

SECTION A - GOVERNOR'S OFFICE

Figure 1

3101 Governor's Office							All Programs	
Legislative Budget Comparison Table								
Federal Stimulus Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	-	-	7,065,451	-	-	7,065,451	7,065,451	0.0%
Operating Expenses	-	-	75,000	-	-	75,000	75,000	0.0%
Total Costs	-	-	7,140,451	-	-	7,140,451	7,140,451	0.0%
General Fund	-	-	7,140,451	-	-	7,140,451	7,140,451	0.0%
Total Funds	-	-	7,140,451	-	-	7,140,451	7,140,451	0.0%

Agency Narrative

The Governor's office is provided an appropriation of \$7.14 million for personal service costs that are normally appropriated in HB 13, but are contained in this bill to account for general fund freed up by federal stimulus funds.

Purpose of Funds

These funds are only the general fund portion for personal services pay plan normally appropriated in HB 13. \$4.0 million is for the personal services contingency fund administered by the Governor's Office to cover unexpected shortfalls in agency personal services expenditures. \$3.065 million is for the replacement of the one-time-only general fund appropriation for personal services budget adjustments to ensure the minimum payment to employee provision of 2-18-303(3) MCA. The remaining \$75,000 is for pay plan training.

Statutory Changes

There are no statutory changes required.

Conditions and Limitations

There are no conditions or limitations on the funding.

Figure 2

3101 Governor's Office				All Programs		
Legislative Budget Decision Package	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
<i>Federal Stimulus New Proposal Decision Packages</i>						
NP00400 HB 13 - Replace OTO general fund appropriations	7,140,451	-	7,140,451	7,140,451	-	7,140,451
New Proposal Total	7,140,451	-	7,140,451	7,140,451	-	7,140,451
Total All Decision Packages	7,140,451	-	7,140,451	7,140,451	-	7,140,451

Decision Package Narrative

DP-400 Replace General Fund Appropriations In HB13 - The legislature approved an appropriation of \$7,140.451 general fund in FY 2010 for the replacement of pay plan elements funded with general fund in HB 13.

SECTION A - DEPARTMENT OF ADMINISTRATION

Figure 1

6101 Department Of Administration							All Programs		
Legislative Budget Comparison Table									
Federal Stimulus	Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item		FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Operating Expenses		-	-	1,000,000	1,000,000	-	2,000,000	2,000,000	0.0%
Transfers		-	-	-	-	-	-	-	0.0%
Total Costs		-	-	1,000,000	1,000,000	-	2,000,000	2,000,000	0.0%
General Fund		-	-	1,000,000	1,000,000	-	2,000,000	2,000,000	0.0%
Total Funds		-	-	1,000,000	1,000,000	-	2,000,000	2,000,000	0.0%

Agency Narrative

The Department of Administration includes a funding request totaling \$2.0 million for the biennium from general funds freed up from Montana's receipt of American Recovery and Reinvestment Act of 2009 funds. Funding requests within the department are for support of a high performance computer center.

Purpose of Funds

The purpose for the funding is to replace general fund for one-time expenditures of funding for department expenditures.

Statutory Changes

No statutory changes are anticipated in association with the funding for the department.

Conditions and Limitations

Funding is from freed up general fund associated with stimulus funds received by the state so no specific conditions or limitations are placed on the funds.

Figure 2

6101 Department Of Administration							All Programs
Legislative Budget	General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds	
Decision Package	FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11	
<i>Federal Stimulus New Proposal Decision Packages</i>							
NP090001 High Performance Computer Operations -- Biennial	1,000,000	1,000,000	2,000,000	1,000,000	1,000,000	2,000,000	
New Proposal Total	1,000,000	1,000,000	2,000,000	1,000,000	1,000,000	2,000,000	
Total All Decision Packages	1,000,000	1,000,000	2,000,000	1,000,000	1,000,000	2,000,000	

Decision Package Narrative

NP 90001 – High Performance Computer Operations – Biennial – Biennium funding of \$2.0 million general fund was approved to support a lease in the Thorton Building in Butte and startup and operating costs to run a high performance computer. A biennial designation was approved for this funding.

HB 2 currently includes funding for the high performance computer operations as a \$2.0 million line item appropriation designated as biennial and one time only. HB 645 includes language that would void the HB 2 funding for this purpose.

SECTION A – DEPARTMENT OF COMMERCE

Figure 1

6501 Department Of Commerce							All Programs	
Legislative Budget Comparison Table								
Federal Stimulus Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	-	-	711,247	656,440	-	1,367,687	1,367,687	0.0%
Operating Expenses	-	-	3,617,190	322,131	-	3,939,321	3,939,321	0.0%
Grants	-	-	85,634,934	37,387,361	-	123,022,295	123,022,295	0.0%
Total Costs	-	-	89,963,371	38,365,932	-	128,329,303	128,329,303	0.0%
General Fund	-	-	38,166,044	6,575,948	-	44,741,992	44,741,992	0.0%
State/other Special Rev. Funds	-	-	31,583,958	11,576,615	-	43,160,573	43,160,573	0.0%
Federal Spec. Rev. Funds	-	-	20,213,369	20,213,369	-	40,426,738	40,426,738	0.0%
Total Funds	-	-	89,963,371	38,365,932	-	128,329,303	128,329,303	0.0%

Agency Narrative

The Department of Commerce is provided \$128.33 million in funding for a number of economic development, stabilization, and infrastructure creation programs.

Purpose of Funds

Programs Funded with Freed-Up general fund

The programs being funded in this bill from the free-up general fund that are also contained in HB 2 are the Tribal Economic Development Program, the Montana Main Street Program and the Energy Promotion and Development Division. This bill includes language that voids or reduces the general fund appropriations in HB 2 for these programs if they are funded in this bill. The Energy Promotion and Development Division (EPDD) funding in this bill is \$400,000 less than the amount in HB 2, therefore only the amount funded in this bill will be reduced from the HB 2 appropriation for EPDD and the remaining amount will be funded in HB 2.

A number of new projects are being funded with the general fund dollars that are now available because of federal funds offsetting the general fund in various programs. The Distressed Wood Product Industry Recovery and Stabilization Program (WPIRS) uses these funds in conjunction with other federal funds to establish a revolving loan account to provide a financing option to the Montana wood products industry with the goal of helping the affected companies retain jobs and industry infrastructure in Montana. Funding is provided for a contracted study to determine the potential of bio-mass energy production in northwest Montana. In addition, freed-up general funds are granted to the Montana Agro-Energy Industrial Park for initial site development, and a grant program was established to provide planning grants to non-profits seeking to streamline operations to maintain jobs and reduce costs.

Broadband mapping funds are provided to create a broadband services inventory map in accordance with the federal act.

A grant program was funded by the legislature in the amount of \$3.0 million for historic preservation. The department will administer the program similarly to the Treasure State Endowment Program, with each project being vetted and competitively evaluated.



Three programs have been initiated to grant funds for the purpose of completing specific construction and maintenance projects. \$45.0 million of general and state special fund are allocated to grants for school districts (\$20 million), local governments (\$20 million), and tribal governments (\$5 million). \$6.5 million is allocated to community and Coal Board grants. The \$2.0 million that is dedicated to community grants will be added to the federal funds in the Community Development Block Grant program. The remaining \$4.5 million is dedicated to the Coal Board to make local impact grants in accordance with current formulas. An other grants program was established to make general grants that conform to the intent of the stimulus act.

The School Facilities Account will receive a total of \$15,034,000 in general fund transfers to be used for grants. The department is administering the school facilities grants because of the similarities to the TSEP grant administration. Additional state special authority is provided to accommodate the increased grant funding in TSEP.

Expansion of Existing Federally Funded Programs

Community Development Block Grant (CDBG) federal funding increased by \$1.8 million with the implementation of the American Recovery and Reinvestment Act (ARRA). Added to these funds are \$2.0 million of general fund monies to increase the total amount of CDBG funding as noted above. The sum of these funds will be awarded by formula for economic development, housing, or public facilities projects sponsored by municipal or county governments.

The housing division is provided additional federal funding for distribution of tax credits to qualified housing projects throughout the state. These tax credits fill the gap between eligible amounts and amounts previously available in fiscal years 2007, 2008, and 2009. In addition, federal funds are provided to the division for the exchange of a portion of the unused tax credits for the building of low-income housing projects within the state. These funds then can be granted to eligible projects to fill funding gaps to get these projects built in lieu of the tax credit.

Programs Using Other funding

The legislature provided state special fund appropriation to the Housing Division at the Department of Commerce to establish the Welcome Home program. This program provides for short term loans of up to \$5,000 to qualified first time home buyers to help with down payment and closing costs. The participants pledge their \$8,000 first time home buyer federal tax credit to the repayment of the loan. The loan is generated by an outside lender, often the primary mortgage writer. The funding for the program is used to purchase any outstanding loans as of June 30th, 2010. All of the funds remaining in the account after August 10th, 2010 will revert to the general fund.

Statutory Changes

There are no statutory changes required.

Conditions and Limitations

Conditions and limitations are noted in the Purpose of Funds section and Decision Package Narratives.

SECTION A – DEPARTMENT OF COMMERCE

Figure 2

6501 Department Of Commerce	All Programs					
Legislative Budget Decision Package	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
<i>Federal Stimulus New Proposal Decision Packages</i>						
NP051000 Distressed Wood Prod. Industry	3,752,548	3,747,452	7,500,000	3,752,548	3,747,452	7,500,000
NP051002 Community Development Block Program	-	-	-	914,939	914,939	1,829,878
NP06010 Historic Preservation Competitive Grants	1,500,000	1,500,000	3,000,000	1,500,000	1,500,000	3,000,000
NP06011 Dist. to School Dist. and Local and Tribal Gov.	23,000,000	-	23,000,000	45,000,000	-	45,000,000
NP06012 Community and Coal Board Grants	6,500,000	-	6,500,000	6,500,000	-	6,500,000
NP06013 Other Grants	1,285,000	-	1,285,000	5,251,000	-	5,251,000
NP074001 Tax Credit Assistance Program	-	-	-	3,909,180	3,909,180	7,818,360
NP074002 Housing Credit Exchange	-	-	-	15,389,250	15,389,250	30,778,500
NP074003 Welcome Home Loan Program	-	-	-	2,000,000	-	2,000,000
NP090006 Broadband Mapping	300,000	-	300,000	300,000	-	300,000
NP090007 School Facilities Administration & Grants	-	-	-	3,536,800	11,497,200	15,034,000
NP09001 Tribal Economic Development	798,496	798,496	1,596,992	798,496	798,496	1,596,992
NP09002 Montana Main Street Program	125,000	125,000	250,000	125,000	125,000	250,000
NP09003 Energy Division (Promotion)	255,000	255,000	510,000	255,000	255,000	510,000
NP09004 Biomass Energy Study	475,000	-	475,000	475,000	-	475,000
NP09005 Community Service Planning Grant	25,000	-	25,000	25,000	-	25,000
NP09006 Montana Agro-Energy Industrial Park (RST)	150,000	150,000	300,000	150,000	150,000	300,000
NP09020 TSEP Operations - Stimulus	-	-	-	81,158	79,415	160,573
New Proposal Total	38,166,044	6,575,948	44,741,992	89,963,371	38,365,932	128,329,303
Total All Decision Packages	38,166,044	6,575,948	44,741,992	89,963,371	38,365,932	128,329,303

Decision Package Narrative

DP-51000 Distressed Wood Product Industry - The legislature approved an appropriation of \$3,752,548 general fund annually (\$7,500,000 over the biennium) to establish a program to retain and create jobs and aid in the retention of wood products industry infrastructure in Montana.

DP-51002 Community Development Block Grants - The legislature approved an appropriation of federal special revenue spending authority totaling \$1,829,878 in CDBG funds for economic development, housing, or public facilities projects sponsored by municipal or county governments.

DP – 6010 Historic Preservation Competitive Grants - The legislature has approved an appropriation of \$3,000,000 over the biennium for the awarding of grants to public or private entities for the preservation of historic sites with the state of Montana. Included in the total funding is \$180,000 for the Travelers' Rest historic site, \$40,000 for the St. Mary's Mission historical preservation project, and \$50,000 for the Daily Mansion restoration and repair project. The remaining amount is to be distributed as competitive grants.



DP – 6011 Distribution to School Districts and Local and Tribal Governments- The legislature approved a \$45 million biennial appropriation to the Department of Commerce to make grants to school districts (\$20 million), local governments (\$20 million), and tribal governments (\$5 million) based upon formulas defined in this act.

DP – 6012 Community and Coal Board Grants – The legislature approved a \$6.5 million biennial appropriation to the Department of Commerce to provide additional community development block grants (\$2 million) under the existing formula and funding of coal board grants in the amount of \$4.5 million.

DP – 6013 Other Grants – The legislature created a general grant program and approved appropriation of \$5,251,000 to the department of commerce for the purpose of distributing the grants.

DP-74001 Tax Credit Assistance Program – The bill provides federal funding to fill equity gaps of tax credits issued in 2007, 2008, and 2009. Credits are distributed competitively through the federal HOME program formula.

DP-74002 Housing Credit Exchange - Federal special revenue spending authority was approved for proceeds of unused housing project tax credits exchanged for cash to be used to fill funding gaps for eligible housing projects.

DP – 74003 Welcome Home Program – The legislature approved an appropriation of \$2.0 million purchase any outstanding short-term loans made to first time home buyers by affiliated lenders on June 30th 2010. The program qualifies first-time home buyers for eligibility and requires the loan recipients to pledge their federal first time home buyer's tax credit for loan repayment. All funds remaining in the program after August 1st, 2010 revert to the general fund.

DP-90006 Broadband Mapping - The legislature approved an appropriation totaling \$300,000 over the biennium to create a broadband inventory map pursuant to the provision of the federal American Recovery and Reinvestment Act.

DP-90007 School Facilities Administration and Grants – The legislature approved an appropriation totaling \$15,034,000 state special revenue for funds transferred to the agency in order to administer school facility grants

DP-9001 Tribal Economic Development - The legislature approved an appropriation of \$798,496 general fund annually (\$1,596,992 over the biennium) to support tribal business development projects, workforce training projects, entrepreneurial training, feasibility studies, and other types of Tribal economic development activities and projects.

DP-9002 Montana Main Street Program - The legislature approved an appropriation of \$125,000 general fund annually (\$250,000 over the biennium) to help communities rejuvenate their downtown and historic districts.

DP-9003 Energy Promotion and Development Division - The legislature approved an appropriation of \$255,000 general fund annually (\$510,000 over the biennium) to continue the operation of the division.

DP – 9004 Biomass Energy Study - The legislature approved an appropriation of \$475,000 general fund in FY 2010 to the Energy Promotion and Development Division for the purpose of contracting out for a study on biomass energy in North West Montana.

DP-9005 Community Service Planning Grants- The legislature approved an appropriation of \$25,000 general fund in FY 2010 to the Department of Commerce to provide planning grants to non-profits seeking to streamline operations to maintain jobs and reduce costs.



DP- 9006 Montana Agro-Energy Industrial Park (RST) - The legislature has approved an appropriation totaling \$400,000 general fund over the biennium to fund the Montana Agro-Energy Industrial Park Development.

DP-9020 TSEP Operations – The legislature approved an appropriation totaling \$160,573 state special revenue to administer the Treasure State Endowment Program. That provides grants to localities for infrastructure projects.



SECTION A-DEPARTMENT OF LABOR AND INDUSTRY

Figure 1

6602 Department Of Labor & Industry							All Programs	
Legislative Budget Comparison Table								
Federal Stimulus Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	-	-	3,301,431	699,586	-	4,001,017	4,001,017	0.0%
Operating Expenses	-	-	3,612,520	677,686	-	4,290,206	4,290,206	0.0%
Grants	-	-	6,790,340	272,534	-	7,062,874	7,062,874	0.0%
Total Costs	-	-	13,704,291	1,649,806	-	15,354,097	15,354,097	0.0%
Federal Spec. Rev. Funds	-	-	13,704,291	1,649,806	-	15,354,097	15,354,097	0.0%
Total Funds	-	-	13,704,291	1,649,806	-	15,354,097	15,354,097	0.0%

Agency Narrative

The Department of Labor and Industry is provided \$15.3 million in federal fund spending authority for worker and community benefit programs including worker training programs, special assistance to workers displaced by trade activities, re-employment services, job search assistance, funding for community service programs, and funding for the modernization and administration of the Unemployment Insurance Program.

Additional funding for the extension and expansion of unemployment insurance payments are discussed in the decision package and purpose of funds sections below, but are not appropriated in this bill because the funds are transferred into a proprietary enterprise account that does not require appropriation for the payment of benefits to claimants.

Purpose of Funds

The federal stimulus funds that are being made available through the Department of Labor and Industry fall into three broad categories; assistance to individuals, assistance to the state unemployment system, and funding of community service programs. The assistance to individuals comes in the form of assistance for job searches, job training, and direct payment of benefits. The assistance to the state unemployment system includes funding for administration and expansion of current operations as well as temporary financial support for a modernization program that includes expanded classes of unemployment beneficiaries and an alternative base period for the calculation of benefits to claimants.

Assistance to Individuals

The federal Workforce Investment Act is being used as the vehicle for the distribution of over \$5.9 million for adult, youth, and dislocated worker training programs currently being operated by the department. These programs are geared toward an individual's job skill progression, job re-training, and new job search.

The Trade Adjustment Assistance and Trade Relief Act (TAA/TRA) program is being extended in this funding package. TAA/TRA grants contain both direct aid and funding for job re-training / new job search activities for workers in industries that are negatively impacted by the North American Free Trade Agreement (NAFTA) and/or by the movement of jobs abroad.



Using the Wagner-Peysner Act funding formula, federal funds are made available to the state to aid both general employment services and for re-employment of current Unemployment Insurance (UI) benefit claimants. This program provides claimant servicing, job matching, and re-employment services.

Through the adoption of specific federally recommended unemployment system modernization initiatives, the state is eligible for temporary additional funding to support added benefit classes and expanded unemployment costs. The state has adopted an alternative base period that makes the look-back period, by which an individual's unemployment benefits are based, flexible in order to allow a larger number of claimants to qualify for benefits. In addition, the state has chosen to adopt two (benefits for part-time employees and benefits for individuals participating in approved worker training programs) of four optional expanded coverage items. These two changes are expected to cost the state unemployment system an estimated total of \$10.0 million each year. The stimulus funding provides funding for the initial two years, but the cost to the state will continue beyond 2011 because the modernization elements remain in statute. The federal act requires that the changes to state statute do not contain a "sunset" provision. There is however no restriction on what actions subsequent legislative sessions may take.

The largest component of direct assistance to individuals comes in the form of 100 percent federally funded unemployment insurance benefits paid directly to claimants. Including the additional benefits for UI program modernization and the \$25 per week benefit increase for claimants, the total additional funding is over \$207 million. Only the administration portion is appropriated in this bill. The remaining funding is provided by federal transfer of funds into a proprietary enterprise account that does not require appropriation for the payment of benefits to claimants.

Assistance to the State Unemployment Insurance Program

Each funding program provides an allowance for program administration, but there are also two specific transfers dealing with providing funding for program operations. The first is a general operational expense transfer for the administration of the UI program, improved outreach, benefit and tax operations, and staff-assisted re-employment services for UI compensation claimants. The second is a funding program to aid the state program for unemployment compensation modernization. This includes the adoption of an Alternative Base Period (ABP) and expanding UI benefits to additional classes of claimants.

Funding for Community Service Programs

The bill provides federal funding for existing grant programs directly administered or administratively attached to the department. These programs include the Senior Community Service Employment Program (SCEP), which is contracted through the Workforce Services Division and the Americorps Program. Both of these have existing activities that will be extended with the additional funding.

Statutory Changes

There are statutory changes required for the state to receive funding from the unemployment program modernization funds. These changes are included in the language of the bill and they include the adoption of the Alternative Base Period (ABP) and the inclusion of two (benefits for part-time employees and benefits for individuals participating in approved worker training programs) of four options for expansion of benefits to classes of claimants not previously covered. These changes in statute are required to be permanent in so much as they are not allowed to contain a "sunset" provision. Combined, these changes are expected to cost the state unemployment system an estimated \$10.0 million each year. The stimulus act provides funding for the initial two years, but not subsequent years if the modernization elements remain in statute



Conditions and Limitations

The majority of the funding being made available to the agency comes through existing federal programs or grant formulas and is therefore subject to the conditions and limitations that currently exist for those programs. The only exception to this is the condition placed on the UI program modernization funds that require changes in statute as discussed above.

Figure 2

6602 Department Of Labor & Industry				All Programs		
Legislative Budget Decision Package	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
<i>Federal Stimulus New Proposal Decision Packages</i>						
NP010001 Temporary Extension of TAA	-	-	-	1,202,742	400,914	1,603,656
NP010002 WIA - Adult	-	-	-	1,246,876	-	1,246,876
NP010003 WIA - Youth	-	-	-	2,947,501	-	2,947,501
NP010004 WIA - Dislocated Worker	-	-	-	1,728,008	-	1,728,008
NP010005 State Employment Services (Wagner-Peyser)	-	-	-	1,104,669	-	1,104,669
NP010006 Re-employment Services to benefit UI Claimants	-	-	-	1,380,835	460,279	1,841,114
NP010007 Community Service Employment for Older Americans	-	-	-	147,000	-	147,000
NP020001 Extend Emergency Unemployment Compensation Pro	-	-	-	1,968,103	-	1,968,103
NP020002 Temporary Extension of TAA Program	-	-	-	113,242	73,585	186,827
NP020003 Increase UI Compensation Program (\$25 weekly)	-	-	-	190,628	-	190,628
NP020004 Special Transfer for UI Comp Modernization	-	-	-	340,271	154,748	495,019
NP020005 Special Transfer for UI Administration	-	-	-	834,416	560,280	1,394,696
NP070001 Americorps - Grants	-	-	-	500,000	-	500,000
New Proposal Total	-	-	-	13,704,291	1,649,806	15,354,097
Total All Decision Packages	-	-	-	13,704,291	1,649,806	15,354,097

Decision Package Narrative

DP-10001 Temporary Extension of Trade Adjustment Assistance Program – The legislature approved appropriations of \$1,202,742 in FY 2010 and \$400,914 in FY 2011 of federal special revenue for the temporary extension of the Trade Adjustment Assistance (TAA) Program.

DP-10002 Workforce Investment Act (WIA) Adult Training – The legislature approved appropriations of \$311,719 in FY 2009 and \$935,157 in FY 2010 of federal special revenue to the Workforce Services Division at the Department of Labor and Industry for WIA adult training programs.

DP-10003 Workforce Investment Act Youth Training- The legislature approved appropriations of \$736,875 in FY 2009 and \$2,210,626 in FY 2010 of federal special revenue to the Workforce Services Division at the Department of Labor and Industry for WIA youth training programs.

DP-10004 Workforce Investment Act Dislocated Worker Training – The legislature approved appropriations of \$432,002 in FY 2009 and \$1,296,006 in FY 2010 of federal special revenue to the Workforce Services Division at the Department of Labor for WIA dislocated worker training grants.

DP-10005 State Employment Services – The legislature approved appropriations of \$276,167 in FY 2009 and \$828,502 in FY 2010 of federal special revenue to the Workforce Services Division of the Department of Labor for state employment services and re-employment grants. Funding is included for job servicing operation and job matching. The appropriation amount is based on the federal Wagner-Peysner funding formula. Montana currently receives approximately 1 percent of the total federal funding.



DP-10006 Re-employment Services to Benefit UI Claimants – The legislature approved appropriations of \$1,380,835 in FY 2010 and \$460,279 in FY 2011 of federal special revenue to the Workforce Services Division of the Department of Labor and Industry for re-employment services to benefit unemployment insurance claimants.

DP-10007 Community Service Employment for Older Americans – The legislature approved appropriations of \$36,750 in FY 2009 and \$110,250 in FY 2010 to the Workforce Services Division of the Department of Labor and Industry for the Senior Community Service Employment Program (SCEP), which is contracted through the WSD.

DP-20001 Extended Emergency Unemployment Compensation – Provisions of the federal stimulus bill will increase unemployment insurance benefits by about \$74,388,749 in FY 2009 and \$51,425,258 in FY 2010 (\$1,968,103 included in HB 645) for emergency unemployment compensation. This 100% federally funded appropriation extends the payment of emergency compensation through December 31, 2009.

DP-20002 Temporary Extension of TAA TRA Program – The legislature approved appropriations of \$1,157,418 in FY 2009, \$10,552,874 in FY 2010, and \$4,372,897 in FY 2011 (\$186,827 included in HB 645) federal special revenue to the Unemployment Insurance Division of the Department of Labor and Industry for the temporary extension and expansion of the Trade Adjustment Program. This will expand TAA and TRA benefits to service sector and public agency workers negatively impacted by NAFTA

DP-20003 \$25 Weekly UI Compensation Increase – The legislature approved appropriations of \$5,582,257 in FY 2009 and \$16,746,771 in FY 2010 (\$190,628 included in HB 645) federal special revenue to the Unemployment Insurance Division of the Department of Labor and Industry for the increase in weekly benefits of all claimants (including EUC) by \$25 per week for all claims filed before January 1, 2010. The increased benefit will expire on June 30, 2010.

DP-20004 UI Modernization – The legislature approved appropriations of \$2,019,819 in FY 2009, \$9,217,807 in FY 2010, and \$9,552,398 in FY 2010 (\$495,019 included in HB 645) of federal funds to the Unemployment Insurance Division of the Department of Labor and Industry for the special transfer of federal funds for unemployment compensation modernization. This includes funding for the adoption of an Alternative Base Period (ABP) and the adoption of legislation expanding UI benefits.

DP-20005 Special Transfer for UI Administration – The legislature approved appropriation of \$834,416 in FY 2009 and 2010, and \$560,280 in FY 2011 of federal special revenue to the Unemployment Insurance Division of the Department of Labor and Industry for the administration of the UI program, improved outreach, benefit and tax operations, and staff-assisted re-employment services for UI compensation claimants.

DP-20006 Full Federal Funding of Extended Unemployment Benefits – Provisions of the stimulus will increase unemployment insurance benefits by about \$24,953,478 (funding is not included in HB 645) to provide 100 percent federally funded extended unemployment compensation through June 1, 2010. These benefits are usually funded 50 percent state – 50 percent federal.

DP-70001 Americorps Grants – The legislature approved an appropriation of \$500,000 in FY 2010 to the Office of Community Service of the Department of Labor and Industry for the distribution of grants to existing Americorps programs.



SECTION A DEPARTMENT OF MILITARY AFFAIRS

Figure 1

6701 Department Of Military Affairs							All Programs		
Legislative Budget Comparison Table									
Federal Stimulus	Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item		FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Operating Expenses		-	-	1,048,500	-	-	1,048,500	1,048,500	0.0%
Equipment & Intangible Assets		-	-	-	-	-	-	-	0.0%
Transfers		-	-	1,231,068	-	-	1,231,068	1,231,068	0.0%
Total Costs		-	-	2,279,568	-	-	2,279,568	2,279,568	0.0%
General Fund		-	-	1,000,000	-	-	1,000,000	1,000,000	0.0%
Federal Spec. Rev. Funds		-	-	1,279,568	-	-	1,279,568	1,279,568	0.0%
Total Funds		-	-	2,279,568	-	-	2,279,568	2,279,568	0.0%

Agency Narrative

The department is provided \$1,279,568 federal special revenue for National Guard Bureau approved projects to improve, repair and modernize facilities. In addition, the legislature provided general fund appropriation of \$250,000 for a military museum and \$750,000 for Improvised Explosive Device (IED) training.

Purpose of Funds

Federal funds made available through the American Recovery and Reinvestment Act to the Department of Defense are to improve, repair and modernize facilities. The projects listed in the decision packages have been approved by the National Guard Bureau. A number of these projects have funding that will be transferred to HB 5 long-range building projects.

A general fund appropriation in the amount of \$1.0 million was made to the Army National Guard program for Improvised Explosive Device (IED) training and for a military museum.

Statutory Changes

There are no statutory changes required.

Conditions and Limitations

Funds are required to be obligated by September 30, 2010.

SECTION A DEPARTMENT OF MILITARY AFFAIRS

Figure 2

6701 Department Of Military Affairs	All Programs					
Legislative Budget	General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds
Decision Package	FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11
<i>Federal Stimulus New Proposal Decision Packages</i>						
NP012002 Billings Armory - Water Recycler	-	-	-	18,500	-	18,500
NP012003 Ft. Harrison Bldg. 412 Mechanical	-	-	-	30,000	-	30,000
NP012004 Culbertson Armory - Female Latrines	-	-	-	225,900	-	225,900
NP012005 Malta Armory - Female Latrines	-	-	-	225,900	-	225,900
NP012006 Statewide Armories - Vault Modifications	-	-	-	500,000	-	500,000
NP012007 Ft. Harrison - Helicopter Dip Sites	-	-	-	279,268	-	279,268
NP012008 Military Museum and IED - Fort Harrison	1,000,000	-	1,000,000	1,000,000	-	1,000,000
New Proposal Total	1,000,000	-	1,000,000	2,279,568	-	2,279,568
Total All Decision Packages	1,000,000	-	1,000,000	2,279,568	-	2,279,568

Decision Package Narrative

DP-12002 Billings Armory – Water Recycler – The legislature approved appropriation of \$18,500 federal special revenue in FY 2010 with any unspent funds available in FY 2011 to the ANG program for the “Billings Armory Water Recycler” project.

DP-12003 Ft. Harrison Bldg. 412 Mechanical - The legislature approved appropriation of \$30,000 federal special revenue in FY 2010 with any unspent funds available in FY 2011 to the ANG program for the “Fort Harrison Building 412 Mechanical” project.

DP-12004 Culbertson Armory Female Latrines - The legislature approved appropriation of \$225,900 federal special revenue in FY 2010 with any unspent funds available in FY 2011 to the ANG program for the “Culbertson Armory Female Latrines” project.

DP- 12005 Malta Armory Female Latrines - The legislature approved appropriation of \$225,900 federal special revenue in FY 2010 with any unspent funds available in FY 2011 to the ANG program for the “Malta Armory Female Latrines” project.

DP-12006 Statewide Armories Vault Modifications - The legislature approved appropriation of \$500,000 federal special revenue in FY 2010 with any unspent funds available in FY 2011 to the ANG program for the “Statewide Armories Vault Modifications” project.

DP-12007 Ft Harrison Helicopter Dip Sites- The legislature approved appropriation of \$279,268 federal special revenue in FY 2010 with any unspent funds available in FY 2011 to the ANG program for the “Fort Harrison Helicopter Dip Site” project.

DP-12008 Military Museum and IED- The legislature approved appropriation of \$1.0 million for a military museum (\$250,000) and Improvised Explosive Device (IED) training (\$750,000).