House Bill 2 – Section E (Education)

Budget Presentation for the House Appropriations Committee

House Members of the Subcommittee: Rep. Bedey (Chair), Rep. Barker, Rep. Jones, Rep. Keogh, Rep. Matthews
Senate Members of the Subcommittee: Sen. Fuller (Vice Chair), Sen. Regier, Sen. Windy Boy

LFD Staff: Julia Pattin, Kurt Swimley
OBPP Staff: Nancy Hall, Ben Ternes

Clerk: Caitlyn Sena
Remote Meeting Coordinator: Jadean O'Neil

Section E includes the following agencies:

- Office of Public Instruction
- Board of Public Education
- Commissioner of Higher Education
- School for the Deaf and Blind
- Montana Arts Council
- Montana State Library
- Montana Historical Society

Overall funding for Section E agencies in HB 2 is:

- $3.527 billion total funds for the 2027 Biennium
- $1.941 billion general fund for the 2027 Biennium

OFFICE OF PUBLIC INSTRUCTION – HB 2 NARRATIVE PAGE E-1

Superintendent of Public Instruction: Susie Hedalen

Program Description

The Office of Public Instruction (OPI) distributes funding to school districts and provides services to Montana's school-age children and to teachers in approximately 400 active school districts.

The agency administers several federally funded programs and provides a variety of information services, including the information systems necessary to assess student achievement and the quality of Montana's elementary and secondary school system.

Agency Actuals and Budget Comparison

The following table compares FY 2024 actual expenditures, FY 2024 and FY 2025 appropriations, and the expenditures requested for FY 2026 and FY 2027 by type of expenditure and source of funding.

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2024	Approp. Fiscal 2024	Approp. Fiscal 2025	Legislative Fiscal 2026	Legislative Fiscal 2027
Personal Services	12,798,606	13,877,493	14,402,364	15,729,503	15,749,011
Operating Expenses	14,171,180	17,234,795	20,821,785	26,624,566	29,381,887
Local Assistance	902,127,261	932,253,505	1,024,600,340	1,095,791,545	1,167,306,796
Grants	162,378,868	165,247,825	165,696,503	174,382,841	174,457,196
Transfers	2,973,276	3,020,365	2,818,239	4,770,250	4,811,014
Debt Service	39,594	39,594	40,189	40,189	40,189
Total Expenditures	**$1,094,488,785**	**$1,131,673,577**	**$1,228,379,420**	**$1,317,338,894**	**$1,391,746,093**
General Fund	497,363,554	513,216,754	600,133,936	599,225,730	669,885,228
State/Other Special Rev. Funds	428,766,432	444,874,668	454,279,835	535,379,218	539,116,166
Federal Spec. Rev. Funds	168,358,799	173,582,155	173,965,649	182,733,946	182,744,699
Total Funds	**$1,094,488,785**	**$1,131,673,577**	**$1,228,379,420**	**$1,317,338,894**	**$1,391,746,093**
Total Ongoing	**$1,094,260,320**	**$1,131,339,885**	**$1,228,379,420**	**$1,311,701,044**	**$1,386,077,593**
Total OTO	**$228,465**	**$333,692**	**$0**	**$5,637,850**	**$5,668,500**

State Level Activities Program

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 2026 PB	Fiscal 2026 General Fund	Fiscal 2026 State Special	Fiscal 2026 Federal Special	Fiscal 2026 Total Funds	Fiscal 2027 PB	Fiscal 2027 General Fund	Fiscal 2027 State Special	Fiscal 2027 Federal Special	Fiscal 2027 Total Funds
DP 1 - Personal Services	0.00	1,042,723	22,805	(753,384)	312,144	0.00	1,054,883	22,807	(743,867)	333,823
DP 2 - Fixed Costs	0.00	894,715	(711)	(169,246)	724,758	0.00	772,352	(700)	(169,096)	602,556
DP 3 - Inflation Deflation	0.00	(1,425)	(684)	(4,252)	(6,361)	0.00	(963)	(462)	(2,874)	(4,299)
DP 23 - Fixed Costs Adjustment for Office/Non-Office Rent	0.00	(13,188)	(172)	(4,518)	(17,878)	0.00	(14,042)	(184)	(4,810)	(19,036)
DP 604 - Increase Federal Grant Authority - Program 06	0.00	0	0	800,000	800,000	0.00	0	0	800,000	800,000
DP 612 - Subscriptions Cost Increase	0.00	136,811	0	0	136,811	0.00	137,997	0	0	137,997
DP 615 - Hearing Conservation Program (HCP) Infl Inc	0.00	67,696	0	0	67,696	0.00	67,696	0	0	67,696
DP 617 - Teacher Licensure Adjustment	0.00	(221,618)	76,639	0	(144,979)	0.00	(224,194)	77,044	0	(147,150)
Grand Total All Present Law Adjustments	**0.00**	**$1,905,714**	**$97,877**	**($131,400)**	**$1,872,191**	**0.00**	**$1,793,729**	**$98,505**	**($120,647)**	**$1,771,587**

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

New Proposals

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

New Proposals

	Fiscal 2026 PB	Fiscal 2026 General Fund	Fiscal 2026 State Special	Fiscal 2026 Federal Special	Fiscal 2026 Total Funds	Fiscal 2027 PB	Fiscal 2027 General Fund	Fiscal 2027 State Special	Fiscal 2027 Federal Special	Fiscal 2027 Total Funds
DP 4 - Move Workforce Innovation Grants to DLI	0.00	0	0	(279,487)	(279,487)	0.00	0	0	(279,487)	(279,487)
DP 605 - Federal Personal Services Authority	0.00	0	0	500,000	500,000	0.00	0	0	500,000	500,000
DP 606 - Montana Digital Academy	0.00	875,000	0	0	875,000	0.00	910,000	0	0	910,000
DP 607 - Indian Ed for All - MACIE Meeting Costs	0.00	15,000	0	0	15,000	0.00	15,000	0	0	15,000
DP 608 - PowerSchool Subscription	0.00	0	0	0	0	0.00	2,837,033	0	0	2,837,033
* DP 609 - School Foods Match for New EBT Program	0.00	72,823	0	0	72,823	0.00	72,823	0	0	72,823
DP 611 - High School Assessment Funding (RST/OTO)	0.00	640,000	0	0	640,000	0.00	700,000	0	0	700,000
DP 618 - Revised Math Content Standards (RST/BIEN/OTO)	0.00	2,500,000	0	0	2,500,000	0.00	2,500,000	0	0	2,500,000
DP 621 - MTDA Frontier Learning Lab (RST/BIEN/OTO)	0.00	0	997,850	0	997,850	0.00	0	968,500	0	968,500
DP 622 - MTDA Inflationary Increase	0.00	34,694	0	0	34,694	0.00	69,808	0	0	69,808
DP 623 - Database Modernization (RST/BIEN/OTO)	0.00	1,000,000	0	0	1,000,000	0.00	1,000,000	0	0	1,000,000
DP 624 - Additional 5.00 PB	5.00	572,639	0	0	572,639	5.00	558,639	0	0	558,639
DP 625 - Additional 2.00 PB	2.00	233,639	0	0	233,639	2.00	228,039	0	0	228,039
Total	**7.00**	**$5,943,795**	**$997,850**	**$220,513**	**$7,162,158**	**7.00**	**$8,891,342**	**$968,500**	**$220,513**	**$10,080,355**

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

*See the LFD Issue box on page E-15 of the HB 2 Narrative

Local Education Activities Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 904 - K-12 BASE Aid Inflationary Increase	0.00	9,096,050	0	0	9,096,050	0.00	42,985,166	0	0	42,985,166
DP 905 - At Risk Payment Inflationary Increase	0.00	186,400	0	0	186,400	0.00	378,392	0	0	378,392
DP 906 - NRD K12 Facilities Major Maintenance Aid	0.00	317,343	10,429,824	0	10,747,167	0.00	644,206	10,429,824	0	11,074,030
DP 907 - State Transformational Learning Pmt Adjustment	0.00	76,621	0	0	76,621	0.00	150,976	0	0	150,976
DP 909 - State Tuition Increase	0.00	189,000	0	0	189,000	0.00	189,000	0	0	189,000
DP 910 - In State Treatment Adjustment	0.00	3,115	0	0	3,115	0.00	3,115	0	0	3,115
DP 911 - Increase Federal Grant Authority - Program 09	0.00	0	0	10,000,000	10,000,000	0.00	0	0	10,000,000	10,000,000
DP 920 - Debt Service Adjustment	0.00	0	1,000,000	0	1,000,000	0.00	0	1,000,000	0	1,000,000
DP 923 - Indian Language Immersion Adjustment	0.00	168,000	0	0	168,000	0.00	173,000	0	0	173,000
DP 936 - Equalization Aid Account Adjustment	0.00	(76,029,422)	76,029,422	0	0	0.00	(80,868,092)	80,868,092	0	0
DP 937 - Guarantee Account Adjustment	0.00	(2,178,360)	0	0	(2,178,360)	0.00	(2,746,964)	0	0	(2,746,964)
DP 938 - SEPTR County Retirement Adjustment	0.00	0	0	0	0	0.00	30,651,425	0	0	30,651,425
DP 939 - SEPTR Major Maintenance Aid Adjustment	0.00	0	0	0	0	0.00	4,255,075	0	0	4,255,075
DP 940 - SEPTR Debt Service Adjustment	0.00	0	0	0	0	0.00	1,093,501	0	0	1,093,501
Grand Total All Present Law Adjustments	**0.00**	**($68,171,253)**	**$87,459,246**	**$10,000,000**	**$29,287,993**	**0.00**	**($3,091,200)**	**$92,297,916**	**$10,000,000**	**$99,206,716**

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

New Proposals

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

New Proposals

	Fiscal 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 4 - Move Workforce Innovation Grants to DLI	0.00	(525,000)	0	(1,320,816)	(1,845,816)	0.00	(525,000)	0	(1,320,816)	(1,845,816)
DP 916 - Cell Phone Free Schools (RST/BIEN/OTO)	0.00	500,000	0	0	500,000	0.00	500,000	0	0	500,000
DP 924 - SMMA Adjustment	0.00	(3,175,000)	3,175,000	0	0	0.00	(3,287,000)	3,287,000	0	0
DP 925 - Business Equipment Tax Adjustment	0.00	1,050,000	(1,050,000)	0	0	0.00	1,512,000	(1,512,000)	0	0
DP 930 - School Lunch Funding (RST/BIEN)	0.00	300,000	0	0	300,000	0.00	300,000	0	0	300,000
DP 933 - Teacher Pay Incentive	0.00	53,182,948	0	0	53,182,948	0.00	54,853,831	0	0	54,853,831
DP 941 - Reduction in Funding for Significant Enrollment Increases	0.00	(1,500,000)	0	0	(1,500,000)	0.00	(1,500,000)	0	0	(1,500,000)
DP 942 - Homestead Property Tax Adjustment	0.00	20,696,590	(20,696,590)	0	0	0.00	20,696,590	(20,696,590)	0	0
DP 943 - 95 Mill Non Levy Revenue	0.00	(11,116,000)	11,116,000	0	0	0.00	(10,393,000)	10,393,000	0	0
Total	**0.00**	**$59,413,538**	**($7,455,590)**	**($1,320,816)**	**$50,637,132**	**0.00**	**$62,157,421**	**($8,528,590)**	**($1,320,816)**	**$52,308,015**

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

Property Tax Related Fund Switches:
General Fund & State Special Revenue

OPI General Fund - Differences

OPI Local Education Present Law Adjustments	Executive			Legislative			Leg - Exec		
	DP	FY 2026	FY 2027	DP	FY 2026	FY 2027	FY 2026	FY 2027	
Guarantee Account Adjustment	917	1,744,640	1,068,036	937	(2,178,360)	(2,746,964)	(3,923,000)	(3,815,000)	
Equalization Aid Account Adjustment	918	(86,220,470)	(91,780,510)	936	(76,029,422)	(80,868,092)	10,191,048	10,912,418	
SEPTR County Retirement Adjustment	919	0	38,513,031	938	0	30,651,425	0	(7,861,606)	
SEPTR MMA Adjustment				939	0	4,255,075	0	4,255,075	
SEPTR Debt Service Adjustment				940	0	1,093,501	0	1,093,501	
							6,268,048	**4,584,388**	**10,852,436**

OPI Local Education New Proposals (adjust Executive)	Executive			Legislative			Leg - Exec		
	DP	FY 2026	FY 2027	DP	FY 2026	FY 2027	FY 2026	FY 2027	
Homestead Property Tax Adjustment	926	13,414,976	13,414,976	942	20,696,590	20,696,590	7,281,614	7,281,614	
95 Mill Non Levy Revenue	921	(14,733,873)	(12,649,004)	943	(11,116,000)	(10,393,000)	3,617,873	2,256,004	
							10,899,487	**9,537,618**	**20,437,105**
						Total Differences	**17,167,535**	**14,122,006**	**31,289,541**

BOARD OF PUBLIC EDUCATION – HB 2 NARRATIVE PAGE E-25

Executive Director: McCall Flynn

Program Description

The Board of Public Education is authorized by Article X, Section 9 of the Montana Constitution, and exercises general supervision over the public school system and such other public educational institutions as assigned by law.

Agency Actuals and Budget Comparison

The following table compares FY 2024 actual expenditures, FY 2024 and FY 2025 appropriations, and the expenditures requested for FY 2026 and FY 2027 by type of expenditure and source of funding.

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2024	Approp. Fiscal 2024	Approp. Fiscal 2025	Legislative Fiscal 2026	Legislative Fiscal 2027
Personal Services	258,488	264,988	278,418	278,038	278,039
Operating Expenses	138,462	317,200	313,730	290,143	290,087
Total Expenditures	**$396,950**	**$582,188**	**$592,148**	**$568,181**	**$568,126**
General Fund	395,807	576,445	580,585	568,181	568,126
State/Other Special Rev. Funds	1,143	5,743	11,563	0	0
Total Funds	**$396,950**	**$582,188**	**$592,148**	**$568,181**	**$568,126**
Total Ongoing	**$396,950**	**$582,188**	**$592,148**	**$568,181**	**$568,126**
Total OTO	**$0**	**$0**	**$0**	**$0**	**$0**

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	11,130	0	0	11,130	0.00	11,131	0	0	11,131
DP 2 - Fixed Costs	0.00	(23,062)	0	0	(23,062)	0.00	(23,121)	0	0	(23,121)
DP 3 - Inflation Deflation	0.00	(7)	0	0	(7)	0.00	(4)	0	0	(4)
DP 9 - Remove State Special Revenue Authority	0.00	0	(11,563)	0	(11,563)	0.00	0	(11,563)	0	(11,563)
DP 22 - Fixed Cost Adjustment for Robert's Rules	0.00	(465)	0	0	(465)	0.00	(465)	0	0	(465)
Grand Total All Present Law Adjustments	**0.00**	**($12,404)**	**($11,563)**	**$0**	**($23,967)**	**0.00**	**($12,459)**	**($11,563)**	**$0**	**($24,022)**

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

OFFICE OF THE COMMISSIONER OF HIGHER EDUCATION – HB 2 NARRATIVE PAGE E-30

Commissioner of Higher Education: Clayton Christian

Program Description

The Office of the Commissioner of Higher Education (OCHE) is the state-level administrative organization of the Montana University System (MUS). The Montana Constitution, Article X, Section 9, grants governance authority over the MUS to the Board of Regents (Regents), with seven members appointed by the Governor. All state funds appropriated by the legislature to the Regents for the support of the MUS are channeled through OCHE. The Constitution charges the Regents with hiring a Commissioner of Higher Education (CHE) who serves as its executive staff.

Agency Actuals and Budget Comparison

The following table compares FY 2024 actual expenditures, FY 2024 and FY 2025 appropriations, and the expenditures requested for FY 2026 and FY 2027 by type of expenditure and source of funding.

Agency Actuals and Budget Comparison

Budget Item	Actuals Fiscal 2024	Approp. Fiscal 2024	Approp. Fiscal 2025	Legislative Fiscal 2026	Legislative Fiscal 2027
Personal Services	5,044,628	5,894,814	6,423,672	6,198,356	6,234,631
Operating Expenses	4,557,928	9,622,306	9,635,485	8,375,323	8,387,593
Equipment & Intangible Assets	10,311	11,063	11,063	11,063	11,063
Local Assistance	16,315,492	16,315,927	17,804,881	18,757,156	19,551,922
Grants	16,103,231	18,558,987	19,847,079	20,890,505	21,967,258
Transfers	271,194,718	276,213,828	297,908,604	320,936,858	319,670,822
Debt Service	244,521	651,439	651,426	1,002,458	1,002,878
Total Expenditures	**$313,470,829**	**$327,268,364**	**$352,282,210**	**$376,171,719**	**$376,826,167**
General Fund	266,687,624	273,133,217	298,618,262	318,435,453	318,415,802
State/Other Special Rev. Funds	35,011,519	35,110,764	34,517,406	38,171,423	38,630,074
Federal Spec. Rev. Funds	11,144,469	18,300,918	18,423,077	18,841,378	19,056,826
Proprietary Funds	627,217	723,465	723,465	723,465	723,465
Total Funds	**$313,470,829**	**$327,268,364**	**$352,282,210**	**$376,171,719**	**$376,826,167**
Total Ongoing	**$311,917,848**	**$324,548,364**	**$348,282,210**	**$375,804,054**	**$376,458,502**
Total OTO	**$1,552,981**	**$2,720,000**	**$4,000,000**	**$367,665**	**$367,665**

Administration Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	(395,554)	0	0	(395,554)	0.00	(380,506)	0	0	(380,506)
DP 2 - Fixed Costs	0.00	18,360	0	0	18,360	0.00	27,440	0	0	27,440
DP 3 - Inflation Deflation	0.00	(801)	0	0	(801)	0.00	(541)	0	0	(541)
Grand Total All Present Law Adjustments	**0.00**	**($377,995)**	**$0**	**$0**	**($377,995)**	**0.00**	**($353,607)**	**$0**	**$0**	**($353,607)**

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

New Proposals

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

New Proposals	Fiscal 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 107 - MUS Facilities Position	1.00	186,200	0	0	186,200	1.00	186,200	0	0	186,200
DP 108 - UM NAGPRA-Repatriation Support Team (OTO)	0.00	367,665	0	0	367,665	0.00	367,665	0	0	367,665
Total	**1.00**	**$553,865**	**$0**	**$0**	**$553,865**	**1.00**	**$553,865**	**$0**	**$0**	**$553,865**

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

Student Assistance Program

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 2026 PB	Fiscal 2026 General Fund	Fiscal 2026 State Special	Fiscal 2026 Federal Special	Fiscal 2026 Total Funds	Fiscal 2027 PB	Fiscal 2027 General Fund	Fiscal 2027 State Special	Fiscal 2027 Federal Special	Fiscal 2027 Total Funds
DP 1 - Personal Services	0.00	40,116	(12,983)	0	27,133	0.00	41,644	(12,332)	0	29,312
DP 201 - Professional Student Exchange Programs	0.00	645,828	0	0	645,828	0.00	1,650,728	0	0	1,650,728
Grand Total All Present Law Adjustments	**0.00**	**$685,944**	**($12,983)**	**$0**	**$672,961**	**0.00**	**$1,692,372**	**($12,332)**	**$0**	**$1,680,040**

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

New Proposals

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

New Proposals	Fiscal 2026 PB	Fiscal 2026 General Fund	Fiscal 2026 State Special	Fiscal 2026 Federal Special	Fiscal 2026 Total Funds	Fiscal 2027 PB	Fiscal 2027 General Fund	Fiscal 2027 State Special	Fiscal 2027 Federal Special	Fiscal 2027 Total Funds
DP 202 - 1-2 Free (RST)	0.00	1,475,000	0	0	1,475,000	0.00	1,475,000	0	0	1,475,000
DP 203 - 1-2 Free CC's (RST)	0.00	600,000	0	0	600,000	0.00	600,000	0	0	600,000
DP 204 - Central Application System	0.00	0	350,000	0	350,000	0.00	0	350,000	0	350,000
DP 205 - 1-2 Free TCU's (RST)	0.00	100,000	0	0	100,000	0.00	100,000	0	0	100,000
DP 206 - Montana 10 (RST)	0.00	3,500,000	0	0	3,500,000	0.00	3,500,000	0	0	3,500,000
Total	**0.00**	**$5,675,000**	**$350,000**	**$0**	**$6,025,000**	**0.00**	**$5,675,000**	**$350,000**	**$0**	**$6,025,000**

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

Community College Assistance Program

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 2026 PB	Fiscal 2026 General Fund	Fiscal 2026 State Special	Fiscal 2026 Federal Special	Fiscal 2026 Total Funds	Fiscal 2027 PB	Fiscal 2027 General Fund	Fiscal 2027 State Special	Fiscal 2027 Federal Special	Fiscal 2027 Total Funds
DP 402 - Community College Audit Costs	0.00	358,500	0	0	358,500	0.00	0	0	0	0
DP 405 - Community College Base Correction	0.00	(1,798,442)	0	0	(1,798,442)	0.00	(1,798,442)	0	0	(1,798,442)
DP 408 - Community College Funding Adjustment	0.00	1,784,865	0	0	1,784,865	0.00	2,930,460	0	0	2,930,460
Grand Total All Present Law Adjustments	**0.00**	**$344,923**	**$0**	**$0**	**$344,923**	**0.00**	**$1,132,018**	**$0**	**$0**	**$1,132,018**

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

Education Outreach and Diversity Program

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 2026 PB	Fiscal 2026 General Fund	Fiscal 2026 State Special	Fiscal 2026 Federal Special	Fiscal 2026 Total Funds	Fiscal 2027 PB	Fiscal 2027 General Fund	Fiscal 2027 State Special	Fiscal 2027 Federal Special	Fiscal 2027 Total Funds
DP 1 - Personal Services	0.00	20,461	0	7,719	28,180	0.00	20,461	0	10,965	31,426
DP 3 - Inflation Deflation	0.00	(25)	0	(139)	(164)	0.00	(17)	0	(94)	(111)
Grand Total All Present Law Adjustments	**0.00**	**$20,436**	**$0**	**$7,580**	**$28,016**	**0.00**	**$20,444**	**$0**	**$10,871**	**$31,315**

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

Workforce Development Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	0	(21,930)	(21,930)	0.00	0	0	(19,727)	(19,727)
DP 3 - Inflation Deflation	0.00	0	0	(171)	(171)	0.00	0	0	(115)	(115)
DP 801 - Perkins Federal Award Increase	0.00	0	0	515,990	515,990	0.00	0	0	725,850	725,850
DP 802 - Perkins MOE Increase	0.00	8,595	0	0	8,595	0.00	11,953	0	0	11,953
Grand Total All Present Law Adjustments	**0.00**	**$8,595**	**$0**	**$493,889**	**$502,484**	**0.00**	**$11,953**	**$0**	**$706,008**	**$717,961**

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

Appropriation Distribution Program

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 2026 PB	Fiscal 2026 General Fund	Fiscal 2026 State Special	Fiscal 2026 Federal Special	Fiscal 2026 Total Funds	Fiscal 2027 PB	Fiscal 2027 General Fund	Fiscal 2027 State Special	Fiscal 2027 Federal Special	Fiscal 2027 Total Funds
DP 901 - Montana University System PLA	0.00	11,384,407	0	0	11,384,407	0.00	10,526,476	0	0	10,526,476
DP 902 - MUS LAD Audit Costs	0.00	282,249	0	0	282,249	0.00	0	0	0	0
DP 903 - MUS Fixed Cost Increases from State	0.00	4,861,646	0	0	4,861,646	0.00	4,910,496	0	0	4,910,496
DP 905 - Single Audit Cost (RST)	0.00	810,072	0	0	810,072	0.00	0	0	0	0
Grand Total All Present Law Adjustments	**0.00**	**$17,338,374**	**$0**	**$0**	**$17,338,374**	**0.00**	**$15,436,972**	**$0**	**$0**	**$15,436,972**

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

New Proposals

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

New Proposals

	Fiscal 2026 PB	Fiscal 2026 General Fund	Fiscal 2026 State Special	Fiscal 2026 Federal Special	Fiscal 2026 Total Funds	Fiscal 2027 PB	Fiscal 2027 General Fund	Fiscal 2027 State Special	Fiscal 2027 Federal Special	Fiscal 2027 Total Funds
DP 904 - University Millage Fund Switch	0.00	(3,317,000)	3,317,000	0	0	0.00	(3,775,000)	3,775,000	0	0
DP 906 - Graduate Medical Education Increase	0.00	266,161	0	0	266,161	0.00	436,385	0	0	436,385
Total	**0.00**	**($3,050,839)**	**$3,317,000**	**$0**	**$266,161**	**0.00**	**($3,338,615)**	**$3,775,000**	**$0**	**$436,385**

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

Agency Funds Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1001 - Research & Development Agencies PLA	0.00	2,185,377	0	0	2,185,377	0.00	2,535,546	0	0	2,535,546
DP 1002 - SWPL Research & Development Agencies	0.00	158,271	0	0	158,271	0.00	156,352	0	0	156,352
Grand Total All Present Law Adjustments	**0.00**	**$2,343,648**	**$0**	**$0**	**$2,343,648**	**0.00**	**$2,691,898**	**$0**	**$0**	**$2,691,898**

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

Tribal College Assistance Program

New Proposals

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

New Proposals	Fiscal 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1101 - Non-Beneficiary Increase (RST)	0.00	275,240	0	0	275,240	0.00	275,240	0	0	275,240
Total	**0.00**	**$275,240**	**$0**	**$0**	**$275,240**	**0.00**	**$275,240**	**$0**	**$0**	**$275,240**

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

Guaranteed Student Loan Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	0	(83,053)	(83,053)	0.00	0	0	(83,052)	(83,052)
DP 3 - Inflation Deflation	0.00	0	0	(115)	(115)	0.00	0	0	(78)	(78)
Grand Total All Present Law Adjustments	**0.00**	**$0**	**$0**	**($83,168)**	**($83,168)**	**0.00**	**$0**	**$0**	**($83,130)**	**($83,130)**

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

Board of Regents Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	(5,600)	0	0	(5,600)	0.00	(5,600)	0	0	(5,600)
DP 1301 - Fixed Cost Per Diem Account Adjustment	0.00	5,600	0	0	5,600	0.00	5,600	0	0	5,600
Grand Total All Present Law Adjustments	**0.00**	**$0**	**$0**	**$0**	**$0**	**0.00**	**$0**	**$0**	**$0**	**$0**

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

MONTANA SCHOOL FOR THE DEAF AND BLIND – HB 2 NARRATIVE PAGE E-64

Superintendent: Paul Furthmyre

Program Description

The Montana School for the Deaf & the Blind (MSDB) provides educational opportunities for Montana's students who are deaf, hard of hearing, blind, visually impaired, and deafblind. Children and youth from preschool through high school can attend MSDB as residential or day students on the Great Falls campus, where specialized instruction is combined with opportunities to attend classes in the public schools. MSDB also serves as a statewide resource center for families, school districts, and professionals serving students who are deaf, hard of hearing, blind, visually impaired, and deafblind. Additionally, outreach consultants serve hundreds of students and families in communities across Montana and MSDB offers additional outreach programs on campus.

Agency Actuals and Budget Comparison

The following table compares FY 2024 actual expenditures, FY 2024 and FY 2025 appropriations, and the expenditures requested for FY 2026 and FY 2027 by type of expenditure and source of funding.

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2024	Approp. Fiscal 2024	Approp. Fiscal 2025	Legislative Fiscal 2026	Legislative Fiscal 2027
Personal Services	8,376,346	8,418,812	8,953,793	9,155,325	9,189,407
Operating Expenses	1,084,027	1,164,285	1,067,059	1,188,151	1,188,541
Transfers	0	1,000	1,000	1,000	1,000
Debt Service	28,450	28,451	28,451	61,615	61,615
Total Expenditures	**$9,488,823**	**$9,612,548**	**$10,050,303**	**$10,406,091**	**$10,440,563**
General Fund	9,000,736	9,107,127	9,526,225	9,893,547	9,928,019
State/Other Special Rev. Funds	293,441	304,975	317,269	305,735	305,735
Federal Spec. Rev. Funds	194,646	200,446	206,809	206,809	206,809
Total Funds	**$9,488,823**	**$9,612,548**	**$10,050,303**	**$10,406,091**	**$10,440,563**
Total Ongoing	**$9,488,823**	**$9,612,548**	**$10,050,303**	**$10,345,091**	**$10,379,563**
Total OTO	**$0**	**$0**	**$0**	**$61,000**	**$61,000**

Administration Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	21,018	0	0	21,018	0.00	21,709	0	0	21,709
DP 2 - Fixed Costs	0.00	63,115	0	0	63,115	0.00	64,261	0	0	64,261
Grand Total All Present Law Adjustments	**0.00**	**$84,133**	**$0**	**$0**	**$84,133**	**0.00**	**$85,970**	**$0**	**$0**	**$85,970**

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

New Proposals

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

New Proposals	Fiscal 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 9 - Business Office Administrative Assistant	1.00	54,467	0	0	54,467	1.00	51,667	0	0	51,667
Total	**1.00**	**$54,467**	**$0**	**$0**	**$54,467**	**1.00**	**$51,667**	**$0**	**$0**	**$51,667**

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

General Services Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	30,513	0	0	30,513	0.00	31,351	0	0	31,351
DP 2 - Fixed Costs	0.00	34,094	0	0	34,094	0.00	34,094	0	0	34,094
DP 201 - SPECB Adjustment	0.00	(33,164)	0	0	(33,164)	0.00	(33,164)	0	0	(33,164)
Grand Total All Present Law Adjustments	**0.00**	**$31,443**	**$0**	**$0**	**$31,443**	**0.00**	**$32,281**	**$0**	**$0**	**$32,281**

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

Student Services Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	95,032	0	0	95,032	0.00	99,378	0	0	99,378
DP 3 - Inflation Deflation	0.00	(1,187)	0	0	(1,187)	0.00	(802)	0	0	(802)
Grand Total All Present Law Adjustments	**0.00**	**$93,845**	**$0**	**$0**	**$93,845**	**0.00**	**$98,576**	**$0**	**$0**	**$98,576**

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

<u>**Education Program**</u>

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 2026 PB	Fiscal 2026 General Fund	Fiscal 2026 State Special	Fiscal 2026 Federal Special	Fiscal 2026 Total Funds	Fiscal 2027 PB	Fiscal 2027 General Fund	Fiscal 2027 State Special	Fiscal 2027 Federal Special	Fiscal 2027 Total Funds
DP 1 - Personal Services	0.00	(133,756)	0	0	(133,756)	0.00	(131,286)	0	0	(131,286)
DP 3 - Inflation Deflation	0.00	(5,118)	0	0	(5,118)	0.00	(3,459)	0	0	(3,459)
DP 400 - Reduce Unfunded State Special Authority	0.00	0	(11,534)	0	(11,534)	0.00	0	(11,534)	0	(11,534)
Grand Total All Present Law Adjustments	**0.00**	**($138,874)**	**($11,534)**	**$0**	**($150,408)**	**0.00**	**($134,745)**	**($11,534)**	**$0**	**($146,279)**

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

New Proposals

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

New Proposals

	Fiscal 2026 PB	Fiscal 2026 General Fund	Fiscal 2026 State Special	Fiscal 2026 Federal Special	Fiscal 2026 Total Funds	Fiscal 2027 PB	Fiscal 2027 General Fund	Fiscal 2027 State Special	Fiscal 2027 Federal Special	Fiscal 2027 Total Funds
DP 5 - Additional Outreach Motor Pool Vehicles	0.00	44,250	0	0	44,250	0.00	44,250	0	0	44,250
DP 15 - Longevity Adjustment	0.00	106,683	0	0	106,683	0.00	132,420	0	0	132,420
DP 100 - Extracurricular Compensation	0.00	30,375	0	0	30,375	0.00	30,375	0	0	30,375
DP 403 - Education Interpreters Professional Development (OTO)	0.00	61,000	0	0	61,000	0.00	61,000	0	0	61,000
Total	**0.00**	**$242,308**	**$0**	**$0**	**$242,308**	**0.00**	**$268,045**	**$0**	**$0**	**$268,045**

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

MONTANA ARTS COUNCIL – HB 2 NARRATIVE PAGE E-79

Executive Director: Krys Holmes

Program Description

The Montana Arts Council (MAC) is authorized by Title 22-2-101, MCA, to promote and support artistic and cultural activities and institutions statewide. The council administers the Cultural and Aesthetic Project grants and other grants approved by the legislature, stewards the Montana Poet Laureate program, and makes recommendations to the Governor and the legislature on arts-related issues.

Agency Actuals and Budget Comparison

The following table compares FY 2024 actual expenditures, FY 2024 and FY 2025 appropriations, and the expenditures requested for FY 2026 and FY 2027 by type of expenditure and source of funding.

Agency Actuals and Budget Comparison Budget Item	Actuals Fiscal 2024	Approp. Fiscal 2024	Approp. Fiscal 2025	Legislative Fiscal 2026	Legislative Fiscal 2027
Personal Services	706,597	706,584	761,676	774,224	775,854
Operating Expenses	363,513	367,837	344,381	311,121	311,199
Grants	512,238	512,238	512,238	567,238	567,238
Debt Service	45,491	45,491	45,491	45,491	45,491
Total Expenditures	**$1,627,839**	**$1,632,150**	**$1,663,786**	**$1,698,074**	**$1,699,782**
General Fund	611,241	615,567	627,688	673,329	673,969
State/Other Special Rev. Funds	221,393	221,387	228,012	222,835	223,292
Federal Spec. Rev. Funds	795,205	795,196	808,086	801,910	802,521
Total Funds	**$1,627,839**	**$1,632,150**	**$1,663,786**	**$1,698,074**	**$1,699,782**
Total Ongoing	**$1,627,839**	**$1,632,150**	**$1,663,786**	**$1,698,074**	**$1,699,782**
Total OTO	**$0**	**$0**	**$0**	**$0**	**$0**

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	5,742	993	5,813	12,548	0.00	6,312	1,450	6,416	14,178
DP 2 - Fixed Costs	0.00	(14,765)	(6,039)	(11,682)	(32,486)	0.00	(14,715)	(6,045)	(11,704)	(32,464)
DP 3 - Inflation Deflation	0.00	(63)	(19)	(90)	(172)	0.00	(43)	(13)	(60)	(116)
DP 22 - Fixed Cost Adjustment for Robert's Rules	0.00	(273)	(112)	(217)	(602)	0.00	(273)	(112)	(217)	(602)
Grand Total All Present Law Adjustments	**0.00**	**($9,359)**	**($5,177)**	**($6,176)**	**($20,712)**	**0.00**	**($8,719)**	**($4,720)**	**($5,565)**	**($19,004)**

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

New Proposals

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

New Proposals	Fiscal 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 5 - Federal Match Increase	0.00	55,000	0	0	55,000	0.00	55,000	0	0	55,000
Total	**0.00**	**$55,000**	**$0**	**$0**	**$55,000**	**0.00**	**$55,000**	**$0**	**$0**	**$55,000**

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

MONTANA STATE LIBRARY – HB 2 NARRATIVE PAGE E-85

State Librarian: Jennie Stapp

Program Description

The Montana State Library (MSL) is composed of programs that provide information services to all branches of state government, its agencies, local counterparts, and individuals seeking information and materials that are not found in their local libraries. The Montana Library Commission (MLC), authorized in 22-1-101, MCA, administers state and federal library funding to operate and maintain the Montana State Library, oversees the six library federations located throughout Montana, and develops statewide library long-range planning, policy, and service coordination.

Agency Actuals and Budget Comparison

The following table compares FY 2024 actual expenditures, FY 2024 and FY 2025 appropriations, and the expenditures requested for FY 2026 and FY 2027 by type of expenditure and source of funding.

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2024	Approp. Fiscal 2024	Approp. Fiscal 2025	Legislative Fiscal 2026	Legislative Fiscal 2027
Personal Services	4,182,159	4,653,163	3,112,404	3,309,051	3,329,548
Operating Expenses	2,141,991	3,195,626	5,055,161	4,625,831	4,626,659
Equipment & Intangible Assets	0	7,155	0	0	0
Grants	444,275	495,742	475,000	225,000	225,000
Debt Service	265,240	265,240	165,240	165,240	165,240
Total Expenditures	**$7,033,665**	**$8,616,926**	**$8,807,805**	**$8,325,122**	**$8,346,447**
General Fund	3,163,191	3,205,885	3,347,459	3,602,069	3,612,892
State/Other Special Rev. Funds	2,441,653	3,907,328	3,947,959	3,168,075	3,178,577
Federal Spec. Rev. Funds	1,428,821	1,503,713	1,512,387	1,554,978	1,554,978
Total Funds	**$7,033,665**	**$8,616,926**	**$8,807,805**	**$8,325,122**	**$8,346,447**
Total Ongoing	**$6,455,994**	**$7,716,926**	**$7,907,805**	**$8,325,122**	**$8,346,447**
Total OTO	**$577,671**	**$900,000**	**$900,000**	**$0**	**$0**

Central Services Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	2,039	0	0	2,039	0.00	5,368	0	0	5,368
DP 2 - Fixed Costs	0.00	182,204	0	0	182,204	0.00	182,790	0	0	182,790
DP 3 - Inflation Deflation	0.00	(748)	0	0	(748)	0.00	(506)	0	0	(506)
DP 22 - Fixed Cost Adjustment for Robert's Rules	0.00	(1,144)	0	0	(1,144)	0.00	(1,144)	0	0	(1,144)
Grand Total All Present Law Adjustments	**0.00**	**$182,351**	**$0**	**$0**	**$182,351**	**0.00**	**$186,508**	**$0**	**$0**	**$186,508**

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

New Proposals

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

New Proposals	Fiscal 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 5 - Move PB into Correct New Programs	3.00	360,101	0	0	360,101	3.00	360,648	0	0	360,648
DP 6 - Move Other Funding into Correct New Programs	0.00	(50,000)	(788,523)	(601,989)	(1,440,512)	0.00	(50,000)	(788,523)	(601,989)	(1,440,512)
Total	**3.00**	**$310,101**	**($788,523)**	**($601,989)**	**($1,080,411)**	**3.00**	**$310,648**	**($788,523)**	**($601,989)**	**($1,079,864)**

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

Patron and Local Library Development Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	72,259	185,000	73,000	330,259	0.00	78,925	185,000	73,000	336,925
DP 2 - Fixed Costs	0.00	0	0	0	0	0.00	0	0	0	0
DP 3 - Inflation Deflation	0.00	0	0	0	0	0.00	0	0	0	0
Grand Total All Present Law Adjustments	**0.00**	**$72,259**	**$185,000**	**$73,000**	**$330,259**	**0.00**	**$78,925**	**$185,000**	**$73,000**	**$336,925**

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

New Proposals

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

New Proposals	Fiscal 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 5 - Move PB into Correct New Programs	(1.25)	(133,117)	0	0	(133,117)	(1.25)	(134,114)	0	0	(134,114)
DP 6 - Move Other Funding into Correct New Programs	0.00	(150,000)	(185,000)	571,580	236,580	0.00	(150,000)	(185,000)	571,580	236,580
Total	**(1.25)**	**($283,117)**	**($185,000)**	**$571,580**	**$103,463**	**(1.25)**	**($284,114)**	**($185,000)**	**$571,580**	**$102,466**

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

GIS, Data, and Information Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	(105,242)	(30,409)	(135,651)	0.00	0	(94,740)	(30,409)	(125,149)
DP 2 - Fixed Costs	0.00	0	0	0	0	0.00	0	0	0	0
DP 3 - Inflation Deflation	0.00	0	0	0	0	0.00	0	0	0	0
Grand Total All Present Law Adjustments	**0.00**	**$0**	**($105,242)**	**($30,409)**	**($135,651)**	**0.00**	**$0**	**($94,740)**	**($30,409)**	**($125,149)**

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

New Proposals

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

New Proposals	Fiscal 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 5 - Move PB into Correct New Programs	(1.75)	(226,984)	0	0	(226,984)	(1.75)	(226,534)	0	0	(226,534)
DP 6 - Move Other Funding into Correct New Programs	0.00	200,000	973,523	30,409	1,203,932	0.00	200,000	973,523	30,409	1,203,932
DP 7 - Increased Authority for NRIS Fixed Cost Adjustment	0.00	0	40,358	0	40,358	0.00	0	40,358	0	40,358
Total	**(1.75)**	**($26,984)**	**$1,013,881**	**$30,409**	**$1,017,306**	**(1.75)**	**($26,534)**	**$1,013,881**	**$30,409**	**$1,017,756**

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

MONTANA HISTORICAL SOCIETY – HB 2 NARRATIVE PAGE E-100

Executive Director: Molly Kruckenberg

Program Description

The Montana Historical Society (MTHS) is an agency of state government that exists for the use, learning, culture and enjoyment of the citizens of, and visitors to, the State of Montana. MTHS acquires, preserves and protects historical records, art, archives, museum objects, historical places, sites and monuments. MTHS maintains a library and historical museum, provides educational programs and services for teachers and the general public and publishes the state historical magazine and books.

Agency Actuals and Budget Comparison

The following table compares FY 2024 actual expenditures, FY 2024 and FY 2025 appropriations, and the expenditures requested for FY 2026 and FY 2027 by type of expenditure and source of funding.

Agency Actuals and Budget Comparison					
Budget Item	Actuals Fiscal 2024	Approp. Fiscal 2024	Approp. Fiscal 2025	Legislative Fiscal 2026	Legislative Fiscal 2027
Personal Services	4,253,142	5,100,622	6,018,272	6,409,572	6,419,919
Operating Expenses	2,172,815	2,585,568	3,070,844	4,425,961	3,503,552
Equipment & Intangible Assets	115,348	144,886	94,886	94,886	94,886
Grants	86,978	87,120	87,120	1,047,120	87,120
Transfers	10,000	10,000	0	0	0
Debt Service	312,608	326,022	187,914	237,914	187,914
Total Expenditures	**$6,950,891**	**$8,254,218**	**$9,459,036**	**$12,215,453**	**$10,293,391**
General Fund	4,014,120	4,440,172	3,967,445	3,913,440	1,938,142
State/Other Special Rev. Funds	1,299,373	1,914,642	3,420,963	6,249,778	6,300,830
Federal Spec. Rev. Funds	879,414	982,345	1,024,101	1,010,584	1,012,518
Proprietary Funds	757,984	917,059	1,046,527	1,041,651	1,041,901
Total Funds	**$6,950,891**	**$8,254,218**	**$9,459,036**	**$12,215,453**	**$10,293,391**
Total Ongoing	**$6,758,076**	**$8,046,395**	**$9,351,501**	**$9,915,453**	**$9,943,391**
Total OTO	**$192,815**	**$207,823**	**$107,535**	**$2,300,000**	**$350,000**

Administration Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	21,868	22,369	0	46,080	0.00	23,921	23,420	0	49,314
DP 2 - Fixed Costs	0.00	(50,266)	0	0	(50,266)	0.00	(29,190)	0	0	(29,190)
DP 17 - Standard Budget Adjustment	0.00	0	0	0	0	0.00	0	0	0	0
DP 22 - Fixed Cost Adjustment for Robert's Rules	0.00	(394)	0	0	(394)	0.00	(394)	0	0	(394)
DP 23 - Fixed Costs Adjustment for Office/Non-Office Rent	0.00	(12,117)	0	0	(12,117)	0.00	(12,901)	0	0	(12,901)
Grand Total All Present Law Adjustments	**0.00**	**($40,909)**	**$22,369**	**$0**	**($16,697)**	**0.00**	**($18,564)**	**$23,420**	**$0**	**$6,829**

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

New Proposals

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

New Proposals	Fiscal 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 11 - Fund Switch to O&M Accomm Tax	0.00	(1,283,623)	1,283,623	0	0	0.00	(1,285,274)	1,285,274	0	0
DP 18 - Temporary Relocation Rent (RST/OTO)	0.00	0	50,000	0	50,000	0.00	0	0	0	0
DP 19 - Montana 250th Commission (RST/BIEN/OTO)	0.00	2,000,000	0	0	2,000,000	0.00	0	0	0	0
DP 5170101 - Museum CSM Database Manager	1.00	0	96,296	0	96,296	1.00	0	93,497	0	93,497
Total	**1.00**	**$716,377**	**$1,429,919**	**$0**	**$2,146,296**	**1.00**	**($1,285,274)**	**$1,378,771**	**$0**	**$93,497**

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

Library and Archives Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	66,790	13,680	0	80,470	0.00	69,753	14,287	0	84,040
DP 2 - Fixed Costs	0.00	(68,860)	0	0	(68,860)	0.00	(67,704)	0	0	(67,704)
DP 17 - Standard Budget Adjustment	0.00	0	0	0	0	0.00	0	0	0	0
DP 22 - Fixed Cost Adjustment for Robert's Rules	0.00	(581)	0	0	(581)	0.00	(581)	0	0	(581)
DP 23 - Fixed Costs Adjustment for Office/Non-Office Rent	0.00	(17,857)	0	0	(17,857)	0.00	(19,012)	0	0	(19,012)
Grand Total All Present Law Adjustments	**0.00**	**($20,508)**	**$13,680**	**$0**	**($6,828)**	**0.00**	**($17,544)**	**$14,287**	**$0**	**($3,257)**

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

New Proposals

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

New Proposals

	Fiscal 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 13 - Fund Switch from General Fund to State Special Revenue	0.00	(500,000)	500,000	0	0	0.00	(500,000)	500,000	0	0
DP 14 - Heritage Center Operations Account Appropriation	0.00	0	250,000	0	250,000	0.00	0	250,000	0	250,000
DP 15 - Contingency O&M Funds (OTO)	0.00	0	125,000	0	125,000	0.00	0	175,000	0	175,000
Total	**0.00**	**($500,000)**	**$875,000**	**$0**	**$375,000**	**0.00**	**($500,000)**	**$925,000**	**$0**	**$425,000**

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

Museum Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	16,196	7,977	0	24,173	0.00	16,754	8,252	0	25,006
DP 2 - Fixed Costs	0.00	(29,545)	0	0	(29,545)	0.00	(27,771)	0	0	(27,771)
DP 17 - Standard Budget Adjustment	0.00	0	0	0	0	0.00	0	0	0	0
DP 23 - Fixed Costs Adjustment for Office/Non-Office Rent	0.00	(27,423)	0	0	(27,423)	0.00	(29,197)	0	0	(29,197)
Grand Total All Present Law Adjustments	**0.00**	**($40,772)**	**$7,977**	**$0**	**($32,795)**	**0.00**	**($40,214)**	**$8,252**	**$0**	**($31,962)**

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

New Proposals

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

New Proposals	Fiscal 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 11 - Fund Switch to O&M Accomm Tax	0.00	(79,255)	79,255	0	0	0.00	(79,293)	79,293	0	0
DP 14 - Heritage Center Operations Account Appropriation	0.00	0	250,000	0	250,000	0.00	0	250,000	0	250,000
DP 15 - Contingency O&M Funds (OTO)	0.00	0	125,000	0	125,000	0.00	0	175,000	0	175,000
DP 16 - Fund Switch to Accommodations Tax	0.00	0	0	0	0	0.00	0	0	0	0
Total	**0.00**	**($79,255)**	**$454,255**	**$0**	**$375,000**	**0.00**	**($79,293)**	**$504,293**	**$0**	**$425,000**

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

Publications Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	23,476	0	0	39,126	0.00	23,656	0	0	39,426
DP 2 - Fixed Costs	0.00	0	0	0	(21,094)	0.00	0	0	0	(21,011)
DP 23 - Fixed Costs Adjustment for Office/Non-Office Rent	0.00	0	0	0	(1,275)	0.00	0	0	0	(1,358)
Grand Total All Present Law Adjustments	**0.00**	**$23,476**	**$0**	**$0**	**$16,757**	**0.00**	**$23,656**	**$0**	**$0**	**$17,057**

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

Outreach and Education Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	38,423	25,615	0	64,038	0.00	38,767	25,844	0	64,611
DP 2 - Fixed Costs	0.00	(40,453)	0	0	(40,453)	0.00	(40,288)	0	0	(40,288)
DP 22 - Fixed Cost Adjustment for Robert's Rules	0.00	(298)	0	0	(298)	0.00	(298)	0	0	(298)
DP 23 - Fixed Costs Adjustment for Office/Non-Office Rent	0.00	(2,551)	0	0	(2,551)	0.00	(2,716)	0	0	(2,716)
Grand Total All Present Law Adjustments	**0.00**	**($4,879)**	**$25,615**	**$0**	**$20,736**	**0.00**	**($4,535)**	**$25,844**	**$0**	**$21,309**

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

State Historic Preservation Office Program

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 2026					Fiscal 2027				
	PB	General Fund	State Special	Federal Special	Total Funds	PB	General Fund	State Special	Federal Special	Total Funds
DP 1 - Personal Services	0.00	0	0	43,917	43,917	0.00	0	0	45,753	45,753
DP 2 - Fixed Costs	0.00	0	0	(54,246)	(54,246)	0.00	0	0	(54,081)	(54,081)
DP 3 - Inflation Deflation	0.00	0	0	(301)	(301)	0.00	0	0	(203)	(203)
DP 22 - Fixed Cost Adjustment for Robert's Rules	0.00	0	0	(336)	(336)	0.00	0	0	(336)	(336)
DP 23 - Fixed Costs Adjustment for Office/Non-Office Rent	0.00	0	0	(2,551)	(2,551)	0.00	0	0	(2,716)	(2,716)
Grand Total All Present Law Adjustments	**0.00**	**$0**	**$0**	**($13,517)**	**($13,517)**	**0.00**	**$0**	**$0**	**($11,583)**	**($11,583)**

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