

1 *House* BILL NO. *643*  
 2 INTRODUCED BY *Barbara Lund Johnson*  
 3 *Manuel*

4 A BILL FOR AN ACT ENTITLED: "AN ACT TO AMEND THE STATE  
 5 BUDGET ACT BY PROVIDING DEFINITIONS; BY AMENDING SECTION  
 6 79-1015, R.C.M. 1947, TO SPECIFY INFORMATION TO BE CONTAINED  
 7 IN THE PROPOSED BUDGET; PROVIDING FOR THE SUBMISSION OF  
 8 VARIANCE REPORTS; AND REPEALING SECTION 79-1015.1, R.C.M.  
 9 1947."

10  
 11 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

12 Section 1. There is a new R.C.M. section numbered  
 13 79-1001.1 that reads as follows:

14 79-1001.1. Definitions. As used in this chapter (1)  
 15 "effectiveness measure" means a criterion for measuring the  
 16 degree to which the objective sought is attained;

17 (2) "program" means a combination of resources and  
 18 activities designed to achieve an objective or objectives;

19 (3) "program size" means the magnitude of a program  
 20 such as the size of clientele served, the volume of service  
 21 in relation to the population or area, etc.;

22 (4) "program size indicator" means a measure to  
 23 indicate the magnitude of a program;

24 (5) "priority listing" means a ranking of proposed  
 25 expenditures in order of importance.

1 Section 2. Section 79-1015, R.C.M. 1947, is amended to  
 2 read as follows:

3 "79-1015. Submission of budget to legislature -- form  
 4 -- contents. The governor shall, following the receipt of  
 5 the preliminary budget from the budget director have  
 6 prepared a budget for the ensuing biennium and shall submit  
 7 said budget to each member of the ~~legislative--assembly~~  
 8 legislature at the time of the convening of the ~~legislative~~  
 9 assembly legislature. The budget submitted shall set forth a  
 10 balanced financial plan for the state government for each  
 11 fiscal year of the ensuing biennium, which plan shall  
 12 consist of the following:

13 (1) A financial plan of the state government of the  
 14 ensuing biennium shall embrace a consolidated budget summary  
 15 setting forth the aggregate figures of the budget in such  
 16 manner as to show a balance between the total proposed  
 17 disbursements and the total anticipated receipts together  
 18 with the other means of financing the budget for each fiscal  
 19 year of the ensuing biennium, contrasted with the  
 20 corresponding figures for the last completed fiscal year and  
 21 the fiscal year in progress. The consolidated budget summary  
 22 shall be supported by explanatory schedules or statements,  
 23 classifying receipts and disbursements contained therein by  
 24 fund, and where applicable, organizational unit.

25 (2) An analysis of the actual and projected receipts,

1 disbursements and solvency of each accounting entity within  
2 each fund for the current and subsequent biennium.

3 (3) A detailed analysis of receipts by accounting  
4 entity within fund indicating classification and source of  
5 funds.

6 (4) A departmental analysis summarizing past and  
7 proposed spending plans by agency and the means of financing  
8 the proposed plan. Information presented shall include the  
9 following:

10 ~~(a) a statement of departmental goals and objectives~~  
11 ~~and a statement of goals and objectives for each program of~~  
12 ~~the department;~~

13 ~~(b) actual disbursements for the completed fiscal year~~  
14 ~~of the current biennium, estimated disbursements for the~~  
15 ~~current fiscal year, and governor's recommendations for the~~  
16 ~~ensuing biennium by program;~~

17 ~~(c) actual disbursements for the completed fiscal year~~  
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19 ~~current fiscal year, and governor's recommendations for the~~  
20 ~~ensuing biennium by disbursement category; and~~

21 ~~(d) a statement containing further recommendations of~~  
22 ~~the governor should he deem it necessary;~~

23 ~~(5) Detailed recommendations for the state long-range~~  
24 ~~building program. Each recommendation shall be presented by~~  
25 ~~department, institution, agency or branch by funding source,~~

1 ~~with a description of each proposed project. An~~  
2 ~~appropriation measure shall be presented by project, source~~  
3 ~~of funding, and department, agency, institution or branch~~  
4 ~~for which the project is primarily intended.~~

5 ~~(6) Appropriation measures detailed by program, fund,~~  
6 ~~and accounting entity, authorizing disbursements and related~~  
7 ~~restrictions thereto by department, institution, or agency~~  
8 ~~of the state.~~

9 (a) a statement of departmental and program  
10 objectives, effectiveness measures and program size  
11 indicators;

12 (b) at least three (3) alternative funding levels for  
13 each program with effectiveness measures and program size  
14 indicators detailed for each alternative funding level. The  
15 first funding level shall not exceed eighty percent (80%) of  
16 that level authorized by the legislature for the present  
17 fiscal year;

18 (c) a departmental priority listing encompassing all  
19 alternative funding levels;

20 (d) a detailed narrative which shall include at least  
21 (i) a description of the kinds of activities carried  
22 out or unusual technologies employed;

23 (ii) a statement of key policies pursued;

24 (iii) a description of major external trends affecting  
25 the program;

1 (iv) an evaluation of how effective the program has  
 2 been in the past and the apparent reasons for the level of  
 3 success attained;

4 (v) a description of possible events that could  
 5 result in significant variations in the size, operation or  
 6 effectiveness of the program;

7 (vi) an explanation of the rationale used in  
 8 determining the priority listing.

9 (e) actual disbursements for the past two (2) fiscal  
 10 years, and the governor's recommendations for the ensuing  
 11 biennium by program and disbursement category;

12 (f) a statement containing further recommendations of  
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14 (5) Detailed recommendations for the state long-range  
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 17 institution, agency or branch by funding source, with a  
 18 description of each proposed project, an explanation of the  
 19 problem to be addressed by the proposed project, alternative  
 20 methods of addressing the problem, the rationale for the  
 21 selection of a particular alternative and a projection of  
 22 increased operating costs incident to the project for the  
 23 next three (3) bienniums."

24 Section 3. There is a new R.C.M. section numbered  
 25 79-1017.1 that reads as follows:

1 79-1017.1. Variance reports. Annually by January 1  
 2 the governor shall submit to the members of the legislature  
 3 a variance report for the immediate past fiscal year which  
 4 shall detail variances between the expenditures, revenues,  
 5 program size indicators, effectiveness measures and  
 6 priorities expressed in the executive budget and those  
 7 actually realized. The report should contain a detailed  
 8 narrative explaining the reasons for all significant  
 9 variances.

10 Section 4. Repealer. Section 79-1015.1, R.C.M. 1947,  
 11 is repealed.

-End-

## STATE OF MONTANA

REQUEST NO. 190-75

## FISCAL NOTE

Form BD-15

In compliance with a written request received February 10, 19 75, there is hereby submitted a Fiscal Note for House Bill 643 pursuant to Chapter 53, Laws of Montana, 1965 - Thirty-Ninth Legislative Assembly.

Background information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to members of the Legislature upon request.

## DESCRIPTION OF PROPOSED LEGISLATION:

An act to amend the State Budget Act by providing definitions, by revising and extending the scope of information to be contained in the proposed budget and by providing for the submission of variance reports.

## ASSUMPTIONS:

1. Current level services of the Budget Office (which include operational plans, appropriation implementation, publication preparation) will be maintained.
2. Since the audit and evaluation functions mandated by this bill are new, extensive analysis will be required to design, implement, and monitor meaningful informational systems. The Budget Office estimates that this will require five additional professional staff members, two support personnel, and correspondingly higher operational expense.
3. As the budget format will be altered, additional data processing costs will be incurred for reprogramming.
4. Amount of information required to be contained in the Budget Book will be greatly increased; volume size and printing costs will increase correspondingly.

## FISCAL IMPACT:

1. Office of Budget and Program Planning	FY 76			FY 77		
	Current law	Proposed law	Increase	Current law	Proposed law	Increase
Expenditures by category						
Personal Services	\$223,348	\$319,027	\$ 95,679	\$241,081	\$341,574	\$100,493
Operating Expenses	32,792	67,192	34,400	40,312	103,412	63,100
Capital Outlay	4,800	8,300	3,500	500	500	0
Total expenditures	<u>\$260,940</u>	<u>\$394,519</u>	<u>\$133,579</u>	<u>\$281,893</u>	<u>\$445,486</u>	<u>\$163,593</u>

2. The six largest departments in terms of personnel and programs report the following increase in expenditures necessary to implement House Bill 643.

Increased expenditures to departments:	FY 76	FY 77
Social and Rehabilitation Services	\$166,582	\$106,786
Administration (excluding Architecture and Engineering Division)	20,000	20,000
Institutions	43,000	18,000
Highways	19,120	18,859
Revenue	26,922	28,007
Commissioner of Higher Education and University System	125,000	125,000
Total increased expenditures	<u>\$400,624</u>	<u>\$316,652</u>

Office of Budget and Program Planning

Date: \_\_\_\_\_

CONTINUED

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## FISCAL IMPACT: Continued

3. Specific responsibilities of the Department of Administration, Architecture and Engineering Division regarding detailed recommendations for the long-range building program would require an additional \$74,423 in FY 76 and \$91,149 in FY 77.

## CONCLUSION:

Enactment of House Bill 643 would result in increased expenditures during the 1975-77 biennium of \$297,172 for the Office of Budget and Program Planning, \$717,276 for the six largest departments, and \$165,572 for the Department of Administration, Architecture and Engineering Division. Total cost for 1975-77 biennium would be approximately \$1.18 million.

## TECHNICAL NOTE:

Section 79-1015 (4) (e) requires information for the past two fiscal years and the Governor's recommendations for the ensuing biennium. No provision is made for the current fiscal year.



BUDGET DIRECTOR

Office of Budget and Program Planning

Date: February 20, 1975

Approved by Committee  
on Appropriations

HOUSE BILL NO. 643

INTRODUCED BY BARDANOUVE, LUND, JACOBSEN, MANUEL

A BILL FOR AN ACT ENTITLED: "AN ACT ~~TO AMEND THE STATE BUDGET ACT BY PROVIDING DEFINITIONS, BY AMENDING SECTION 79-1015, R.C.M. 1947, TO PROVIDE FOR A PROGRAM PLANNING AND BUDGETING SYSTEM;~~ TO SPECIFY INFORMATION TO BE CONTAINED IN THE PROPOSED BUDGET; PROVIDING FOR THE SUBMISSION OF VARIANCE REPORTS; AND REPEALING SECTION 79-1015.1, R.C.M. 1947."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. ~~There is a new R.C.M. section numbered 79-1001.1 that reads as follows:~~

~~79-1001.1.~~ Definitions. As used in this chapter: (1) "effectiveness measure" means a criterion for measuring the degree to which the objective sought is attained;

(2) "program" means a combination of resources and activities designed to achieve an objective or objectives;

(3) "program size" means the magnitude of a program such as the size of clientele served, the volume of service in relation to the population or area, etc.;

(4) "program size indicator" means a measure to indicate the magnitude of a program;

(5) "priority listing" means a ranking of proposed

expenditures in order of importance.

SECTION 2. PROGRAM PLANNING AND BUDGETING SYSTEM.

(1) THE BUDGET DIRECTOR SHALL IMPLEMENT A PROGRAM PLANNING AND BUDGETING SYSTEM AS PROVIDED IN THIS ACT FOR AT LEAST ONE PROGRAM IN REPRESENTATIVE AGENCIES OF STATE GOVERNMENT SERVICE SUCH AS PLANNING, HUMAN SERVICE DELIVERY, LICENSING AND REGULATION, AND OTHER PROGRAMS AS DETERMINED BY THE BUDGET DIRECTOR.

~~Section 2. Section 79-1015, R.C.M. 1947, is amended to read as follows:~~

~~79-1015. Submission of budget to legislature --- form --- contents. --- The governor shall, following the receipt of the preliminary budget from the budget director --- have prepared a budget for the ensuing biennium and shall submit said budget to each member of the legislative assembly legislature at the time of the convening of the legislative assembly legislature. The budget submitted shall set forth a balanced financial plan for the state government --- for each fiscal year of the ensuing biennium, --- which plan shall consist of the following:~~

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3 corresponding figures for the last completed fiscal year and  
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7 fund, and where applicable, organizational unit.

8 (2) An analysis of the actual and projected receipts,  
9 disbursements and solvency of each accounting entity within  
10 each fund for the current and subsequent biennium.

11 (3) A detailed analysis of receipts by accounting  
12 entity within fund indicating classification and source of  
13 funds.

14 (4) A departmental analysis summarizing past and  
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18 (a) a statement of departmental goals and objectives  
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20 the department;

21 (b) actual disbursements for the completed fiscal year  
22 of the current biennium, estimated disbursements for the  
23 current fiscal year, and governor's recommendations for the  
24 ensuing biennium by program;

25 (c) actual disbursements for the completed fiscal year

1 of the current biennium, estimated disbursements for the  
2 current fiscal year, and governor's recommendations for the  
3 ensuing biennium by disbursement category, and

4 (4) a statement containing further recommendations of  
5 the governor should he deem it necessary;

6 (5) Detailed recommendations for the state long-range  
7 building program. Each recommendation shall be presented by  
8 department, institution, agency or branch by funding source,  
9 with a description of each proposed project. An  
10 appropriation measure shall be presented by project, source  
11 of funding, and department, agency, institution or branch  
12 for which the project is primarily intended.

13 (6) Appropriation measures detailed by program, fund,  
14 and accounting entity, authorizing disbursements and related  
15 restrictions thereto by department, institution, or agency  
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17 (a) a statement of departmental and program  
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24 that level authorized by the legislature for the present  
25 fiscal year;

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 2 alternative funding levels;  
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 4 (i) a description of the kinds of activities carried  
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 6 next three (3) bienniums."

7 SECTION 3. PROGRAM BUDGET. THE BIENNIAL BUDGET UNDER  
 8 THIS ACT SHALL INCLUDE A DEPARTMENTAL ANALYSIS SUMMARIZING  
 9 PAST AND PROPOSED SPENDING PLANS BY PROGRAM AND THE MEANS OF  
 10 FINANCING THE PROPOSED PLAN. INFORMATION PRESENTED SHALL  
 11 INCLUDE THE FOLLOWING:

12 (1) A STATEMENT OF DEPARTMENTAL AND PROGRAM  
 13 OBJECTIVES, EFFECTIVENESS MEASURES AND PROGRAM SIZE  
 14 INDICATORS;

15 (2) AT LEAST THREE (3) ALTERNATIVE FUNDING LEVELS FOR  
 16 EACH PROGRAM WITH EFFECTIVENESS MEASURES AND PROGRAM SIZE  
 17 INDICATORS DETAILED FOR EACH ALTERNATIVE FUNDING LEVEL. THE  
 18 FIRST FUNDING LEVEL SHALL NOT EXCEED EIGHTY PERCENT (80%) OF  
 19 THAT LEVEL AUTHORIZED BY THE LEGISLATURE FOR THE PRESENT  
 20 FISCAL YEAR;

21 (3) A DEPARTMENTAL PRIORITY LISTING ENCOMPASSING ALL  
 22 ALTERNATIVE FUNDING LEVELS;

23 (4) A DETAILED NARRATIVE WHICH SHALL INCLUDE AT LEAST:

24 (A) A DESCRIPTION OF THE KINDS OF ACTIVITIES CARRIED  
 25 OUT OR UNUSUAL TECHNOLOGIES EMPLOYED;



1 (B) A STATEMENT OF KEY POLICIES PURSUED;  
 2 (C) A DESCRIPTION OF MAJOR EXTERNAL TRENDS AFFECTING  
 3 THE PROGRAM;  
 4 (D) AN EVALUATION OF HOW EFFECTIVE THE PROGRAM HAS  
 5 BEEN IN THE PAST AND THE APPARENT REASONS FOR THE LEVEL OF  
 6 SUCCESS ATTAINED;  
 7 (E) A DESCRIPTION OF POSSIBLE EVENTS THAT COULD RESULT  
 8 IN SIGNIFICANT VARIATIONS IN THE SIZE, OPERATION OR  
 9 EFFECTIVENESS OF THE PROGRAM;  
 10 (F) AN EXPLANATION OF THE RATIONALE USED IN  
 11 DETERMINING THE PRIORITY LISTING.  
 12 (5) ACTUAL DISBURSEMENTS FOR THE PAST TWO (2) FISCAL  
 13 YEARS, AND THE GOVERNOR'S RECOMMENDATIONS FOR THE ENSUING  
 14 BIENNIUM BY PROGRAM AND DISBURSEMENT CATEGORY;  
 15 (6) A STATEMENT CONTAINING FURTHER RECOMMENDATIONS OF  
 16 THE GOVERNOR AS APPROPRIATE.  
 17 SECTION 4. LONG-RANGE BUILDING PROGRAM. THE EXECUTIVE  
 18 BUDGET FOR ALL STATE AGENCIES SHALL INCLUDE DETAILED  
 19 RECOMMENDATIONS FOR THE STATE LONG-RANGE BUILDING PROGRAM  
 20 PRESENTED IN A PRIORITY LISTING. EACH RECOMMENDATION SHALL  
 21 BE PRESENTED BY DEPARTMENT, INSTITUTION, AGENCY OR BRANCH BY  
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 12 narrative explaining the reasons for all significant  
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- 4       (D) AN EVALUATION OF HOW EFFECTIVE THE PROGRAM HAS
- 5 BEEN IN THE PAST AND THE APPARENT REASONS FOR THE LEVEL OF
- 6 SUCCESS ATTAINED;
- 7       (E) A DESCRIPTION OF POSSIBLE EVENTS THAT COULD RESULT
- 8 IN SIGNIFICANT VARIATIONS IN THE SIZE, OPERATION OR
- 9 EFFECTIVENESS OF THE PROGRAM;
- 10       (F) AN EXPLANATION OF THE RATIONALE USED IN
- 11 DETERMINING THE PRIORITY LISTING.
- 12       (5) ACTUAL DISBURSEMENTS FOR THE PAST TWO (2) FISCAL
- 13 YEARS, AND THE GOVERNOR'S RECOMMENDATIONS FOR THE ENSUING
- 14 BIENNIUM BY PROGRAM AND DISBURSEMENT CATEGORY;
- 15       (6) A STATEMENT CONTAINING FURTHER RECOMMENDATIONS OF
- 16 THE GOVERNOR AS APPROPRIATE.
- 17       SECTION 4. LONG-RANGE BUILDING PROGRAM. THE EXECUTIVE
- 18 BUDGET FOR ALL STATE AGENCIES SHALL INCLUDE DETAILED
- 19 RECOMMENDATIONS FOR THE STATE LONG-RANGE BUILDING PROGRAM
- 20 PRESENTED IN A PRIORITY LISTING. EACH RECOMMENDATION SHALL
- 21 BE PRESENTED BY DEPARTMENT, INSTITUTION, AGENCY OR BRANCH BY
- 22 FUNDING SOURCE, WITH A DESCRIPTION OF EACH PROPOSED PROJECT,
- 23 AN EXPLANATION OF THE PROBLEM TO BE ADDRESSED BY THE
- 24 PROPOSED PROJECT, ALTERNATIVE METHODS OF ADDRESSING THE
- 25 PROBLEM, THE RATIONALE FOR THE SELECTION OF A PARTICULAR

1       ALTERNATIVE AND A PROJECTION OF INCREASED OPERATING COSTS  
 2       INCIDENT TO THE PROJECT FOR THE NEXT THREE (3) BIENNIUMS.

3       Section 5. ~~There is a new R.C.M. section numbered~~  
 4 ~~79-1017.1 that reads as follows:~~

5       ~~79-1017.1~~ Variance reports. Annually by January 1  
 6 the governor shall submit to the members of the legislature  
 7 a variance report for the immediate past fiscal year which  
 8 shall detail variances between the expenditures, revenues,  
 9 program size indicators, effectiveness measures and  
 10 priorities expressed in the executive budget and those  
 11 actually realized. The report should contain a detailed  
 12 narrative explaining the reasons for all significant  
 13 variances.

14       ~~Section 4. Repealer. Section 79-1015.1, R.C.M. 1947~~  
 15 ~~is repealed.~~

-End-

March 18, 1975

SENATE COMMITTEE ON FINANCE AND CLAIMS

AMENDMENTS TO HOUSE BILL NO. 643

That House Bill No. 643, third reading, be amended as follows:

1. Amend page 7, section 3, line 13.

Following: "YEARS,"

Insert: "the estimated disbursements for the fiscal year  
in progress, "

2. Amend page 8, line 14.

Following: line 13

Insert: "Section 6. Repealer. Section 79-1015.1, R.C.M. 1947,  
is repealed."

HOUSE BILL NO. 643

INTRODUCED BY BARDANOUVE, LUND, JACOBSE', MANUEL

A BILL FOR AN ACT ENTITLED: "AN ACT ~~TO AMEND THE STATE BUDGET ACT BY PROVIDING DEFINITIONS, BY AMENDING SECTION 79-1015, R.C.M. 1947, TO PROVIDE FOR A PROGRAM PLANNING AND BUDGETING SYSTEM; TO SPECIFY INFORMATION TO BE CONTAINED IN THE PROPOSED BUDGET; PROVIDING FOR THE SUBMISSION OF VARIANCE REPORTS, AND REPEALING SECTION 79-1015, R.C.M. 1947.~~"

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. ~~There is a new R.C.M. section numbered 79-1001 that reads as follows:~~

~~79-1001.~~ Definitions. As used in this chapter:

(1) "effectiveness measure" means a criterion for measuring the degree to which the objective sought is attained;

(2) "program" means a combination of resources and activities designed to achieve an objective or objectives;

(3) "program size" means the magnitude of a program such as the size of clientele served, the volume of service in relation to the population or area, etc.;

(4) "program size indicator" means a measure to indicate the magnitude of a program;

(5) "priority listing" means a ranking of proposed expenditures in order of importance.

SECTION 2. PROGRAM PLANNING AND BUDGETING SYSTEM.

(1) THE BUDGET DIRECTOR SHALL IMPLEMENT A PROGRAM PLANNING AND BUDGETING SYSTEM AS PROVIDED IN THIS ACT FOR AT LEAST ONE PROGRAM IN REPRESENTATIVE AGENCIES OF STATE GOVERNMENT SERVICE SUCH AS PLANNING, HUMAN SERVICE DELIVERY, LICENSING AND REGULATION, AND OTHER PROGRAMS AS DETERMINED BY THE BUDGET DIRECTOR.

~~Section 2. Section 79-1015, R.C.M. 1947, is amended to read as follows:~~

~~79-1015. Submission of budget to legislature --- form --- contents. --- The governor shall, following the receipt of the preliminary budget from the budget director, have prepared a budget for the ensuing biennium and shall submit said budget to each member of the legislative assembly legislature at the time of the convening of the legislative assembly legislature. The budget submitted shall set forth a balanced financial plan for the state government for each fiscal year of the ensuing biennium, which plan shall consist of the following:~~

~~(1) A financial plan of the state government of the ensuing biennium shall embrace a consolidated budget summary setting forth the aggregate figures of the budget in such manner as to show a balance between the total proposed~~

4/9/75

1 disbursements--and--the--total--anticipated--receipts--together  
 2 with--the--other--means--of--financing--the--budget--for--each--fiscal  
 3 year--of--the--ensuing--biennium---contrasted---with---the  
 4 corresponding--figures--for--the--last--completed--fiscal--year--and  
 5 the--fiscal--year--in--progress--The--consolidated--budget--summary  
 6 shall--be--supported--by--explanatory--schedules--or--statements,  
 7 classifying--receipts--and--disbursements--contained--therein--by  
 8 fund,--and--where--applicable,--organizational--unit.

9 (2)--An--analysis--of--the--actual--and--projected--receipts,  
 10 disbursements--and--solvency--of--each--accounting--entity--within  
 11 each--fund--for--the--current--and--subsequent--biennium.

12 (3)--A--detailed--analysis--of--receipts--by--accounting  
 13 entity--within--fund--indicating--classification--and--source--of  
 14 funds.

15 (4)--A--departmental--analysis--summarizing--past--and  
 16 proposed--spending--plans--by--agency--and--the--means--of--financing  
 17 the--proposed--plan--information--presented--shall--include--the  
 18 following:

19 (a)--a--statement--of--departmental--goals--and--objectives  
 20 and--a--statement--of--goals--and--objectives--for--each--program--of  
 21 the--department;

22 (b)--actual--disbursements--for--the--completed--fiscal--year  
 23 of--the--current--biennium,--estimated--disbursements--for--the  
 24 current--fiscal--year,--and--governor's--recommendations--for--the  
 25 ensuing--biennium--by--program;

1 (c)--actual--disbursements--for--the--completed--fiscal--year  
 2 of--the--current--biennium,--estimated--disbursements--for--the  
 3 current--fiscal--year,--and--governor's--recommendations--for--the  
 4 ensuing--biennium--by--disbursement--category;--and

5 (d)--a--statement--containing--further--recommendations--of  
 6 the--governor--should--he--deem--it--necessary;

7 (5)--Detailed--recommendations--for--the--state--long--range  
 8 building--program,--Each--recommendation--shall--be--presented--by  
 9 department,--institution,--agency--or--branch--by--funding--source,  
 10 with--a--description--of--each--proposed--project,--An  
 11 appropriation--measure--shall--be--presented--by--project,--source  
 12 of--funding,--and--department,--agency,--institution--or--branch  
 13 for--which--the--project--is--primarily--intended;

14 (6)--Appropriation--measures--detailed--by--program,--fund,  
 15 and--accounting--entity,--authorizing--disbursements--and--related  
 16 restrictions--thereto--by--department,--institution,--or--agency  
 17 of--the--state;

18 (a)--a--statement--of--departmental--and--program  
 19 objectives,--effectiveness--measures--and--program--size  
 20 indicators;

21 (b)--at--least--three--(3)--alternative--funding--levels--for  
 22 each--program--with--effectiveness--measures--and--program--size  
 23 indicators--detailed--for--each--alternative--funding--level,--The  
 24 first--funding--level--shall--not--exceed--eighty--percent--(80%)--of  
 25 that--level--authorized--by--the--legislature--for--the--present



1 fiscal year;  
 2 (e) -- a departmental priority listing -- or compassing -- all  
 3 alternative funding levels;  
 4 (d) -- a detailed narrative which shall include at least  
 5 (i) -- a description of the kinds of activities -- carried  
 6 out -- or unusual technologies employed;  
 7 (ii) -- a statement of key policies pursued;  
 8 (iii) -- a description of major external trends affecting  
 9 the program;  
 10 (iv) -- an evaluation of how effective -- the -- program -- has  
 11 been -- in -- the past and the apparent reasons for the level of  
 12 success attained;  
 13 (v) -- a description -- of -- possible -- events -- that -- could  
 14 result -- in -- significant variations in the size, operation or  
 15 effectiveness of the program;  
 16 (vi) -- an explanation -- of -- the -- rationale -- used -- in  
 17 determining the priority listing;  
 18 (e) -- actual -- disbursements -- for the past two (2) fiscal  
 19 years, and the governor's recommendations -- for -- the -- ensuing  
 20 biennium by program and disbursement category;  
 21 (f) -- a -- statement containing further recommendations of  
 22 the governor as appropriate;  
 23 (5) -- Detailed recommendations for the state -- long range  
 24 building -- program -- presented -- in -- a -- priority listing. -- Each  
 25 recommendation -- shall -- be -- presented -- by -- department,

1 institution, -- agency -- or -- branch -- by -- funding source, with a  
 2 description of each proposed project, an explanation of -- the  
 3 problem to be addressed by the proposed project, alternative  
 4 methods -- of -- addressing -- the -- problem, the rationale for the  
 5 selection of a particular alternative and -- a -- projection -- of  
 6 increased -- operating -- costs -- incident to the project for the  
 7 next three (3) bienniums."  
 8 SECTION 3. PROGRAM BUDGET. THE BIENNIAL BUDGET UNDER  
 9 THIS ACT SHALL INCLUDE A DEPARTMENTAL ANALYSIS SUMMARIZING  
 10 PAST AND PROPOSED SPENDING PLANS BY PROGRAM AND THE MEANS OF  
 11 FINANCING THE PROPOSED PLAN. INFORMATION PRESENTED SHALL  
 12 INCLUDE THE FOLLOWING:  
 13 (1) A STATEMENT OF DEPARTMENTAL AND PROGRAM  
 14 OBJECTIVES, EFFECTIVENESS MEASURES AND PROGRAM SIZE  
 15 INDICATORS;  
 16 (2) AT LEAST THREE (3) ALTERNATIVE FUNDING LEVELS FOR  
 17 EACH PROGRAM WITH EFFECTIVENESS MEASURES AND PROGRAM SIZE  
 18 INDICATORS DETAILED FOR EACH ALTERNATIVE FUNDING LEVEL. THE  
 19 FIRST FUNDING LEVEL SHALL NOT EXCEED EIGHTY PERCENT (80%) OF  
 20 THAT LEVEL AUTHORIZED BY THE LEGISLATURE FOR THE PRESENT  
 21 FISCAL YEAR;  
 22 (3) A DEPARTMENTAL PRIORITY LISTING ENCOMPASSING ALL  
 23 ALTERNATIVE FUNDING LEVELS;  
 24 (4) A DETAILED NARRATIVE WHICH SHALL INCLUDE AT LEAST;  
 25 (A) A DESCRIPTION OF THE KINDS OF ACTIVITIES CARRIED

1 OUT OR UNUSUAL TECHNOLOGIES EMPLOYED;  
 2 (B) A STATEMENT OF KEY POLICIES PURSUED;  
 3 (C) A DESCRIPTION OF MAJOR EXTERNAL TRENDS AFFECTING  
 4 THE PROGRAM;  
 5 (D) AN EVALUATION OF HOW EFFECTIVE THE PROGRAM HAS  
 6 BEEN IN THE PAST AND THE APPARENT REASONS FOR THE LEVEL OF  
 7 SUCCESS ATTAINED;  
 8 (E) A DESCRIPTION OF POSSIBLE EVENTS THAT COULD RESULT  
 9 IN SIGNIFICANT VARIATIONS IN THE SIZE, OPERATION OR  
 10 EFFECTIVENESS OF THE PROGRAM;  
 11 (F) AN EXPLANATION OF THE RATIONALE USED IN  
 12 DETERMINING THE PRIORITY LISTING.  
 13 (5) ACTUAL DISBURSEMENTS FOR THE PAST TWO (2) FISCAL  
 14 YEARS, THE ESTIMATED DISBURSEMENTS FOR THE FISCAL YEAR IN  
 15 PROGRESS, AND THE GOVERNOR'S RECOMMENDATIONS FOR THE ENSUING  
 16 BIENNIUM BY PROGRAM AND DISBURSEMENT CATEGORY;  
 17 (6) A STATEMENT CONTAINING FURTHER RECOMMENDATIONS OF  
 18 THE GOVERNOR AS APPROPRIATE.  
 19 SECTION 4. LONG-RANGE BUILDING PROGRAM. THE EXECUTIVE  
 20 BUDGET FOR ALL STATE AGENCIES SHALL INCLUDE DETAILED  
 21 RECOMMENDATIONS FOR THE STATE LONG-RANGE BUILDING PROGRAM  
 22 PRESENTED IN A PRIORITY LISTING. EACH RECOMMENDATION SHALL  
 23 BE PRESENTED BY DEPARTMENT, INSTITUTION, AGENCY OR BRANCH BY  
 24 FUNDING SOURCE, WITH A DESCRIPTION OF EACH PROPOSED PROJECT,  
 25 AN EXPLANATION OF THE PROBLEM TO BE ADDRESSED BY THE

1 PROPOSED PROJECT, ALTERNATIVE METHODS OF ADDRESSING THE  
 2 PROBLEM, THE RATIONALE FOR THE SELECTION OF A PARTICULAR  
 3 ALTERNATIVE AND A PROJECTION OF INCREASED OPERATING COSTS  
 4 INCIDENT TO THE PROJECT FOR THE NEXT THREE (3) BIENNIUMS.  
 5 ~~Section 5. There--is--a--new--RrC.Mr--section-numbered~~  
 6 ~~79-1017.1-that-reads-as-follows:~~  
 7 ~~79-1017.1.~~ Variance reports. Annually by January 1  
 8 the governor shall submit to the members of the legislature  
 9 a variance report for the immediate past fiscal year which  
 10 shall detail variances between the expenditures, revenues,  
 11 program size indicators, effectiveness measures and  
 12 priorities expressed in the executive budget and those  
 13 actually realized. The report should contain a detailed  
 14 narrative explaining the reasons for all significant  
 15 variances.  
 16 ~~SECTION-6,--REPEALER,--SECTION-79-1015.1,--RrC.Mr--1947,~~  
 17 ~~IS-REPEALED.~~  
 18 ~~Section-4,--Repealer,--Section-79-1015.1,--RrC.Mr--1947,~~  
 19 ~~is-repealed.~~

-End-