

Memo

To: Montana State Library Commission

From: Jennie Stapp, State Librarian

Date: November 30, 2016

Re: **2019 Executive Budget General Fund Operational Expenditures Reduction Plan**

The State Library recommends approval of the following General Fund operational expenditures reduction plan to account for the General Fund reductions proposed in the Governor’s 2019 Executive Budget for MSL.

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$149,417)	(\$149,417)
FY 2019	(\$149,417)	(\$149,417)

NP - 555 - Appropriation Rebase -

The Executive Budget includes targeted budget reductions across most agencies. The Executive proposes the Montana State Library Appropriation Rebase totaling \$149,417 per year and was included in the agency reduction plan submitted in compliance with 17-7-111, MCA.

Suggested reductions in each fiscal year	<u>General Fund Total</u>
• OCLC Group Services*	(\$98,886)
• IT Budget	(\$20,000)
• Digital Library Budget*	(\$16,000)
• Supply Budget	(\$10,000)
• MTNHP Contract	(\$5,000)
Total	(\$149,886)

*Represents a recommended funding switch from General Fund to Coal Severance Tax monies which is showing increased revenue compared to FY 17 (see NP – 9).

	<u>General Fund Total</u>	<u>Total Funds</u>
FY 2018	(\$9,023)	(\$16,000)**
FY 2019	(\$9,023)	(\$16,000)

NP - 556 - IT Convergence Savings -

In accordance with Executive Order 09-2016, state agencies have migrated information technology assets to the state data center and taken advantage of other enterprise IT solutions. The estimated savings for the Montana State Library is \$16,000 per year.

Suggested reductions in each fiscal year**	<u>General Fund Total</u>
<ul style="list-style-type: none"> • IT Budget*** 	(\$9,023)

** The remaining adjustment (\$6,977) is reflected in funds primarily from the Montana Land Information Account. This reduction in authority will be taken into account when planning for the FY 18 & FY 19 Land Plan.

*** Total recommended reduction in the IT budget is \$29,023.