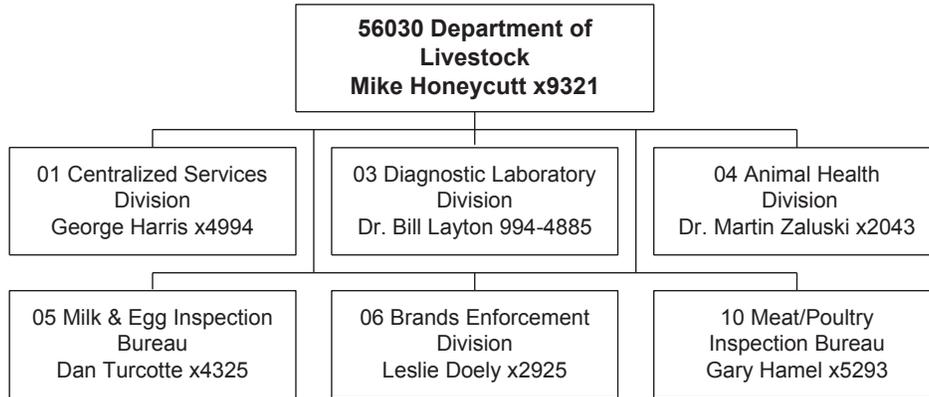


## Department of Livestock - 56030



**Mission Statement** - The mission of the Department of Livestock is to control and eradicate animal diseases, prevent the transmission of animal diseases to humans, and to protect the livestock industry from theft and predatory animals.

**Statutory Authority** - Title 81, MCA

The 64th Montana Legislature appropriated the majority of the Department of Livestock's budget on a one-time-only basis for the 2017 biennium.

Agency Proposed Budget	Total Exec. Budget Fiscal 2018	Total Exec. Budget Fiscal 2019	Total Exec. Budget 2019 Biennium
Budget Item			
FTE	136.62	136.62	
Personal Services	8,498,248	8,522,309	17,020,557
Operating Expenses	4,068,205	3,937,942	8,006,147
Equipment & Intangible Assets	13,000	13,000	26,000
Transfers	384,481	384,481	768,962
Debt Service	19,967	19,967	39,934
<b>Total Costs</b>	<b>\$12,983,901</b>	<b>\$12,877,699</b>	<b>\$25,861,600</b>
General Fund	2,623,661	2,628,535	5,252,196
State/Other Special	8,513,459	8,387,971	16,901,430
Federal Spec. Rev. Funds	1,846,781	1,861,193	3,707,974
<b>Total Funds</b>	<b>\$12,983,901</b>	<b>\$12,877,699</b>	<b>\$25,861,600</b>

Agency Appropriated Biennium to Biennium Comparison									
Program	2017 Biennium Appropriated Budget		2019 Biennium Requested Budget		Biennium to Biennium Difference (dollars)		Biennium to Biennium Difference (percent)		
	General Fund	Total Funds	General Fund	Total Funds	General Fund	Total Funds	General Fund	Total Funds	
01 - Centralized Services Program	207,992	3,955,390	185,584	4,239,684	(22,408)	284,294	(10.77)%	7.19 %	
03 - Diagnostic Laboratory	1,818,513	4,477,534	1,836,039	4,968,906	17,526	491,372	0.96 %	10.97 %	
04 - Animal Health Division	1,600,877	5,049,516	1,699,369	4,884,871	98,492	(164,645)	6.15 %	(3.26)%	
05 - Milk & Egg Program	0	1,338,327	0	1,422,346	0	84,019	0.00 %	6.28 %	
06 - Brands Enforcement Division	0	7,533,982	0	7,066,609	0	(467,373)	0.00 %	(6.20)%	
10 - Meat Inspection	1,792,261	3,515,225	1,531,204	3,279,184	(261,057)	(236,041)	(14.57)%	(6.71)%	
<b>Agency Total</b>	<b>\$5,419,643</b>	<b>\$25,869,974</b>	<b>\$5,252,196</b>	<b>\$25,861,600</b>	<b>(\$167,447)</b>	<b>(\$8,374)</b>	<b>(3.09)%</b>	<b>(0.03)%</b>	

# Department of Livestock - 56030

## Centralized Services Program - 01

**01 Centralized Services  
Division  
George Harris x4994**

**Program Description** - The Centralized Services Division is responsible for overall department administration, budgeting, accounting, payroll, personnel, legal services, purchasing, information technology, public information, risk management, contract administration, and general services for the department. The Board of Milk Control and the Livestock Loss Board are administratively attached to the department. The Milk Control Bureau staff and the Livestock Loss Board (LLB) staff are part of the Centralized Services Division. The Livestock Loss Board provides compensation and prevention funding for predation losses to livestock producers from wolves and grizzlies. The Board of Milk Control regulates producer pricing of milk (prices paid to dairy farmers) and fair trade practices for the sale of all dairy products in Montana. The Predator Control Program is administered by the Board of Livestock and the executive officer. The Livestock Crime Stoppers Commission and the Beef Research and Marketing Committee are also administratively attached to the department.

Program Proposed Budget	Starting Point	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2017	Adjustments Fiscal 2018	Exec. Budget Fiscal 2018	Adjustments Fiscal 2019	Exec. Budget Fiscal 2019	Budget Request 2019 Biennium
FTE	1.00	17.00	18.00	17.00	18.00	
Personal Services	138,336	1,206,800	1,345,136	1,209,873	1,348,209	2,693,345
Operating Expenses	17,096	738,511	755,607	598,674	615,770	1,371,377
Transfers	0	87,481	87,481	87,481	87,481	174,962
<b>Total Costs</b>	<b>\$155,432</b>	<b>\$2,032,792</b>	<b>\$2,188,224</b>	<b>\$1,896,028</b>	<b>\$2,051,460</b>	<b>\$4,239,684</b>
General Fund	98,369	(6,062)	92,307	(5,092)	93,277	185,584
State/Other Special	57,063	2,038,854	2,095,917	1,901,120	1,958,183	4,054,100
<b>Total Funds</b>	<b>\$155,432</b>	<b>\$2,032,792</b>	<b>\$2,188,224</b>	<b>\$1,896,028</b>	<b>\$2,051,460</b>	<b>\$4,239,684</b>

Program Proposed Budget Adjustments				
	Budget Adjustments Fiscal 2018		Budget Adjustments Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	(2,374)	(53,387)	(1,484)	(52,497)
SWPL - 2 - Fixed Costs	(3,688)	33,042	(3,608)	(7,564)
SWPL - 3 - Inflation Deflation	0	540	0	1,309
<i>Total Statewide Present Law Adjustments</i>	<i>(\$6,062)</i>	<i>(\$19,805)</i>	<i>(\$5,092)</i>	<i>(\$58,752)</i>
<b>Present Law Adjustments</b>				
PL - 1 - Restore Department of Livestock Base	0	1,840,110	0	1,842,214
PL - 26 - PC Replacement	0	3,900	0	3,900
PL - 28 - Milk Control Travel Increase	0	4,800	0	4,800
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$1,848,810</i>	<i>\$0</i>	<i>\$1,850,914</i>
<b>New Proposals</b>				
NP - 17 - Attorney Position	0	103,787	0	103,866
NP - 200 - Milk Control Study (Biennial)	0	100,000	0	0
<i>Total New Proposals</i>	<i>\$0</i>	<i>\$203,787</i>	<i>\$0</i>	<i>\$103,866</i>
<b>Total Budget Adjustments</b>	<b>(\$6,062)</b>	<b>\$2,032,792</b>	<b>(\$5,092)</b>	<b>\$1,896,028</b>

## Department of Livestock - 56030

### Centralized Services Program - 01

#### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$2,374)	(\$53,387)
FY 2019	(\$1,484)	(\$52,497)

**SWPL - 1 - Personal Services -**

The budget includes a reduction of \$53,387 in FY 2018 and \$52,496 in FY 2019 to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$3,688)	\$33,042
FY 2019	(\$3,608)	(\$7,564)

**SWPL - 2 - Fixed Costs -**

The request includes \$33,042 in FY 2018 and a reduction of \$7,564 in FY 2019 to provide the funding required in the budget to increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$540
FY 2019	\$0	\$1,309

**SWPL - 3 - Inflation Deflation -**

This change package includes an increase of \$540 in FY 2018 and \$1,309 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others.

#### -----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$1,840,110
FY 2019	\$0	\$1,842,214

**PL - 1 - Restore Department of Livestock Base -**

During the 2015 legislative session, the Department of Livestock was appropriated as one-time-only in HB 2. This request of \$1,840,110 in FY 2018 and \$1,184,214 in FY 2019 of state special revenue restore's the program's base.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$3,900
FY 2019	\$0	\$3,900

**PL - 26 - PC Replacement -**

This budget request of \$3,900 per year of state special revenue is for PC replacement in the program. The department has increased active personal computers from 128 to 145 with the increase primarily in the brand enforcement districts. The standard state replacement cycle is five years.

## Department of Livestock - 56030

### Centralized Services Program - 01

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$4,800
FY 2019	\$0	\$4,800

**PL - 28 - Milk Control Travel Increase -**

This budget request of \$4,800 per year of state special revenue is to fund travel costs associated with administering the program, including audit functions, board and committee meetings, and industry gatherings.

-----**New Proposals**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$103,787
FY 2019	\$0	\$103,866

**NP - 17 - Attorney Position -**

This budget request is for \$103,787 in FY 2018 and \$103,886 in FY 2019 of state special revenue. The Department of Livestock has been contracting for legal services since 2003. From 2012 through 2016 there has been a substantial increase in legal challenges throughout the department. There is a need for legal services to the board and each division serving the livestock industry.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$100,000
FY 2019	\$0	\$0

**NP - 200 - Milk Control Study (Biennial) -**

The Board of Milk Control requests \$100,000 in the 2019 biennium state special revenue to contract for a study of the price formulas and the methodology of the statewide pooling arrangement and quota plan systems that determine dairy compensation. Current applicable administrative rules have not substantively changed since 2000. The study would provide information for potential administrative rule changes by the board. It would also consider the balance between the production and consumption of milk, the costs of production and distribution, and prices in adjacent and neighboring or comparable states.

# Department of Livestock - 56030

## Diagnostic Laboratory - 03

**03 Diagnostic Laboratory  
Division  
Dr. Bill Layton 994-4885**

**Program Description** - The Montana Veterinary Diagnostic Laboratory is the only accredited, full-service veterinary laboratory in Montana. The division provides disease diagnostic support to veterinarians, livestock producers, companion animal owners, and the Department of Fish, Wildlife, & Parks as well as many other state and federal agencies. The division provides laboratory support to the department's Animal Health Division and Milk & Egg Bureau, and helps protect public health by testing dairy products and testing for zoonotic diseases.

Program Proposed Budget	Starting Point	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2017	Adjustments Fiscal 2018	Exec. Budget Fiscal 2018	Adjustments Fiscal 2019	Exec. Budget Fiscal 2019	Budget Request 2019 Biennium
FTE	0.00	21.51	21.51	21.51	21.51	
Personal Services	75,436	1,352,435	1,427,871	1,357,224	1,432,660	2,860,531
Operating Expenses	0	1,043,471	1,043,471	1,024,970	1,024,970	2,068,441
Debt Service	0	19,967	19,967	19,967	19,967	39,934
<b>Total Costs</b>	<b>\$75,436</b>	<b>\$2,415,873</b>	<b>\$2,491,309</b>	<b>\$2,402,161</b>	<b>\$2,477,597</b>	<b>\$4,968,906</b>
General Fund	0	918,064	918,064	917,975	917,975	1,836,039
State/Other Special	0	1,467,225	1,467,225	1,453,580	1,453,580	2,920,805
Federal Spec. Rev. Funds	75,436	30,584	106,020	30,606	106,042	212,062
<b>Total Funds</b>	<b>\$75,436</b>	<b>\$2,415,873</b>	<b>\$2,491,309</b>	<b>\$2,402,161</b>	<b>\$2,477,597</b>	<b>\$4,968,906</b>

Program Proposed Budget Adjustments				
	Budget Adjustments Fiscal 2018		Budget Adjustments Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	(75,436)	0	(75,436)
SWPL - 2 - Fixed Costs	115	1,670	84	1,218
SWPL - 3 - Inflation Deflation	0	(8,889)	0	(8,038)
<i>Total Statewide Present Law Adjustments</i>	<i>\$115</i>	<i>(\$82,655)</i>	<i>\$84</i>	<i>(\$82,256)</i>
<b>Present Law Adjustments</b>				
PL - 1 - Restore Department of Livestock Base	936,277	2,431,456	936,219	2,436,245
PL - 22 - Lab Continuing Education	0	7,500	0	7,500
PL - 29 - Lab Supplies	0	37,000	0	37,000
PL - 4 - Lab Safety and Minor Equipment - Under \$5,000	0	3,900	0	0
<i>Total Present Law Adjustments</i>	<i>\$936,277</i>	<i>\$2,479,856</i>	<i>\$936,219</i>	<i>\$2,480,745</i>
<b>New Proposals</b>				
NP - 31 - Lab Equipment (OTO)	0	15,000	0	0
NP - 555 - Appropriation Rebase	(18,328)	(18,328)	(18,328)	(18,328)
NP - 9 - Lab Computer Maintenance	0	22,000	0	22,000
<i>Total New Proposals</i>	<i>(\$18,328)</i>	<i>\$18,672</i>	<i>(\$18,328)</i>	<i>\$3,672</i>
<b>Total Budget Adjustments</b>	<b>\$918,064</b>	<b>\$2,415,873</b>	<b>\$917,975</b>	<b>\$2,402,161</b>

## Department of Livestock - 56030

### Diagnostic Laboratory - 03

#### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	(\$75,436)
FY 2019	\$0	(\$75,436)

#### **SWPL - 1 - Personal Services -**

The budget includes a reduction of \$75,436 per year in state special revenue to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$115	\$1,670
FY 2019	\$84	\$1,218

#### **SWPL - 2 - Fixed Costs -**

The request includes \$1,670 in FY 2018 and \$1,218 in FY 2019 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	(\$8,889)
FY 2019	\$0	(\$8,038)

#### **SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$8,889 in FY 2018 and \$8,038 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others.

#### -----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$936,277	\$2,431,456
FY 2019	\$936,219	\$2,436,245

#### **PL - 1 - Restore Department of Livestock Base -**

During the 2015 legislative session, the Department of Livestock was appropriated as one-time-only in HB 2. This request of \$2,431,456 in FY 2018 and \$2,436,245 in FY 2019 of general fund and state special revenue restore's the program's base.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$7,500
FY 2019	\$0	\$7,500

#### **PL - 22 - Lab Continuing Education -**

The Diagnostic Laboratory budget includes a request of \$7,500 per year of state special revenue to provide laboratory staff additional continuing education opportunities and to replace outdated reference books.

## Department of Livestock - 56030

### Diagnostic Laboratory - 03

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$37,000
FY 2019	\$0	\$37,000

#### **PL - 29 - Lab Supplies -**

The budget includes a request of \$37,000 per year in state special revenue for lab supplies. Lab supply costs can be erratic depending on disease outbreaks, weather, the number of tests performed, and other variables.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$3,900
FY 2019	\$0	\$0

#### **PL - 4 - Lab Safety and Minor Equipment - Under \$5,000 -**

This request of \$3,900 in FY 2018 of state special revenue is to replace minor equipment. Equipment includes a portable bunsen burner required to replace an open flame burner; a freezer data collector and phone warning system is needed to warn staff of disruption of electrical service to vital ultra-low freezer equipment protecting critical specimens; and a 35 degree incubator. All are essential for lab safety and continuity of service.

### -----New Proposals-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$15,000
FY 2019	\$0	\$0

#### **NP - 31 - Lab Equipment (OTO) -**

This one-time-only budget request of \$15,000 state special revenue is for replacement of equipment in the Diagnostic Laboratory.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$18,328)	(\$18,328)
FY 2019	(\$18,328)	(\$18,328)

#### **NP - 555 - Appropriation Rebase -**

The Executive Budget includes targeted budget reductions across most agencies. The Executive proposes a Diagnostic Laboratory Appropriation Rebase totaling \$18,328 and was included in the agency reduction plan submitted in compliance with 17-7-111, MCA.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$22,000
FY 2019	\$0	\$22,000

#### **NP - 9 - Lab Computer Maintenance -**

This budget request is for \$22,000 in state special revenue to address required maintenance in a missional critical system. The Diagnostic Laboratory's computer system, Vetstar Animal Disease Diagnostic System (VADDS), requires a maintenance agreement that is currently not in the program's base. The vendor of this system provides remote and on-site maintenance services as needed for the this new system.

# Department of Livestock - 56030

## Animal Health Division - 04

**04 Animal Health  
Division  
Dr. Martin Zaluski x2043**

**Program Description** - The Animal Health Division (State Veterinarian Office) works with animal owners and veterinarians to prevent, control, and eradicate animal diseases, including those in bison and alternative livestock animals. The program cooperates with the Departments of Public Health and Human Services and Fish, Wildlife and Parks and the US Department of Agriculture to protect human health from animal diseases transmissible to humans including rabies and brucellosis by monitoring testing and enforcing animal quarantines. The division also regulates the importation of animals into Montana.

Program Proposed Budget	Starting Point	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2017	Adjustments Fiscal 2018	Exec. Budget Fiscal 2018	Adjustments Fiscal 2019	Exec. Budget Fiscal 2019	Budget Request 2019 Biennium
FTE	0.00	14.25	14.25	14.25	14.25	
Personal Services	52,427	993,378	1,045,805	998,531	1,050,958	2,096,763
Operating Expenses	0	1,078,734	1,078,734	1,089,374	1,089,374	2,168,108
Equipment & Intangible Assets	0	13,000	13,000	13,000	13,000	26,000
Transfers	0	297,000	297,000	297,000	297,000	594,000
<b>Total Costs</b>	<b>\$52,427</b>	<b>\$2,382,112</b>	<b>\$2,434,539</b>	<b>\$2,397,905</b>	<b>\$2,450,332</b>	<b>\$4,884,871</b>
General Fund	0	849,216	849,216	850,153	850,153	1,699,369
State/Other Special	52,427	679,885	732,312	683,395	735,822	1,468,134
Federal Spec. Rev. Funds	0	853,011	853,011	864,357	864,357	1,717,368
<b>Total Funds</b>	<b>\$52,427</b>	<b>\$2,382,112</b>	<b>\$2,434,539</b>	<b>\$2,397,905</b>	<b>\$2,450,332</b>	<b>\$4,884,871</b>

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2018		Budget Adjustments Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	(52,427)	0	(52,427)
SWPL - 2 - Fixed Costs	204	1,752	149	1,278
SWPL - 3 - Inflation Deflation	(1,525)	(21,012)	(1,146)	(15,889)
<i>Total Statewide Present Law Adjustments</i>	<i>(\$1,321)</i>	<i>(\$71,687)</i>	<i>(\$997)</i>	<i>(\$67,038)</i>
<b>Present Law Adjustments</b>				
PL - 1 - Restore Department of Livestock Base	850,537	2,449,341	851,150	2,454,494
PL - 11 - Department Leased Vehicles	0	4,458	0	10,449
<i>Total Present Law Adjustments</i>	<i>\$850,537</i>	<i>\$2,453,799</i>	<i>\$851,150</i>	<i>\$2,464,943</i>
<b>Total Budget Adjustments</b>	<b>\$849,216</b>	<b>\$2,382,112</b>	<b>\$850,153</b>	<b>\$2,397,905</b>

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	(\$52,427)
FY 2019	\$0	(\$52,427)

**SWPL - 1 - Personal Services -**

The budget includes a reduction of \$52,427 per year of state special revenue to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

## Department of Livestock - 56030

### Animal Health Division - 04

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$204	\$1,752
FY 2019	\$149	\$1,278

**SWPL - 2 - Fixed Costs -**

The request includes \$1,752 in FY 2018 and \$1,278 in FY 2019 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$1,525)	(\$21,012)
FY 2019	(\$1,146)	(\$15,889)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$21,012 in FY 2018 and \$15,889 in FY 2019 of general fund, state, and federal special revenue to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$850,537	\$2,449,341
FY 2019	\$851,150	\$2,454,494

**PL - 1 - Restore Department of Livestock Base -**

During the 2015 legislative session, the Department of Livestock was appropriated as one-time-only in HB 2. This request of \$2,449,341 in FY 2018 and \$2,545,494 in FY 2019 of general fund, state, and federal special revenue restore's the program's base appropriation.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$4,458
FY 2019	\$0	\$10,449

**PL - 11 - Department Leased Vehicles -**

This request of \$4,458 in FY 2018 and \$10,449 in FY 2019 of state and federal special revenue is for leased vehicles used by the program. In Animal Health, a large pickup is necessary for an area supervisor who travels 35,000 miles a year to perform his duties. The supervisor's time is evenly shared with the Brands Enforcement Division. Half of this leased truck is paid in Animal Health at a cost of \$4,458 each year. In addition in, FY 2019, the federal bison program needs a leased truck costing \$5,991.

# Department of Livestock - 56030

## Milk & Egg Program - 05

**05 Milk & Egg  
Inspection Bureau  
Dan Turcotte x4325**

**Program Description** - The Milk and Egg Inspection program ensures that eggs, milk, and milk products sold or manufactured in Montana are safe, wholesome and meet the appropriate USDA and FDA grade quality required for interstate marketing. Ensured compliance with state and federal laws is accomplished through licensing, sampling, laboratory testing, and on- site inspections.

Program Proposed Budget	Starting Point Fiscal 2017	Budget Adjustments Fiscal 2018	Total Exec. Budget Fiscal 2018	Budget Adjustments Fiscal 2019	Total Exec. Budget Fiscal 2019	Executive Budget Request 2019 Biennium
Budget Item						
FTE	1.00	6.25	7.25	6.25	7.25	
Personal Services	80,300	415,825	496,125	417,265	497,565	993,690
Operating Expenses	0	210,085	210,085	218,571	218,571	428,656
<b>Total Costs</b>	<b>\$80,300</b>	<b>\$625,910</b>	<b>\$706,210</b>	<b>\$635,836</b>	<b>\$716,136</b>	<b>\$1,422,346</b>
State/Other Special	80,300	604,910	685,210	614,836	695,136	1,380,346
Federal Spec. Rev. Funds	0	21,000	21,000	21,000	21,000	42,000
<b>Total Funds</b>	<b>\$80,300</b>	<b>\$625,910</b>	<b>\$706,210</b>	<b>\$635,836</b>	<b>\$716,136</b>	<b>\$1,422,346</b>

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2018		Budget Adjustments Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	(30,857)	0	(30,825)
SWPL - 2 - Fixed Costs	0	831	0	606
SWPL - 3 - Inflation Deflation	0	(3,165)	0	(2,392)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>(\$33,191)</i>	<i>\$0</i>	<i>(\$32,611)</i>
<b>Present Law Adjustments</b>				
PL - 1 - Restore Department of Livestock Base	0	643,219	0	644,627
PL - 11 - Department Leased Vehicles	0	15,882	0	23,820
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$659,101</i>	<i>\$0</i>	<i>\$668,447</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$625,910</b>	<b>\$0</b>	<b>\$635,836</b>

-----**Statewide Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	(\$30,857)
FY 2019	\$0	(\$30,825)

**SWPL - 1 - Personal Services -**

The budget includes a reduction of \$30,857 in FY 2018 and \$30,826 in FY 2019 to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

## Department of Livestock - 56030

### Milk & Egg Program - 05

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$831
FY 2019	\$0	\$606

**SWPL - 2 - Fixed Costs -**

The request includes \$831 in FY 2018 and \$606 in FY 2019 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	(\$3,165)
FY 2019	\$0	(\$2,392)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$3,165 in FY 2018 and \$2,392 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others.

-----**Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$643,219
FY 2019	\$0	\$644,627

**PL - 1 - Restore Department of Livestock Base -**

During the 2015 legislative session, the Department of Livestock was appropriated as one-time-only in HB 2. This request of \$643,219 in FY 2018 and \$644,627 in FY 2019 of state special revenue restore's the program's base.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$15,882
FY 2019	\$0	\$23,820

**PL - 11 - Department Leased Vehicles -**

This request is for \$15,882 in FY 2018 and \$23,820 in FY 2019 for leased vehicles. The Milk Inspection program has a vast area to cover for inspection work and it is estimated that inspectors travel 30,000 miles per. Two vehicles will be leased in FY 2018 and a third one will be leased in FY 2019.

## Department of Livestock - 56030

### Brands Enforcement Division - 06

**06 Brands Enforcement  
Division  
Leslie Doely x2925**

**Program Description** - The Brands Enforcement Division provides the livestock industry with professional law enforcement and investigative work in tracking livestock ownership and in the deterrence and/or resolution of related criminal activities. It conducts, collects, documents, audits, and evaluates compliance on brand inspections and permits for Montana livestock. It also maintains the official record of Montana brands and security interest filings of branded livestock, and licenses livestock markets and dealers.

Program Proposed Budget	Starting Point	Budget	Total	Budget	Total	Executive
Budget Item	Fiscal 2017	Adjustments Fiscal 2018	Exec. Budget Fiscal 2018	Adjustments Fiscal 2019	Exec. Budget Fiscal 2019	Budget Request 2019 Biennium
FTE	0.00	53.11	53.11	53.11	53.11	
Personal Services	189,896	2,850,789	3,040,685	2,856,934	3,046,830	6,087,515
Operating Expenses	0	486,392	486,392	492,702	492,702	979,094
Transfers	0	0	0	0	0	0
<b>Total Costs</b>	<b>\$189,896</b>	<b>\$3,337,181</b>	<b>\$3,527,077</b>	<b>\$3,349,636</b>	<b>\$3,539,532</b>	<b>\$7,066,609</b>
State/Other Special	189,896	3,337,181	3,527,077	3,349,636	3,539,532	7,066,609
<b>Total Funds</b>	<b>\$189,896</b>	<b>\$3,337,181</b>	<b>\$3,527,077</b>	<b>\$3,349,636</b>	<b>\$3,539,532</b>	<b>\$7,066,609</b>

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2018		Budget Adjustments Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	0	(133,917)	0	(133,917)
SWPL - 2 - Fixed Costs	0	5,983	0	4,361
SWPL - 3 - Inflation Deflation	0	(26,592)	0	(18,660)
<i>Total Statewide Present Law Adjustments</i>	<i>\$0</i>	<i>(\$154,526)</i>	<i>\$0</i>	<i>(\$148,216)</i>
<b>Present Law Adjustments</b>				
PL - 1 - Restore Department of Livestock Base	0	3,610,258	0	3,616,403
PL - 11 - Department Leased Vehicles	0	10,449	0	10,449
<i>Total Present Law Adjustments</i>	<i>\$0</i>	<i>\$3,620,707</i>	<i>\$0</i>	<i>\$3,626,852</i>
<b>New Proposals</b>				
NP - 30 - Reduce Budget Request	0	(129,000)	0	(129,000)
<i>Total New Proposals</i>	<i>\$0</i>	<i>(\$129,000)</i>	<i>\$0</i>	<i>(\$129,000)</i>
<b>Total Budget Adjustments</b>	<b>\$0</b>	<b>\$3,337,181</b>	<b>\$0</b>	<b>\$3,349,636</b>

## Department of Livestock - 56030

### Brands Enforcement Division - 06

#### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	(\$133,917)
FY 2019	\$0	(\$133,917)

**SWPL - 1 - Personal Services -**

The budget includes a reduction of \$133,917 per year to annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$5,983
FY 2019	\$0	\$4,361

**SWPL - 2 - Fixed Costs -**

The request includes \$5,983 in FY 2018 and \$4,361 in FY 2019 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	(\$26,592)
FY 2019	\$0	(\$18,660)

**SWPL - 3 - Inflation Deflation -**

This change package includes a reduction of \$26,592 in FY 2018 and \$18,660 in FY 2019 to reflect budgetary changes generated from the application of inflation and deflation factors to specific expenditure accounts. Affected accounts include food, postage, natural gas, electricity, gasoline, and others.

#### -----Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$3,610,258
FY 2019	\$0	\$3,616,403

**PL - 1 - Restore Department of Livestock Base -**

During the 2015 legislative session, the Department of Livestock was appropriated as one-time-only in HB 2. This request of \$3,610,258 in FY 2018 and \$3,616,403 in FY 2019 of state special revenue restore's the program's base.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	\$10,449
FY 2019	\$0	\$10,449

**PL - 11 - Department Leased Vehicles -**

This request of \$10,449 per year in state special revenue is for leased vehicles in the program. The division requires additional leased vehicles because several districts have increased in size over the last biennium. Based on 20,000 miles a year for a large pick up the lease cost is \$5,991 each year. The Brand Enforcement Division shares 50% of the lease costs for the area supervisor leased vehicle with the Animal Health Division.

**Department of Livestock - 56030**

**Brands Enforcement Division - 06**

-----**New Proposals**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$0	(\$129,000)
FY 2019	\$0	(\$129,000)

**NP - 30 - Reduce Budget Request -**

This request reduces the program budget by \$129,000 per year. The base year had \$129,000 of authority for a one time adjustment that is not necessary in FY 2018 and FY 2019.

# Department of Livestock - 56030

## Meat Inspection - 10

**10 Meat & Poultry  
Inspection Program  
Gary Hamel x5293**

**Program Description** - The Meat and Poultry Inspection program was established in 1987 by the Montana Meat and Poultry Inspection Act. It implements and enforces a meat and poultry inspection system equal to that maintained by the U.S. Department of Agriculture and the Food Safety Inspection Service to assure clean, wholesome, and properly-labeled meat and poultry products for consumers.

Program Proposed Budget	Starting Point Fiscal 2017	Budget Adjustments Fiscal 2018	Total Exec. Budget Fiscal 2018	Budget Adjustments Fiscal 2019	Total Exec. Budget Fiscal 2019	Executive Budget Request 2019 Biennium
Budget Item						
FTE	0.00	22.50	22.50	22.50	22.50	
Personal Services	180,743	961,883	1,142,626	965,344	1,146,087	2,288,713
Operating Expenses	0	493,916	493,916	496,555	496,555	990,471
<b>Total Costs</b>	<b>\$180,743</b>	<b>\$1,455,799</b>	<b>\$1,636,542</b>	<b>\$1,461,899</b>	<b>\$1,642,642</b>	<b>\$3,279,184</b>
General Fund	90,371	673,703	764,074	676,759	767,130	1,531,204
State/Other Special	0	5,718	5,718	5,718	5,718	11,436
Federal Spec. Rev. Funds	90,372	776,378	866,750	779,422	869,794	1,736,544
<b>Total Funds</b>	<b>\$180,743</b>	<b>\$1,455,799</b>	<b>\$1,636,542</b>	<b>\$1,461,899</b>	<b>\$1,642,642</b>	<b>\$3,279,184</b>

Program Proposed Budget Adjustments	Budget Adjustments Fiscal 2018		Budget Adjustments Fiscal 2019	
	General Fund	Total Funds	General Fund	Total Funds
<b>Statewide Present Law Adjustments</b>				
SWPL - 1 - Personal Services	(90,372)	(180,743)	(90,372)	(180,743)
SWPL - 2 - Fixed Costs	1,171	2,343	854	1,708
<i>Total Statewide Present Law Adjustments</i>	<i>(\$89,201)</i>	<i>(\$178,400)</i>	<i>(\$89,518)</i>	<i>(\$179,035)</i>
<b>Present Law Adjustments</b>				
PL - 1 - Restore Department of Livestock Base	862,260	1,730,239	863,986	1,733,690
<i>Total Present Law Adjustments</i>	<i>\$862,260</i>	<i>\$1,730,239</i>	<i>\$863,986</i>	<i>\$1,733,690</i>
<b>New Proposals</b>				
NP - 555 - Appropriation Rebase	(102,672)	(102,672)	(102,662)	(102,662)
<i>Total New Proposals</i>	<i>(\$102,672)</i>	<i>(\$102,672)</i>	<i>(\$102,662)</i>	<i>(\$102,662)</i>
<b>Total Budget Adjustments</b>	<b>\$670,387</b>	<b>\$1,449,167</b>	<b>\$671,806</b>	<b>\$1,451,993</b>

### -----Statewide Present Law Adjustments-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$90,372)	(\$180,743)
FY 2019	(\$90,372)	(\$180,743)

#### SWPL - 1 - Personal Services -

The budget includes a reduction of \$90,371 per year annualize various personal services costs including FY 2017 statewide pay plan adjustments and increases to state share costs for health insurance passed by the 2015 Legislature, benefit rate adjustments, longevity adjustments related to incumbents in each position at the time of the snapshot, and vacancy savings.

## Department of Livestock - 56030

### Meat Inspection - 10

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$1,171	\$2,343
FY 2019	\$854	\$1,708

**SWPL - 2 - Fixed Costs -**

The request includes \$2,343 in FY 2018 and \$1,708 in FY 2019 to provide the funding required in the budget to pay increases in fixed costs assessed by other agencies within state government for the services they provide. Examples of fixed costs include liability and property insurance, legislative audit, warrant writer, payroll processing, and others. The rates charged for these services are approved in a separate portion of the budget.

-----**Present Law Adjustments**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	\$862,260	\$1,730,239
FY 2019	\$863,986	\$1,733,690

**PL - 1 - Restore Department of Livestock Base -**

During the 2015 legislative session, the Department of Livestock was appropriated as one-time-only in HB 2. This request of \$1,730,239 in FY 2018 and \$1,733,690 in FY 2019 of state special revenue restore's the program's base.

-----**New Proposals**-----

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$102,672)	(\$102,672)
FY 2019	(\$102,662)	(\$102,662)

**NP - 555 - Appropriation Rebase -**

The Executive Budget includes targeted budget reductions across most agencies. The Executive proposes a Meat Inspection Division Appropriation Rebase totaling \$102,672 and was included in the agency reduction plan submitted in compliance with 17-7-111, MCA.