	2,477,106	4,954,212	74.36 %	
SWPL Adjustments	0	0	0	0.00 %	22,239	42,913	65,152	0.98 %	
PL Adjustments	0	0	0	0.00 %	892,480	807,481	1,699,961	25.52 %	
New Proposals	0	0	0	0.00 %	(26,541)	(30,732)	(57,273)	(0.86)%	
Total Budget	\$0	\$0	\$0		\$3,365,284	\$3,296,768	\$6,662,052		

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	(22,845)	(707)	(23,552)	0.00	0	(17,677)	(547)	(18,224)
DP 2 - Fixed Costs	0.00	0	(21,726)	0	(21,726)	0.00	0	(21,714)	0	(21,714)
DP 3 - Inflation Deflation	0.00	0	37,114	30,403	67,517	0.00	0	45,537	37,314	82,851
DP 30 - Motor Pool Rate Adjustment	0.00	0	(11)	(9)	(20)	0.00	0	(10)	(9)	(19)
DP 222 - RMTD Adjustment	0.00	0	21,874	0	21,874	0.00	0	21,874	0	21,874
DP 223 - RMTD Adjustment (OTO)	0.00	0	(21,874)	0	(21,874)	0.00	0	(21,874)	0	(21,874)
DP 4005 - FAA Program Expansion	0.00	0	0	807,500	807,500	0.00	0	0	807,500	807,500
DP 4017 - Bonanza A36 Engine Replacement (Biennial/OTO)	0.00	0	85,000	0	85,000	0.00	0	0	0	0
Grand Total All Present Law Adjustments	0.00	\$0	\$77,532	\$837,187	\$914,719	0.00	\$0	\$6,136	\$844,258	\$850,394

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 222 - RMTD Adjustment -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package eliminates the reduction included in DP 2. This change is necessary to designate the reduction as one-time-only in the budgeting system.

DP 223 - RMTD Adjustment (OTO) -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package designates the reduction as one-time-only.

DP 4005 - FAA Program Expansion -

The legislature adopted an increase to fund FAA required planning and equipment to increase safety through projects such as an airport master plan, airport rescue and firefighting equipment, and Automated Weather Observation System replacement. The federal special revenue will be matched with the Yellowstone Airport proprietary fund.

DP 4017 - Bonanza A36 Engine Replacement (Biennial/OTO) -

The legislature adopted a one-time-only increase in state special revenue appropriations in FY 2024. The increase will fund replacement of the Bonanza A36 airplane engine with an overhauled engine, per the manufacturer's recommendation. The aircraft is used to carry out the mission and goals of the Aeronautics Division and as a secondary search and rescue asset.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	0	(9,814)	(8,040)	(17,854)	0.00	0	(12,086)	(9,904)	(21,990)
DP 555 - Additional Vacancy Savings	0.00	0	(8,426)	(261)	(8,687)	0.00	0	(8,480)	(262)	(8,742)
Total	0.00	\$0	(\$18,240)	(\$8,301)	(\$26,541)	0.00	\$0	(\$20,566)	(\$10,166)	(\$30,732)

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

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

Other Issues -

Yellowstone Airport – 06007

Program Description

The Yellowstone Airport located two miles north of the Town of West Yellowstone, Montana provides the closest private and commercial air service to Yellowstone National Park, as well as service for a multitude of other recreational opportunities in the surrounding greater Yellowstone area. The airport is closed during the winter months, conducting limited snow removal in fringe seasons. The airport is typically open for six months each year with seasonal commercial air service provided by SkyWest Air Lines dba Delta Connection and SkyWest Air Lines dba United Express from early-May to mid-October. The airport accomplishes its mission with facilities to accommodate all sized aircraft and operations ranging from large four engine commercial service jets to small single engine aircraft.

Airside facilities at the airport include an 8,400' runway and taxiway, as well as large parking apron and hangar areas for all types of aircraft operations. The runway is equipped with a precision approach instrument landing system (ILS) and a GPS approach accommodating air traffic even during inclement weather conditions. The airport also supports and maintains an Automated Weather Observing System (AWOS) which reports directly to the National Weather Service (NWS) and broadcasts locally to air traffic over a VHF transmission. Other airport facilities include a commercial terminal building with tenants that include a restaurant, rental car agencies, Transportation Security Administration (TSA) offices, airline offices, and airport administration and operations. Also located on the field are several outbuildings and other facilities housing bulk fuel storage, a fixed based operator (FBO), an air ambulance base, and Airport Rescue Fire Fighting (ARFF) services. The US Forest Service operates an inter-agency fire control center with direct through the fence access to the airfield. A wildlife fence surrounds the entire airport property.

Revenues and Expenses

Fees for leases and other business services are both market and recovery based. Additional operating expenses are planned in the 2025 biennium to keep the airport in compliance with FAA mandates and advisory circulars.

The Yellowstone Airport is an enterprise proprietary fund. There is one airport manager who works full time, year-round. The airport also has two other employees, an airport operation chief and an airport fire fighter/maintenance specialist who are employed seasonally.

2025 Biennium Report on Internal Service and Enterprise Funds

Fund	Fund Name	Agency #	Agency Name	Program Name
06007	YELLOWSTONE AIRPORT	54010	Transportation	Aeronautics

	Actual FY 20	Actual FY 21	Actual FY 22	Estimated FY 23	Proposed FY 24	Proposed FY 25
Operating Revenues						
Fees and Charges						
Fee Revenue A (FR01)	69,154	101,931	116,523	120,019	120,019	120,019
Other Operating Revenues (FR07)	351,014	365,023	481,129	495,563	495,563	495,563
Total Operating Revenues	420,168	466,953	597,653	615,582	615,582	615,582
Expenses						
Personal Services (EP01)	91,900	19,912	(9,280)	222,056	236,076	237,721
Other Operating Expense (EX01)	86,188	66,818	79	211,129	265,551	225,818
Total Operating Expense	178,088	86,730	(9,201)	433,185	501,627	463,539
Operating Income (Loss)	242,080	380,223	606,853	182,397	113,955	152,043
Nonoperating Revenues (NR01)	446,957	-	-	-	-	-
Nonoperating Expenses (NE01)	(242,234)	(441,347)	(424,971)	-	-	-
Total Nonoperating Revenues (Expenses)	204,723	(441,347)	(424,971)	-	-	-
Income (Loss) Before Contributions and Transfers	446,003	(61,123)	101,002	102,397	113,955	152,043
Capital Contributions (CA01)	226,106	71,781	31,360	-	-	-
Transfers In (CA02)	9,260	13,729	11,622	13,800	13,800	13,800
Transfers Out	-	-	-	-	-	-
Loans and Lease Payments	-	-	-	-	-	-
Change in Net Position	682,169	24,387	224,864	196,197	127,755	166,843
Beginning Net Position - July 1 (BN01)	9,868,559	10,550,729	10,575,116	10,799,980	10,996,177	11,123,932
Prior Period Adjustments	-	-	-	-	-	-
Change in Net Position	682,169	24,387	224,864	196,197	127,755	166,843
Ending Net Position - June 30	10,550,729	10,575,116	10,799,980	10,996,177	11,123,932	11,286,775
Net Position (Fund Balance) Analysis						
Restricted Net Position (Enterprise Funds Only)						
Unrestricted Net Position						

Rates for the Yellowstone Airport are as shown in the table below.

2023 Biennium Report on Internal Service and Enterprise Funds

Fund	Fund Name	Agency #	Agency Name	Program Name
06007	West Yellowstone	54010	Transportation	Aeronautics Program
Fee/Rate Information				
Fee & Revenue Group	Actuals FY 2022	Budgeted FY 2023	Proposed FY 2024	Proposed FY 2025
Landing Fees - Air Carrier	\$1.75 / 1,000lbs	\$1.75 / 1,000lbs	\$1.75 / 1,000lbs	\$1.75 / 1,000lbs
Landing Fees - Other Users	\$2.00 / 1000lbs. - \$25 min. (piston powered exempt)	\$2.25 / 1000lbs. - \$25 min. (piston powered exempt)	\$2.25 / 1000lbs. - \$25 min. (piston powered exempt)	\$2.25 / 1000lbs. - \$25 min. (piston powered exempt)
Fuel Flowage Fee - Air Carrier	\$0.07/Gallon	\$0.06/Gallon	\$0.06/Gallon	\$0.06/Gallon
Fuel Flowage Fee	\$0.10/Gallon	\$0.10/Gallon	\$0.10/Gallon	\$0.10/Gallon
Building Leases - Car rental, Airline	\$3.00/sq.ft.	\$3.25/sq.ft.	\$3.25/sq.ft.	\$3.25/sq.ft.
Building Leases - FBO, Hangar Ground	\$0.14/sq.ft. (improved) \$0.07 (unimproved)	\$0.14/sq.ft. (improved) \$0.07 (unimproved)	\$0.14/sq.ft. (improved) \$0.07 (unimproved)	\$0.14/sq.ft. (improved) \$0.07 (unimproved)
Adboards	\$225 ad board - \$400 special			
Tax Transfers	\$11,622	\$13,800	\$12,000	\$12,000
Sales Receipts - Café	12% of Gross Sales			
Sales Receipts - Other Users	10% of Gross Sales			
Non-Aero Rentals				
Nevada Testing	\$27,100 + utilities + usage fee	\$28,050 + utilities + usage fee	\$29,100 + utilities + usage fee	\$30,050 + utilities + usage fee
City	\$41,209/Year	\$41,827/Year	\$41,827/Year	\$41,827/Year
Energy West	\$19,831.83/Year	\$20,129.30/Year	\$20,431.4/Year	\$20,738/Year
Chamber - Snow Shoot	\$2,500 + \$220.00 per day occupancy	\$2,750 + \$235.00 per day occupancy	\$2,750 + \$235.00 per day occupancy	\$2,750 + \$235.00 per day occupancy

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	18,947,762	19,414,543	466,781	2.46 %
Operating Expenses	13,096,180	18,727,296	5,631,116	43.00 %
Equipment & Intangible Assets	781,682	1,100,000	318,318	40.72 %
Grants	39,474,327	52,504,030	13,029,703	33.01 %
Transfers	3,635,852	5,375,852	1,740,000	47.86 %
Total Expenditures	\$75,935,803	\$97,121,721	\$21,185,918	27.90 %
State/Other Special Rev. Funds	17,798,448	23,547,590	5,749,142	32.30 %
Federal Spec. Rev. Funds	58,137,355	73,574,131	15,436,776	26.55 %
Total Funds	\$75,935,803	\$97,121,721	\$21,185,918	27.90 %
Total Ongoing	\$75,935,803	\$97,121,721	\$21,185,918	27.90 %
Total OTO	\$0	\$0	\$0	0.00 %

Page Reference

LFD Budget Analysis C-127

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	99.76	99.76	99.76	99.76
Personal Services	8,798,667	9,340,678	9,607,084	9,677,196	9,737,347
Operating Expenses	4,734,075	6,492,625	6,603,555	9,202,690	9,524,606
Equipment & Intangible Assets	231,682	231,682	550,000	550,000	550,000
Grants	17,759,667	19,947,312	19,527,015	26,002,015	26,502,015
Transfers	1,611,392	1,822,926	1,812,926	2,562,926	2,812,926
Total Expenditures	\$33,135,483	\$37,835,223	\$38,100,580	\$47,994,827	\$49,126,894
State/Other Special Rev. Funds	6,707,738	8,874,173	8,924,275	11,730,951	11,816,639
Federal Spec. Rev. Funds	26,427,745	28,961,050	29,176,305	36,263,876	37,310,255
Total Funds	\$33,135,483	\$37,835,223	\$38,100,580	\$47,994,827	\$49,126,894
Total Ongoing	\$33,135,483	\$37,835,223	\$38,100,580	\$47,994,827	\$49,126,894
Total OTO	\$0	\$0	\$0	\$0	\$0

Page Reference

LFD Budget Analysis - page C-128

Funding

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

- Federal transit authority (FTA) local match funds provided from local transit providers to match their FTA grants
- TransADE special revenue, which in large part provides funding for transit services that serve the elderly and disabled (and can be also used to match federal transit funds)
- County DUI prevention funds, for providing assistance to county DUI task force activities
- Federal highway trust fund (03407), which provides for costs of highway program administration, activities, and projects

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

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	0	0	0	0.00 %	38,100,580	38,100,580	76,201,160	78.46 %
SWPL Adjustments	0	0	0	0.00 %	559,356	715,955	1,275,311	1.31 %
PL Adjustments	0	0	0	0.00 %	9,534,734	10,535,202	20,069,936	20.66 %
New Proposals	0	0	0	0.00 %	(199,843)	(224,843)	(424,686)	(0.44)%
Total Budget	\$0	\$0	\$0		\$47,994,827	\$49,126,894	\$97,121,721	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	57,027	114,469	171,496	0.00	0	77,050	155,230	232,280
DP 2 - Fixed Costs	0.00	0	(900)	0	(900)	0.00	0	(900)	0	(900)
DP 3 - Inflation Deflation	0.00	0	84,690	304,070	388,760	0.00	0	105,593	378,982	484,575
DP 4 - Equipment Rental Inflation	0.00	0	28,877	13,833	42,710	0.00	0	29,151	13,964	43,115
DP 30 - Motor Pool Rate Adjustment	0.00	0	(212)	(764)	(976)	0.00	0	(199)	(714)	(913)
DP 5005 - FHWA Programs Expansion	0.00	0	517,100	2,827,900	3,345,000	0.00	0	517,100	2,827,900	3,345,000
DP 5006 - FTA Program Expansion	0.00	0	225,000	2,123,000	2,348,000	0.00	0	275,000	2,323,000	2,598,000
DP 5007 - NHTSA Program Expansion	0.00	0	0	1,850,000	1,850,000	0.00	0	0	2,600,000	2,600,000
DP 5008 - TransADE Funding	0.00	0	1,800,000	0	1,800,000	0.00	0	1,800,000	0	1,800,000
DP 5009 - Blackfoot Post Yard Facility Remediation	0.00	0	150,000	0	150,000	0.00	0	150,000	0	150,000
Grand Total All Present Law Adjustments	0.00	\$0	\$2,861,582	\$7,232,508	\$10,094,090	0.00	\$0	\$2,952,795	\$8,298,362	\$11,251,157

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature adopted adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature adopted adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 4 - Equipment Rental Inflation -

The legislature adopted an increase to state and federal special revenue appropriations due to an increase in equipment rental usage and associated rate changes. This request will be used across several programs within the department.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 5005 - FHWA Programs Expansion -

The legislature adopted an increase to state and federal special revenue appropriation in FY 2024 and FY 2025 due to the Federal Highway Administration (FHWA) program expansion. The increase will fund the state match and federal authority for projects in the FHWA federal aid formula-based programs.

DP 5006 - FTA Program Expansion -

The legislature adopted an increase for the Federal Transit Administration (FTA) program expansion. The increase in grants will require state match and federal authority needed for projects in the FTA federal aid program that includes Formula Grants for Rural Areas, Metropolitan and Statewide Planning, Enhanced Mobility of Seniors and Individuals with Disabilities, and Grants for Buses and Bus Facilities Programs.

DP 5007 - NHTSA Program Expansion -

The legislature adopted an increase to federal special revenue appropriation in FY 2024 and FY 2025 due to the National Highway Traffic Safety Administration (NHTSA) program expansion. The increase will provide the federal authority needed for projects in the NHTSA federal aid program that includes the Highway Safety Programs and impaired driving, occupant protection, traffic records and data collection, and motorcycle safety programs of the National Priority Safety Programs.

DP 5008 - TransADE Funding -

The legislature adopted an increase of authority to the Transportation Assistance for the Disabled and Elderly (TransADE) Program, which provides match or operating assistance to transportation providers that serve the disabled and elderly throughout Montana.

DP 5009 - Blackfoot Post Yard Facility Remediation -

The legislature adopted an appropriation of \$150,000 in state special revenue in each year of the biennium for conducting remedial actions required by the Department of Environmental Quality. The site has not been fully characterized and cleanup standards have not been established. The cleanup will likely involve the excavation and possible treatment of contaminated soils and long-term groundwater monitoring beyond 2050.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	0	(21,449)	(77,010)	(98,459)	0.00	0	(26,765)	(96,061)	(122,826)
DP 555 - Additional Vacancy Savings	0.00	0	(33,457)	(67,927)	(101,384)	0.00	0	(33,666)	(68,351)	(102,017)
Total	0.00	\$0	(\$54,906)	(\$144,937)	(\$199,843)	0.00	\$0	(\$60,431)	(\$164,412)	(\$224,843)

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

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

Agency Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Agency Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	19,104,370	20,901,239	1,796,869	9.41 %
Operating Expenses	8,793,586	9,031,874	238,288	2.71 %
Equipment & Intangible Assets	514,185	567,361	53,176	10.34 %
Benefits & Claims	0	300,000	300,000	0.00 %
Transfers	741,962	798,962	57,000	7.68 %
Total Expenditures	\$29,154,103	\$31,599,436	\$2,445,333	8.39 %
General Fund	6,955,248	8,000,558	1,045,310	15.03 %
State/Other Special Rev. Funds	17,987,376	18,994,239	1,006,863	5.60 %
Federal Spec. Rev. Funds	4,211,479	4,604,639	393,160	9.34 %
Total Funds	\$29,154,103	\$31,599,436	\$2,445,333	8.39 %
Total Ongoing	\$28,408,491	\$31,293,375	\$2,884,884	10.16 %
Total OTO	\$745,612	\$306,061	(\$439,551)	(58.95)%

Page Reference

LFD Budget Analysis C-132

Agency Highlights

**Department of Livestock
Major Budget Highlights**

The legislature approved an increase of 8.4% or \$2.4 million in total appropriations when compared to the 2023 biennium including:

- Statewide present law adjustments - \$1.5 million
- One-time-only appropriations for laboratory equipment, veterinary vehicles, and law enforcement equipment - \$466,951
- Operational increase for the Livestock Loss Board and meat and poultry inspections - \$430,000
- Increased general fund for predator loss compensation - \$300,000
- Overtime for the Brands Division - \$190,000
- Funding for brucellosis surveillance - \$100,000

Agency Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	132.87	132.87	137.87	137.87
Personal Services	9,246,186	9,450,860	9,653,510	10,426,029	10,475,210
Operating Expenses	3,453,599	4,675,982	4,117,604	4,547,761	4,484,113
Equipment & Intangible Assets	150,000	416,980	97,205	502,156	65,205
Benefits & Claims	0	0	0	150,000	150,000
Transfers	292,503	342,481	399,481	399,481	399,481
Total Expenditures	\$13,142,288	\$14,886,303	\$14,267,800	\$16,025,427	\$15,574,009
General Fund	3,086,472	3,467,012	3,488,236	3,988,979	4,011,579
State/Other Special Rev. Funds	8,243,116	9,323,843	8,663,533	9,740,313	9,253,926
Federal Spec. Rev. Funds	1,812,700	2,095,448	2,116,031	2,296,135	2,308,504
Total Funds	\$13,142,288	\$14,886,303	\$14,267,800	\$16,025,427	\$15,574,009
Total Ongoing	\$12,946,671	\$14,382,691	\$14,025,800	\$15,638,921	\$15,654,454
Total OTO	\$195,617	\$503,612	\$242,000	\$386,506	(\$80,445)

Page Reference

LFD Budget Analysis C-133

Executive Budget Comparison

The following table compares the legislative budget for the biennium to the budget requested by the Governor by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Approp. Fiscal 2023	Executive Budget Fiscal 2024	Legislative Budget Fiscal 2024	Leg — Exec. Difference Fiscal 2024	Executive Budget Fiscal 2025	Legislative Budget Fiscal 2025	Leg — Exec. Difference Fiscal 2025	Biennium Difference Fiscal 24-25
FTE	132.87	137.87	137.87	0.00	137.87	137.87	0.00	0.00
Personal Services	9,653,510	10,533,311	10,426,029	(107,282)	10,583,011	10,475,210	(107,801)	(215,083)
Operating Expenses	4,117,604	4,624,392	4,547,761	(76,631)	4,576,987	4,484,113	(92,874)	(169,505)
Equipment & Intangible Assets	97,205	502,156	502,156	0	65,205	65,205	0	0
Grants	0	0	0	0	0	0	0	0
Benefits & Claims	0	0	150,000	150,000	0	150,000	150,000	300,000
Transfers	399,481	399,481	399,481	0	399,481	399,481	0	0
Total Costs	\$14,267,800	\$16,059,340	\$16,025,427	(\$33,913)	\$15,624,684	\$15,574,009	(\$50,675)	(\$84,588)
General Fund	3,488,236	3,885,799	3,988,979	103,180	3,914,873	4,011,579	96,706	199,886
State/other Special Rev. Funds	8,663,533	9,853,595	9,740,313	(113,282)	9,375,383	9,253,926	(121,457)	(234,739)
Federal Spec. Rev. Funds	2,116,031	2,319,946	2,296,135	(23,811)	2,334,428	2,308,504	(25,924)	(49,735)
Other	0	0	0	0	0	0	0	0
Total Funds	\$14,267,800	\$16,059,340	\$16,025,427	(\$33,913)	\$15,624,684	\$15,574,009	(\$50,675)	(\$84,588)
Total Ongoing	\$14,025,800	\$15,592,389	\$15,638,921	\$46,532	\$15,624,684	\$15,654,454	\$29,770	\$76,302
Total OTO	\$242,000	\$466,951	\$386,506	(\$80,445)	\$0	(\$80,445)	(\$80,445)	(\$160,890)

The legislature approved total appropriations \$84,588 lower than the executive request, primarily general fund. Specifically, the legislature approved:

- Additional vacancy savings of 1.0% - (\$215,083)
- Adjustments to inflation - (\$145,424)
- Additional general fund for livestock loss - \$300,000
- Adjustments to SABHRS and motor pool rates (\$24,081)

Funding

The following table shows adopted agency funding for all sources of authority.

Total Department of Livestock Funding by Source of Authority 2025 Biennium Budget Request - Department of Livestock						
Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	8,015,820	(15,262)	0	0	8,000,558	21.39 %
State Special Total	18,667,628	326,611	0	2,950,000	21,944,239	58.67 %
Federal Special Total	4,609,927	(5,288)	0	0	4,604,639	12.31 %
Proprietary Total	0	0	2,855,356	0	2,855,356	7.63 %
Other Total	0	0	0	0	0	0.00 %
Total All Funds	\$31,293,375	\$306,061	\$2,855,356	\$2,950,000	\$37,404,792	
Percent - Total All Sources	83.66 %	0.82 %	7.63 %	7.89 %		

The Department of Livestock is funded with general fund, state special revenue, federal special revenue, and proprietary funding. General fund supports some administrative functions, the diagnostic lab, and provides matching funds for federal revenue expended on meat and poultry inspections. State special revenue is primarily from taxes and fees assessed to livestock owners. Two state special revenue funds comprise 89.0% of all state special revenues in the HB2 budget, the livestock per capita fee, which is assessed on a per animal basis, and fees charged for inspections and brand recording.

Budget Summary by Category

The following table summarizes the total budget by base, present law adjustments, and new proposals. For a description of these categories, please see the glossary.

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	3,408,236	3,408,236	6,816,472	85.20 %	14,025,800	14,025,800	28,051,600	88.77 %
SWPL Adjustments	194,973	225,970	420,943	5.26 %	916,356	950,462	1,866,818	5.91 %
PL Adjustments	162,660	160,875	323,535	4.04 %	348,644	347,275	695,919	2.20 %
New Proposals	223,110	216,498	439,608	5.49 %	734,627	250,472	985,099	3.12 %
Total Budget	\$3,988,979	\$4,011,579	\$8,000,558		\$16,025,427	\$15,574,009	\$31,599,436	

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	2,709,784	2,816,148	106,364	3.93 %
Operating Expenses	1,519,353	1,658,515	139,162	9.16 %
Equipment & Intangible Assets	150,000	0	(150,000)	(100.00)%
Benefits & Claims	0	300,000	300,000	0.00 %
Transfers	204,962	204,962	0	0.00 %
Total Expenditures	\$4,584,099	\$4,979,625	\$395,526	8.63 %
General Fund	253,565	591,921	338,356	133.44 %
State/Other Special Rev. Funds	4,330,534	4,387,704	57,170	1.32 %
Total Funds	\$4,584,099	\$4,979,625	\$395,526	8.63 %
Total Ongoing	\$4,414,099	\$5,034,151	\$620,052	14.05 %
Total OTO	\$170,000	(\$54,526)	(\$224,526)	(132.07)%

Page Reference

LFD Budget Analysis C-138

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	17.00	17.00	17.00	17.00
Personal Services	1,289,684	1,293,083	1,416,701	1,404,055	1,412,093
Operating Expenses	507,851	780,770	738,583	859,386	799,129
Equipment & Intangible Assets	150,000	150,000	0	0	0
Benefits & Claims	0	0	0	150,000	150,000
Transfers	100,476	102,481	102,481	102,481	102,481
Total Expenditures	\$2,048,011	\$2,326,334	\$2,257,765	\$2,515,922	\$2,463,703
General Fund	113,804	125,141	128,424	296,535	295,386
State/Other Special Rev. Funds	1,934,207	2,201,193	2,129,341	2,219,387	2,168,317
Total Funds	\$2,048,011	\$2,326,334	\$2,257,765	\$2,515,922	\$2,463,703
Total Ongoing	\$1,888,011	\$2,166,334	\$2,247,765	\$2,543,185	\$2,490,966
Total OTO	\$160,000	\$160,000	\$10,000	(\$27,263)	(\$27,263)

Page Reference

LFD Budget Analysis C-139

Funding

The Centralized Services Division is funded primarily with state special revenue, of which the primary source is fees assessed on each head of livestock in the state commonly known as the livestock per-capita fund. The Milk Control Bureau and the Milk Control Board are funded from fees charged to producers, distributors, and producer-distributors. General fund supports the activities of the Livestock Loss Board. Statutory appropriations do not require re-authorization by the

legislature, the division expends state special revenue that is statutorily appropriated to the agency for livestock loss prevention and livestock loss compensation.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	128,424	128,424	256,848	43.39 %	2,247,765	2,247,765	4,495,530	90.28 %
SWPL Adjustments	3,472	4,388	7,860	1.33 %	129,415	82,225	211,640	4.25 %
PL Adjustments	16,000	14,000	30,000	5.07 %	16,913	14,692	31,605	0.63 %
New Proposals	148,639	148,574	297,213	50.21 %	121,829	119,021	240,850	4.84 %
Total Budget	\$296,535	\$295,386	\$591,921		\$2,515,922	\$2,463,703	\$4,979,625	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments	-----Fiscal 2024-----				-----Fiscal 2025-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	1,016	1,039	0	2,055	0.00	1,873	8,305	0	10,178
DP 2 - Fixed Costs	0.00	1,758	93,728	0	95,486	0.00	1,743	34,723	0	36,466
DP 3 - Inflation Deflation	0.00	698	31,176	0	31,874	0.00	772	34,809	0	35,581
DP 20 - SABHRS Rate Adjustment	0.00	0	923	0	923	0.00	0	701	0	701
DP 30 - Motor Pool Rate Adjustment	0.00	0	(10)	0	(10)	0.00	0	(9)	0	(9)
DP 102 - Livestock Loss Board Operations Augment	0.00	16,000	0	0	16,000	0.00	14,000	0	0	14,000
DP 222 - RMTD Adjustment	0.00	502	26,761	0	27,263	0.00	1,303	25,960	0	27,263
DP 223 - RMTD Adjustment (OTO)	0.00	(502)	(26,761)	0	(27,263)	0.00	(1,303)	(25,960)	0	(27,263)
Grand Total All Present Law Adjustments	0.00	\$19,472	\$126,856	\$0	\$146,328	0.00	\$18,388	\$78,529	\$0	\$96,917

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 20 - SABHRS Rate Adjustment -

The legislature adopted an increase to proposed SABHRS rates.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 102 - Livestock Loss Board Operations Augment -

The legislature approved an increase to the general fund appropriation to support operational expenses of the Livestock Loss Board.

DP 222 - RMTD Adjustment -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package eliminates the reduction included in DP 2. This change is necessary to designate the reduction as one-time-only in the budgeting system.

DP 223 - RMTD Adjustment (OTO) -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package designates the reduction as one-time-only.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 105 - Livestock Predatory Loss Augment	0.00	150,000	0	0	150,000	0.00	150,000	0	0	150,000
DP 333 - Adjustment to Inflation	0.00	(295)	(13,175)	0	(13,470)	0.00	(351)	(15,842)	0	(16,193)
DP 555 - Additional Vacancy Savings	0.00	(1,066)	(13,635)	0	(14,701)	0.00	(1,075)	(13,711)	0	(14,786)
Total	0.00	\$148,639	(\$26,810)	\$0	\$121,829	0.00	\$148,574	(\$29,553)	\$0	\$119,021

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

DP 105 - Livestock Predatory Loss Augment -

The legislature approved additional general fund to compensate for economic losses due to predators.

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	9,152,999	10,318,235	1,165,236	12.73 %
Operating Expenses	6,043,554	5,816,564	(226,990)	(3.76)%
Equipment & Intangible Assets	364,185	417,361	53,176	14.60 %
Transfers	537,000	594,000	57,000	10.61 %
Total Expenditures	\$16,097,738	\$17,146,160	\$1,048,422	6.51 %
General Fund	6,701,683	7,408,637	706,954	10.55 %
State/Other Special Rev. Funds	5,184,576	5,132,884	(51,692)	(1.00)%
Federal Spec. Rev. Funds	4,211,479	4,604,639	393,160	9.34 %
Total Funds	\$16,097,738	\$17,146,160	\$1,048,422	6.51 %
Total Ongoing	\$15,570,738	\$16,907,069	\$1,336,331	8.58 %
Total OTO	\$527,000	\$239,091	(\$287,909)	(54.63)%

Page Reference

LFD Budget Analysis C-142

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	62.76	62.76	66.76	66.76
Personal Services	4,276,987	4,464,259	4,688,740	5,145,869	5,172,366
Operating Expenses	2,390,981	3,334,047	2,709,507	2,897,705	2,918,859
Equipment & Intangible Assets	0	266,980	97,205	352,156	65,205
Transfers	192,027	240,000	297,000	297,000	297,000
Total Expenditures	\$6,859,995	\$8,305,286	\$7,792,452	\$8,692,730	\$8,453,430
General Fund	2,972,668	3,341,871	3,359,812	3,692,444	3,716,193
State/Other Special Rev. Funds	2,074,627	2,867,967	2,316,609	2,704,151	2,428,733
Federal Spec. Rev. Funds	1,812,700	2,095,448	2,116,031	2,296,135	2,308,504
Total Funds	\$6,859,995	\$8,305,286	\$7,792,452	\$8,692,730	\$8,453,430
Total Ongoing	\$6,859,995	\$8,010,286	\$7,560,452	\$8,429,709	\$8,477,360
Total OTO	\$0	\$295,000	\$232,000	\$263,021	(\$23,930)

Page Reference

LFD Budget Analysis C-143

Funding

The Animal Health Division is funded primarily with general fund and state special revenue. General fund primarily supports personal services and operations for the diagnostic laboratory, animal health programs, meat and poultry inspection, and information technology. State special revenues is generated from per head livestock tax and fees charged for milk and egg inspection. State special revenues are matched with federal funds for meat and poultry inspection and animal health. Non-budgeted proprietary funds are generated from fees for service at the Montana Veterinary Diagnostic Laboratory.

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	3,279,812	3,279,812	6,559,624	88.54 %	7,560,452	7,560,452	15,120,904	88.19 %
SWPL Adjustments	191,501	221,582	413,083	5.58 %	455,886	513,428	969,314	5.65 %
PL Adjustments	146,660	146,875	293,535	3.96 %	242,665	243,135	485,800	2.83 %
New Proposals	74,471	67,924	142,395	1.92 %	433,727	136,415	570,142	3.33 %
Total Budget	\$3,692,444	\$3,716,193	\$7,408,637		\$8,692,730	\$8,453,430	\$17,146,160	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2024-----				-----Fiscal 2025-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	82,885	57,878	67,058	207,821	0.00	92,833	67,046	74,563	234,442
DP 2 - Fixed Costs	0.00	36,949	79,885	14,548	131,382	0.00	36,591	79,225	14,348	130,164
DP 3 - Inflation Deflation	0.00	71,667	22,077	22,939	116,683	0.00	92,158	26,626	30,038	148,822
DP 30 - Motor Pool Rate Adjustment	0.00	(3,340)	(561)	(3,434)	(7,335)	0.00	(3,125)	(526)	(3,214)	(6,865)
DP 222 - RMTD Adjustment	0.00	6,730	14,550	2,650	23,930	0.00	6,727	14,565	2,638	23,930
DP 223 - RMTD Adjustment (OTO)	0.00	(6,730)	(14,550)	(2,650)	(23,930)	0.00	(6,727)	(14,565)	(2,638)	(23,930)
DP 404 - M&PI Operational Augmentation	0.00	100,000	0	100,000	200,000	0.00	100,000	0	100,000	200,000
DP 405 - DSA Augmentation	0.00	50,000	0	0	50,000	0.00	50,000	0	0	50,000
Grand Total All Present Law Adjustments	0.00	\$338,161	\$159,279	\$201,111	\$698,551	0.00	\$368,457	\$172,371	\$215,735	\$756,563

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 222 - RMTD Adjustment -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package eliminates the reduction included in DP 2. This change is necessary to designate the reduction as one-time-only in the budgeting system.

DP 223 - RMTD Adjustment (OTO) -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package designates the reduction as one-time-only.

DP 404 - M&PI Operational Augmentation -

The legislature approved an increase in appropriation to fund operational increases related to meat and poultry inspections. This proposal would be funded from the general fund and federal sources.

DP 405 - DSA Augmentation -

The legislature approved general fund to cover the additional brucellosis testing and the increased cost of the screening test in Montana's Designated Surveillance Area.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 99 - New Fixed Costs	0.00	245	0	3,026	3,271	0.00	245	0	3,026	3,271
DP 333 - Adjustment to Inflation	0.00	(21,990)	(6,774)	(7,039)	(35,803)	0.00	(28,510)	(8,237)	(9,293)	(46,040)
DP 401 - MVDL Lab Equipment Purchase (RST/BIEN/OTO)	0.00	0	236,951	0	236,951	0.00	0	0	0	0
DP 403 - Additional Meat & Poultry Inspectors	4.00	116,345	0	116,344	232,689	4.00	116,422	0	116,422	232,844
DP 406 - Vet Truck Purchase (RST/BIEN/OTO)	0.00	0	50,000	0	50,000	0.00	0	0	0	0
DP 555 - Additional Vacancy Savings	0.00	(20,129)	(19,914)	(13,338)	(53,381)	0.00	(20,233)	(20,010)	(13,417)	(53,660)
Total	4.00	\$74,471	\$260,263	\$98,993	\$433,727	4.00	\$67,924	(\$28,247)	\$96,738	\$136,415

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

DP 99 - New Fixed Costs -

The legislature approved funding for a new fixed cost for the Chief Data Office. Additionally, the legislature approved appropriations of \$6,452 for the agency to provide funding for a new fixed cost for the State Management Training Center. This appropriation is offset by a reduction to the existing training budget in the agency. The rates charged for this service are approved in the section of the budget that provides the services.

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 401 - MVDL Lab Equipment Purchase (RST/BIEN/OTO) -

The legislature approved a one-time-only appropriation of state special revenue to purchase equipment for the diagnostic laboratory. The equipment will be used by the Montana Veterinary Diagnostic Laboratory to identify microorganisms. The equipment will replace obsolete and end of life equipment currently in use.

DP 403 - Additional Meat & Poultry Inspectors -

The legislature approved an increase of 4.00 FTE, meat & poultry inspectors, funded with general fund and federal special revenue to meet the continued growth in requested inspections.

DP 406 - Vet Truck Purchase (RST/BIEN/OTO) -

The legislature approved a one-time-only appropriation of state special revenue to purchase a truck for the Animal Health Bureau Veterinarian. The truck will require extensive modifications which precludes leasing it from the motor pool. This will replace the current vehicle which, is thirteen years old and has high mileage.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	7,241,587	7,766,856	525,269	7.25 %
Operating Expenses	1,230,679	1,556,795	326,116	26.50 %
Equipment & Intangible Assets	0	150,000	150,000	0.00 %
Total Expenditures	\$8,472,266	\$9,473,651	\$1,001,385	11.82 %
State/Other Special Rev. Funds	8,472,266	9,473,651	1,001,385	11.82 %
Total Funds	\$8,472,266	\$9,473,651	\$1,001,385	11.82 %
Total Ongoing	\$8,423,654	\$9,352,155	\$928,501	11.02 %
Total OTO	\$48,612	\$121,496	\$72,884	149.93 %

Page Reference

LFD Budget Analysis C-147

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	53.11	53.11	54.11	54.11
Personal Services	3,679,515	3,693,518	3,548,069	3,876,105	3,890,751
Operating Expenses	554,767	561,165	669,514	790,670	766,125
Equipment & Intangible Assets	0	0	0	150,000	0
Total Expenditures	\$4,234,282	\$4,254,683	\$4,217,583	\$4,816,775	\$4,656,876
State/Other Special Rev. Funds	4,234,282	4,254,683	4,217,583	4,816,775	4,656,876
Total Funds	\$4,234,282	\$4,254,683	\$4,217,583	\$4,816,775	\$4,656,876
Total Ongoing	\$4,198,665	\$4,206,071	\$4,217,583	\$4,666,027	\$4,686,128
Total OTO	\$35,617	\$48,612	\$0	\$150,748	(\$29,252)

Page Reference

LFD Budget Analysis C-148

Funding

The Brands Enforcement Division is funded with revenue generated from fees charged for brand recording and market and local inspections, as well as fees charged to stockowners on each head of livestock. This is commonly referred to as per-capita fees.

Program Budget Summary by Category

Budget Summary by Category									
Budget Item	-----General Fund-----				-----Total Funds-----				
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	
2023 Base Budget	0	0	0	0.00 %	4,217,583	4,217,583	8,435,166	89.04 %	
SWPL Adjustments	0	0	0	0.00 %	331,055	354,809	685,864	7.24 %	
PL Adjustments	0	0	0	0.00 %	89,066	89,448	178,514	1.88 %	
New Proposals	0	0	0	0.00 %	179,071	(4,964)	174,107	1.84 %	
Total Budget	\$0	\$0	\$0		\$4,816,775	\$4,656,876	\$9,473,651		

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	219,413	0	219,413	0.00	0	234,180	0	234,180
DP 2 - Fixed Costs	0.00	0	69,644	0	69,644	0.00	0	68,955	0	68,955
DP 3 - Inflation Deflation	0.00	0	41,998	0	41,998	0.00	0	51,674	0	51,674
DP 30 - Motor Pool Rate Adjustment	0.00	0	(5,934)	0	(5,934)	0.00	0	(5,552)	0	(5,552)
DP 222 - RMTD Adjustment	0.00	0	29,252	0	29,252	0.00	0	29,252	0	29,252
DP 223 - RMTD Adjustment (OTO)	0.00	0	(29,252)	0	(29,252)	0.00	0	(29,252)	0	(29,252)
DP 602 - Brands Division Overtime Augmentation	0.00	0	95,000	0	95,000	0.00	0	95,000	0	95,000
Grand Total All Present Law Adjustments	0.00	\$0	\$420,121	\$0	\$420,121	0.00	\$0	\$444,257	\$0	\$444,257

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 222 - RMTD Adjustment -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package eliminates the reduction included in DP 2. This change is necessary to designate the reduction as one-time-only in the budgeting system.

DP 223 - RMTD Adjustment (OTO) -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package designates the reduction as one-time-only.

DP 602 - Brands Division Overtime Augmentation -

The legislature approved state special revenue for overtime expense for the Brands Division's Market Enforcement staff.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 99 - New Fixed Costs	0.00	0	450	0	450	0.00	0	450	0	450
DP 333 - Adjustment to Inflation	0.00	0	(15,002)	0	(15,002)	0.00	0	(18,916)	0	(18,916)
DP 555 - Additional Vacancy Savings	0.00	0	(39,200)	0	(39,200)	0.00	0	(39,355)	0	(39,355)
DP 601 - Brands Equipment Upgrades (RST/BIEN/OTO)	0.00	0	180,000	0	180,000	0.00	0	0	0	0
DP 603 - Additional Market Staff	1.00	0	52,823	0	52,823	1.00	0	52,857	0	52,857
Total	1.00	\$0	\$179,071	\$0	\$179,071	1.00	\$0	(\$4,964)	\$0	(\$4,964)

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

DP 99 - New Fixed Costs -

The legislature approved appropriations for the agency to provide funding for a new fixed cost for the Chief Data Office. Additionally, the legislature approved appropriations of \$900 for the agency to provide funding for a new fixed cost for the State Management Training Center. This appropriation is offset by a reduction to the existing training budget in the agency. The rates charged for this service are approved in the section of the budget that provides the services.

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

DP 601 - Brands Equipment Upgrades (RST/BIEN/OTO) -

The legislature approved a one-time-only appropriation of state special revenue to fund equipment upgrades for enforcement and market operations. The funding would purchase law enforcement radios, livestock trailers, and other equipment.

DP 603 - Additional Market Staff -

The legislature approved an appropriation of state special revenue to fund 1.00 FTE in the Brands Market staff.

Agency Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Agency Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	88,822,671	92,521,444	3,698,773	4.16 %
Operating Expenses	42,388,200	56,540,399	14,152,199	33.39 %
Equipment & Intangible Assets	2,973,832	2,823,032	(150,800)	(5.07)%
Local Assistance	4,116,180	6,116,180	2,000,000	48.59 %
Grants	5,227,418	7,225,428	1,998,010	38.22 %
Benefits & Claims	800,000	800,000	0	0.00 %
Transfers	3,466,496	3,448,486	(18,010)	(0.52)%
Debt Service	4,656,100	4,527,532	(128,568)	(2.76)%
Total Expenditures	\$152,450,897	\$174,002,501	\$21,551,604	14.14 %
General Fund	64,075,066	74,734,584	10,659,518	16.64 %
State/Other Special Rev. Funds	84,237,211	95,032,176	10,794,965	12.81 %
Federal Spec. Rev. Funds	4,138,620	4,235,741	97,121	2.35 %
Total Funds	\$152,450,897	\$174,002,501	\$21,551,604	14.14 %
Total Ongoing	\$152,252,197	\$168,536,810	\$16,284,613	10.70 %
Total OTO	\$198,700	\$5,465,691	\$5,266,991	2,650.73 %

Page Reference

LFD Budget Analysis C-151

Agency Highlights

**Department of Natural Resources and Conservation
Major Budget Highlights**

The legislature approved an increase of \$21.6 million, or 14.1% when compared to the 2023 biennium. Funding increases include:

- Adjustments for personal services, inflation, and fixed costs - \$5.6 million
- Water resources development - \$3.0 million
- Water and wastewater projects - \$2.9 million
- State-owned dam and irrigation infrastructure, operation, maintenance, and safety - \$2.1 million
- Funding for conservation districts - \$2.3 million
- Fire protection and mitigation programs - \$1.7 million
- Trust lands operation and maintenance - \$1.3 million
- Weather modification study - \$300,000
- Regional water authority expansion - \$283,846
- Director's Office new project manager 1.00 FTE - \$241,892
- Forestry communications coordinator - \$197,258
- Grass commission augmentation - \$160,000
- Other proposals for infrastructure, operations, invasive species, and internship programs - \$532,715

Agency Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	539.61	539.61	540.61	540.61
Personal Services	41,376,729	43,742,274	45,080,397	46,131,965	46,389,479
Operating Expenses	18,583,567	20,991,711	21,396,489	28,101,104	28,439,295
Equipment & Intangible Assets	1,666,313	1,620,766	1,353,066	1,436,516	1,386,516
Local Assistance	989,300	2,058,090	2,058,090	3,058,090	3,058,090
Grants	2,648,021	2,689,704	2,537,714	3,237,714	3,987,714
Benefits & Claims	0	400,000	400,000	400,000	400,000
Transfers	1,690,589	1,742,253	1,724,243	1,724,243	1,724,243
Debt Service	2,177,955	2,392,334	2,263,766	2,263,766	2,263,766
Total Expenditures	\$69,132,474	\$75,637,132	\$76,813,765	\$86,353,398	\$87,649,103
General Fund	30,225,435	31,501,212	32,573,854	37,423,743	37,310,841
State/Other Special Rev. Funds	36,965,101	42,067,923	42,169,288	46,814,286	48,217,890
Federal Spec. Rev. Funds	1,941,938	2,067,997	2,070,623	2,115,369	2,120,372
Total Funds	\$69,132,474	\$75,637,132	\$76,813,765	\$86,353,398	\$87,649,103
Total Ongoing	\$68,983,774	\$75,488,432	\$76,763,765	\$83,829,480	\$84,707,330
Total OTO	\$148,700	\$148,700	\$50,000	\$2,523,918	\$2,941,773

Page Reference

LFD Budget Analysis C-152

Executive Budget Comparison

The following table compares the legislative budget for the biennium to the budget requested by the Governor by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Approp. Fiscal 2023	Executive Budget Fiscal 2024	Legislative Budget Fiscal 2024	Leg — Exec. Difference Fiscal 2024	Executive Budget Fiscal 2025	Legislative Budget Fiscal 2025	Leg — Exec. Difference Fiscal 2025	Biennium Difference Fiscal 24-25
FTE	539.61	540.61	540.61	0.00	540.61	540.61	0.00	0.00
Personal Services	45,080,397	46,617,356	46,131,965	(485,391)	46,877,580	46,389,479	(488,101)	(973,492)
Operating Expenses	21,396,489	27,737,916	28,101,104	363,188	28,076,761	28,439,295	362,534	725,722
Equipment & Intangible Assets	1,353,066	1,436,516	1,436,516	0	1,386,516	1,386,516	0	0
Capital Outlay	0	0	0	0	0	0	0	0
Local Assistance	2,058,090	3,058,090	3,058,090	0	3,058,090	3,058,090	0	0
Grants	2,537,714	2,487,714	3,237,714	750,000	2,487,714	3,987,714	1,500,000	2,250,000
Benefits & Claims	400,000	400,000	400,000	0	400,000	400,000	0	0
Transfers	1,724,243	1,724,243	1,724,243	0	1,724,243	1,724,243	0	0
Debt Service	2,263,766	2,263,766	2,263,766	0	2,263,766	2,263,766	0	0
Total Costs	\$76,813,765	\$85,725,601	\$86,353,398	\$627,797	\$86,274,670	\$87,649,103	\$1,374,433	\$2,002,230
General Fund	32,573,854	37,470,481	37,423,743	(46,738)	37,359,469	37,310,841	(48,628)	(95,366)
State/other Special Rev. Funds	42,169,288	46,136,641	46,814,286	677,645	46,791,731	48,217,890	1,426,159	2,103,804
Federal Spec. Rev. Funds	2,070,623	2,118,479	2,115,369	(3,110)	2,123,470	2,120,372	(3,098)	(6,208)
Other	0	0	0	0	0	0	0	0
Total Funds	\$76,813,765	\$85,725,601	\$86,353,398	\$627,797	\$86,274,670	\$87,649,103	\$1,374,433	\$2,002,230
Total Ongoing	\$76,763,765	\$83,380,003	\$83,829,480	\$449,477	\$84,261,217	\$84,707,330	\$446,113	\$895,590
Total OTO	\$50,000	\$2,345,598	\$2,523,918	\$178,320	\$2,013,453	\$2,941,773	\$928,320	\$1,106,640

The legislature approved total appropriations \$2.0 million higher than the executive request, primarily for state special revenue grants to conservation districts. Specifically, the legislature approved additional:

- State special revenue grants to conservation districts - \$2.3 million
- Additional vacancy savings of 1.0% - (\$973,492)
- General fund for a weather modification study, one-time-only - \$300,000
- Funding for expansion of water districts - \$283,846
- General fund authority for the grass commission - \$160,000

Funding

The following table shows adopted agency funding for all sources of authority.

Total Department of Natural Resources and Conservation Funding by Source of Authority 2025 Biennium Budget Request - Department of Natural Resources and Conservation						
Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	71,862,894	2,871,690	0	0	74,734,584	40.38 %
State Special Total	92,438,175	2,594,001	0	2,372,794	97,404,970	52.64 %
Federal Special Total	4,235,741	0	0	1,210,966	5,446,707	2.94 %
Proprietary Total	0	0	7,470,292	0	7,470,292	4.04 %
Other Total	0	0	0	0	0	0.00 %
Total All Funds	\$168,536,810	\$5,465,691	\$7,470,292	\$3,583,760	\$185,056,553	
Percent - Total All Sources	91.07 %	2.95 %	4.04 %	1.94 %		

Department of Natural Resources and Conservation is primarily funded with general fund and state special revenue. Non-budgeted proprietary funds are supported with revenue from the state nursery and charges for air operations. Statutory appropriation of state special revenue support sage grouse programs and oil and gas mitigation projects. Statutory appropriation of federal revenue are reimbursements for forestry projects conducted under the Good Neighbor Authority.

Statutory Authority

DNRC has multiple statutory appropriations, including:

The oil and gas production damage mitigation state special revenue fund (82-11-161, MCA) is statutorily appropriated and under the authority of the Board of Oil and Gas. It receives up to \$650,000 from the Resource Indemnity Trust interest each biennium for the reclamation of drill sites and production areas associated with oil and natural gas production. Over the past five fiscal years, DNRC has expended an average of \$361,000 per fiscal year.

The Morrill trust land administration state special revenue fund (77-1-108, MCA) receives an \$80,000 transfer each biennium from the general fund for the purposes of administering the Morrill Trust lands. Over the past five fiscal years DNRC has expended an average of \$21,100 per fiscal year. Over the last ten years, the ending fund balance has grown at about 11.3% per year. The ending fund balance in FY 2022 was \$139,400.

The wildfire suppression state special revenue fund (73-13-150, MCA) pays for the state share of wildfire suppression. The fund receives revenue from the Governor’s unspent emergency general fund appropriation and general fund reversions in excess of 0.5% of the state general fund budget. Historically, the 10-year inflation adjusted average for state wildfire costs was \$25.0 million. Up to \$5.0 million is statutorily appropriated for fuel reduction, fire suppression equipment for county cooperatives, and other forest management programs.

The Sage Grouse Stewardship state special revenue account (76-22-109) is used to maintain, enhance, restore, expand, of benefit sage grouse habitat and populations. For FY 2018 through FY 2021 the fund receives a transfer of \$2.0 million from the general fund, starting in FY 2022 revenue is from compensatory mitigation as established in 76-22-111, MCA and donations.

The Good Neighbor Authority (GNA) state special revenue account (76-13-151, MCA) generates revenue from the sale of timber from GNA projects on federal lands. GNA allows the USDA Forest Service to enter into agreements with state forestry agencies to execute management work on federal forests within the state of Montana.

Budget Summary by Category

The following table summarizes the total budget by base, present law adjustments, and new proposals. For a description of these categories, please see the glossary.

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	32,573,854	32,573,854	65,147,708	87.17 %	76,763,765	76,763,765	153,527,530	88.23 %
SWPL Adjustments	1,260,372	1,394,484	2,654,856	3.55 %	3,072,126	3,439,591	6,511,717	3.74 %
PL Adjustments	1,175,829	1,153,912	2,329,741	3.12 %	2,899,454	2,902,450	5,801,904	3.33 %
New Proposals	2,413,688	2,188,591	4,602,279	6.16 %	3,618,053	4,543,297	8,161,350	4.69 %
Total Budget	\$37,423,743	\$37,310,841	\$74,734,584		\$86,353,398	\$87,649,103	\$174,002,501	

Language and Statutory Authority

The legislature adopted the following language in HB 2:

"During the 2025 biennium, the Department of Natural Resources and Conservation is authorized to decrease federal special revenue in the water 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 Environmental Protection Agency CAP grant funds allocated for administration of the grant have been expended or federal funds and bond proceeds will be used for other program purposes as authorized in law providing for the distribution of funds."

"During the 2025 biennium, up to \$1,500,000 of funds currently in or to be deposited in the Department of Natural Resources and Conservation Indirects state special revenue account is appropriated to the department for indirect pool expenditures."

"During the 2025 biennium, up to \$600,000 from the loan loss reserve account of the private loan program established in 85-1-603 is appropriated to the department for the purchase of prior liens on property held as loan security as provided in 85-1-615."

"During the 2025 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 2025 biennium, up to \$1,500,000 of funds currently in or to be deposited in the state project hydropower earnings account is appropriated to the department for the purpose of repairing, improving, or rehabilitating department state water projects."

"During the 2025 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 2025 biennium, up to \$1 million of funds currently in or to be deposited in the contract timber harvest account is appropriated to the department for contract harvesting, a tool to improve forest health and generate revenue for trust beneficiaries."

"During the 2025 biennium, up to \$150,000 of funds in the Trust Administration and Forest Improvement accounts are appropriated to the department for road maintenance on state trust lands due to damage from erosion, public use, flooding and/or post fire or other natural disaster restoration."

"During the 2025 biennium, up to \$100,000 of funds currently in or to be deposited in the Trust Administration account are appropriated to the department for agriculture and grazing management infrastructure on state trust lands and unexpected or emergency repair or replacement due to damage from public use, flooding, fire or other natural disasters."

"If HB 10 does not include an appropriation to the Department of Natural Resources and Conservation for the Financial Management System, then HB 2 general fund appropriation for the Financial Management System is reduced by \$199,853 in FY 2025, and state special revenue is reduced by \$15,5147 in FY 2025"

"During the 2025 biennium, up to \$3 million of earnings transferred from the conservation district fund created in HB 321 are appropriated from the conservation district account authorized in 76-15-106 for the purpose authorized in 76-15-502."

"Prior to December in each year of the 2025 biennium, the Department of Natural Resources and Conservation will report to the Water Policy Interim Committee on the progress of the weather modification feasibility study."

"The Director's Office includes an increase in general fund of \$190,566 in FY 2024 and \$233,158 in FY 2025, an increase in state special revenue of \$239,942 in FY 2024 and \$303,694 in FY 2025, and an increase of federal special revenue of \$14,124 in FY 2024 and \$15,423 in FY 2025. The increase was provided to offset inflationary impacts. The agency may allocate this increase in funding among programs when developing 2025 biennium operating plans."

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	11,329,918	12,062,629	732,711	6.47 %
Operating Expenses	4,029,713	5,933,701	1,903,988	47.25 %
Equipment & Intangible Assets	125,108	125,108	0	0.00 %
Transfers	1,000	1,000	0	0.00 %
Debt Service	955,530	968,258	12,728	1.33 %
Total Expenditures	\$16,441,269	\$19,090,696	\$2,649,427	16.11 %
General Fund	9,326,466	10,765,089	1,438,623	15.43 %
State/Other Special Rev. Funds	7,114,803	8,296,060	1,181,257	16.60 %
Federal Spec. Rev. Funds	0	29,547	29,547	0.00 %
Total Funds	\$16,441,269	\$19,090,696	\$2,649,427	16.11 %
Total Ongoing	\$16,441,269	\$18,836,558	\$2,395,289	14.57 %
Total OTO	\$0	\$254,138	\$254,138	100.00 %

Page Reference

LFD Budget Analysis C-161

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	60.75	60.75	61.75	61.75
Personal Services	5,393,724	5,588,816	5,741,102	6,015,100	6,047,529
Operating Expenses	2,048,188	2,135,802	1,893,911	2,820,727	3,112,974
Equipment & Intangible Assets	0	62,554	62,554	62,554	62,554
Transfers	0	500	500	500	500
Debt Service	471,388	471,401	484,129	484,129	484,129
Total Expenditures	\$7,913,300	\$8,259,073	\$8,182,196	\$9,383,010	\$9,707,686
General Fund	4,375,872	4,681,348	4,645,118	5,300,140	5,464,949
State/Other Special Rev. Funds	3,537,428	3,577,725	3,537,078	4,068,746	4,227,314
Federal Spec. Rev. Funds	0	0	0	14,124	15,423
Total Funds	\$7,913,300	\$8,259,073	\$8,182,196	\$9,383,010	\$9,707,686
Total Ongoing	\$7,913,300	\$8,259,073	\$8,182,196	\$9,255,941	\$9,580,617
Total OTO	\$0	\$0	\$0	\$127,069	\$127,069

Page Reference

LFD Budget Analysis C-162

Funding

The Director’s Office is funded with general fund and state special revenue generated from timber sales, taxes on oil and gas, fire protection taxes, and other taxes and fees. State special revenue is used to cover the costs of services provided to other programs in the department.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	4,645,118	4,645,118	9,290,236	86.30 %	8,182,196	8,182,196	16,364,392	85.72 %
SWPL Adjustments	330,871	266,884	597,755	5.55 %	595,209	481,458	1,076,667	5.64 %
PL Adjustments	321	213	534	0.01 %	573	404	977	0.01 %
New Proposals	323,830	552,734	876,564	8.14 %	605,032	1,043,628	1,648,660	8.64 %
Total Budget	\$5,300,140	\$5,464,949	\$10,765,089		\$9,383,010	\$9,707,686	\$19,090,696	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	123,433	95,836	0	219,269	0.00	141,887	110,152	0	252,039
DP 2 - Fixed Costs	0.00	129,223	107,778	0	237,001	0.00	35,500	34,949	0	70,449
DP 3 - Inflation Deflation	0.00	78,215	60,724	0	138,939	0.00	89,497	69,473	0	158,970
DP 20 - SABHRS Rate Adjustment	0.00	360	283	0	643	0.00	249	219	0	468
DP 30 - Motor Pool Rate Adjustment	0.00	(39)	(31)	0	(70)	0.00	(36)	(28)	0	(64)
DP 222 - RMTD Adjustment	0.00	12,503	10,428	0	22,931	0.00	11,555	11,376	0	22,931
DP 223 - RMTD Adjustment (OTO)	0.00	(12,503)	(10,428)	0	(22,931)	0.00	(11,555)	(11,376)	0	(22,931)
Grand Total All Present Law Adjustments	0.00	\$331,192	\$264,590	\$0	\$595,782	0.00	\$267,097	\$214,765	\$0	\$481,862

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 20 - SABHRS Rate Adjustment -

The legislature adopted an increase to proposed SABHRS rates.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 222 - RMTD Adjustment -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package eliminates the reduction included in DP 2. This change is necessary to designate the reduction as one-time-only in the budgeting system.

DP 223 - RMTD Adjustment (OTO) -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package designates the reduction as one-time-only.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 99 - New Fixed Costs	0.00	21,567	12,473	0	34,040	0.00	21,567	12,473	0	34,040
DP 333 - Adjustment to Inflation	0.00	(46,538)	(36,131)	0	(82,669)	0.00	(58,311)	(45,264)	0	(103,575)
DP 555 - Additional Vacancy Savings	0.00	(35,641)	(27,676)	0	(63,317)	0.00	(35,833)	(27,825)	0	(63,658)
DP 2101 - DO Project Manager/Business Analyst Position	1.00	68,876	53,470	0	122,346	1.00	67,300	52,246	0	119,546
DP 2104 - DO Financial Management System O & M	0.00	0	0	0	0	0.00	199,853	155,147	0	355,000
DP 2110 - Weather Modification Feasibility Study (RST/BIEN/OTO)	0.00	125,000	25,000	0	150,000	0.00	125,000	25,000	0	150,000
DP 3333 - Additional Adjustment to Inflation	0.00	190,566	239,942	14,124	444,632	0.00	233,158	303,694	15,423	552,275
Total	1.00	\$323,830	\$267,078	\$14,124	\$605,032	1.00	\$552,734	\$475,471	\$15,423	\$1,043,628

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

DP 99 - New Fixed Costs -

The legislature approved funding for a new fixed cost for the Chief Data Office. Additionally, the legislature approved \$68,000 for the agency to provide funding for a new fixed cost for the State Management Training Center. This appropriation is offset by a reduction to the existing training budget in the agency. The rates charged for this service are approved in the section of the budget that provides the services.

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

DP 2101 - DO Project Manager/Business Analyst Position -

The legislature approved an increase in general fund and state special revenue to support an additional 1.00 FTE as a project manager and business analyst. The new FTE will manage, coordinate, and oversee large technical projects within and across divisions and with third party vendors.

DP 2104 - DO Financial Management System O & M -

The legislature approved an increase in general fund and state special revenue funds for the annual ongoing maintenance costs for the DNRC Financial Management System. This request is contingent on the passage of the DNRC's HB 10 request.

DP 2110 - Weather Modification Feasibility Study (RST/BIEN/OTO) -

The legislature approved as one-time-only \$250,000 in general fund, and \$50,000 in state special revenue to conduct a study assessing the feasibility of implementing a watershed scale weather modification project in Montana.

DP 3333 - Additional Adjustment to Inflation -

The legislature adopted an additional adjustment to inflation included in DP 3.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison					
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change	
Personal Services	3,210,630	3,298,066	87,436	2.72 %	
Operating Expenses	965,510	1,047,030	81,520	8.44 %	
Equipment & Intangible Assets	133,100	180,000	46,900	35.24 %	
Debt Service	44,527	36,982	(7,545)	(16.94)%	
Total Expenditures	\$4,353,767	\$4,562,078	\$208,311	4.78 %	
State/Other Special Rev. Funds	4,139,139	4,346,320	207,181	5.01 %	
Federal Spec. Rev. Funds	214,628	215,758	1,130	0.53 %	
Total Funds	\$4,353,767	\$4,562,078	\$208,311	4.78 %	
Total Ongoing	\$4,353,767	\$4,587,882	\$234,115	5.38 %	
Total OTO	\$0	(\$25,804)	(\$25,804)	100.00 %	

Page Reference

LFD Budget Analysis C-166

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison						
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025	
FTE	0.00	19.50	19.50	19.50	19.50	
Personal Services	1,400,880	1,595,626	1,615,004	1,645,042	1,653,024	
Operating Expenses	327,740	473,136	492,374	521,935	525,095	
Equipment & Intangible Assets	79,112	76,550	56,550	90,000	90,000	
Debt Service	26,037	26,036	18,491	18,491	18,491	
Total Expenditures	\$1,833,769	\$2,171,348	\$2,182,419	\$2,275,468	\$2,286,610	
State/Other Special Rev. Funds	1,803,520	2,064,599	2,074,540	2,167,589	2,178,731	
Federal Spec. Rev. Funds	30,249	106,749	107,879	107,879	107,879	
Total Funds	\$1,833,769	\$2,171,348	\$2,182,419	\$2,275,468	\$2,286,610	
Total Ongoing	\$1,833,769	\$2,171,348	\$2,182,419	\$2,288,370	\$2,299,512	
Total OTO	\$0	\$0	\$0	(\$12,902)	(\$12,902)	

Page Reference

LFD Budget Analysis C-167

Funding

The division is funded through taxes levied on oil and gas production and fees paid by operators of class II injection wells. Statutory funds are appropriated for oil and gas damage mitigation.

57060 - Department Of Natural Resources And Conservation 22-Oil & Gas Conservation Div

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	0	0	0	0.00 %	2,182,419	2,182,419	4,364,838	95.68 %
SWPL Adjustments	0	0	0	0.00 %	73,364	86,723	160,087	3.51 %
PL Adjustments	0	0	0	0.00 %	46,387	46,331	92,718	2.03 %
New Proposals	0	0	0	0.00 %	(26,702)	(28,863)	(55,565)	(1.22)%
Total Budget	\$0	\$0	\$0		\$2,275,468	\$2,286,610	\$4,562,078	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	34,448	0	34,448	0.00	0	42,514	0	42,514
DP 2 - Fixed Costs	0.00	0	9,374	0	9,374	0.00	0	9,190	0	9,190
DP 3 - Inflation Deflation	0.00	0	29,542	0	29,542	0.00	0	35,019	0	35,019
DP 20 - SABHRS Rate Adjustment	0.00	0	165	0	165	0.00	0	109	0	109
DP 222 - RMTD Adjustment	0.00	0	12,902	0	12,902	0.00	0	12,902	0	12,902
DP 223 - RMTD Adjustment (OTO)	0.00	0	(12,902)	0	(12,902)	0.00	0	(12,902)	0	(12,902)
DP 2201 - BOGC Per Diem, Overtime, & Equipment Adjustment	0.00	0	46,222	0	46,222	0.00	0	46,222	0	46,222
Grand Total All Present Law Adjustments	0.00	\$0	\$119,751	\$0	\$119,751	0.00	\$0	\$133,054	\$0	\$133,054

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state state motor pool and motor pool leased vehicles, and repair and maintenance.

57060 - Department Of Natural Resources And Conservation 22-Oil & Gas Conservation Div

DP 20 - SABHRS Rate Adjustment -

The legislature adopted an increase to proposed SABHRS rates.

DP 222 - RMTD Adjustment -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package eliminates the reduction included in DP 2. This change is necessary to designate the reduction as one-time-only in the budgeting system.

DP 223 - RMTD Adjustment (OTO) -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package designates the reduction as one-time-only.

DP 2201 - BOGC Per Diem, Overtime, & Equipment Adjustment -

The legislature approved an increase in authority to fund overtime for field inspectors and per diem for member of the Board of Oil and Gas Conservation. This proposal would also increase authority to cover higher vehicle costs. This proposal would be funded with state special revenue form drilling permits, underground injection permits, and taxes on oil and gas production.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	0	(9,520)	0	(9,520)	0.00	0	(11,597)	0	(11,597)
DP 555 - Additional Vacancy Savings	0.00	0	(17,182)	0	(17,182)	0.00	0	(17,266)	0	(17,266)
Total	0.00	\$0	(\$26,702)	\$0	(\$26,702)	0.00	\$0	(\$28,863)	\$0	(\$28,863)

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

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

57060 - Department Of Natural Resources And Conservation 23-Conservation/resource Dev Div

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	5,353,544	5,576,757	223,213	4.17 %
Operating Expenses	5,719,359	7,018,076	1,298,717	22.71 %
Equipment & Intangible Assets	87,486	87,486	0	0.00 %
Local Assistance	4,116,180	6,116,180	2,000,000	48.59 %
Grants	4,532,488	6,530,498	1,998,010	44.08 %
Benefits & Claims	800,000	800,000	0	0.00 %
Transfers	18,010	0	(18,010)	(100.00)%
Debt Service	475,060	477,562	2,502	0.53 %
Total Expenditures	\$21,102,127	\$26,606,559	\$5,504,432	26.08 %
General Fund	3,607,500	3,963,684	356,184	9.87 %
State/Other Special Rev. Funds	16,878,055	22,026,303	5,148,248	30.50 %
Federal Spec. Rev. Funds	616,572	616,572	0	0.00 %
Total Funds	\$21,102,127	\$26,606,559	\$5,504,432	26.08 %
Total Ongoing	\$21,002,127	\$23,802,557	\$2,800,430	13.33 %
Total OTO	\$100,000	\$2,804,002	\$2,704,002	2,704.00 %

Page Reference

LFD Budget Analysis C-170

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	30.17	30.17	30.17	30.17
Personal Services	2,505,882	2,600,133	2,753,411	2,779,566	2,797,191
Operating Expenses	2,321,263	2,819,551	2,899,808	3,494,790	3,523,286
Equipment & Intangible Assets	0	43,743	43,743	43,743	43,743
Local Assistance	989,300	2,058,090	2,058,090	3,058,090	3,058,090
Grants	2,343,578	2,342,239	2,190,249	2,890,249	3,640,249
Benefits & Claims	0	400,000	400,000	400,000	400,000
Transfers	18,010	18,010	0	0	0
Debt Service	236,280	236,279	238,781	238,781	238,781
Total Expenditures	\$8,414,313	\$10,518,045	\$10,584,082	\$12,905,219	\$13,701,340
General Fund	1,468,850	1,781,124	1,826,376	1,970,929	1,992,755
State/Other Special Rev. Funds	6,637,172	8,428,635	8,449,420	10,626,004	11,400,299
Federal Spec. Rev. Funds	308,291	308,286	308,286	308,286	308,286
Total Funds	\$8,414,313	\$10,518,045	\$10,584,082	\$12,905,219	\$13,701,340
Total Ongoing	\$8,364,313	\$10,468,045	\$10,534,082	\$11,878,218	\$11,924,339
Total OTO	\$50,000	\$50,000	\$50,000	\$1,027,001	\$1,777,001

Page Reference

LFD Budget Analysis C-171

57060 - Department Of Natural Resources And Conservation 23-Conservation/resource Dev Div

Funding

The Conservation Resource and Development Division is funded primarily with state special revenue. State special revenue is used to fund the Conservation Districts Bureau, Resources Development Bureau, and sage grouse conservation programs. Sources of revenue include interest and earnings from the resource indemnity trust, resource indemnity tax distributions, bond proceeds, fees assessed on hydroelectric facilities, and production taxes on oil and gas. Statutory appropriations for sage grouse habitat are funded by mitigation fees from land developers and donations.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	1,826,376	1,826,376	3,652,752	92.16 %	10,534,082	10,534,082	21,068,164	79.18 %
SWPL Adjustments	13,535	41,807	55,342	1.40 %	244,703	302,494	547,197	2.06 %
PL Adjustments	(491)	(518)	(1,009)	(0.03)%	999,955	999,868	1,999,823	7.52 %
New Proposals	131,509	125,090	256,599	6.47 %	1,126,479	1,864,896	2,991,375	11.24 %
Total Budget	\$1,970,929	\$1,992,755	\$3,963,684		\$12,905,219	\$13,701,340	\$26,606,559	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments	-----Fiscal 2024-----				-----Fiscal 2025-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	(80,850)	136,263	0	55,413	0.00	(74,734)	147,958	0	73,224
DP 2 - Fixed Costs	0.00	15,459	24,622	0	40,081	0.00	15,126	24,464	0	39,590
DP 3 - Inflation Deflation	0.00	78,926	70,283	0	149,209	0.00	101,415	88,265	0	189,680
DP 20 - SABHRS Rate Adjustment	0.00	(491)	446	0	(45)	0.00	(518)	386	0	(132)
DP 222 - RMTD Adjustment	0.00	5,755	9,167	0	14,922	0.00	5,701	9,221	0	14,922
DP 223 - RMTD Adjustment (OTO)	0.00	(5,755)	(9,167)	0	(14,922)	0.00	(5,701)	(9,221)	0	(14,922)
DP 2305 - CARDD Reinst SSR Base Loan Approp & Fed Fund Re-Align	0.00	0	1,000,000	0	1,000,000	0.00	0	1,000,000	0	1,000,000
Grand Total All Present Law Adjustments	0.00	\$13,044	\$1,231,614	\$0	\$1,244,658	0.00	\$41,289	\$1,261,073	\$0	\$1,302,362

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

57060 - Department Of Natural Resources And Conservation 23-Conservation/resource Dev Div

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 20 - SABHRS Rate Adjustment -

The legislature adopted an increase to proposed SABHRS rates.

DP 222 - RMTD Adjustment -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package eliminates the reduction included in DP 2. This change is necessary to designate the reduction as one-time-only in the budgeting system.

DP 223 - RMTD Adjustment (OTO) -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package designates the reduction as one-time-only.

DP 2305 - CARDD Reinst SSR Base Loan Approp & Fed Fund Re-Align -

The legislature approved an increase in state special revenue authority for grant and loan programs for water and wastewater infrastructure.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	(21,786)	(19,400)	0	(41,186)	0.00	(28,114)	(24,469)	0	(52,583)
DP 555 - Additional Vacancy Savings	0.00	(14,205)	(15,053)	0	(29,258)	0.00	(14,296)	(15,148)	0	(29,444)
DP 2301 - CARDD Rangeland Resource Internship Program	0.00	12,500	12,500	0	25,000	0.00	12,500	12,500	0	25,000
DP 2302 - CARDD Montana Invasive Species Support	0.00	0	50,000	0	50,000	0.00	0	50,000	0	50,000
DP 2303 - CARDD Infrastructure (RST/OTO)	0.00	75,000	75,000	0	150,000	0.00	75,000	75,000	0	150,000
DP 2310 - Conservation District Augment (OTO)	0.00	0	750,000	0	750,000	0.00	0	1,500,000	0	1,500,000
DP 2320 - Regional Water Authority Administration (OTO)	0.00	0	141,923	0	141,923	0.00	0	141,923	0	141,923
DP 2330 - Grass Commission Augment	0.00	80,000	0	0	80,000	0.00	80,000	0	0	80,000
Total	0.00	\$131,509	\$994,970	\$0	\$1,126,479	0.00	\$125,090	\$1,739,806	\$0	\$1,864,896

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

57060 - Department Of Natural Resources And Conservation 23-Conservation/resource Dev Div

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

DP 2301 - CARDD Rangeland Resource Internship Program -

The legislature approved funding for the Rangeland Resource internship program. The internship program will supplement the education of students studying agriculture, rangeland management, biologists, soils studies, and other natural resource studies.

DP 2302 - CARDD Montana Invasive Species Support -

The legislature approved funding for the Montana Invasive Species Council (MISC) and support positions to assist the program with increasing demand. This proposal is funded with state special revenue from taxes on the production of metal mines, oil, and gas.

DP 2303 - CARDD Infrastructure (RST/OTO) -

The legislature approved funding for the anticipated increased workload that will occur with the Buy American Build American (BABA) and the American Rescue Plan Act (ARPA) federal programs. This will be funded with general fund and state special revenue. DNRC will establish modified FTE to support this work.

DP 2310 - Conservation District Augment (OTO) -

The legislature approved a one-time-only appropriation of state special revenue to support the operations of conservation districts.

DP 2320 - Regional Water Authority Administration (OTO) -

The legislature approved a one-time-only appropriation of state special revenue to support the administration of the expansion of regional water systems.

DP 2330 - Grass Commission Augment -

The legislature approved an increase in base funding for the Montana Grass Commission. The funding is sufficient to increase the base funding for the commission to \$135,000 per fiscal year.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	23,253,525	23,846,736	593,211	2.55 %
Operating Expenses	14,649,440	21,788,491	7,139,051	48.73 %
Equipment & Intangible Assets	365,698	316,998	(48,700)	(13.32)%
Transfers	83,182	83,182	0	0.00 %
Debt Service	1,924,700	1,778,226	(146,474)	(7.61)%
Total Expenditures	\$40,276,545	\$47,813,633	\$7,537,088	18.71 %
General Fund	22,817,265	29,006,006	6,188,741	27.12 %
State/Other Special Rev. Funds	16,903,370	18,232,627	1,329,257	7.86 %
Federal Spec. Rev. Funds	555,910	575,000	19,090	3.43 %
Total Funds	\$40,276,545	\$47,813,633	\$7,537,088	18.71 %
Total Ongoing	\$40,177,845	\$44,810,570	\$4,632,725	11.53 %
Total OTO	\$98,700	\$3,003,063	\$2,904,363	2,942.62 %

Page Reference

LFD Budget Analysis C-176

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	136.26	136.26	136.26	136.26
Personal Services	11,303,290	11,484,774	11,768,751	11,888,628	11,958,108
Operating Expenses	5,323,352	7,084,812	7,564,628	11,039,073	10,749,418
Equipment & Intangible Assets	323,338	232,199	133,499	183,499	133,499
Transfers	16,702	41,591	41,591	41,591	41,591
Debt Service	818,495	1,035,587	889,113	889,113	889,113
Total Expenditures	\$17,785,177	\$19,878,963	\$20,397,582	\$24,041,904	\$23,771,729
General Fund	11,025,706	11,118,968	11,698,297	14,685,392	14,320,614
State/Other Special Rev. Funds	6,519,994	8,482,631	8,420,739	9,070,167	9,162,460
Federal Spec. Rev. Funds	239,477	277,364	278,546	286,345	288,655
Total Funds	\$17,785,177	\$19,878,963	\$20,397,582	\$24,041,904	\$23,771,729
Total Ongoing	\$17,686,477	\$19,780,263	\$20,397,582	\$22,374,300	\$22,436,270
Total OTO	\$98,700	\$98,700	\$0	\$1,667,604	\$1,335,459

Page Reference

LFD Budget Analysis C-177

Funding

The Water Resources Division is predominantly funded with general fund and state special revenue. State special revenue is primarily generated from the sale of electricity at the state-owned Toston Dam in Broadwater County. Other revenues

are generated from water rights filing fees, water adjudication fees, and transfers from the general fund. The division also receives revenue from taxes on metal mines, oil, and gas production.

Program Budget Summary by Category

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	11,698,297	11,698,297	23,396,594	80.66 %	20,397,582	20,397,582	40,795,164	85.32 %
SWPL Adjustments	273,279	364,386	637,665	2.20 %	705,138	889,420	1,594,558	3.33 %
PL Adjustments	679,291	657,851	1,337,142	4.61 %	995,084	998,731	1,993,815	4.17 %
New Proposals	2,034,525	1,600,080	3,634,605	12.53 %	1,944,100	1,485,996	3,430,096	7.17 %
Total Budget	\$14,685,392	\$14,320,614	\$29,006,006		\$24,041,904	\$23,771,729	\$47,813,633	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	78,688	157,175	1,933	237,796	0.00	131,049	174,713	2,245	308,007
DP 2 - Fixed Costs	0.00	44,826	21,596	0	66,422	0.00	43,964	21,182	0	65,146
DP 3 - Inflation Deflation	0.00	149,765	242,472	8,683	400,920	0.00	189,373	315,382	11,512	516,267
DP 20 - SABHRS Rate Adjustment	0.00	976	470	0	1,446	0.00	711	343	0	1,054
DP 30 - Motor Pool Rate Adjustment	0.00	(3,760)	(2,755)	(272)	(6,787)	0.00	(3,535)	(2,555)	(258)	(6,348)
DP 222 - RMTD Adjustment	0.00	64,783	31,211	0	95,994	0.00	64,782	31,212	0	95,994
DP 223 - RMTD Adjustment (OTO)	0.00	(64,783)	(31,211)	0	(95,994)	0.00	(64,782)	(31,212)	0	(95,994)
DP 2402 - WRD Reduce Backlog Process & Meet New Needs	0.00	388,800	43,200	0	432,000	0.00	388,800	43,200	0	432,000
DP 2404 - WRD Broadwater Dam Essential Operating	0.00	0	200,000	0	200,000	0.00	0	230,000	0	230,000
DP 2405 - WRD Safety and Reliability of State Projects (OTO)	0.00	68,000	68,000	0	136,000	0.00	63,000	63,000	0	126,000
DP 2406 - WRD Crucial Dam Safety Technical Support Services	0.00	20,000	0	0	20,000	0.00	20,000	0	0	20,000
DP 2408 - WRD Flood Risk Credibility&Safety of High Haz Dams	0.00	205,275	0	0	205,275	0.00	188,875	0	0	188,875
DP 2410 - WRD Overtime & Per Diem	0.00	0	7,150	0	7,150	0.00	0	7,150	0	7,150
Grand Total All Present Law Adjustments	0.00	\$952,570	\$737,308	\$10,344	\$1,700,222	0.00	\$1,022,237	\$852,415	\$13,499	\$1,888,151

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 20 - SABHRS Rate Adjustment -

The legislature adopted an increase to proposed SABHRS rates.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 222 - RMTD Adjustment -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package eliminates the reduction included in DP 2. This change is necessary to designate the reduction as one-time-only in the budgeting system.

DP 223 - RMTD Adjustment (OTO) -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package designates the reduction as one-time-only.

DP 2402 - WRD Reduce Backlog Process & Meet New Needs -

The legislature approved funding to support water rights applications.

DP 2404 - WRD Broadwater Dam Essential Operating -

The legislature approved additional appropriation from the Broadwater Operation and Maintenance state special revenue account for the operation and maintenance of the Broadwater/Toston Dam. The revenue for the fund is collected from the sale of hydro-electric power generated from the dam.

DP 2405 - WRD Safety and Reliability of State Projects (OTO) -

The legislature approved a one-time-only increase in general fund and state special revenue to support a modified FTE to work on projects related to irrigation and dam infrastructure. State special revenue is generated from the sale of hydro-electric power generated from the Broadwater/Toston Dam.

DP 2406 - WRD Crucial Dam Safety Technical Support Services -

The legislature approved increased authority for the DNRC Water Operations Bureau's Dam Safety program. The general fund appropriation would be used to contract expert engineering assistance to provide technical guidance to the Dam

Safety program. The Dam Safety program frequently encounters complex dam engineering problems that require expert counsel to ensure that the program makes fair and sound regulatory decisions that adequately protect the downstream public.

DP 2408 - WRD Flood Risk Credibility&Safety of High Haz Dams -

The legislature approved an increase in general fund for the Water Operation Bureau. The funding would support professional engineers to support the Dam Safety and the Floodplain Mapping Programs.

DP 2410 - WRD Overtime & Per Diem -

The legislature approved an increased authority in overtime for the Broadwater/Toston Dam staff and increased authority for the Board of Water Well for board per diem to attend meetings.

New Proposals -

The “New Proposals” table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	(43,888)	(71,055)	(2,545)	(117,488)	0.00	(55,761)	(92,864)	(3,390)	(152,015)
DP 555 - Additional Vacancy Savings	0.00	(93,638)	(31,431)	0	(125,069)	0.00	(94,184)	(31,616)	0	(125,800)
DP 2401 - WRD Water Rights Database & Query System O&M (HB 10)	0.00	131,453	14,606	0	146,059	0.00	124,072	13,786	0	137,858
DP 2403 - WRD Montana Stream Gage Network Support (OTO)	0.00	831,598	0	0	831,598	0.00	629,453	0	0	629,453
DP 2407 - WRD Flathead Reserved Water Rights Administration	0.00	413,000	0	0	413,000	0.00	320,500	0	0	320,500
DP 2409 - WRD Willow Creek Rehab (RST/OTO)	0.00	500,000	0	0	500,000	0.00	500,000	0	0	500,000
DP 2411 - Open ET (OTO)	0.00	296,000	0	0	296,000	0.00	176,000	0	0	176,000
DP 2420 - CSKT-Montana Compact Implementation (RST)	0.00	0	0	0	0	0.00	0	0	0	0
Total	0.00	\$2,034,525	(\$87,880)	(\$2,545)	\$1,944,100	0.00	\$1,600,080	(\$110,694)	(\$3,390)	\$1,485,996

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

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

DP 2401 - WRD Water Rights Database & Query System O&M (HB 10) -

The legislature approved an increase of general fund and state special revenue for enhancements to the Water Rights Information System. State special revenue is generated from water rights filing fees.

DP 2403 - WRD Montana Stream Gage Network Support (OTO) -

The legislature approved an increase in general fund to support a network of 100 state-operated, year-round stream gages to gather and distribute real-time streamflow information on smaller streams and tributaries not monitored through the United States Geological Survey (USGS) program.

DP 2407 - WRD Flathead Reserved Water Rights Administration -

The legislature approved an increase in general fund to support personal service and operating expense to implement the Confederated Salish and Kootenai Tribes water compact.

DP 2409 - WRD Willow Creek Rehab (RST/OTO) -

The legislature approved a one-time-only appropriation of general fund for the planning & design of the Willow Creek Dam rehabilitation. Scope of work will include final design, cost estimating, preparing final construction documents, final permitting, and advertising for bids.

DP 2411 - Open ET (OTO) -

The legislature approved a one-time-only increase in general fund for a new water consumption monitoring program. The new system would replace the current system with a satellite-based data collection system.

DP 2420 - CSKT-Montana Compact Implementation (RST) -

The legislature restricted \$100,000 of general fund in each year of the biennium to implement the Montana Environmental Policy Act (MEPA) (75-1-102, MCA), National Environmental Protection Act (NEPA)(42 U.S.C. §§ 4321 et seq.), and the protection and administration of state-based water rights.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	45,675,054	47,737,256	2,062,202	4.51 %
Operating Expenses	17,024,178	20,753,101	3,728,923	21.90 %
Equipment & Intangible Assets	2,262,440	2,113,440	(149,000)	(6.59)%
Grants	694,930	694,930	0	0.00 %
Transfers	3,364,304	3,364,304	0	0.00 %
Debt Service	1,256,283	1,266,504	10,221	0.81 %
Total Expenditures	\$70,277,189	\$75,929,535	\$5,652,346	8.04 %
General Fund	28,323,835	30,999,805	2,675,970	9.45 %
State/Other Special Rev. Funds	39,201,844	42,130,866	2,929,022	7.47 %
Federal Spec. Rev. Funds	2,751,510	2,798,864	47,354	1.72 %
Total Funds	\$70,277,189	\$75,929,535	\$5,652,346	8.04 %
Total Ongoing	\$70,277,189	\$76,499,243	\$6,222,054	8.85 %
Total OTO	\$0	(\$569,708)	(\$569,708)	100.00 %

Page Reference

LFD Budget Analysis C-183

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	292.93	292.93	292.93	292.93
Personal Services	20,772,953	22,472,925	23,202,129	23,803,629	23,933,627
Operating Expenses	8,563,024	8,478,410	8,545,768	10,224,579	10,528,522
Equipment & Intangible Assets	1,263,863	1,205,720	1,056,720	1,056,720	1,056,720
Grants	304,443	347,465	347,465	347,465	347,465
Transfers	1,655,877	1,682,152	1,682,152	1,682,152	1,682,152
Debt Service	625,755	623,031	633,252	633,252	633,252
Total Expenditures	\$33,185,915	\$34,809,703	\$35,467,486	\$37,747,797	\$38,181,738
General Fund	13,355,007	13,919,772	14,404,063	15,467,282	15,532,523
State/Other Special Rev. Funds	18,466,987	19,514,333	19,687,511	20,881,780	21,249,086
Federal Spec. Rev. Funds	1,363,921	1,375,598	1,375,912	1,398,735	1,400,129
Total Funds	\$33,185,915	\$34,809,703	\$35,467,486	\$37,747,797	\$38,181,738
Total Ongoing	\$33,185,915	\$34,809,703	\$35,467,486	\$38,032,651	\$38,466,592
Total OTO	\$0	\$0	\$0	(\$284,854)	(\$284,854)

Page Reference

LFD Budget Analysis C-184

Funding

General fund provides general division support as well as the fixed costs for the fire protection program. Approximately 55.5% of all funding is from state special revenue. The primary source of state special funding comes from the fire protection taxes fund and the timber sales, forest resources fees, and Trust Lands Management Division (TLMD) administration fund revenue. Statutory appropriations are federal reimbursement for forestry management performed by the state on federal lands. Proprietary revenues are generated from the sale of state nursery products, and fees charged other agencies for aircraft services.

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	14,404,063	14,404,063	28,808,126	92.93 %	35,467,486	35,467,486	70,934,972	93.42 %
SWPL Adjustments	642,687	721,407	1,364,094	4.40 %	1,453,712	1,679,496	3,133,208	4.13 %
PL Adjustments	496,708	496,366	993,074	3.20 %	857,455	857,116	1,714,571	2.26 %
New Proposals	(76,176)	(89,313)	(165,489)	(0.53)%	(30,856)	177,640	146,784	0.19 %
Total Budget	\$15,467,282	\$15,532,523	\$30,999,805		\$37,747,797	\$38,181,738	\$75,929,535	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2024-----				-----Fiscal 2025-----					
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	487,887	362,770	1,408	852,065	0.00	537,791	442,593	3,047	983,431
DP 2 - Fixed Costs	0.00	(87,663)	89,698	0	2,035	0.00	(88,889)	88,493	0	(396)
DP 3 - Inflation Deflation	0.00	242,463	321,317	35,832	599,612	0.00	272,505	387,913	36,043	696,461
DP 20 - SABHRS Rate Adjustment	0.00	2,016	1,239	0	3,255	0.00	1,525	867	0	2,392
DP 30 - Motor Pool Rate Adjustment	0.00	(1,922)	(5,176)	(244)	(7,342)	0.00	(1,798)	(4,842)	(228)	(6,868)
DP 222 - RMTD Adjustment	0.00	213,641	71,213	0	284,854	0.00	213,641	71,213	0	284,854
DP 223 - RMTD Adjustment (OTO)	0.00	(213,641)	(71,213)	0	(284,854)	0.00	(213,641)	(71,213)	0	(284,854)
DP 350102 - FD Fire Protection Program Operations	0.00	453,250	194,250	0	647,500	0.00	453,250	194,250	0	647,500
DP 350201 - FD/TLMD Operating Increase	0.00	43,364	170,678	0	214,042	0.00	43,389	170,703	0	214,092
Grand Total All Present Law Adjustments	0.00	\$1,139,395	\$1,134,776	\$36,996	\$2,311,167	0.00	\$1,217,773	\$1,279,977	\$38,862	\$2,536,612

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 20 - SABHRS Rate Adjustment -

The legislature adopted an increase to proposed SABHRS rates.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 222 - RMTD Adjustment -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package eliminates the reduction included in DP 2. This change is necessary to designate the reduction as one-time-only in the budgeting system.

DP 223 - RMTD Adjustment (OTO) -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package designates the reduction as one-time-only.

DP 350102 - FD Fire Protection Program Operations -

The legislature approved an increase in funding for fire district fire protection programs. These programs support county co-op capacity, dispatch center operations, contracted fire protection services, aviation crew facilities, and other fire program operating needs. In addition to providing initial attack on most fires in the state, these programs provide fire protection, preparedness, and pre-suppression services.

DP 350201 - FD/TLMD Operating Increase -

The legislature approved an inflationary increase for lease, janitorial, equipment, and maintenance expenses.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 333 - Adjustment to Inflation	0.00	(78,354)	(103,836)	(11,579)	(193,769)	0.00	(90,972)	(129,500)	(12,033)	(232,505)
DP 555 - Additional Vacancy Savings	0.00	(105,394)	(142,577)	(2,594)	(250,565)	0.00	(105,913)	(143,408)	(2,612)	(251,933)
DP 350101 - FD Forestry Div Communications Coordinator	0.00	98,629	0	0	98,629	0.00	98,629	0	0	98,629
DP 350107 - O&M - Miles City Facility	0.00	8,943	0	0	8,943	0.00	8,943	0	0	8,943
DP 350202 - TLMD Informatics Section FTE	0.00	0	230,906	0	230,906	0.00	0	229,506	0	229,506
DP 350203 - TLMD TLMS APPLICATION O & M	0.00	0	75,000	0	75,000	0.00	0	75,000	0	75,000
DP 350204 - TLMD TLMS Customer Portal O & M	0.00	0	0	0	0	0.00	0	250,000	0	250,000
Total	0.00	(\$76,176)	\$59,493	(\$14,173)	(\$30,856)	0.00	(\$89,313)	\$281,598	(\$14,645)	\$177,640

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

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

DP 350101 - FD Forestry Div Communications Coordinator -

The legislature approved a general fund appropriation to coordinate a range of communication efforts directed to a variety of audiences regarding Forestry Division programs, priorities, activities, and accomplishments.

DP 350107 - O&M - Miles City Facility -

The legislature approved a general fund appropriation for operating and maintenance increase for the new Miles City facility, based on a LRBP supplemental project request.

DP 350202 - TLMD Informatics Section FTE -

The legislature approved an increase in state special revenue to support trust land field programs for data-related analytics, timber sale purchasers, recreating public, agriculture, and mineral lessees.

DP 350203 - TLMD TLMS APPLICATION O & M -

The legislature approved an increase in state special revenue to support operations and maintenance of the Trust Land Management System (TLMS). TLMS is used to administer and manage state lands, and the funding will be used to provide ongoing operations and maintenance.

DP 350204 - TLMD TLMS Customer Portal O & M -

The legislature approved an increase in state special revenue to fund operations and maintenance for the Trust Lands Management System (TLMS) customer portal. The public uses the portal to manage their own account information regarding contracts, invoices, payment receipts, and automate standard department work tasks.

Other Issues -

Fund 06538 - Air Operations Internal Svc

Program Description

The Air Operations program in the DNRC Forestry Division operates and maintains a fleet of nine aircraft, consisting of six helicopters and three single-engine fixed-wing aircraft. The aircraft are primarily used for fire detection, support, and suppression of wildfires, as well as reclamation work in the Department of Environmental Quality. The program is funded in part by revenue generated by the aircraft hourly flight rates and, in part, by the general fund and fire protection assessment revenues. Statutory authority for the program is found in 77-5-103, MCA.

Alternate sources of aviation services are available from private contractors, but historically, the costs for these services have been two to three times more than the cost of the state-operated aircraft. Additionally, contracted services are often not available for the extended timeframes currently covered by the state operated aircraft. An aviation program that is integrated with DNRC firefighters and managers and is committed to safe and aggressive fire suppression is the safest and most effective aviation model for the State of Montana.

Revenues and Expenses

Revenues and expenditures are managed through an internal service fund to account for the operational costs of the program. The primary source of revenue is the legislative appropriation for the transfer of general fund and fire protection assessment funds to the proprietary account to cover the fixed costs, which include hangar rent, insurance, and personnel costs (14.23 FTE). These fixed costs must be paid regardless of the number of hours flown. Variable costs that are dependent on the hours flown, such as fuel and maintenance, are recovered through an hourly rate charged to all users of the aircraft. Users of the aircraft include DNRC, other state agencies, local government, and federal agencies. Increased flight rates are proposed below to meet increased costs of fuel and replacement parts.

The cost drivers for the aircraft rates are to recover the actual expenses needed to maintain the aircraft in an air worthy condition and remain mission ready for the purpose of initial attack on wildfires on state, private, and federal ownership; this includes all costs associated with the maintenance and operation of the aircraft. Some factors that contribute to the uncertainty in forecasting future expenses include unforeseen events such as FAA and manufacturer repair and maintenance directives, aircraft incidents resulting in unplanned maintenance, cost fluctuations in fuel and parts, and the length and severity of the fire season. The average length of fire season and routine maintenance of aircraft are used to determine the anticipated future costs. Charges for services do not support any FTE for the aviation section. All FTE are supported by the general fund and fire protection assessment transfers.

The department has limited cooperative agreements to assist federal agencies (U.S. Forest Service, BLM, USFWS, BIA, & NPS) and counties with fire protection. The department also has agreements with other state agencies for non-fire related aircraft rental services. The customers served are comprised primarily of state and private landowners within Montana through initial attack of fires under state direct protection, assistance with fires on county protection, and assistance to federal agencies. Historic and projected trends are dependent on length and severity of the fire seasons. Base year funding by fund type would be comprised primarily from state responsibility and county assistance fires paid by the fire suppression fund (state special revenue) and FEMA and U.S. Forest Service (federal special revenue). Account 62525 is used by customers to record expenses for flight time charges.

Rate(s) and Rate Explanation

The flight rates for the operation of the department aircraft are based on 5,000 hours of aircraft usage. The rate has been determined to maintain the aircraft in its original condition. At the end of 5,000 hours, all parts should have been replaced and a new maintenance/operation cycle started.

	Actual	Approved	Approved
Fee Desc:	FY23	FY24	FY25
Bell UH-1H Helicopter	\$1,650	\$1,860	\$1,860

Bell Jet Ranger	\$515	\$525	\$525
Cessna 180 Series	\$175	\$210	\$210

Changes in Level of Fees and Charges

Proposed increases in aircraft flight time rates are shown in the table below. Increases are based on the cost of aircraft parts and fuel prices. For instance, Bell helicopter and Cessna parts have experienced an approximate 20% increase in cost since 2015, when a rate increase last occurred. Fuel prices have also increased considerably in recent years and continue to experience volatility.

Projected Fund Balance, Including Cash Fluctuations

The projected fund balance for the program is anticipated to increase gradually over the next three fiscal years.

Working Capital and Fees Commensurate Analysis

Working capital is estimated to be less than the 60 days of cash required to fund operations by approximately \$138,796 in FY24, and \$134,374 in FY25.

2025 Biennium Report on Internal Service and Enterprise Funds							
Agency # 57060	Agency Name: Department of Natural Resources and Conservation			Program Name: Forestry & Trust Lands			
	Fund	Fund Name					
	06538	Air Operations Internal Svc.					
		Actual FY20	Actual FY21	Actual FY22	Budgeted FY23	Budgeted FY24	Budgeted FY25
Operating Revenues:							
Fee and Charges							
	Fee Revenue A	510,015	1,235,292	1,082,730	1,210,000	1,210,000	1,210,000
	Fee Revenue B	3,811	30,563	7,210	5,000	5,000	5,000
	Fee Revenue C	38,675	32,830	61,950	35,000	35,000	35,000
	Total Operating Revenues	552,501	1,298,685	1,151,890	1,250,000	1,250,000	1,250,000
Expenses:							
	Personal Services	1,461,832	1,527,758	1,564,966	1,410,372	1,401,225	1,405,866
	Other Operating Expenses	868,856	1,275,473	1,086,979	1,372,895	1,487,539	1,501,298
	Total Operating Expenses	2,330,688	2,803,231	2,651,945	2,783,267	2,888,764	2,907,164
	Operating Income (Loss)	(1,778,187)	(1,504,546)	(1,500,055)	(1,533,267)	(1,638,764)	(1,657,164)
Nonoperating Revenues:							
Nonoperating Expenses:							
	Total Nonoperating Revenues (Expenses)	-	-	-	-	-	-
	Income (Loss) Before Contributions and Transfers	(1,778,187)	(1,504,546)	(1,500,055)	(1,533,267)	(1,638,764)	(1,657,164)
	Transfers In	1,664,652	1,664,652	1,638,877	1,664,652	1,664,652	1,664,652
	Change in Net Position	(113,535)	160,106	138,822	131,385	25,888	7,488
	Beginning Net Position - July 1	538,618	425,083	585,189	721,687	853,072	878,960
	Prior Period Adjustments	-	-	(2,324)	-	-	-
	Change in Net Position	(113,535)	160,106	138,822	131,385	25,888	7,488
	Ending Net Position - June 30	425,083	585,189	721,687	853,072	878,960	886,448
Net Position (Fund Balance) Analysis							

Agency Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Agency Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	17,579,163	19,292,418	1,713,255	9.75 %
Operating Expenses	9,790,345	11,941,408	2,151,063	21.97 %
Equipment & Intangible Assets	1,087,778	863,778	(224,000)	(20.59)%
Grants	9,959,411	9,944,918	(14,493)	(0.15)%
Transfers	329,514	329,514	0	0.00 %
Debt Service	154,500	155,000	500	0.32 %
Total Expenditures	\$38,900,711	\$42,527,036	\$3,626,325	9.32 %
General Fund	2,148,675	3,093,814	945,139	43.99 %
State/Other Special Rev. Funds	33,238,697	35,311,016	2,072,319	6.23 %
Federal Spec. Rev. Funds	2,538,961	3,178,470	639,509	25.19 %
Proprietary Funds	974,378	943,736	(30,642)	(3.14)%
Total Funds	\$38,900,711	\$42,527,036	\$3,626,325	9.32 %
Total Ongoing	\$38,404,811	\$41,713,396	\$3,308,585	8.62 %
Total OTO	\$495,900	\$813,640	\$317,740	64.07 %

Page Reference

LFD Budget Analysis C-193

Agency Highlights

Department of Agriculture Major Budget Highlights
<p>The legislature approved a 9.3% or \$3.6 million increase in total appropriations when compared to the 2023 biennium including:</p> <ul style="list-style-type: none"> • Ongoing proposals: \$3.0 million <ul style="list-style-type: none"> ◦ Statewide present law adjustments: \$2.4 million ◦ Operation and maintenance: \$610,513 • One-time-only expenditures: \$813,640 <ul style="list-style-type: none"> ◦ Supplemental funding for the state grain laboratory: \$500,000 ◦ Temporary funding to mitigate compliance costs for hemp growers: \$250,000 ◦ Analytical laboratory equipment: \$186,000 ◦ Hail insurance management updates: \$50,000 ◦ Reduction for insurance premiums: (\$172,360)

Agency Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	119.66	119.66	119.66	119.66
Personal Services	7,782,687	8,714,361	8,864,802	9,619,941	9,672,477
Operating Expenses	3,378,521	4,845,881	4,944,464	6,018,171	5,923,237
Equipment & Intangible Assets	64,547	398,889	688,889	524,889	338,889
Grants	4,355,504	4,986,952	4,972,459	4,972,459	4,972,459
Transfers	92,597	164,757	164,757	164,757	164,757
Debt Service	76,621	77,000	77,500	77,500	77,500
Total Expenditures	\$15,750,477	\$19,187,840	\$19,712,871	\$21,377,717	\$21,149,319
General Fund	1,047,151	1,058,592	1,090,083	1,546,559	1,547,255
State/Other Special Rev. Funds	13,280,310	16,401,476	16,837,221	17,746,416	17,564,600
Federal Spec. Rev. Funds	1,146,454	1,243,777	1,295,184	1,588,596	1,589,874
Proprietary Funds	276,562	483,995	490,383	496,146	447,590
Total Funds	\$15,750,477	\$19,187,840	\$19,712,871	\$21,377,717	\$21,149,319
Total Ongoing	\$15,607,849	\$19,041,940	\$19,362,871	\$20,852,897	\$20,860,499
Total OTO	\$142,628	\$145,900	\$350,000	\$524,820	\$288,820

Page Reference

LFD Budget Analysis C-194

Executive Budget Comparison

The following table compares the legislative budget for the biennium to the budget requested by the Governor by type of expenditure and source of funding.

Executive Budget Comparison								
Budget Item	Approp. Fiscal 2023	Executive Budget Fiscal 2024	Legislative Budget Fiscal 2024	Leg — Exec. Difference Fiscal 2024	Executive Budget Fiscal 2025	Legislative Budget Fiscal 2025	Leg — Exec. Difference Fiscal 2025	Biennium Difference Fiscal 24-25
FTE	119.66	119.66	119.66	0.00	119.66	119.66	0.00	0.00
Personal Services	8,864,802	9,721,038	9,619,941	(101,097)	9,774,129	9,672,477	(101,652)	(202,749)
Operating Expenses	4,944,464	6,076,795	6,018,171	(58,624)	5,993,707	5,923,237	(70,470)	(129,094)
Equipment & Intangible Assets	688,889	524,889	524,889	0	338,889	338,889	0	0
Grants	4,972,459	4,972,459	4,972,459	0	4,972,459	4,972,459	0	0
Transfers	164,757	164,757	164,757	0	164,757	164,757	0	0
Debt Service	77,500	77,500	77,500	0	77,500	77,500	0	0
Total Costs	\$19,712,871	\$21,537,438	\$21,377,717	(\$159,721)	\$21,321,441	\$21,149,319	(\$172,122)	(\$331,843)
General Fund	1,090,083	1,552,278	1,546,559	(5,719)	1,553,009	1,547,255	(5,754)	(11,473)
State/other Special Rev. Funds	16,837,221	17,878,311	17,746,416	(131,895)	17,707,049	17,564,600	(142,449)	(274,344)
Federal Spec. Rev. Funds	1,295,184	1,605,422	1,588,596	(16,826)	1,608,135	1,589,874	(18,261)	(35,087)
Other	490,383	501,427	496,146	(5,281)	453,248	447,590	(5,658)	(10,939)
Total Funds	\$19,712,871	\$21,537,438	\$21,377,717	(\$159,721)	\$21,321,441	\$21,149,319	(\$172,122)	(\$331,843)
Total Ongoing	\$19,362,871	\$20,926,438	\$20,852,897	(\$73,541)	\$20,946,441	\$20,860,499	(\$85,942)	(\$159,483)
Total OTO	\$350,000	\$611,000	\$524,820	(\$86,180)	\$375,000	\$288,820	(\$86,180)	(\$172,360)

The legislature approved total appropriations \$331,843 lower than the executive request. Specifically, the legislature approved:

- Additional vacancy savings of 1.0% - (\$202,749)
- Adjustments to inflation - (\$132,551)
- Adjustments to motor pool, and SHABRS rates - \$3,457

Funding

The following table shows adopted agency funding for all sources of authority.

Total Department of Agriculture Funding by Source of Authority 2025 Biennium Budget Request - Department of Agriculture						
Funds	HB2 Ongoing	HB2 OTO	Non-Budgeted Proprietary	Statutory Appropriation	Total All Sources	% Total All Funds
General Fund	2,344,316	749,498	7,194	3,165,203	6,266,211	12.52 %
State Special Total	35,294,451	16,565	0	2,607,063	37,918,079	75.74 %
Federal Special Total	3,172,179	6,291	0	0	3,178,470	6.35 %
Proprietary Total	902,450	41,286	116,400	1,640,000	2,700,136	5.39 %
Other Total	0	0	0	0	0	0.00 %
Total All Funds	\$41,713,396	\$813,640	\$123,594	\$7,412,266	\$50,062,896	
Percent - Total All Sources	83.32 %	1.63 %	0.25 %	14.81 %		

The predominant funding source for the Department of Agriculture is state special revenue, which supports 75.7% of the total authority. Other funding sources are the general fund, federal special revenue, and proprietary funds.

Major funds include:

- Wheat and barley research and marketing account
- Noxious weed administration account
- Pesticide account

General fund appropriations total 12.5% or \$6.3 million of all funds, of which \$3.2 million is statutorily appropriated, primarily to growth through agriculture programs.

The HB 2 general fund appropriation supports personal services, operating expenses, and grants. Proprietary non-budgeted funds support the administration of the hail insurance program, and the remaining proprietary funding is statutorily appropriated hail insurance benefits and claims. Other state special statutory appropriations support agriculture development and marketing programs. State special revenue is specific revenue from state sources legally restricted to expenditures for specific purposes.

Budget Summary by Category

The following table summarizes the total budget by base, present law adjustments, and new proposals. For a description of these categories, please see the glossary.

Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	1,090,083	1,090,083	2,180,166	70.47 %	19,362,871	19,362,871	38,725,742	91.06 %
SWPL Adjustments	85,696	86,427	172,123	5.56 %	1,178,569	1,198,572	2,377,141	5.59 %
PL Adjustments	124,709	124,699	249,408	8.06 %	672,867	436,590	1,109,457	2.61 %
New Proposals	246,071	246,046	492,117	15.91 %	163,410	151,286	314,696	0.74 %
Total Budget	\$1,546,559	\$1,547,255	\$3,093,814		\$21,377,717	\$21,149,319	\$42,527,036	

Language and Statutory Authority

The legislature adopted the following language in HB 2:

"If HB 10 does not include an appropriation to the Department of Agriculture for the Commodity Assessment System, then HB 2 state special revenue appropriation for Commodity Assessment System in the Agricultural Development Division is reduced by \$20,000 in FY 2024; and \$20,000 in FY 2025"

"The Central Management Division includes an increase in general fund of \$7,402 in FY 2024 and \$8,953 in FY 2025. The increase was provided to offset inflationary impacts. The agency may allocate this increase in funding among programs when developing 2025 biennium operating plans."

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	3,532,317	3,763,920	231,603	6.56 %
Operating Expenses	445,328	754,363	309,035	69.39 %
Total Expenditures	\$3,977,645	\$4,518,283	\$540,638	13.59 %
General Fund	554,412	576,391	21,979	3.96 %
State/Other Special Rev. Funds	2,865,440	3,146,671	281,231	9.81 %
Federal Spec. Rev. Funds	281,517	507,304	225,787	80.20 %
Proprietary Funds	276,276	287,917	11,641	4.21 %
Total Funds	\$3,977,645	\$4,518,283	\$540,638	13.59 %
Total Ongoing	\$3,977,645	\$4,562,479	\$584,834	14.70 %
Total OTO	\$0	(\$44,196)	(\$44,196)	100.00 %

Page Reference

LFD Budget Analysis C-199

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	19.00	19.00	19.00	19.00
Personal Services	1,472,295	1,754,424	1,777,893	1,877,379	1,886,541
Operating Expenses	266,357	249,086	196,242	404,784	349,579
Total Expenditures	\$1,738,652	\$2,003,510	\$1,974,135	\$2,282,163	\$2,236,120
General Fund	299,528	300,471	253,941	289,733	286,658
State/Other Special Rev. Funds	1,220,341	1,425,421	1,440,019	1,592,665	1,554,006
Federal Spec. Rev. Funds	140,219	140,266	141,251	256,050	251,254
Proprietary Funds	78,564	137,352	138,924	143,715	144,202
Total Funds	\$1,738,652	\$2,003,510	\$1,974,135	\$2,282,163	\$2,236,120
Total Ongoing	\$1,738,652	\$2,003,510	\$1,974,135	\$2,304,261	\$2,258,218
Total OTO	\$0	\$0	\$0	(\$22,098)	(\$22,098)

Page Reference

LFD Budget Analysis C-200

Funding

The Central Management Division is funded primarily with state special revenue generated from user fees. State special revenue funds are used to administer programs that promote Montana agriculture. General funds and federal revenue support personal services and associated operating expenses. Proprietary revenue is generated through premiums charged to participants in the Hail Insurance Program. Proprietary funds support personal services for staff that administer the Hail Insurance Program. Statutory appropriations, primarily general fund, are for administrative support of agricultural research and marketing programs.

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	253,941	253,941	507,882	88.11 %	1,974,135	1,974,135	3,948,270	87.38 %
SWPL Adjustments	33,158	29,235	62,393	10.82 %	223,982	178,437	402,419	8.91 %
PL Adjustments	341	335	676	0.12 %	103,235	103,182	206,417	4.57 %
New Proposals	2,293	3,147	5,440	0.94 %	(19,189)	(19,634)	(38,823)	(0.86)%
Total Budget	\$289,733	\$286,658	\$576,391		\$2,282,163	\$2,236,120	\$4,518,283	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	19,175	87,370	6,330	119,247	0.00	20,664	94,154	6,822	128,507
DP 2 - Fixed Costs	0.00	9,811	74,837	8,536	93,184	0.00	3,895	29,700	3,388	36,983
DP 3 - Inflation Deflation	0.00	4,172	4,413	2,966	11,551	0.00	4,676	4,946	3,325	12,947
DP 20 - SABHRS Rate Adjustment	0.00	341	2,598	296	3,235	0.00	335	2,555	292	3,182
DP 222 - RMTD Adjustment	0.00	2,327	17,747	2,024	22,098	0.00	2,327	17,747	2,024	22,098
DP 223 - RMTD Adjustment (OTO)	0.00	(2,327)	(17,747)	(2,024)	(22,098)	0.00	(2,327)	(17,747)	(2,024)	(22,098)
DP 15002 - Federal Indirect Cost Rate Increase	0.00	0	0	100,000	100,000	0.00	0	0	100,000	100,000
Grand Total All Present Law Adjustments	0.00	\$33,499	\$169,218	\$118,128	\$327,217	0.00	\$29,570	\$131,355	\$113,827	\$281,619

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 20 - SABHRS Rate Adjustment -

The legislature adopted an increase to proposed SABHRS rates.

DP 222 - RMTD Adjustment -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package eliminates the reduction included in DP 2. This change is necessary to designate the reduction as one-time-only in the budgeting system.

DP 223 - RMTD Adjustment (OTO) -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package designates the reduction as one-time-only.

DP 15002 - Federal Indirect Cost Rate Increase -

The legislature approved an increase in federal authority for federal indirect costs. The federal government sets rates for indirect cost recovery for managing federal programs.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 99 - New Fixed Costs	0.00	0	750	0	750	0.00	0	750	0	750
DP 333 - Adjustment to Inflation	0.00	(2,738)	(2,896)	(1,946)	(7,580)	0.00	(3,423)	(3,621)	(2,434)	(9,478)
DP 555 - Additional Vacancy Savings	0.00	(2,371)	(14,426)	(1,383)	(19,761)	0.00	(2,383)	(14,497)	(1,390)	(19,859)
DP 3333 - Additional Adjustment to Inflation	0.00	7,402	0	0	7,402	0.00	8,953	0	0	8,953
Total	0.00	\$2,293	(\$16,572)	(\$3,329)	(\$19,189)	0.00	\$3,147	(\$17,368)	(\$3,824)	(\$19,634)

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

DP 99 - New Fixed Costs -

The legislature approved funding for a new fixed cost for the Chief Data Office. Additionally, the legislature approved of \$1,300 for the agency to provide funding for a new fixed cost for the State Management Training Center. This appropriation is offset by a reduction to the existing training budget in the agency. The rates charged for this service are approved in the section of the budget that provides the services.

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

DP 3333 - Additional Adjustment to Inflation -

The legislature adopted an additional adjustment to inflation included in DP 3.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	9,631,145	10,393,125	761,980	7.91 %
Operating Expenses	4,386,103	5,635,355	1,249,252	28.48 %
Equipment & Intangible Assets	868,024	704,024	(164,000)	(18.89)%
Grants	4,516,570	4,516,570	0	0.00 %
Transfers	50,000	50,000	0	0.00 %
Debt Service	70,500	71,000	500	0.71 %
Total Expenditures	\$19,522,342	\$21,370,074	\$1,847,732	9.46 %
General Fund	584,031	1,034,284	450,253	77.09 %
State/Other Special Rev. Funds	16,954,800	18,214,224	1,259,424	7.43 %
Federal Spec. Rev. Funds	1,983,511	2,121,566	138,055	6.96 %
Total Funds	\$19,522,342	\$21,370,074	\$1,847,732	9.46 %
Total Ongoing	\$19,172,342	\$21,024,234	\$1,851,892	9.66 %
Total OTO	\$350,000	\$345,840	(\$4,160)	(1.19)%

Page Reference

LFD Budget Analysis C-204

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	61.79	61.79	61.79	61.79
Personal Services	4,553,662	4,777,471	4,853,674	5,180,804	5,212,321
Operating Expenses	1,540,430	2,095,339	2,290,764	2,810,627	2,824,728
Equipment & Intangible Assets	18,065	259,012	609,012	445,012	259,012
Grants	2,238,590	2,258,285	2,258,285	2,258,285	2,258,285
Transfers	38,452	25,000	25,000	25,000	25,000
Debt Service	34,776	35,000	35,500	35,500	35,500
Total Expenditures	\$8,423,975	\$9,450,107	\$10,072,235	\$10,755,228	\$10,614,846
General Fund	198,559	203,686	380,345	516,829	517,455
State/Other Special Rev. Funds	7,312,153	8,279,361	8,675,439	9,179,781	9,034,443
Federal Spec. Rev. Funds	913,263	967,060	1,016,451	1,058,618	1,062,948
Total Funds	\$8,423,975	\$9,450,107	\$10,072,235	\$10,755,228	\$10,614,846
Total Ongoing	\$8,423,975	\$9,450,107	\$9,722,235	\$10,489,308	\$10,534,926
Total OTO	\$0	\$0	\$350,000	\$265,920	\$79,920

Page Reference

LFD Budget Analysis C-205

Funding

The Agricultural Sciences Division is funded with general fund, state special revenue, and federal funds. State special revenue is the largest source of funding for the division. State special revenue is derived primarily from fees assessed for regulatory activities, product registration, and technical services. Federal funds come from the U.S. Department of Agriculture and support noxious weed mitigation. Federal funds also support portions of the Bovine Spongiform Encephalopathy (BSE), commonly known as "mad cow disease," feed sampling program. General fund supports inspection and testing for prohibited materials in feed related to BSE and noxious weed control grants.

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	380,345	380,345	760,690	73.55 %	9,722,235	9,722,235	19,444,470	90.99 %
SWPL Adjustments	13,248	14,000	27,248	2.63 %	556,336	604,409	1,160,745	5.43 %
PL Adjustments	125,023	125,020	250,043	24.18 %	522,266	336,107	858,373	4.02 %
New Proposals	(1,787)	(1,910)	(3,697)	(0.36)%	(45,609)	(47,905)	(93,514)	(0.44)%
Total Budget	\$516,829	\$517,455	\$1,034,284		\$10,755,228	\$10,614,846	\$21,370,074	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	9,979	295,378	76,266	381,623	0.00	10,519	323,341	79,612	413,472
DP 2 - Fixed Costs	0.00	945	45,751	(4,715)	41,981	0.00	913	44,307	(4,738)	40,482
DP 3 - Inflation Deflation	0.00	2,324	115,705	14,703	132,732	0.00	2,568	131,265	16,622	150,455
DP 20 - SABHRS Rate Adjustment	0.00	23	1,212	31	1,266	0.00	20	1,060	27	1,107
DP 222 - RMTD Adjustment	0.00	1,015	49,128	(5,063)	45,080	0.00	1,017	49,339	(5,276)	45,080
DP 223 - RMTD Adjustment (OTO)	0.00	(1,015)	(49,128)	5,063	(45,080)	0.00	(1,017)	(49,339)	5,276	(45,080)
DP 30003 - Lab Combustion Analyzer (OTO)	0.00	0	86,000	0	86,000	0.00	0	0	0	0
DP 30004 - Fund Authority Increase	0.00	0	190,000	0	190,000	0.00	0	190,000	0	190,000
DP 30008 - Chromatography Instrument (OTO)	0.00	0	100,000	0	100,000	0.00	0	0	0	0
DP 30009 - Chromatography Instrument Maintenance	0.00	0	20,000	0	20,000	0.00	0	20,000	0	20,000
DP 30010 - Hemp Program Resources (OTO)	0.00	125,000	0	0	125,000	0.00	125,000	0	0	125,000
Grand Total All Present Law Adjustments	0.00	\$138,271	\$854,046	\$86,285	\$1,078,602	0.00	\$139,020	\$709,973	\$91,523	\$940,516

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 20 - SABHRS Rate Adjustment -

The legislature adopted an increase to proposed SABHRS rates.

DP 222 - RMTD Adjustment -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package eliminates the reduction included in DP 2. This change is necessary to designate the reduction as one-time-only in the budgeting system.

DP 223 - RMTD Adjustment (OTO) -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package designates the reduction as one-time-only.

DP 30003 - Lab Combustion Analyzer (OTO) -

The legislature approved a one-time-only appropriation of state special revenue to replace a combustion analyzer. The combustion analyzer is used to test animal feeds and fertilizer for nutrient content.

DP 30004 - Fund Authority Increase -

The legislature approved state special revenue to support services in the Agricultural Sciences Division. This proposal would be funded from the pesticide, nursery, produce, and commercial fertilizer state special revenue accounts. Revenue for these accounts are generated by permit and licensure fees, taxes on produce, fees assessed on fertilizer, and fees for service. HB 126 of the 2017 Session which revised the Montana Pesticides Act, has increased the level of activity related to inspection and compliance of pesticides and fertilizers.

DP 30008 - Chromatography Instrument (OTO) -

The legislature approved a one-time-only increase state special revenue chromatography instrument in the analytical lab. The equipment provides data on the physical properties of the groundwater from wells.

DP 30009 - Chromatography Instrument Maintenance -

The legislature approved state special revenue for ongoing operations and maintenance for the chromatography instrument request in DP 30008.

DP 30010 - Hemp Program Resources (OTO) -

The legislature approved a one-time-only appropriation of general fund be used to temporarily mitigate costs paid by hemp producers to ensure they are following federal law. Ongoing revisions of federal law should be in place by 2025 negating the need for this funding on an ongoing basis.

New Proposals -

The “New Proposals” table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 99 - New Fixed Costs	0.00	0	2,749	0	2,749	0.00	0	2,749	0	2,749
DP 333 - Adjustment to Inflation	0.00	(768)	(38,238)	(4,859)	(43,865)	0.00	(885)	(45,218)	(5,726)	(51,829)
DP 555 - Additional Vacancy Savings	0.00	(1,019)	(47,482)	(5,992)	(54,493)	0.00	(1,025)	(47,767)	(6,033)	(54,825)
DP 30002 - SAFHERS Federal System Maintenance	0.00	0	41,667	8,333	50,000	0.00	0	41,667	8,333	50,000
DP 50004 - Commodity Assessment System Maintenance	0.00	0	0	0	0	0.00	0	6,000	0	6,000
Total	0.00	(\$1,787)	(\$41,304)	(\$2,518)	(\$45,609)	0.00	(\$1,910)	(\$42,569)	(\$3,426)	(\$47,905)

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

DP 99 - New Fixed Costs -

The legislature approved funding for a new fixed cost for the Chief Data Office. Additionally, the legislature approved of \$2,850 for the agency to provide funding for a new fixed cost for the State Management Training Center. This appropriation is offset by a reduction to the existing training budget in the agency. The rates charged for this service are approved in the section of the budget that provides the services.

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

DP 30002 - SAFHERS Federal System Maintenance -

The legislature approved increased funding for operation and maintenance of the new System for Agriculture, Food, Health, E-Inspections, and Registration (SAFHER) Federal System.

DP 50004 - Commodity Assessment System Maintenance -

The legislature approved an increase in state special revenue for operations and maintenance of the commodity assessment system. This proposal is contingent on the passage and approval of the Commodity Assessment System proposed in HB 10.

Program Budget Comparison

The following table compares the 2023 biennium appropriated budget and the adopted budget for the 2025 biennium by type of expenditure and source of funding.

Program Budget Comparison				
Budget Item	Appropriated Budget 22-23	Legislative Budget 24-25	Biennium Change	Biennium % Change
Personal Services	4,415,701	5,135,373	719,672	16.30 %
Operating Expenses	4,958,914	5,551,690	592,776	11.95 %
Equipment & Intangible Assets	219,754	159,754	(60,000)	(27.30)%
Grants	5,442,841	5,428,348	(14,493)	(0.27)%
Transfers	279,514	279,514	0	0.00 %
Debt Service	84,000	84,000	0	0.00 %
Total Expenditures	\$15,400,724	\$16,638,679	\$1,237,955	8.04 %
General Fund	1,010,232	1,483,139	472,907	46.81 %
State/Other Special Rev. Funds	13,418,457	13,950,121	531,664	3.96 %
Federal Spec. Rev. Funds	273,933	549,600	275,667	100.63 %
Proprietary Funds	698,102	655,819	(42,283)	(6.06)%
Total Funds	\$15,400,724	\$16,638,679	\$1,237,955	8.04 %
Total Ongoing	\$15,254,824	\$16,126,683	\$871,859	5.72 %
Total OTO	\$145,900	\$511,996	\$366,096	250.92 %

Page Reference

LFD Budget Analysis C-211

Program Actuals and Budget Comparison

The following table compares FY 2022 actual expenditures, FY 2022 and FY 2023 appropriations, and the adopted budget for FY 2024 and FY 2025 by type of expenditure and source of funding.

Program Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2022	Approp. Fiscal 2022	Approp. Fiscal 2023	Legislative Fiscal 2024	Legislative Fiscal 2025
FTE	0.00	38.87	38.87	38.87	38.87
Personal Services	1,756,730	2,182,466	2,233,235	2,561,758	2,573,615
Operating Expenses	1,571,734	2,501,456	2,457,458	2,802,760	2,748,930
Equipment & Intangible Assets	46,482	139,877	79,877	79,877	79,877
Grants	2,116,914	2,728,667	2,714,174	2,714,174	2,714,174
Transfers	54,145	139,757	139,757	139,757	139,757
Debt Service	41,845	42,000	42,000	42,000	42,000
Total Expenditures	\$5,587,850	\$7,734,223	\$7,666,501	\$8,340,326	\$8,298,353
General Fund	549,064	554,435	455,797	739,997	743,142
State/Other Special Rev. Funds	4,747,816	6,696,694	6,721,763	6,973,970	6,976,151
Federal Spec. Rev. Funds	92,972	136,451	137,482	273,928	275,672
Proprietary Funds	197,998	346,643	351,459	352,431	303,388
Total Funds	\$5,587,850	\$7,734,223	\$7,666,501	\$8,340,326	\$8,298,353
Total Ongoing	\$5,445,222	\$7,588,323	\$7,666,501	\$8,059,328	\$8,067,355
Total OTO	\$142,628	\$145,900	\$0	\$280,998	\$230,998

Page Reference

LFD Budget Analysis C-212

Funding

The Agricultural Development Division is funded with general fund, state special revenue, federal special revenue, and proprietary funds. General fund supports division administration personal services and associated operating expense. State special revenue, the primary source of funding, is mainly comprised of the wheat & barley research & marketing account which is supported by levies on each bushel of wheat and barley produced in the state. Other sources of revenue include grain testing fees and alfalfa seed assessments. Levies on the net revenue of pulse crops produced in the state are statutorily appropriated to the pulse crop research & marketing fund. Federal special revenue is from federal grants and is used to develop agriculture markets, marketing projects, and for related operating costs. Proprietary funding supports beginning farm loans and expenditures from the hail insurance program.

Program Budget Summary by Category

Budget Summary by Category								
Budget Item	-----General Fund-----				-----Total Funds-----			
	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget	Budget Fiscal 2024	Budget Fiscal 2025	Biennium Fiscal 24-25	Percent of Budget
2023 Base Budget	455,797	455,797	911,594	61.46 %	7,666,501	7,666,501	15,333,002	92.15 %
SWPL Adjustments	39,290	43,192	82,482	5.56 %	398,251	415,726	813,977	4.89 %
PL Adjustments	(655)	(656)	(1,311)	(0.09)%	47,366	(2,699)	44,667	0.27 %
New Proposals	245,565	244,809	490,374	33.06 %	228,208	218,825	447,033	2.69 %
Total Budget	\$739,997	\$743,142	\$1,483,139		\$8,340,326	\$8,298,353	\$16,638,679	

Present Law Adjustments -

The "Present Law" Adjustments table shows the changes from the base appropriation to the adopted budget. "Statewide Present Law" adjustments (DP 1, DP 2, DP 3) are standard categories of adjustments made to all agencies. Decisions on these items were applied globally to all agencies.

Present Law Adjustments										
	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	28,283	235,934	139,419	355,366	0.00	30,887	242,861	141,187	367,348
DP 2 - Fixed Costs	0.00	394	(1,854)	0	(1,923)	0.00	305	(2,284)	0	(2,530)
DP 3 - Inflation Deflation	0.00	10,613	30,790	0	44,808	0.00	12,000	34,772	0	50,908
DP 20 - SABHRS Rate Adjustment	0.00	(428)	(1,563)	0	(2,331)	0.00	(444)	(1,617)	0	(2,413)
DP 30 - Motor Pool Rate Adjustment	0.00	(227)	(52)	0	(303)	0.00	(212)	(51)	0	(286)
DP 222 - RMTD Adjustment	0.00	(3,893)	18,320	0	19,002	0.00	(2,291)	17,154	0	19,002
DP 223 - RMTD Adjustment (OTO)	0.00	3,893	(18,320)	0	(19,002)	0.00	2,291	(17,154)	0	(19,002)
DP 50005 - Hail Insurance System HB 10 (OTO)	0.00	0	0	0	50,000	0.00	0	0	0	0
Grand Total All Present Law Adjustments	0.00	\$38,635	\$263,255	\$139,419	\$445,617	0.00	\$42,536	\$273,681	\$141,187	\$413,027

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

DP 1 - Personal Services -

The legislature adopted adjustments to the present law personal services budget for expected changes, management decisions and budget modifications.

DP 2 - Fixed Costs -

The legislature approved adjustments to provide the funding required in the proposed budget for fixed costs assessed by other agencies within state government for the services they provide. Examples include: warrant writer, motor pool, information technology services, etc. The rates charged for these services are approved in the section of the budget that provides the services.

DP 3 - Inflation Deflation -

The legislature approved adjustments to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include: other services, supplies and materials, communications, in-state motor pool and motor pool leased vehicles, and repair and maintenance.

DP 20 - SABHRS Rate Adjustment -

The legislature adopted an increase to proposed SABHRS rates.

DP 30 - Motor Pool Rate Adjustment -

The legislature adopted a reduction to proposed motor pool rates.

DP 222 - RMTD Adjustment -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package eliminates the reduction included in DP 2. This change is necessary to designate the reduction as one-time-only in the budgeting system.

DP 223 - RMTD Adjustment (OTO) -

The legislature adopted an adjustment to the insurance premiums paid to the Risk Management and Tort Defense Division proprietary fund. This decision package designates the reduction as one-time-only.

DP 50005 - Hail Insurance System HB 10 (OTO) -

The legislature approved a one-time only \$50,000 increase proprietary funds for a new hail insurance system.

New Proposals -

The "New Proposals" table shows new changes to spending.

New Proposals	-----Fiscal 2024-----					-----Fiscal 2025-----				
	FTE	General Fund	State Special	Federal Special	Total Funds	FTE	General Fund	State Special	Federal Special	Total Funds
DP 99 - New Fixed Costs	0.00	1,499	0	0	1,499	0.00	1,499	0	0	1,499
DP 333 - Adjustment to Inflation	0.00	(3,896)	(11,302)	0	(16,448)	0.00	(4,645)	(13,460)	0	(19,706)
DP 555 - Additional Vacancy Savings	0.00	(2,038)	(19,746)	(2,973)	(26,843)	0.00	(2,045)	(19,833)	(2,997)	(26,968)
DP 50001 - State Grain Lab Resources (OTO)	0.00	250,000	0	0	250,000	0.00	250,000	0	0	250,000
DP 50004 - Commodity Assessment System Maintenance	0.00	0	20,000	0	20,000	0.00	0	14,000	0	14,000
Total	0.00	\$245,565	(\$11,048)	(\$2,973)	\$228,208	0.00	\$244,809	(\$19,293)	(\$2,997)	\$218,825

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

DP 99 - New Fixed Costs -

The legislature approved funding for a new fixed cost for the Chief Data Office. Additionally, the legislature approved of \$2,650 for the agency to provide funding for a new fixed cost for the State Management Training Center. This appropriation is offset by a reduction to the existing training budget in the agency. The rates charged for this service are approved in the section of the budget that provides the services.

DP 333 - Adjustment to Inflation -

The legislature adopted an adjustment to inflation included in DP 3.

DP 555 - Additional Vacancy Savings -

The legislature adopted an additional 1.0% vacancy savings.

DP 50001 - State Grain Lab Resources (OTO) -

The legislature approved a \$500,000 general fund appropriation to supplement the state grain laboratory for two years.

DP 50004 - Commodity Assessment System Maintenance -

The legislature approved an increase in state special revenue for ongoing operations and maintenance for the Commodity Assessment System request. Purchase of the Commodity Assessment System is proposed in HB 10.