



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

Legislative Fiscal Analyst
CLAYTON SCHENCK

DATE: February 27, 2004
TO: Legislative Finance Committee
FROM: Taryn Purdy
RE: Budget Amendments

As of February 24, 2004 the Legislative Fiscal Division has received notification of 55 certified budget amendments since the last Legislative Finance Committee meeting. The amendments total federal funds of \$18.4 million in fiscal 2004 and \$1.7 million in fiscal 2005, as well as 7.39 FTE in fiscal 2004 and 2.11 FTE in fiscal 2005.

Component	Fiscal 2004	Fiscal 2005
Number of Amendments	54	16
FTE Added	7.39	2.11
State Special	\$ -	\$ -
Federal Revenue	<u>18,424,050</u>	<u>1,672,874</u>
Total Revenue	<u>\$18,424,050</u>	<u>\$ 1,672,874</u>

In October 2003, the Governor announced she would authorize the expenditure of federal Jobs and Growth Tax Relief Reconciliation Act of 2003 funds for a variety of purposes. Of the total \$19.9 million over the biennium, \$9.7 million is from this allocation, as shown in the following table.

Agency/Function	Fiscal 2004 Allocation	Fiscal 2005 Allocation*
Montana University System		
Student Assistance	\$ 20,000	
Community Colleges	450,000	
Resident Student Tuition Relief and Assistance	1,980,000	
Distance Education	250,000	
Office of Public Instruction		
Technology	1,750,000	
Reading in Early School Years	450,000	
Vocational Education	250,000	
Public Health and Human Services		
Meals on Wheels	257,000	257,000
Low Income Energy Assistance	2,000,000	
Reduce Vacancy Savings at Institutions	750,000	750,000
Board of Public Education		
Renewal Commission	15,000	10,000
Montana School for the Deaf and Blind		
Reduce Vacancy Savings	62,500	62,500
Defense of Northwestern Bankruptcy		
Public Service Commission	23,212	
Department of Justice	<u>319,741</u>	
Total	<u>\$ 8,577,453</u>	<u>\$ 1,079,500</u>
*Includes both appropriations in fiscal 2005 and portion of total fiscal 2004 appropriation anticipated to be expended in fiscal 2005.		

As shown in the following figure, the various approving authorities have added a total of \$91.0 million in the 2005 biennium.

LFC Meeting	Number of Amendments	Fiscal 2004	Fiscal 2005	Biennial Total	FTE
October 3, 2003	84	\$ 50,115,805	\$ 69,413	\$ 50,185,218	26.10
December 5, 2003	41	20,286,403	439,737	20,726,140	16.95
March 12, 2004*	60	18,424,050	1,672,874	20,096,924	2.11
June 11, 2004*				0	
October 8, 2004*				0	
November 16, 2004*				0	
HB 4				0	
June, 2005*				0	
October, 2005*				0	
Total	185	<u>\$ 88,826,258</u>	<u>\$ 2,182,024</u>	<u>\$ 91,008,282</u>	<u>45.16</u>

Each amendment, along with a brief explanation, is summarized in the attached table. Staff has reviewed the amendments and raises no concerns with whether they meet statutory criteria.

**Table 3
Budget Amendments
March 2004 Meeting**

BA #	Agency/Program	Funding	Amount		Total FTE		Purpose	Concerns	
			FY 2004	FY 2005	FY04	FY05		Yes	No
BA011	MDT - General Operations	Federal	\$ 125,000	\$ -	0.0	0.0	Training, services, and technical assistance in support of disadvantaged businesses		X
BA022	OCHE-Student Assistance(*)	Federal	\$ 20,000	\$ -	0.0	0.0	Reserve Jobs and Growth Tax Relief Reconciliation Federal Funds for student financial assistance and experiential learning opportunities		X
BA041	OCHE-Community Colleges(*)	Federal	\$ 450,000	\$ -	0.0	0.0	Allocate Jobs and Growth Tax Relief Reconciliation Federal Funds to Community Colleges per Governor Martz's directive		X
BA0091	OCHE-Appropriation Distribution(*)	Federal	\$ 1,980,000	\$ -	0.0	0.0	Allocate Jobs and Growth Tax Relief Reconciliation Federal Funds to Education Units for various forms of RESIDENT STUDENT tuition relief and assistance, as approved by the Board of Regents.		X
BA092	OCHE-Appropriation Distribution(*)	Federal	\$ 250,000	\$ -	0.0	0.0	Allocate Jobs and Growth Tax Relief Reconciliation Federal Funds for Distance Education per Governor Martz's directive		X
BA301	DOA-Admin Financial Services	Federal	\$ 11,069	\$ -	0.0	0.0	Distribute federal flood control funds to counties		X
BA576.2	Agriculture - ASD Lab	Federal	\$ 22,559	\$ -	0.0	0.0	USDA has approved restructuring grant to allow purchase of lab equipment, rather than using for personal services		X
BA576	Agriculture - Central Services	Federal	\$ 37,280	\$ 3,389	0.0	0.0	Federal USDA funds to Bozeman Lab to test pesticides in drinking water - Request authority for CMD for indirect costs to support administration of grant		X
BA044	Livestock- Animal Health	Federal	\$ 30,083	\$ 7,917	0.0	0.0	Federal funds to enhance surveillance of swine garbage feeding operations for monitoring FMD (foot and mouth disease).		X
BA045	Livestock- Animal Health	Federal	\$ 98,960	\$ 26,040	0.0	0.0	Federal funds to expand surveillance of Scrapies.		X
BA046	Livestock- Animal Health	Federal	\$ 94,850	\$ 14,042	0.0	0.0	Federal funding assistance to conduct Foreign Animal Disease Surveillance, including BSE and animal emergency management.		X
BA001-3	Military Affairs - Disaster Fund	Federal	\$ 304,348	\$ -	0.0	0.0	Federal funding for final wildland fire fighting costs for DES and National Guard.		X
BA065.2	Military Affairs - Army NG	Federal	\$ 22,577	\$ -	0.0	0.0	Additional federal funding authority for storefront leases in the Army Recruiting Program (for Bozeman, Billings and Great Falls).		X
BA004	Military Affairs - Army NG	Federal	\$ 725,000	\$ -	0.0	0.0	Additional authority to spend federal funds for facilities operations and maintenance (additional services).		X
840BA008	Military Affairs - DES	Federal	\$ 118,746	\$ -	0.0	0.0	Additional authority to spend federal funds (US-DoT) for hazardous waste transportation - Federal Grant		X
845BA008	Military Affairs - Vet Affairs	Federal	\$ 17,323	\$ -	0.0	0.0	Federal funding authority for the Federal VA Cemetery Grant, to improve irrigation system at the VA Cemetery.		X
BA235.5	Labor&Industry - Unemployment	Federal	\$ 585,000	\$ -	0.0	0.0	Transfer federal funding authority (Reed Act Grant Funds) to Workforce Services Division from Unemployment Division.		X
BA235.6	Labor & Industry - Workforce Services	Federal	\$ 585,000	\$ -	0.0	0.0	Transfer federal funding authority (Reed Act Grant Funds) to Workforce Services Division from Unemployment Division - the other half of above.		X
BA248	Labor & Industry - Unemployment	Federal	\$ 16,752	\$ -	0.0	0.0	Additional authority to spend federal Workforce Investment Act Emergency Grant, to support development of health insurance availability under the Trade Adjustment Assistance Act.		X
BA249	Labor & Industry - Unemployment	Federal	\$ 133,274	\$ -	0.0	0.0	Establish authority to use federal funds from the Temporary Extended Unemployment Compensation Act for administration of unemployment benefits.		X
BA102.2	Labor & Industry - Workforce Services	Federal	\$ 389,851	\$ 450	0.0	0.0	Provide employment re-training, job development and assistance to dislocated workers from Touch America (additional authority for the federal Touch American National Emergency Grant).		X
BA116.2	Judiciary - Supreme Court Ops	Federal	\$ 230,000	\$ 75,100	1.5	0.5	A grant from the DPHHS Substance Abuse & Mental Health Services Administration to establish a family drug court in Yellowstone County that will provide the opportunity for parents with substance abuse to receive intensive services that are necessary to increase the participant's ability to successfully parent and become a sober, productive member of society.		X
BA715	Judiciary - District Court Ops	Federal	\$ 53,100	\$ 69,300	0.8	1.0	USDOJ Single Jurisdiction Drug Court Enhancement Grant. This grant will enhance funding in two areas: (1) treatment resources (drug testing resources) and (2) housing and life skills resources by developing specialized forester homes as an alternative to group homes for older adolescents who cannot remain with their family of origin.		X
BA718	Judiciary - District Court Ops	Federal	\$ 223,537	\$ 74,513	1.9	0.6	USDOJ Congressional Earmark Grant to be used to provide treatment courts in four judicial districts; 2nd, 4th, 10th, and 16th. Family treatment courts will be implemented and/or enhanced in Miles City, Lewistown, Butte, Missoula and Superior. Family Treatment Courts will coordinate and enhance current community resources that are available to drug court participants.		X
BA003	Board Of Public Education (*)	Federal	\$ 15,000	\$ 10,000	0.0	0.0	Funding allows the School Renewal Commission to continue to meet through the remainder of the biennium.		X
BA001	School for the Deaf & Blind (*)	Federal	\$ 62,500	\$ 62,500	0.0	0.0	Federal Jobs Relief Act Funds will be used to fund personal services under funded by general fund.		X
BA121	Library Commission	Federal	\$ 16,996	\$ 63,836	0.1	0.0	This grant will allow the Montana State library to send 6 people to get their MLS degree. They will then be required to work in the library. This project will demonstrate the benefits to the community of having a professionally trained library staff.		X
BA122	Library Commission	Federal	\$ 4,923	\$ 62	0.1	0.0	This is a grant from the EPA for the conversion of Water Use Classifications for the MT ARM to digital representations on the National Hydrography Dataset for Montana.		X
BA011.2	Historical Society	Federal	\$ -	\$ 8,715	0.0	0.0	These funds represent a grant from the National Archives and Records Administration and will provide three educational publications, a quarterly newsletter, an introductory brochure on archives, and a self-assessment manual to archival institutions across the state. The strategic plan will also be reprinted and a version of it and "The Montana Archivist" will be put on the Montana State Historical Records Advisory Board web site. The funds will also sponsor a workshop on fundamental principles of managing an archives in conjunction with the annual Montana History Conference.		X

**Table 3 Continued
Budget Amendments
March 2004 Meeting**

		Amount		Total FTE			Concerns	
BA012	Historical Society	Federal	\$ 3,842	\$ 10	0.0	0.0	This National Endowment for the Humanities grant is for additional archive processing equipment.	X
BA002	Crime Control Division	Federal	6,403		0.0	0.0	Increased federal authority to enhance Montana Board of Crime Control crime data repository.	X
BA001	Public Service Commission(*)	Federal	9,000		0.0	0.0	Jobs and Growth Tax Relief Reconciliation Act (JGTRRA) funds for PSC participation in NorthWestern Energy bankruptcy proceedings.	X
BA001.2	Public Service Commission(*)	Federal	14,121		0.0	0.0	JGTRRA funds to pay PSC portion of costs incurred through Dec 31, 2003 for PSC participation in NWE bankruptcy proceedings.	X
BA283	Justice(*)	Federal	108,459		0.0	0.0	JGTRRA funds to pay DOJ portion of costs incurred through December, 2003 for DOJ participation in NWE bankruptcy proceedings.	X
BA283.2	Justice(*)	Federal	211,282		0.0	0.0	JGTRRA funds to pay DOJ costs projected through Feb, 2004 for DOJ participation in NWE bankruptcy proceedings.	X
BA215.5	Justice	Federal	0		0.0	0.0	Transfer \$16,000 in federal meth grant funding from Division of Criminal Investigation to Forensic Science Division to fund additional hours in lab on meth cases.	X
BA215.6	Justice	Federal	0		0.0	0.0	Transfer \$155,000 in federal meth grant funding within Division of Criminal Investigation from personal services to contract services in order to accommodate overtime payments to local law enforcement personnel.	X
BA296.2	DPHHS - DSD	Federal	88,185		0.0	0.0	Renewal of the Rural Transportation Access Grant	X
BA074	DPHHS - DSD(*)	Federal	258,000	243,000	0.0	0.0	Funding from Jobs & Growth Tax Relief Act to fund vacancy savings at state institutions, in this case MDC.	X
BA073	DPHHS - HCSD(*)	Federal	2,000,000		0.0	0.0	Funding from Jobs & Growth Tax Relief Act to fund additional Low Income Energy Assistance.	X
BA024	DPHHS - Public Health and Safety	Federal	100,000		0.0	0.0	Funding to improve health systems infrastructure for the systems of care project for early childhood development.	X
BA288.4	DPHHS - Public Health and Safety	Federal	23,476		0.0	0.0	Funding to provide screening for virile hepatitis and vaccination of at-risk individuals.	X
BA294.3	DPHHS - Public Health and Safety	Federal	251,478		0.0	0.0	Funding for family planning services such as hiring male interns to provide counseling services and funding collaboration with domestic violence programs. The funds will also be used to provide enhanced business practices and contraceptives.	X
BA308.2	DPHHS - Public Health and Safety	Federal	140,276		0.0	0.0	Continue funding from a previously approved grant for public education and surveillance of such infectious diseases as West Nile virus.	X
BA053	DPHHS - CFSD	Federal	147,141		0.0	0.0	Funding from the Chaffee Education and Training Vouchers Program (ETV), to provide vouchers for postsecondary education and training to youth eligible under the Chaffee foster care independence program.	X
BA075	DPHHS - Senior Long Term Care(*)	Federal	257,000	257,000	0.0	0.0	Federal funds from the Jobs, Growth and Tax Relief Act to replenish reductions to senior feeding programs. DPHHS estimates that about 67,000 meals can be provided annually.	X
BA076	DPHHS - Addictive Mental Disorders(*)	Federal	492,000	507,000	0.0	0.0	Federal funds from the Jobs, Growth and Tax Relief Act to replenish reductions to offset vacancy savings at Montana State Hospital and Center for the Aged.	X
BA079	DPHHS - Addictive Mental Disorders	Federal	750,000		0.0	0.0	Federal funds for the Community Incentive Program to provide community infrastructure to prevent chemical dependency in young children, to collect gather and analyze outcome data, and to help fill gaps in prevention services.	X
BA353	FWP -- Fisheries	Federal	44,000		1.0	0.0	Federal funding (Catalog of Federal Domestic Assistance) granted to the department from the Helena Forest Foundation to assist with implementation of the Elkhorn Mountains Westslope Cutthroat Trout Restoration Program.	X
BA354	FWP -- Fisheries	Federal	10,000		0.3	0.0	USDA funding granted to the department to assist with implementation of the Elkhorn Mountains Westslope Cutthroat Trout Restoration Program.	X
BA364	FWP -- Fisheries	Federal	62,800		0.5	0.0	USFWS funding to assist with implementing the Montana Aquatic Nuisance Species Management Plan.	X
BA034	DEQ -- Permitting	Federal	93,455				EPA grant for the Brownfields State Response grant. This funding will be used to enhance Montana's response programs under its state superfund, voluntary cleanup and hazardous waste laws related to Brownfields sites.	X
BA034	DEQ -- Remediation	Federal	476,620		0.8	0.0	EPA grant for the Brownfields State Response grant. This funding will be used to enhance Montana's response programs under its state superfund, voluntary cleanup and hazardous waste laws related to Brownfields sites.	X
BA046	DEQ -- Remediation	Federal	3,855,391				US Department of Interior, Office of Surface Mining funding to fund the Abandoned Mine Lands Program through FY 2005. Most AML sites projects have been delayed because of fires throughout Western Montana.	X
BA242	DNRC -- Water Resources	Federal	30,000		0.5	0.0	FEMA funding to prepare a state plan that integrates floodplain map activities with FEMA's Modernization Program.	X
BA12.3	DNRC - Forestry/Trust Lands	Federal	92,601				Additional federal funds from the US Fish and Wildlife Service for the habitat conservation plan that will place emphasis on obtaining permanent access to state lands across federal lands.	X
BA244	DNRC - Forestry/Trust Lands	Federal	16,000				U.S. Department of Agriculture Grant for rural conservation and development. Funds will be granted to RC & D's for planning and development projects such as thinning and planting work in state forests.	X
BA603	OPI - Local Education Activities(*)	Federal	<u>2,200,000</u>	<u>250,000</u>	<u>0.0</u>	<u>0.0</u>	Federal jobs and growth funds for technology, reading in the early school years, and vocational education.	
			<u>\$ 18,186,673</u>	<u>\$ 1,669,485</u>	<u>7.4</u>	<u>2.1</u>		

Footnote (*): Part of the Governor's allocation of Federal Jobs and Growth Tax Relief Reconciliation Funds.