

**Overview of
Impacts of HB 2, SB 261
Education Interim Committee
August 22, 2017**



THE CONSTITUTION OF THE STATE OF MONTANA

ARTICLE IX. ENVIRONMENT AND NATURAL RESOURCES

Section 4. **Cultural resources.** The legislature shall provide for the identification, acquisition, restoration, enhancement, preservation, and administration of scenic, historic, archeologic, scientific, cultural, and recreational areas, sites, records and objects, and for their use and enjoyment by the people.

Critical Issues 2017

from Strategic Plan

1. Marketing and Development
2. Digital Strategies
3. Collections: Access, Preservation, Acquisition and Security
4. Outreach and Relationship-building
5. Long-term Strategic and Operational Planning

The Five Programs of the MHS

- Montana's Museum
- Research Center and State Archives
- State Historic Preservation Office
- MT Historical Society Publications
- Outreach and Education

HB 2 Reductions (annual)

Total General Fund	\$3,317,568
P/S	\$2,806,945
Fixed Costs	\$415,970
10% reduction	-\$378,618
Add'l 2% p/s (6% total)	-\$57,284
Reductions in 261 Trustees (statutory)	-\$25,450 -\$12,000
BALANCE GENERAL FUND for operating expenses	\$57,203



Agency	Description	Legislative Proposal	Leg Total	Level	Trigger
1 TRANSFER	Fire Fund Transfer	(12.00)		1	\$0-\$12 million below adjusted HJ2
2 DPHHS	HB 17 triggered out (@ \$6 million down)	(5.30)	(17.30)	1.5	
3 TRANSFER	Fire Fund Transfer	(12.00)		2	\$12-\$24 million below
4 Global	0.5% across the board reductions	(12.70)		2	
5	Reduce Old Fund Administrative costs (MCA 39-71-23-52)	(1.25)		2	
6 DPHHS	Eliminate TPA for HELP Act & CHIP	(6.00)	(31.95)	2	
7 TRANSFER	Fire Fund Transfer	(6.00)		3	
8 Gov	1% general fund reduction (Program 20)	(0.18)		3	
9 Leg	1% general fund reduction	(0.27)		3	
10 Lib	Cut digital Library gf by half	(1.30)		3	\$24-36 million below
11 MHS	Cut research center gf by half	(1.20)		3	
12 Commerce	Reduce Tourism Promotion by 8%	(3.28)		3	
13 Ag	Cut Agriculture Marketing GF by half	(0.25)		3	
15 DPHHS	DPHHS provider rate reduction up to 1%	(7.00)		3	
16 DPHHS	Reduce Targeted Case Mgmt - Children/Adult Mental Health	(3.85)		3	
17 DNRC	Eliminate Reserved Water Rights Commission approp	-	(23.33)	3	* \$400k reduction included in SB 95, so not included in triggers
18 Global	eliminate approps for 1st year of pay plan	(7.60)		4	
19 OPI	Delay new Secondary Voc Ed funding	(1.00)		4	
20 OPI	Delay Data for Achievement	(6.30)		4	\$36-48 million below
21 OPI	Reduce HB124 Combined Fund Block Grant	(5.60)		4	
22 OPI	delay NRD	(5.80)		4	
23 Commerce	Reduce the Native Language Preservation Program appropriation	(0.50)	(26.80)	4	

SB 261 Reductions

- **.05% global general fund**

FY 2018	\$ 16,588	FY 2019	\$ 16,428
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- **General Fund Reduction**

FY 2018	\$ 608,711	FY 2018	\$609,786
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- **Eliminate GF appropriation pay plan**

FY 2018	<u>\$ 8,862</u>	FY 2019	<u>\$ 22,409</u>
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Total General Fund reduction

FY 2018	\$634,161	FY 2019	\$648,623
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Summary of Budget Reductions

HB 2 2017 Biennial Budget All Sources:

\$11,757,011

Final 2019 Biennial Budget All Sources:

\$9,714,096

Total Reductions HB2, SB 261:

\$2,042,915

Reductions as % of Total Budget: **17.3%**

Total FTE in HB 2 before reductions: 59.39

Staff Reductions as % of total: **25.2%**

People Impacts

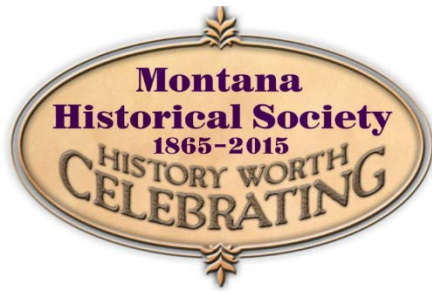
- Eight full-or part-time employees laid off.
- Total of 15 positions unfilled.
- Total of 24 positions impacted by reduced hours, retirement, unpaid leave, change in responsibilities or reduction in force.

Program Impacts

- State Capitol Tours will be discontinued after August 18. Self-guided tours only.
- Montana's Museum hours will be Monday – Saturday, 9am-5pm. Closed Thursday evenings.
- Thursday evening public program series will be discontinued. Weekday and Second Saturday will continue.
- Research Center Reference Library hours will be Tuesday-Friday, 9am-5pm. Closed Saturday.

Program Impacts

- Photo Archives hours will be by appointment only. No public hours.
- Public Relations and marketing efforts significantly reduced.
- Montana's Museum exhibit schedule will be delayed.
- Montana Historical Society Press projects will be delayed.
- Digital archive strategies delayed.
- Membership and donor services will be reduced.
- SHPO field work has been curtailed. No travel, unless expenses are paid by the host.



“Montana *needs* this museum, the research library, the Russell Gallery, the Gallery of Western Art, the Gallery of Fine Art, and the *Montana Magazine of Western History*, and it is good business – good in terms of tourist dollars and educational content. The reason that one of the finest museums in the country is emerging here (and the reason that this Society as a whole is going full blast) is that we simply can’t believe that full support won’t be forthcoming.”

K. Ross Toole, *Montana The Magazine of Western History*,
1954