

MONTANA LEGISLATIVE BRANCH**Legislative Fiscal Division**

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Director
AMY CARLSON



DATE: June 3, 2016
 TO: Legislative Finance Committee
 FROM: Kris Wilkinson, Lead Fiscal Analyst
 RE: Budget Amendments

BUDGET AMENDMENT ACTIVITY

As of May 31, 2016 the Legislative Finance Division received notification of 36 budget amendments certified by the Governor since the March 2016 Legislative Finance Committee meeting.

These amendments increase total funds \$5.7 million in FY 2016. An additional 1.59 FTE in FY 2016, and 4.97 FTE in FY 2017 in modified positions have also been added. Three amendments transfer existing authority between expenditure categories or between organizational units and five extend previously approved amendment authority. The figure summarizes the budget amendments certified by the Governor from the period March 1, 2016 through May 31, 2016.

Budget Amendment Summary (since last LFC meeting)		
Component	FY 2016	FY 2017
Number of Amendments	36	8
FTE Added	1.59	4.97
State Special Revenue	\$0	\$0
Federal Revenue	5,714,633	0
Proprietary Fund	10,000	0
Total Revenue	\$5,724,633	\$0

Each amendment, along with a brief explanation, is summarized in the attached table. Staff has reviewed the amendments and has raised no concerns with any amendment meeting statutory criteria.

The following figures summarizes the budget amendments that were certified for the 2017 biennium. The various approving authorities have added a total of \$56.9 million in the 2017 biennium.

APPENDIX C

Budget Amendment Cumulative Summary 2017 Biennium				
LFC Meeting	Number of			Cumulative
2017 Biennium	Amendments	FY 2016	FY 2017	Total
September 24, 2015	43	\$15,053,512	\$189,721	\$15,243,333
December 1, 2015	49	16,329,726	1,849,475	18,179,201
February 29, 2016	40	16,707,391	1,065,320	17,772,711
May 31, 2016	36	5,724,633	0	5,724,633
Total	168	\$53,815,262	\$3,104,516	\$56,919,878

The following figure reflects the additional budget authority provided to each agency through the budget amendment process in FY 2016 compared to the FY 2016 modified budget for HB 2.

Budget Amendment Authority Comparison with HB 2 Total Funds By State Agency			
State Agency	FY 2016 Budget HB 2	Budget Amendment	% of Modified Budget
Department of Agriculture	\$17,849,466	\$1,242,209	1.34%
Department of Commerce	33,303,553	447,688	0.02%
Department of Corrections	203,739,222	35,395	0.02%
Crime Control Division	13,134,004	5,460,413	41.57%
Department of Environmental Quality	66,766,428	(11,900,924)	-17.82%
Department of Natural Resources and Conservation	70,101,975	9,817,442	14.00%
Department of Public Health and Human Services	2,087,396,095	15,272,271	0.73%
Department of Fish, Wildlife, and Parks	83,629,525	15,557,931	18.60%
Governor's Office	9,758,028	(8,806,502)	-90.25%
Department of Justice	98,674,313	530,430	0.54%
Department of Labor and Industry	84,186,673	1,467,573	1.74%
Department of Livestock	12,604,916	149,000	1.18%
Department of Military Affairs	49,235,631	928,257	1.89%
Judicial Branch	50,483,875	824,497	1.63%
Montana Arts Council	1,485,491	65,834	4.43%
Montana State Library	6,483,763	88,930	1.37%
Montana Historical Society	5,699,820	276,388	4.85%
Office of Public Instruction	958,325,159	2,266,648	0.24%
Public Service Regulation	4,133,777	140,230	3.39%
Department of Revenue	196,868,953	199,574	0.10%
Department of Transportation	678,317,950	19,683,007	2.90%
Office of the Commissioner of Higher Education	331,780,370	68,973	0.02%
Total	\$5,046,109,521	\$53,815,264	1.07%

APPENDIX C
Detailed Budget Amendment Report

LFC Meeting: June 2016				Amount FY16	Amount FY17	FTE FY16	FTE FY17
BA #: 016	Agency/Program: Crime Control Division, Montana Board of Crime Control	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Greg DeWitt				
Purpose: Increased funding from the U.S. Department of Justice, Office of Victims of Crime to provide direct assistance to crime victims.				4,684,459	0	0.00	0.00
BA #: 015.01	Agency/Program: Crime Control Division, Montana Board of Crime Control	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Greg DeWitt				
Purpose: This is an augmentation and extension of a previous budget amendment for the Vision 21: Linking Systems of Care initiative. Funding is from the U.S. Department of Justice Office of Victims of Crime. The funding is extended through June 2017. The funding would be used to develop and implement coordinated strategies that ensure every child entering child and family serving state systems is assessed for victimization, that children and their families are provided comprehensive and coordinated services to fully address their needs, and practices and policies are established to sustain this approach for the long-term.				425,954	0	0.00	0.00
BA #: 013.01	Agency/Program: Crime Control Division, Montana Board of Crime Control	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Greg DeWitt				
Purpose: An enhancement to a previously approved budget amendment to align the funding to the current federal award. The funding is for the Vision 21 to provide funding for legal assistance to victims of crimes. The funding will be used to provide service providers with improved referrals and increased access to attorneys to assist with their legal technical assistance needs and to improve referrals and increase crime victims' access to wraparound civil legal services.				350,000	0	0.00	0.00
BA #: 716	Agency/Program: DEQ / Aor. Energy & Mining	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Stephen Forrest				
Purpose: Establish authority for federal funds to develop a web-based electronic coal permitting application system				1,398,500	0	0.00	0.00
BA #: 287.01	Agency/Program: DNRC / Forestry	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Stephen Forrest				
Purpose: Extend authority for a United States Department of Agriculture Forest service cooperative agreement to assist with prescribed burns on federal lands.				0	0	0.10	0.10
BA #: 607	Agency/Program: DNRC / Forestry	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Stephen Forrest				
Purpose: Establish authority for Department of the Interior, Bureau of Land Management funds to reimburse DNRC'S Northeast Land Office for costs incurred in assisting with prescribed burning activities on federal lands.				2,500	0	0.00	0.00
BA #: 608	Agency/Program: DNRC / Forestry	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Stephen Forrest				
Purpose: Establish authority for Department of the Interior, Bureau of Land Management to reimburse costs incurred in assisting with prescribed burning activities on federal lands.				2,500	0	0.00	0.00
BA #: 606	Agency/Program: DNRC / Forestry	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Stephen Forrest				
Purpose: Establish authority for funds under a Department of the Interior, Bureau of Land Management agreement to reimburse DNRC'S South Western Land Office for costs incurred in assisting with prescribed burning activities on federal lands.				2,500	0	0.00	0.00

APPENDIX C

LFC Meeting: June 2016

				Amount FY16	Amount FY17	FTE FY16	FTE FY17
BA #: 554.01	Agency/Program: DNRC / Forestry	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Stephen Forrest				
Purpose: Reduces a previous budget amendment by \$1				-1		0.00	
BA #: 563.01	Agency/Program: DNRC / Water	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Stephen Forrest				
Purpose: Extend authority for a National Dam Safety Program to the end of August 2016.				0	0	0.00	0.00
BA #: BA709	Agency/Program: DPHHS - Developmental Services Division	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Scot Conrady				
Purpose: Requesting authority for title XX social services block grant for purpose of... (1) To prevent, reduce, or eliminate dependency; (2) to achieve or maintain self-sufficiency; (3) to prevent neglect, abuse, or exploitation of children and adults; (4) to prevent or reduce inappropriate institutional care; and (5) to secure admission or referral for institutional care when other forms of care are not appropriate.				1,264,436	0	0.00	0.00
BA #: 696	Agency/Program: DPHHS - Public Health and Safety	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Quinn Holzer				
Purpose: Establish authority and extending modified FTE for Maternal, Infant and Early Childhood Home visiting Service Delivery Program based on a federal grant.				4,315,889			2.25
BA #: 749	Agency/Program: FWP / Capital	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Stephen Forrest				
Purpose: Establish authority for United States Fish and Wildlife Service Pittman-Robertson funding to purchase an inholding within the Fish Creek Wildlife Management Area.				1,060,872	0	0.00	0.00
BA #: 338.04	Agency/Program: FWP / Fisheries	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Stephen Forrest				
Purpose: Extend the end date for authority for United States Department of Agriculture, Natural Resources Conservation Service funding for Arctic Grayling research				0	0	0.00	0.00
BA #: 517.06	Agency/Program: FWP / Wildlife	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Stephen Forrest				
Purpose: Extend the date of a federal grant from the National Fish and Wildlife Foundation for Bear Management in the Cabinet-Yaak Region				0	0	0.00	0.25
BA #: 544.01	Agency/Program: FWP / Wildlife	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Stephen Forrest				
Purpose: Add additional FTE to complete work for endangered species funding received from the United States Fish and Wildlife Service				0	0	0.24	0.00
BA #: 011.02	Agency/Program: Governor's Office - Executive Office	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Micaela Kurth				
Purpose: Revert unused authority in the Governor's Office that was acquired for the Montana State Small Business Credit Initiative Allocation Agreement. All remaining SSBCI authority will be reverted as it was not needed by the Governor's Office after a change in accounting procedure from transferring funds to Commerce, to use of a shared fund with Commerce. Personal services authority is being reverted as a result of Commerce having to return funds to the federal government.				-8,806,502			

APPENDIX C

LFC Meeting: June 2016

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BA #: 20	Agency/Program: Judiciary - District Court Operations	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Greg DeWitt				
Purpose: A grant from the U.S. Department of Justice to fund costs for the 5th Judicial District DUI Accountability Court located in Jefferson, Madison, and Beaverhead counties. In addition to court coordination, participant services the funding would support are treatment, drug testing, and daily alcohol monitoring, costs.				302,482	0	0.13	0.50
BA #: 121.01	Agency/Program: Judiciary - District Court Operations	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Greg DeWitt				
Purpose: This is an extension and no cost operating plan change of a previously approved federal grant for the adult treatment court in the 13th Judicial District comprising Yellowstone County. The grant was extended one year to the end of the 2016 federal fiscal year. The operating plan change moves funds from benefits and claims to personal services for a modify position serving as licensed addition counselor and case manager. Additionally, benefit and claims funding is moved to operating expenses and equipment to fund court operating costs and equipment to purchase a Polycom unit to enhance web-based and video treatment.				0	0	0.50	0.25
BA #: 017	Agency/Program: Judiciary - Supreme Court Operations	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Greg DeWitt				
Purpose: The U.S. Department of Health and Human Services, Administration for Children and Families provided a grant running through September 30, 2017 to facilitate state court data collection and analysis and to promote data sharing between state courts and child welfare agencies.				99,867	0	0.00	0.00
BA #: 016	Agency/Program: Judiciary - Supreme Court Operations	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Greg DeWitt				
Purpose: The U.S. Department of Health and Human Services, Administration for Children and Families provided a grant running through September 30, 2017 to provide training to various disciplines within the court system that focus on court's performance and role in the continuum of care provided for families and children at risk.				99,867	0	0.00	0.00
BA #: 608.01	Agency/Program: Justice - Division of Criminal Investigation	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Greg DeWitt				
Purpose: The division received funding for overtime associated with division narcotics agents' work in support of U.S. immigration and Customs Enforcement joint/task force work.				2,000	0	0.00	0.00
BA #: 610	Agency/Program: Justice - Division of Criminal Investigation	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Greg DeWitt				
Purpose: A grant from the Rocky Mountain High Intensity Drug Trafficking Area Program Office to support collaboration between federal, state, and local law enforcement in the response to drug trafficking. The funds will support officer overtime and other incidental operating costs.				56,865	0	0.00	0.00
BA #: 611	Agency/Program: Justice - Division of Criminal Investigation	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Greg DeWitt				
Purpose: The department received funding from the Flathead County Sheriff's Office for reimbursement of overtime and associated benefits for two division agents in support of the Kalispell High Impact Drug Traffic Area/Northwest Drug Task Force.				17,056	0	0.00	0.00
BA #: 614	Agency/Program: Justice - Division of Criminal Investigation	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Greg DeWitt				
Purpose: The division received funding for agent overtime worked in support of the Missouri River High Impact Drug Traffic Area Drug Task Force.				8,333	0	0.00	0.00

APPENDIX C

LFC Meeting: June 2016

				Amount FY16	Amount FY17	FTE FY16	FTE FY17
BA #: 603.03	Agency/Program: Justice - Division of Criminal Investigation	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Greg DeWitt				
Purpose: Additional funding from the U.S. Marshals Service for an existing budget amendment to fund overtime for agents in investigations and arrests of persons with active federal warrants or potential violations of the Adam Walsh Act.				852	0	0.00	0.00
BA #: 615	Agency/Program: Justice - Division of Criminal Investigation	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Greg DeWitt				
Purpose: Funding from the U.S. Department of Justice, Drug Enforcement Administration to fund overtime and operating costs on investigations in support of prosecutions of cases associated with illicit cannabis.				20,000	0	0.00	0.00
BA #: 613	Agency/Program: Justice - Division of Criminal Investigation	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Greg DeWitt				
Purpose: New federal funding from the Federal Bureau of Investigations for Big Sky Safe Streets Task Force activities. Funding is for agent overtime expenditures.				39,096	0	0.00	0.00
BA #: 602.01	Agency/Program: Justice - Forensic Services Division	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Greg DeWitt				
Purpose: This is an operational plan change to a previously approved budget amendment. The funding is to reduce DNA backlogs. This operating plan change moved funds from both operating expenses and equipment to personal services to fund FTE to increase the capacity of the serology section.				0	0	0.33	0.07
BA #: 220.05	Agency/Program: Justice - Legal Services Division	Funding: State Special	Concerns: <input type="checkbox"/> Analyst: Greg DeWitt				
Purpose: The executive approved an operational plan change to an existing budget amendment associated with the Keep My Montana Home Program that is associated with a legal settlement agreement. This change moved \$100,000 from operating expenses to personal services to fund a 0.17 modified FTE in FY 2016 (1.17 FTE in FY 2017). The funding will be used to hire a foreclosure specialist to manage foreclosure settlement funds and programs in the Office of Consumer Protection.				0	0	0.17	1.17
BA #: 610	Agency/Program: Livestock - Animal Health Division	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Stephen Forrest				
Purpose: Establish authority for animal disease traceability funding from the United States Department of Agriculture				149,000	0	0.12	0.38
BA #: 073	Agency/Program: Montana Arts Council - Promotion of the Arts	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Rob Miller				
Purpose: Increase federal authority for NEA funding by \$65,834. Actual grant award was higher than anticipated in original budget.				65,834	0	0.00	0.00
BA #: 077.10	Agency/Program: Montana Historical Society - Historic Preservation	Funding: Proprietary	Concerns: <input type="checkbox"/> Analyst: Rob Miller				
Purpose: Increases budget authority for proprietary funds. The agency anticipates revenues higher than originally budgeted for State Historic Preservation Program copy fees.				10,000	0	0.00	0.00

APPENDIX C

LFC Meeting: June 2016

				Amount FY16	Amount FY17	FTE FY16	FTE FY17	
BA #: 104	Agency/Program: Montana Historical Society - Research Center	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Rob Miller					
Purpose: Increases federal authority by \$12,045 for State and National Archival Partnership. Grant award was higher than anticipated in original budget.				12,045	0	0.00	0.00	
BA #: 012	Agency/Program: Public Service Regulation	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Greg DeWitt					
Purpose: Federal funding to provide inspections in support of federal pipeline safety laws.				140,230	0	0.00	0.00	
BA #: 96.04	Agency/Program: Transportation - Maintenance	Funding: Federal	Concerns: <input type="checkbox"/> Analyst: Cathy Duncan					
Purpose: This budget amendment corrects a previous BA where the transaction was not included in the appropriation journals. It does not increase the federal appropriations in the org budget.				0	0	0.00	0.00	
Summary for 'LFC Meeting' = Jun 2016 (36 detail records)				Grand Total:	\$5,724,633	\$0	1.59	4.97