



MONTANA LEGISLATIVE BRANCH

Legislative Fiscal Division

Room 110 Capitol Building * P.O. Box 201711 * Helena, MT 59620-1711 * (406) 444-2986 * FAX (406) 444-3036

Director
AMY CARLSON

DATE: October 5, 2010

TO: Legislative Finance Committee

FROM: Taryn Purdy
Principal Fiscal Analyst *TP*

RE: Operating Plan Changes and Program Transfers

The Office of Budget and Program Planning submitted 6 operating plan changes, 5 program transfers, and 2 house adjustments that meet the requirements of 17-7-137 for prior review by the Legislative Finance Committee. An explanation of the changes is attached.

Staff has reviewed the proposed adjustments and did not identify any issues.

OFFICE OF THE GOVERNOR
BUDGET AND PROGRAM PLANNING
STATE OF MONTANA

BRIAN SCHWEITZER
GOVERNOR



CAPITOL BUILDING - P.O. BOX 200802
HELENA, MONTANA 59620-0802

RECEIVED
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FISCAL ANALYST

gwer
To: Amy Carlson, Legislative Fiscal Analyst
Legislative Fiscal Division
From: David Ewer, Budget Director
Office of Budget & Program Planning
Date: October 1, 2010
Subject: LFC Review & Comment on Operating Budget Changes and Program Transfers

In accordance with 17-7-138 and -139, MCA, the Governor's Office of Budget and Program Planning is submitting seven operating plan changes and six program transfers that did exceed \$75,000 and 25% of a budget category or \$1 million for review and comment at the June Legislative Finance Committee meeting. These documents have been processed. In addition there is one operating plan change that is being for comment.

We reviewed the requests and find them to be in compliance with state and federal laws and policies. Your staff also reviewed these documents and had no issues with these transactions. Please let us know if you have questions or wish additional information.

CC: Taryn Purdy
Rhonda Schaffer
Sue Daly
Scott Sim
Karen Revious
Kris Schmitz
Frieda Houser
Pat McNamee

<u>Budget Change Documents that Trigger</u>				
<u>Information submitted for the October 2010 LFC meeting</u>				
<u>Agency #</u>	<u>Agency Name</u>	<u>Doc #</u>	<u>Brief Explanation</u>	<u>Fiscal Year</u>
Documents Processed as Time-Sensitive				
64010	Dept of Corrections	690 PT302	Program 1 short \$110,000 in personal services (unable to meet vacancy savings), \$563,000 in operating (ITSD costs short budgeting due to OTO expenditures in base budget), \$62,000 to Board of Pardons and Parole (short in personal services \$22,000 and operating \$40,000). Program 2 short \$613,000 in personal services (Probation and Parole vacancy savings and union raises) and short \$1,347,000 in operating (increase in treatment bed costs). Program 3 surplus of \$2,560,000 due to transfer from FY 2011 and surplus of federal funding transferring to Program 5 for 4 E placements. Program 4 short \$15,000 in personal services (unable to meet vacancy savings). Program 5 surplus of \$150,000 in personal services (vacancies) and moving federal funds to cover 4E costs in YSD. Processed as Time-Sensitive	2010
64010	Dept of Corrections	695 PT302	Program 1 short \$110,000 in personal services (unable to meet vacancy savings), \$563,000 in operating (ITSD costs short budgeting due to OTO expenditures in base budget), \$62,000 to Board of Pardons and Parole (short in personal services \$22,000 and operating \$40,000). Program 2 short \$613,000 in personal services (Probation and Parole vacancy savings and union raises) and short \$1,347,000 in operating (increase in treatment bed costs). Program 3 surplus of \$2,560,000 due to transfer from FY 2011 and surplus of federal funding transferring to Program 5 for 4 E placements. Program 4 short \$15,000 in personal services (unable to meet vacancy savings). Program 5 surplus of \$150,000 in personal services (vacancies) and moving federal funds to cover 4E costs in YSD. Processed as Time-Sensitive	2010
51150	Library Commission	325 OP123	BRINGING UP LSTA 09 & 10 PROJECTS THAT ARE MANAGED WITHIN THE STATE LIBRARY AND APPROVED BY THE COMMISSION. Processed as Time-Sensitive	2011

<u>Agency #</u>	<u>Agency Name</u>	<u>Doc #</u>	<u>Brief Explanation</u>	<u>Fiscal Year</u>
51150	Library Commission	325 OP124	The Administrative Rules have been changed for the Interlibrary Loan Reimbursement Program. (#10-102-4001). The program will now be know as the Interlibrary Resource Sharing. The funds will now be used for: 50% of the funds appropriated shall be allocated to pay a portion of the cost of the Group Services Contract and 50% shall pay a portion of the ongoing cost of licensing and maintaining the Montana Shared Catalog. Processed as Time-Sensitive	2011
51020	Commissioner of Higher Education	270 OP006	The Gear Up program transferred additional funds to the Gear Up Scholarship fund as authorized by the federal program regulations. Processed as Time-Sensitive	2010
52010	Dept. of Fish, Wildlife & Parks	390 OP520	In FY08 SWG funds were used for a one time land acquisition establishing authority in the 4000 category in the base year. The op plan change is needed to reflect how SWG funds are actually being spent in operations. Processed as Time-Sensitive	2010
69010	Public Health & Human Services	892 PT586	This adjustment transfers general fund personal services authority from the Montana State Hospital & the Montana Mental Health Nursing Care Center to the Health Resources Medicaid program. Processed as Time-Sensitive	2010
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69010	Public Health & Human Services	892 & 895 PT581	FYE 2010 Budget authority adjustments within AMDD/Program 33 to cover shortfalls. Processed as Time-Sensitive	2010
69010	Public Health & Human Services	900 HA566	FYE 2010 Budget authority adjustments within AMDD/Program 33 to cover shortfalls. Processed as Time-Sensitive	2010
61010	Department of Administration	605 OP705	The original budget for the MLIA grant awards was set up in the 66000 account category. When awarding a grant to another agency, these reimbursements need to be considered transfers out as to not double record expenditures on the CAFR. Processed as Time-Sensitive	2010
64010	Dept of Corrections	701 OP511	Program 5 needs to transfer funding to OCA to PIF per Administrative Rules. Riverside also had a pipe burst at the facility and caused youth services to be over budget in operating. Processed as Time-Sensitive	2010
Documents Being Held for Comment				
67010	Dept of Military Affairs	840 HA701	This request is to establish spending authority for personal services, operating expenses, and transfer authority for the homeland security federal budget.	2011