

MINUTES OF THE MEETING
INSTITUTIONS AND CULTURAL EDUCATION SUBCOMMITTEE
50TH LEGISLATIVE SESSION
HOUSE OF REPRESENTATIVES

February 9, 1987

The twenty-fourth meeting of the Institutions and Cultural Education Subcommittee was called to order in room 202-A of the state capitol on February 9, 1987, at 8:35 a.m. with Chairman Miller presiding.

ROLL CALL: All members were present as were Keith Wolcott, Senior Analyst for the Legislative Fiscal Analyst (LFA); Alice Omang, secretary; George Harris of the Office of Budget and Program Planning (OBPP); and various other guests.

HISTORICAL SOCIETY: Tape: 24-1-A:010

Russ Ritter, representing the City of Helena and Carroll College, stated that they are in support of the budget for the Historical Society and that the society is an integral part of this community. He continued that one of the most important things is the tourist aspect of the Society and the number of people that is drawn to this community because of such things as the tour train, etc.

Joan Bishop, a substitute teacher for School District #1, stated that she has written papers for the magazine over the years and she felt that the Society was like an iceberg, because there is so much underneath. She urged the committee to support this budget.

(66) Daren Scott, past Chairman of the Friends of the Society, informed the committee that as volunteers, they give tours through the museum, they host some of the receptions that are held at the museum and they have volunteers who do research, typing, etc.

(92) Bruce Campbell, a history teacher in Helena, stated that he uses the Society to the fullest and the kids in his classes compete in the competition and the Society brings the feelings, diaries and letters into the classroom and the kids get to feel the struggles of our state.

(115) Rita Sheehy, a volunteer for the Friends of the Society, advised that they do a lot of work around the Society

and the director has made good use of the volunteers, making the budget go a little farther and she urged the committee to keep this budget high.

(125) Hal Manson, representing the American Legion, stated that they were housed in the building and they see a great deal of what is done by the Society and people from other states are quite intrigued when they see the museum and they feel that it is probably one of the best tourist attractions in the area.

Hal Stearnes, Past President and Trustee of the Society, paid tribute to the people that work in the archives and he exclaimed that they have given their time, effort and enthusiasm for providing the average school child and citizen access to the valuable records that the Society houses.

(156) Mike Danlen, Field Representative for the Montana Federation of Teachers, stated that since 1985, there has been at least three rounds of budget cuts, and because the budget is so small, there is a diminished effect on the service every time. He advised that every time, they try to apply a vacancy savings cut, it comes out of personnel dollars.

(174) J. D. Holmes, private citizen and member of the Cultural Advocacy, said that when they talked about funding for the Society, they should approach the subject with reverence and awe, as the Society is 122 years old and they have a record that is almost unbeatable.

(220) Brenda Schye, representing the Montana Cultural Advocacy, gave a statement in support of this agency. See exhibit 1.

(260) Robert Archibald, Director of the Montana Historical Society, reiterated that one of the real strengths and beauty of the Society is the period of time in which it has been in existence; and the depth and richness of those collections are incredible. He passed around some of the more interesting collectibles for the committees' observation.

Institutions Subcommittee
February 9, 1987
Page Three

He advised the committee that the Society's budget is slightly half or slightly below half of general fund and the balance of the funds comes from a variety of diverse sources such as grants, individual contributions, federal funds and a fairly significant amount of earned revenues.

(570) He advised that there were two budget modifications that came up too late to make it into the executive's budget and they are non-general fund. He explained that one is a grant from the Skaggs Foundation of \$5,000, which would permit them to photograph murals that were done in the Montana post offices by the W.P.A. and done by some very famous Montana artists. Secondly, there is a companion modification to the amount of increased spending authority for "Montana, the Magazine of Western History", which will permit the magazine to expend higher revenues from non-state sources, he continued, and both of these are non-general fund.

(615) He informed the committee that as part of the upcoming Centennial celebration, they are in the process of renovating some 10,000 square feet of gallery space in the Society, primarily with donated funds, which will contain, when completed, literally thousands of artifacts that have been in storage areas, which for the first time will be available to the public and which they think will probably be the largest Montana history exhibit anywhere in the state or anywhere, period.

Tape: 24-1-B:015

Mr. Harris reviewed the executive's budget as per exhibit 2, pages S-105, the Administration Program.

Mr. Wolcott gave an overview of the whole budget as per pages E-77 through E-80 of exhibit 3. He distributed exhibits 5 and 6 and reviewed the issues with the committee.

Mr. Harris summarized the library program as per exhibit 2, page S-106.

Mr. Wolcott explained the library program as per page E-80 and reviewed exhibits 7 and 8.

Institutions Subcommittee
February 9, 1987
Page Four

(420) Mr. Harris recapped the Museum Program as per exhibit 2, page S-106.

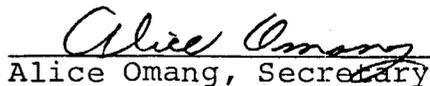
Mr. Wolcott gave an overview of the Museum Program as per exhibit 2, page E-86 and distributed and reviewed exhibits 10 and 11. He also explained exhibits 12, 13, 14, and 15 to the committee.

(560) There were some questions on the renovation costs for exhibits at a cost of \$11,649 each year and Mr. Archibald explained that it is a normal thing to expend money from an exhibition budget for carpets, light fixtures, plexiglass, signs, etc. and they change some exhibits on a six-month basis and some are kept over a number of years, but their exhibit work is on-going and is not a one-time expenditure that would normally last for a ten-year period. He said that they make-do to the greatest extent possible and if something is reusable, they do reuse it.

ADJOURNMENT: This hearing was continued until the next day and the meeting was adjourned at 9:55 a.m.



REPRESENTATIVE MILLER, Chairman



Alice Omang, Secretary

2/11/83
2/9/83
Mt. Historical Society
Brenda Schye

TESTIMONY TO THE SUBCOMMITTEE ON INSTITUTIONS AND CULTURAL EDUCATION
February 9, 1987
MONTANA HISTORICAL SOCIETY BUDGET

Chairman Miller, members of the Committee, I am Brenda Schye, and I represent the Montana Cultural Advocacy, which is a broad cross-section of citizens who are committed to the development of this state's cultural resources.

Montana has a rich multi-cultural heritage of which her residents are justifiably proud. The Montana Historical Society plays a central role in preserving our cultural, artistic, and historic heritage.

This is one agency of state government which citizens can and do understand and value highly, even though most Montanans are not fully aware of the total spectrum of the Historical Society's activities and services. The broad public support that exists for these programs is evident by the Society's growing membership, its strong volunteer program, and the successful fundraising efforts for many of its projects.

We are very much aware of this Legislature's fiscal problems and your desire to cautiously prioritize the limited dollars available. One goal that seems to have widespread (if not unanimous) support in this Session is to develop our state's tourism industry in hopes that it will help stimulate our economy. Obviously, the Historical Society's Museum and the MONTANA magazine play a major role in attracting attention to Montana's rich history. The general fund portion of this budget, though a small percentage of the state's total budget, is by no means trivial in importance or impact.

But aside from this agency's role in continuing to attract tourists, it offers us lessons as old as civilization itself. When you think of our state's resources, think not just of land and water and minerals, but include as some of our greatest resources our traditions and our history. Those are the things that we frequently look to to help us through difficult times.

Relaxing yesterday in the home that I am renting in Helena, I went to the bookcase to find some light reading. I flipped through a book called IN SEARCH OF EXCELLENCE (LESSONS FROM AMERICA'S BEST-RUN COMPANIES.) Published just a few years ago, this book was highly rated by the Wall Street Journal and became a national bestseller, widely read by corporate executives and small businesspeople who wanted to know what qualities ensured the success of the country's leading corporations. A section I found of particular interest was one that addressed the issue of whether there is anything more important than making money. Here is a direct quote from the book: "...Of course, a business has to be fiscally sound. And the excellent companies are among the most fiscally sound of all. But their value set integrates the notions of economic health, serving customers, and making meanings down the line. As one executive said to us 'Profit is like health. You need it, and the more the better. But it's not why you exist.' Moreover, in a piece of research that preceded this work, we found that

companies whose only articulated goals were financial did not do nearly as well financially as companies that had broader sets of values."

As you study the the budgets assigned to you, I know you attempt to apply the rules that you apply in the private sector, believing that government should be run as other businesses. What I believe this quote points out is that even if you want to run these state agencies as you would if they existed in the private sector, there are some things to consider other than their capability to produce a model balance sheet. What the Montana Historical Society offers the people of this state more than what can be reflected in a balance sheet.

The value of our heritage lies in people awareness of it. The Montana Cultural Advocacy expresses its strong support of the contributions this agency makes to all Montanans, present and future, and we urge your favorable recommendations on their requested budget.

HISTORICAL SOCIETY

EXHIBIT 2
2/9/87
George Harris

Agency Summary Budget Detail Summary	Actual FY 1986	Budgeted FY 1987	Recommendation FY 1988	FY 1989
Full Time Equivalent Employees	55.50	51.00	47.38	47.38
Personal Services	1,202,851.76	1,154,544	1,155,997	1,156,071
Operating Expenses	653,602.91	708,357	844,769	838,896
Equipment	509,101.71	22,308	23,930	17,597
Grants	255,388.61	610,000	610,000	610,000
Transfers	41,320.00	0	41,320	41,320
Debt Service	60,666.66	0	0	0
Total Agency Costs	\$2,722,931.65	\$2,495,209	\$2,676,016	\$2,663,884
General Fund	1,204,072.79	1,072,839	1,120,370	1,114,206
State Special Revenue Fund	188,366.97	0	0	0
Federal & Other Spec Rev Fund	900,338.95	1,060,461	1,089,073	1,042,448
Proprietary Fund	430,152.94	361,909	466,573	507,230
Total Funding Costs	\$2,722,931.65	\$2,495,209	\$2,676,016	\$2,663,884
Current Level Services	2,691,849.34	2,495,209	2,558,356	2,525,384
Modified Level Services	31,082.31	0	117,660	138,500
Total Service Costs	\$2,722,931.65	\$2,495,209	\$2,676,016	\$2,663,884

Agency Description

The Montana Historical Society exists for the use, learning, culture, and enjoyment of the citizens of the state and for

the collection, preservation and interpretation of Montana's material culture, e.g., artifacts, documents and records. The Montana Historical Society was established in 1865 (section 22-3-101, MCA).

ADMINISTRATION PROGRAM Budget Detail Summary	Actual FY 1986	Budgeted FY 1987	Recommendation FY 1988	FY 1989
Full Time Equivalent Employees	12.50	12.50	11.88	11.88
Personal Services	280,274.13	276,908	281,542	281,592
Operating Expenses	122,398.80	172,383	212,970	205,269
Equipment	486,176.46	0	783	0
Debt Service	60,666.66	0	0	0
Total Program Costs	\$949,516.05	\$449,291	\$495,295	\$486,861
General Fund	508,432.49	377,232	432,927	424,377
State Special Revenue Fund	150,000.00	0	0	0
Federal & Other Spec Rev Fund	291,083.56	72,059	62,368	62,484
Total Funding Costs	\$949,516.05	\$449,291	\$495,295	\$486,861
Current Level Services	949,516.05	449,291	495,295	486,861
Total Service Costs	\$949,516.05	\$449,291	\$495,295	\$486,861

Program Description

The Administration Program provides supervision, administration, and coordination of the eight programs in the Historical Society. Program staff are responsible for the effective management, planning, direction and leadership of the society as a whole. Activities include public relations, payroll/personnel, fund raising, financial reporting, business management, security and building management.

Budget Issues

The Administration Program has been reduced by .62 FTE. Savings include \$10,969 in general fund for a .50 stock clerk supervisor and \$2,558 in federal and private funds for a .12 publicity specialist position.

Personal service costs increase slightly in FY88 and FY89 because of additional employee benefits and insurance costs.

A 4% vacancy savings factor is recommended for this program.

The increase in operational costs of \$90,000 in FY88 and \$83,000 in FY89 is due mainly to additional rent for the new section of the building. Rent amounts to \$71,000 in FY88 and \$77,000 in FY89. Insurance, audit increases in contracted services and groundskeeping costs in repair and maintenance account for the remaining operational increase over current level.

FY88 recommended equipment is for an office typewriter.

The funding reductions in general fund, cultural and aesthetic projects, and donations are due to the one time purchase of a C.M. Russell collection. This purchase cost \$482,000.

(1)

LIBRARY PROGRAM
Budget Detail Summary

	Actual FY 1986	Budgeted FY 1987	Recommendation FY 1988	FY 1989
Full Time Equivalent Employees	7.00	5.00	5.00	5.00
Personal Services	155,682.28	116,496	128,014	128,371
Operating Expenses	40,000.53	43,261	-32,354	31,954
Equipment	12,763.66	20,917	22,147	15,847
Total Program Costs	\$208,446.47	\$180,674	\$182,515	\$176,172
General Fund	150,649.54	147,041	156,441	160,098
Federal & Other Spec Rev Fund	57,796.93	33,633	26,074	16,074
Total Funding Costs	\$208,446.47	\$180,674	\$182,515	\$176,172
Current Level Services	208,446.47	180,674	172,515	176,172
Modified Level Services	0.00	0	10,000	0
Total Service Costs	\$208,446.47	\$180,674	\$182,515	\$176,172

Program Description

The Library Program's purpose is to acquire, organize, preserve and make accessible to the public published materials illustrative of the history of Montana, the surrounding region, and the Trans-Mississippi West and to assist researchers seeking information in these areas. The program is provided for in section 22-3-103, MCA.

Budget Issues

In FY86 the Library had 2.00 FTE funded from the National Endowment for Humanities. These modified positions were responsible for the newspaper cataloguing project. The project is completed and the FTE level drops back to 5.00 in FY87, FY88 and FY89.

A 4% vacancy savings factor has been applied to the library program.

Operational expenses are reduced by \$8,000 from current level because of decreases in microfilming costs and the one time newspaper cataloguing project.

Equipment purchases are recommended for books and office equipment.

Federal grant funding terminated when the newspaper cataloguing project was completed.

Modification Request

Microcomputer upgrade - \$10,000 FY88

This requested modification is for \$10,000 of spending authority in FY88 for upgrading the present microcomputer system which serves the library, archives, photo archives and the museum. Funds will come from donated revenue produced by the Merchandising Program's sale of MacKay C.M. Russell prints.

MUSEUM PROGRAM
Budget Detail Summary

	Actual FY 1986	Budgeted FY 1987	Recommendation FY 1988	FY 1989
Full Time Equivalent Employees	9.50	9.50	8.50	8.50
Personal Services	164,737.74	213,037	200,807	200,734
Operating Expenses	95,282.48	113,910	169,691	135,588
Equipment	5,588.46	0	0	1,550
Total Program Costs	\$265,608.68	\$326,947	\$370,498	\$337,872
General Fund	211,846.40	216,633	205,056	206,568
Federal & Other Spec Rev Fund	53,762.28	110,314	165,442	131,304
Total Funding Costs	\$265,608.68	\$326,947	\$370,498	\$337,872
Current Level Services	265,608.68	326,947	323,338	294,872
Modified Level Services	0.00	0	47,160	43,000
Total Service Costs	\$265,608.68	\$326,947	\$370,498	\$337,872

Program Description

The Museum Program was established to collect, preserve, and interpret the history of Montana through its material culture. The museum collects fine arts and historical, archeological, and ethnological artifacts from Montana and the general geographic region. The program interprets its collections through exhibits and educational programs.

Budget Issues

A curator position was deleted from current level to meet unfunded pay plan increases and percentage reductions. This reduction of 1.00 FTE saves \$24,455 in FY88 and \$24,408 in FY89.

A 4% vacancy savings was applied to this program.

Operational expenses increase by \$27,000 in FY88 primarily in consulting and professional services. Professional services are needed for art conservation work, Centennial historian expertise, and audio visual consultant services for the new Montana history exhibition.

Federal grants for the conservation of the original governor's mansion have ended with the completion of the project.

Modification Requests

Artifact Conservation - \$4,160 FY88

2/9/87
Keith Wolcott

**HISTORICAL SOCIETY
COMPARISON OF EXECUTIVE BUDGET AND LFA CURRENT LEVEL**

	FTE FY '89	Biennium	
		General Fund	Total Funds
Executive Budget	47.38	\$2,234,576	\$5,339,900
LFA Current Level	49.05	2,276,725	5,073,313
Executive Over (Under) LFA	<u>(1.67)</u>	<u>\$ (42,149)</u>	<u>\$ 266,587</u>

The executive budget general fund is under the LFA current level by \$42,149 and exceeds LFA current level by \$266,587 in total funds. The executive is recommending 1.67 FTE below LFA current level. The following issues reflect the major differences between the executive budget and LFA current level.

ADMINISTRATION

ISSUE 1: PERSONAL SERVICES

The executive deleted a 0.50 stock clerk supervisor and a 0.12 publicity specialist that remain in the LFA current level at a cost of \$26,084 over the biennium.

ISSUE 2: MICROCOMPUTER UPGRADE

The executive budget includes a modified request to upgrade the existing microcomputer system. The upgrade will cost \$10,000 funded by private donations. The LFA current level does not include this modified request.

MUSEUM

ISSUE 3: PERSONAL SERVICES

The executive budget deletes a 1.0 FTE curator while the LFA current level deletes a vacant 1.0 FTE carpenter and a vacant 0.50 FTE graphic arts technician. The executive budgeted personal services cost \$28,982 more over the biennium than the LFA current level.

ISSUE 4: MODIFIED REQUESTS

The executive budget includes \$90,160 of federal/private funds for artifact conservation and museum exhibit renovation projects that are not included in the LFA current level.

②

ISSUE 5: OPERATING EXPENSE INCREASE ABOVE BASE

The executive budget includes \$11,900 each year for contracted photographic services, typesetting, and printing above the fiscal 1986 expenditure level. These increases are not included in the LFA current level.

MAGAZINE

ISSUE 6: MODIFIED REQUESTS FOR MAGAZINE PROMOTION AND CENTENNIAL INCREASE

The executive budget includes \$50,000 in fiscal 1988 and \$85,000 in fiscal 1989 to: 1) promote awareness of the Western History Magazine; 2) increase authority for the operating of the museum store during the centennial; and 3) expand the centennial press. The LFA current level does not include these modified requests.

ISSUE 7: PRINTING COSTS

The executive budget adds printing costs of \$18,000 that are not included in LFA current level.

PHOTOGRAPH ARCHIVES

ISSUE 8: TRAVEL COSTS AND EQUIPMENT

The executive budget includes \$1,984 more for travel and \$1,200 more for equipment costs than the LFA current level. The executive budget increases out-of-state travel while the LFA current level includes the fiscal 1986 expenditure level.

HISTORIC SITES PRESERVATION

ISSUE 9: PERSONAL SERVICES

The executive budget deletes a 0.50 FTE historic preservation office position which is retained in the LFA current level costing \$26,573 over the biennium.

ISSUE 10: OPERATING EXPENSE

The executive budget includes operating costs \$14,366 above LFA current level. This difference results from reducing the LFA current level base to the fiscal 1986 authorized level in all expenditure categories except contracted services which had consultant travel reduced.

~ 2/10/87
2/9/87
K. Wolcott

ARCHIVES

ISSUE 11: MODIFIED REQUEST FOR ADVISORY COUNCIL TRAVEL

The executive budget includes a modified request to use federal funds for the Montana Historical Records Advisory Council to attend three meetings per year at a cost of \$2,500 per year. The LFA current level does not include this modified request.

ISSUE 12: MODIFIED REQUEST FOR MICROFILMING

The executive budget includes \$8,000 general fund each year to microfilm selected state records. The LFA current level does not include this modified request.

EDUCATION

ISSUE 13: ELIMINATION OF THE CAPITOL TOURS

The executive budget eliminates the capitol tours program with the deletion of 1.5 FTE. The LFA current level reduces a 0.75 FTE administrative assistant to a 0.40 FTE and a 0.75 tour guide to a 0.65 FTE. The LFA current level personal service cost is \$31,047 for the biennium.

2/9/87
K. Wilcott

HISTORICAL SOCIETY

Budget Item	Actual	Appropriated	- - Current Level - -		% Change 1987-89 Biennium
	Fiscal 1986	Fiscal 1987	Fiscal 1988	Fiscal 1989	
F.T.E.	55.00	51.00	49.05	49.05	(1.95)
Personal Service	\$1,202,856	\$1,154,544	\$1,179,558	\$1,179,427	0.1
Operating Expense	658,192	717,457	717,043	674,845	1.2
Equipment	509,105	22,308	9,900	9,900	(96.3)
Total Operating Costs	\$2,370,153	\$1,894,309	\$1,906,501	\$1,864,172	(11.6)
Non-Operating Costs	357,376	610,000	651,320	651,320	34.6
Total Expenditures	<u>\$2,727,529</u>	<u>\$2,504,309</u>	<u>\$2,557,821</u>	<u>\$2,515,492</u>	<u>(3.0)</u>
Fund Sources					
General Fund	\$1,204,091	\$1,081,939	\$1,142,944	\$1,133,781	(0.4)
State Special	188,372	-0-	-0-	-0-	(100.0)
Federal Revenue	900,347	1,060,461	1,003,145	971,095	0.7
Proprietary Funds	434,719	361,909	411,732	410,616	3.2
Total Funds	<u>\$2,727,529</u>	<u>\$2,504,309</u>	<u>\$2,557,821</u>	<u>\$2,515,492</u>	<u>(3.0)</u>

The Montana Historical Society was established in 1865. Its purpose is to acquire, preserve, and protect historical records, art archival and museum objects, historical places, and sites and monuments for the use and enjoyment of the citizens of Montana. The Montana Historical Society was funded with approximately 43 percent general fund in the 1987 biennium. The current level is approximately 45 percent general fund. Other funds consist of donations, federal funds, and proprietary or enterprise funds from sales in the gift store and sales of the agency's quarterly magazine.

The agency's FTE decrease by 1.95 FTE from the 1987 biennium to the 1989 biennium. An administrative assistant was reduced from a 0.75 to a 0.40 FTE and a tour guide was reduced from a 0.75 to a 0.65 FTE. These reductions resulted in the elimination of half of the capitol tours activity. Also, a 1.0 FTE carpenter and 0.50 FTE graphic arts technician were deleted.

Operating expenses increase 1.2 percent over the 1987 biennium primarily in the museum program to hire a consultant historian to conduct research and write exhibit script for the new major Montana history exhibit. Non-operating expenses increase 34.6 percent from the 1987 biennium to the 1989 biennium. This increase is for grants of federal preservation funds to local governments for surveying of and planning for historic structures and sites. Non-operating expenses also include transfers as a result of management memo 2-86-5, which requires that all expenditures be recorded as a transfer into the proprietary account. This is to show the total cost of providing a service and the extent to which user charges and sales cover the cost.

The general fund decreases 0.4 percent from the 1987 biennium to the 1989 biennium. The state special revenue in fiscal 1986 was coal tax interest earnings appropriated in House Bill 961 for the purchase of the Great Falls Elks Lodge's Charles M. Russell collection of letters, paintings, and sketches. Federal and other funds increase 0.7 percent. Donated funds decrease primarily as a result of removing budget amended expenditures funded with donations in fiscal 1986. Proprietary funds increase 3.2 percent.

ADMINISTRATION

<u>Budget Item</u>	Actual	Appropriated	- - Current Level - -		% Change
	Fiscal 1986	Fiscal 1987	Fiscal 1988	Fiscal 1989	1987-89 Biennium
F.T.E.	12.50	12.50	12.50	12.50	0.00
Personal Service	\$280,276	\$276,908	\$294,543	\$294,675	5.7
Operating Expense	126,954	181,696	215,831	208,170	37.4
Equipment	486,176	-0-	-0-	-0-	(100.0)
Total Operating Costs	\$893,406	\$458,604	\$510,374	\$502,845	(25.0)
Non-Operating Costs	60,667	-0-	-0-	-0-	(100.0)
Total Expenditures	<u>\$954,073</u>	<u>\$458,604</u>	<u>\$510,374</u>	<u>\$502,845</u>	<u>(28.3)</u>
<u>Fund Sources</u>					
General Fund	\$508,437	\$386,545	\$448,006	\$440,361	(0.7)
State Special	150,000	-0-	-0-	-0-	(100.0)
Federal Revenue	291,086	72,059	62,368	62,484	(65.6)
Other Funds	4,550	-0-	-0-	-0-	(100.0)
Total Funds	<u>\$954,073</u>	<u>\$458,604</u>	<u>\$510,374</u>	<u>\$502,845</u>	<u>(28.3)</u>

The Administration Program is responsible for purchasing, accounting and budgeting, personnel, and overall management of the Historical Society. Funding in the 1989 biennium is provided from the general fund private donations, and from federal site preservation funds.

Personal services increase 5.7 percent as a result of vacancy savings of \$5,765 in fiscal 1986 and cuts of \$22,644 made in fiscal 1987. The Governor's cuts amounted to \$1,000 in fiscal 1986 and \$9,898 was cut by the legislature in Special Session III for fiscal 1987. These amounts, combined with the unfunded fiscal 1987 pay plan, account for nearly all the difference from the 1987 biennium to the 1989 biennium.

Operating expenses increase 37.4 percent almost entirely due to the increase in rent resulting from the addition completed in fiscal 1986. The increase over fiscal 1986 amounts to \$76,586 in fiscal 1988 and \$81,751 in fiscal 1989. The purchase of the Russell collection was coded to equipment. There is no equipment included in this program for the 1989 biennium.

Fiscal 1986: Comparison of Actual Expenses to the Appropriation

The following table compares fiscal 1986 actual expenditures and funding to appropriations as anticipated by the 1985 legislature.

Table 1
Comparison of the Appropriation to Actual Expenses - Fiscal 1986

<u>Budget Item</u>	<u>Legislature</u>	<u>Actual</u>	<u>Difference</u>
F.T.E.	12.50	12.50	0.00
Personal Service	\$288,294	\$280,276	\$ 8,018
Operating Expense	147,358	126,954	20,404
Equipment	<u>3,524</u>	<u>4,176</u>	<u>(652)</u>
Total Expenditures	<u>\$439,176</u>	<u>\$411,406</u>	<u>\$ 27,770</u>
<u>Funding</u>			
General Fund	\$368,802	\$358,437	\$ 10,365
Federal & Private	<u>70,374</u>	<u>52,969</u>	<u>17,405</u>
Total Funding	<u>\$439,176</u>	<u>\$411,406</u>	<u>\$ 27,770</u>
<u>Additions</u>			
HB 961 Russell Purchase			
General Fund	\$150,000	\$150,000	\$ -0-
State Special	150,000	150,000	-0-
Private Donation	<u>182,000</u>	<u>242,667</u>	<u>(60,667)</u>
Total Additions	<u>\$482,000</u>	<u>\$542,667</u>	<u>\$(60,667)</u>

The Administration Program personal services savings resulted primarily from a vacancy for nearly half of fiscal 1986 in the publicity specialist position.

Operating savings were realized in contracted services, \$18,214, travel, \$4,772, and rent, \$4,804, and were offset by expenditures in excess of the budget in communications, \$2,286, repair and maintenance, \$1,690, and other expense, \$5,320. The contracted service savings were due to unexpended biennial legislative audit fees of \$9,300 and unused contract printing of \$8,100. The program traveled out-of-state less than anticipated saving \$4,772, and spent \$4,804 less on building rent in this program than was anticipated. Long distance charges make up the overexpenditure in communications while maintenance contracts were the overexpenditure in repairs and maintenance. Other expenditures were exceeded for dues and subscriptions and for scholarships and fellowships as well as public relations expenses. The program overspent its equipment budget by \$652.

The general fund realized \$10,365 in savings after the Governor's 2 percent cut of \$1,000 was applied to this program. Of the \$70,374 donated funds appropriated to

this program, only \$22,281 was spent. The remaining \$30,688 of donation spending authority used was funded by: 1) historical sites preservation funds of \$26,188; 2) Bradley trust dividend income of \$2,000; and 3) general trust fund income of \$2,500.

The program completed the purchase of the Great Falls Elks Lodge Charles M. Russell collection of letters, paintings, and sketches as authorized and appropriated in House Bill 961. The program used \$150,000 of general fund, \$150,000 from the cultural and aesthetics account and the balance from private donations.

Current Level Adjustments

Insurance costs increase \$3,776 each year based on quotes from the Department of Administration. Payroll service fees increase \$1,131 for non-general fund positions based on quotes from the State Auditor's Office. Legislative audit fees are included in this program at \$13,140. Data processing costs are increased \$3,001 in fiscal 1988 and \$3,267 in fiscal 1989 based on estimates from the Department of Administration Computer Services Division. Due to completion of the addition to the Historical Society building the Department of Administration building rent increases \$76,586 in fiscal 1988 and \$81,751 in fiscal 1989.

General fund increases 19.2 percent after adjusting for the \$150,000 spent in fiscal 1986 for the C.M. Russell purchase. Private donations funding of this program increases 3.6 percent to \$35,254 in fiscal 1988 and \$35,196 in fiscal 1989 after adjusting for the \$242,666 spent on the C.M. Russell purchase in fiscal 1986. Federal historical preservation operating funds are included at approximately \$27,000 each year.

LIBRARY

<u>Budget Item</u>	<u>Actual</u>	<u>Appropriated</u>	<u>- - Current Level - -</u>		<u>% Change</u>
	<u>Fiscal</u> <u>1986</u>	<u>Fiscal</u> <u>1987</u>	<u>Fiscal</u> <u>1988</u>	<u>Fiscal</u> <u>1989</u>	<u>1987-89</u> <u>Biennium</u>
F.T.E.	7.00	5.00	5.00	5.00	0.00
Personal Service	\$155,682	\$116,496	\$128,049	\$128,428	(5.8)
Operating Expense	40,004	43,261	35,147	35,147	(15.6)
Equipment	<u>12,764</u>	<u>20,917</u>	<u>9,900</u>	<u>9,900</u>	<u>(41.2)</u>
Total Expenditures	\$208,450 =====	\$180,674 =====	\$173,096 =====	\$173,475 =====	(10.9) =====
<u>Fund Sources</u>					
General Fund	\$150,653	\$147,041	\$150,653	\$150,653	1.2
Federal Revenue	<u>57,797</u>	<u>33,633</u>	<u>22,443</u>	<u>22,822</u>	<u>(50.5)</u>
Total Funds	\$208,450 =====	\$180,674 =====	\$173,096 =====	\$173,475 =====	(10.9) =====

The Montana Historical Society Library collects, preserves, organizes, and makes accessible to the public, published material concerning the history of Montana and the surrounding region.

Personal services decrease 5.8 percent from the 1987 biennium to the 1989 biennium because the two librarian FTE are deleted after fiscal 1986. Operating expense decreases 15.6 percent because of completion of the newspaper cataloging project funded in fiscal 1986. Equipment decreases 41.2 percent into the 1989 biennium. However, \$9,900 is included each year for the acquisition of books.

Fiscal 1986: Comparison of Actual Expenses to the Appropriation

The following table compares fiscal 1986 actual expenditures and funding to appropriations as anticipated by the 1985 legislature.

Table 2
Comparison of the Appropriation to Actual Expenses - Fiscal 1986

<u>Budget Item</u>	<u>Legislature</u>	<u>Actual</u>	<u>Difference</u>
F.T.E.	5.00	7.00	(2.00)
Personal Service	\$121,462	\$155,682	\$(34,220)
Operating Expense	91,368	40,004	51,364
Equipment	<u>14,657</u>	<u>12,764</u>	<u>1,893</u>
Total Expenditures	<u>\$227,487</u>	<u>\$208,450</u>	<u>\$ 19,037</u>
<u>Funding</u>			
General Fund	\$151,230	\$150,653	\$ 577
Federal and Private	<u>76,257</u>	<u>57,797</u>	<u>18,460</u>
Total Funds	<u>\$227,487</u>	<u>\$208,450</u>	<u>\$ 19,037</u>

Personal services are overexpended by \$34,220. This results from adding 2.0 FTE librarians to complete the newspaper cataloging. The agency reallocated \$40,577 from contracted services to hire these FTE. Additional savings were achieved in operating costs over and above those used to fund the librarian positions. These savings were in contracted services, supplies and equipment for an overall net savings of \$19,037.

Only \$577 savings accrued to the general fund while the program spent \$18,640 less of donated funds than authorized because actual donations did not equal those authorized.

Current Level Adjustments

The two librarian FTE associated with the cataloging project have been deleted, returning the FTE level back to that authorized by the 1985 legislature.

Operating costs are decreased in contracted services by \$2,876 for one-time microfilm costs. Travel costs were reduced to the previous three year average for a total reduction of \$981. Rental costs for photocopy equipment were reduced \$1,000 to the fiscal 1984 and 1985 expenditure levels. Library books are included in equipment for \$9,900 each year.

General fund is included at the fiscal 1986 level of \$150,653 for a biennium increase of 1.2 percent. The decrease in donated funds reflects the fiscal 1986 funding of the cataloging project which is not continued in the 1989 biennium. Library photocopy funds generated from photocopying historical papers, pictures, and other articles are included at \$13,180 each year of the biennium.

MUSEUM

Budget Item	Actual	Appropriated	- - Current Level - -		% Change
	Fiscal 1986	Fiscal 1987	Fiscal 1988	Fiscal 1989	1987-89 Biennium
F.T.E.	9.50	9.50	8.00	8.00	(1.5)
Personal Service	\$164,738	\$213,037	\$186,365	\$186,194	(1.4)
Operating Expense	95,283	113,910	107,136	77,214	(11.9)
Equipment	5,589	-0-	-0-	-0-	(100.0)
Total Expenditures	<u>\$265,610</u>	<u>\$326,947</u>	<u>\$293,501</u>	<u>\$263,408</u>	<u>(6.0)</u>
Fund Sources					
General Fund	\$211,847	\$216,633	\$213,231	\$213,098	(.5)
Federal Revenue	53,763	110,314	80,270	50,310	(20.4)
Total Funds	<u>\$265,610</u>	<u>\$326,947</u>	<u>\$293,501</u>	<u>\$263,408</u>	<u>(6.0)</u>

The Museum Program is responsible for collecting, preserving, and interpreting art and artifacts representative of Montana's past. The museum renovation is now completed and the C.M. Russell collection has been acquired from the Great Falls Elks Lodge. This program is supported with general fund and private donations.

Personal services decrease 1.4 percent from the 1987 biennium to the 1989 biennium after deleting a vacant 1 FTE carpenter and a vacant 0.5 FTE graphic arts technician. Operating expense decreases 11.9 percent as a result of winding up the museum renovation project which began in the 1987 biennium and continues into fiscal 1988.

General fund remains nearly the same in the 1989 biennium while donations decrease 20.4 percent. This reduction results from deleting 1.5 vacant FTE associated with the renovation of the museum.

Fiscal 1986: Comparison of Actual Expenses to the Appropriation

The following table compares fiscal 1986 actual expenditures and funding to appropriations as anticipated by the 1985 legislature.

Table 3
Comparison of the Appropriation to Actual Expenses - Fiscal 1986

<u>Budget Item</u>	<u>Legislature</u>	<u>Actual</u>	<u>Difference</u>
F.T.E.	9.50	9.50	0.00
Personal Service	\$211,235	\$164,738	\$46,497
Operating Expense	112,085	95,283	16,802
Equipment	-0-	5,589	(5,589)
Total Expenditures	<u>\$323,320</u>	<u>\$265,610</u>	<u>\$57,710</u>
<u>Funding</u>			
General Fund	\$213,098	\$211,847	\$ 1,251
Federal & Private	110,222	53,763	56,459
Total Funds	<u>\$323,320</u>	<u>\$265,610</u>	<u>\$57,710</u>

Personal services savings totaled \$46,497 in fiscal 1986 because a 1.0 FTE carpenter and a 0.50 FTE graphics arts technician position were left vacant all year, and a research aide position was vacant nearly half the year. The operating expense savings was achieved in supplies, where renovation supplies and materials were underspent by \$43,479. This savings was offset by excess expenditures in contracted services of \$23,502, communications of \$1,250, travel of \$1,966, rent of \$220, and repairs of \$315. Other minor savings amounted to less than 1 percent. The museum spent \$5,589 on equipment for which they were not budgeted.

General fund savings amounted to \$1,251 after the Governor's cuts of \$9,000. The donated funds did not materialize as anticipated. Therefore, the program spent \$56,459 less than the authorized.

Current Level Adjustments

Personal services decrease 1.4 percent from the 1987 biennium to the 1989 biennium as a result of deleting the vacant carpenter and graphic arts technician positions. The remaining 1.0 FTE added by the 1985 legislature for the museum renovation is funded with private donations.

Contracted services were increased \$20,124 to \$74,600 in fiscal 1986 to hire consultants to prepare the museum and exhibits for the centennial project. Contracted services are reduced to \$44,600 in fiscal 1989. Supplies were reduced \$5,100 for one-time expenditures while travel was reduced \$2,073 to the fiscal 1986 authorized level. Other minor adjustments amounted to less than 1 percent. Museum renovation operating costs of approximately \$55,000 in fiscal 1988 and \$25,000 in fiscal 1989 are included above current level to complete the project. These costs are funded from private donations. Photocopying funds are included at \$3,000 each year of the biennium.

PUBLICATION

Budget Item	Actual	Appropriated	- - Current Level - -		% Change
	Fiscal 1986	Fiscal 1987	Fiscal 1988	Fiscal 1989	1987-89 Biennium
F.T.E.	6.00	6.00	6.00	6.00	0.00
Personal Service	\$135,935	\$135,974	\$133,842	\$133,571	(1.7)
Operating Expense	292,047	265,893	277,890	277,045	(0.5)
Equipment	2,190	-0-	-0-	-0-	(100.0)
Total Operating Costs	\$430,172	\$401,867	\$411,732	\$410,616	(1.2)
Non-Operating Costs	41,320	-0-	41,320	41,320	100.0
Total Expenditures	\$471,492 =====	\$401,867 =====	\$453,052 =====	\$451,936 =====	3.6 =====
<u>Fund Sources</u>					
General Fund	\$ 41,323	\$ 39,958	\$ 41,320	\$ 41,320	1.7
Proprietary Fund	430,169	361,909	411,732	410,616	3.8
Total Funds	\$471,492 =====	\$401,867 =====	\$453,052 =====	\$451,936 =====	3.6 =====

The Magazine Program is responsible for publishing Montana, the Magazine of Western History, society sponsored quarterlies, books, brochures, catalogs, prints, and other publications. Additionally, this program is responsible for the operation of the society's museum store and merchandising program.

General fund is included to fund 22.8 percent of the cost of publishing Montana, the Magazine of Western History. The remainder is financed from magazine sales estimated at \$139,843 in fiscal 1988 and \$140,289 in fiscal 1989. Proprietary authority of \$31,042 is provided each year of the biennium for publications and \$199,081 in fiscal 1988 and \$199,009 in fiscal 1989 is provided for the operation of the merchandising activities. The magazine sales proprietary account has been increased \$41,320 each year to reflect the requirements of management memo 2-86-5. Management memo 2-86-5 states: The reporting of a proprietary operation's activity within one fund is essential for readers to determine the total cost of providing that service and the extent to which user charges cover that cost. Therefore, amounts provided to proprietary funds from other funds should be classified in accordance with the inter-entity transaction provisions discussed in Management Memo 2-83-3.

Personal services decreases 1.7 percent because the program converted one grade 10 FTE to a grade 12 and one grade 10 FTE to a grade 5. The net result is an overall reduction to personal services of approximately \$4,500 or 1.7 percent. Operating costs remain nearly the same into the 1989 biennium.

*Exhibit 5
2/9/87
K. Wile. 071*

AGENCY: HISTORICAL SOCIETY BD OF TR

LEGISLATIVE ACTION

PROGRAM: ADMINISTRATION PROGRAM

BUDGET ITEM	FY 1986 Actual	Fiscal 1988		Fiscal 1989		FY 86-88 % Change
		Executive Current Level	Difference	Executive Current Level	Difference	
FTE	12.50	11.88	-0.62	12.50	-0.62	0.00
Personal Services	\$280,276	\$281,542	(\$13,001)	\$294,675	(\$13,083)	0.05
Operating Expenses	\$126,954	\$212,970	(\$82,861)	\$208,170	(\$2,901)	0.70
Equipment	\$486,176	\$783	\$783	\$0	\$0	-1.00
Non-Operating	\$60,667	\$0	\$0	\$0	\$0	-1.00
TOTAL EXPENSES	\$954,073	\$495,295	(\$458,778)	\$502,845	(\$451,930)	-0.47
FUNDING						
General Fund	\$508,437	\$432,927	(\$75,510)	\$440,361	(\$68,144)	-0.12
State Special Rev	\$150,000	\$0	\$0	\$0	\$0	-1.00
Federal Revenue	\$291,086	\$62,368	\$228,718	\$62,484	\$228,632	-0.79
Other Revenue	\$4,550	\$0	\$0	\$0	\$0	-100.00%
TOTAL FUNDING	\$954,073	\$495,295	(\$458,778)	\$502,845	(\$451,930)	-0.47

Personal Services

1. The executive deletes a 0.50 FTE stock clerk and a 0.12 publicity specialist that remain in the current level at a cost of \$13,445 in fiscal 1988 and \$13,526 in fiscal 1989.

Operating Expenses

1. The executive deleted \$1,586 as a base adjustment that remains in the current level, the LFA current level includes \$1,263 in payroll service fees that should be in the magazine program, and the LFA includes \$1,958 more computer services charges in fiscal 1988 and \$2,239 more in fiscal 1989 than the executive. This is based on a memo from the Computer Services Division of the Department of Administration. The executive concurs with the computer charges.

2. The LFA current level deletes \$901 in communication for telephone add/move charges and radio and TV advertising for society meetings.

Equipment

3

*Exhibit 6
2/19/87
K. Wolcott*

REPORT EBSR106
DATE : 01/07/87
TIME : 15/24/40

OFFICE OF BUDGET & PROGRAM PLANNING
EXECUTIVE BUDGET SYSTEM
AGENCY/PROGRAM/CONTROL --- BUDGET WORKSHEET

AGENCY : 5117 HISTORICAL SOCIETY
PROGRAM : 01 ADMINISTRATION PROGRAM
CONTROL : 00000

AE/OE	DESCRIPTION	OBPP FY 88	LFA FY 88	DIFF FY 88	SUB-CMT FY 88	OBPP FY 89	LFA FY 89	DIFF FY 89	SUB-CMT FY 89
0000	FULL TIME EQUIVALENT (FTE)	11.88	12.50	-.62		11.88	12.50	-.62	
1100	SALARIES	238,015	248,294	-10,279		237,380	247,675	-10,295	
1400	EMPLOYEE BENEFITS	37,320	39,108	-1,788		38,005	39,851	-1,846	
1500	HEALTH INSURANCE	17,940	19,320	-1,380		17,940	19,320	-1,380	
1600	VACANCY SAVINGS	-11,733	-12,179	446		-11,733	-12,171	438	
	TOTAL SECOND LEVEL	281,542	294,543	-13,001		281,592	294,675	-13,083	
2021	CONTRACTED SERVICES-INFLATION	-64	-26	-38		-130	-51	-79	
2022	SUPPLIES & MATERIALS-INFLATION		28	-28			46	-46	
2023	COMMUNICATIONS-INFLATION	102	102			157	157		
2025	RENT-INFLATION		11,909	-11,909			16,535	-16,535	
2100	CONTRACTED SERVICES	53,160	57,673	-4,513		40,037	44,799	-4,762	
2200	SUPPLIES & MATERIALS	5,519	5,523	-4		5,519	5,523	-4	
2300	COMMUNICATIONS	10,450	9,549	901		10,450	9,549	901	
2400	TRAVEL	4,968	4,972	-4		4,968	4,972	-4	
2500	RENT	125,130	118,779	6,351		131,113	119,318	11,795	
2700	REPAIR & MAINTENANCE	9,736	3,774	5,962		9,186	3,774	5,412	
2800	OTHER EXPENSES	3,969	3,548	421		3,969	3,548	421	
	TOTAL SECOND LEVEL	212,970	215,831	-2,861		205,269	208,170	-2,901	
3100	EQUIPMENT	783		783					
	TOTAL PROGRAM	495,295	510,374	-15,079		486,861	502,845	-15,984	
01100	GENERAL FUND	435,485 432,927	448,006	-12,521 -15,079		426,935 424,377	440,361	-13,426 -15,984	
03020	MT HIST. SOCIETY DONATIONS	32,690 35,254	35,254	-2,550		32,638 35,196	35,196	-2,550	
03021	HISTORIC SITES PRESERVATION	27,114	27,114			27,288	27,288		

REPORT EBSR106
 DATE : 01/07/87
 TIME : 15/24/40

OFFICE OF BUDGET & PROGRAM PLANNING
 EXECUTIVE BUDGET SYSTEM
 AGENCY/PROGRAM/CONTROL --- BUDGET WORKSHEET

AGENCY : 5117 HISTORICAL SOCIETY
 PROGRAM : 01 ADMINISTRATION PROGRAM
 CONTROL : 00000

AE/OE	DESCRIPTION	CURRENT LEVEL SERVICES ONLY							
		OBPP FY 88	LFA FY 88	DIFF FY 88	SUB-CMT FY 88	OBPP FY 89	LFA FY 89	DIFF FY 89	SUB-CMT FY 89
	TOTAL PROGRAM	495,295	510,374	-15,079	---	486,861	502,845	-15,984	---

Exhibit 7
2/9/87
K. Wolk, H

AGENCY: HISTORICAL SOCIETY BD OF TR
PROGRAM: LIBRARY PROGRAM
LEGISLATIVE ACTION

BUDGET ITEM	FY 1986 Actual	Executive Current Level	Fiscal 1988 Current Level	Difference	Executive Current Level	Fiscal 1989 Current Level	Difference	FY 86-88 % Change
FTE	5.00	5.00	5.00	0.00	5.00	5.00	0.00	0.00
Personal Services	\$155,682	\$128,014	\$128,049	(\$35)	\$128,371	\$128,428	(\$57)	-0.18
Operating Expenses	\$40,004	\$32,354	\$35,147	(\$2,793)	\$31,954	\$35,147	(\$3,193)	-0.12
Equipment	\$12,764	\$12,147	\$9,900	\$2,247	\$15,847	\$9,900	\$5,947	-0.22
TOTAL EXPENSES	\$208,450	\$172,515	\$173,096	(\$581)	\$176,172	\$173,475	\$2,697	-0.17
FUNDING								
General Fund	\$150,653	\$156,441	\$150,653	\$5,788	\$160,098	\$150,653	\$9,445	0.00
Federal Revenue	\$57,797	\$16,074	\$22,443	(\$6,369)	\$16,074	\$22,822	(\$6,748)	-0.61
Other Revenue	\$0	\$0	\$0	\$0	\$0	\$0	\$0	ERR
TOTAL FUNDING	\$208,450	\$172,515	\$173,096	(\$581)	\$176,172	\$173,475	\$2,697	-0.17

Operating Expenses

1. The executive includes \$2,833 less for microfilming each year than the LFA current level.

Equipment

1. The executive includes \$2,247 more for equipment in fiscal 1988 and \$5,947 more in fiscal 1989. The LFA current level includes the agency's request for books of \$9,900 each year. The executive includes the books plus microfilm cabinets in fiscal 1988 and books and a microfilm reader/printer in fiscal 1989.

Funding

1. The donations are Teakle Trust and should be \$3,200 rather than the \$9,263. The difference should be moved to the general fund in the LFA current level.

REPORT EBSR106
 DATE : 01/07/87
 TIME : 15/24/40

OFFICE OF BUDGET & PROGRAM PLANNING
 EXECUTIVE BUDGET SYSTEM
 AGENCY/PROGRAM/CONTROL --- BUDGET WORKSHEET

AGENCY : 5117 HISTORICAL SOCIETY
 PROGRAM : 02 LIBRARY PROGRAM
 CONTROL : 00000

AE/OE	DESCRIPTION	OBPP FY 88	LFA FY 88	DIFF FY 88	SUB-CMT FY 88	OBPP FY 89	LFA FY 89	DIFF FY 89	SUB-CMT FY 89
0000	FULL TIME EQUIVALENT (FTE)	5.00	5.00			5.00	5.00		
1100	SALARIES	110,201	110,201			110,318	110,318		
1400	EMPLOYEE BENEFITS	16,247	16,247			16,502	16,502		
1500	HEALTH INSURANCE	6,900	6,900			6,900	6,900		
1600	VACANCY SAVINGS	-5,334	-5,299	-35		-5,349	-5,292	-57	
	TOTAL SECOND LEVEL	128,014	128,049	-35		128,371	128,428	-57	
2100	CONTRACTED SERVICES	12,073	14,906	-2,833		11,673	14,906	-3,233	
2200	SUPPLIES & MATERIALS	3,332	4,157	-825		3,332	4,157	-825	
2300	COMMUNICATIONS	4,065	4,371	-306		4,065	4,371	-306	
2400	TRAVEL	990	819	171		990	819	171	
2500	RENT	3,266	2,266	1,000		3,266	2,266	1,000	
2700	REPAIR & MAINTENANCE	5,368	5,368			5,368	5,368		
2800	OTHER EXPENSES	3,228	3,228			3,228	3,228		
2900	GOODS PURCHASED FOR RESALE	32	32			32	32		
	TOTAL SECOND LEVEL	32,354	35,147	-2,793		31,954	35,147	-3,193	
3100	EQUIPMENT	12,147	9,900	2,247		15,847	9,900	5,947	
	TOTAL PROGRAM	172,515	173,096	-581		176,172	173,475	2,697	
01100	GENERAL FUND	156,441	156,716	-275		160,098	157,045	3003	
03020	MT HIST. SOCIETY DONATIONS	3,200	9,263	-6,063		3,200	9,642	-6,442	
03024	PHOTOGRAPH PROGRAM	12,874	13,180	-306		12,874	13,180	-306	
	TOTAL PROGRAM	172,515	173,096	-581		176,172	173,475	2,697	

6.6.87
2/9/87
K. Wolcott

6

Exhibit 10
 2/9/87
 K. W. Colest

AGENCY: HISTORICAL SOCIETY BD OF TR

LEGISLATIVE ACTION

PROGRAM: MUSEUM PROGRAM

BUDGET ITEM	FY 1986 Actual	Executive Current Level	Fiscal 1988 Current Level	Difference	Executive Current Level	Fiscal 1989 Current Level	Difference	FY 86-88 % Change
FTE	9.50	8.50	8.00	0.50	8.50	8.00	0.50	-0.16
Personal Services	\$164,738	\$200,807	\$186,365	\$14,442	\$200,734	\$186,194	\$14,540	0.13
Operating Expenses	\$95,283	\$122,531	\$107,136	\$15,395	\$92,588	\$77,214	\$15,374	0.12
Equipment	\$5,589	\$0	\$0	\$0	\$1,550	\$0	\$1,550	-1.00
TOTAL EXPENSES	\$265,610	\$323,338	\$293,501	\$29,837	\$294,872	\$263,408	\$31,464	0.11
FUNDING								
General Fund	\$211,847	\$205,056	\$213,231	(\$8,175)	\$206,568	\$213,098	(\$6,530)	0.01
Federal Revenue	\$53,763	\$118,282	\$80,270	\$38,012	\$88,304	\$50,310	\$37,994	0.49
Other Revenue	\$0	\$0	\$0	\$0	\$0	\$0	\$0	ERR
TOTAL FUNDING	\$265,610	\$323,338	\$293,501	\$29,837	\$294,872	\$263,408	\$31,464	0.11

Personal Services

1. The executive deleted a 1.0 FTE that remains in the current level costing \$24,455 in fiscal 1988 and \$24,408 in fiscal 1989. This position is a general fund position.
2. The LFA current level deleted a vacant 1.0 FTE carpenter and a vacant 0.50 FTE graphics arts technician. These positions were funded with donations costing \$39,533 in fiscal 1988 and \$39,589 in fiscal 1989.

Operating Expenses

1. The LFA current level reduces exhibit renovation costs of \$11,649 each year from the donated account.
2. The LFA current level reduced one-time supply and material costs of \$3,485 that were funded from the general fund account for the renovation and maintenance of exhibits.

Funding

1. The primary difference in general fund results from the FTE deleted in the executive offset by operating reductions in the LFA current level.
2. The difference in donations results from the 1.5 FTE deleted in the LFA current level.

(8)

REPORT EBSR106
 DATE : 01/07/87
 TIME : 15/29/33

OFFICE OF BUDGET & PROGRAM PLANNING
 EXECUTIVE BUDGET SYSTEM
 AGENCY/PROGRAM/CONTROL --- BUDGET WORKSHEET

AGENCY : 5117 HISTORICAL SOCIETY
 PROGRAM : 02 LIBRARY PROGRAM
 CONTROL : 20001 UPGRADE ALTUS MICROCOMPUTER

MODIFIED LEVEL SERVICES ONLY

AE/OE	DESCRIPTION	OBPP FY 88	LFA FY 88	DIFF T FY 88	SUB-CMT FY 88	OBPP FY 89	LFA FY 89	DIFF FY 89	SUB-CMT FY 89
3100	EQUIPMENT	10,000		10,000					
	TOTAL PROGRAM	10,000		10,000					
03020	MT HIST. SOCIETY DONATIONS	10,000		10,000					
	TOTAL PROGRAM	10,000		10,000					

Exhibit 11
2/9/87
K. Wolcott

OFFICE OF BUDGET & PROGRAM PLANNING
EXECUTIVE BUDGET SYSTEM
AGENCY/PROGRAM/CONTROL --- BUDGET WORKSHEET

REPORT EBSR106
DATE : 01/07/87
TIME : 15/24/40

AGENCY : 5117 HISTORICAL SOCIETY
PROGRAM : 03 MUSEUM PROGRAM
CONTROL : 00000

AE/OE	DESCRIPTION	CURRENT LEVEL SERVICES ONLY				SUB-CMT FY 89
		OBPP FY 88	LFA FY 88	DIFF FY 88	SUB-CMT FY 88	
0000	FULL TIME EQUIVALENT (FTE)	8.50	8.00	.50		
1100	SALARIES	169,625	158,632	10,993		
1400	EMPLOYEE BENEFITS	27,129	24,424	2,705		
1500	HEALTH INSURANCE	12,420	11,040	1,380		
1600	VACANCY SAVINGS	-8,367	-7,731	-636		
	TOTAL SECOND LEVEL	200,807	186,365	14,442		
2022	SUPPLIES & MATERIALS-INFLATION		1	-1		
2023	COMMUNICATIONS-INFLATION	104	104			
2025	RENT-INFLATION		45	-45		
2100	CONTRACTED SERVICES	91,558	79,909	11,649		
2200	SUPPLIES & MATERIALS	17,967	14,482	3,485		
2300	COMMUNICATIONS	6,340	6,342	-2		
2400	TRAVEL	3,281	2,425	856		
2500	RENT	695	1,187	-492		
2700	REPAIR & MAINTENANCE	826	856	-30		
2800	OTHER EXPENSES	1,760	1,785	-25		
	TOTAL SECOND LEVEL	122,531	107,136	15,395		
3100	EQUIPMENT	323,338	293,501	29,837		
01100	GENERAL FUND	205,056	213,231	-8,175		
03022	EXHIBIT RENOVATION	118,192	77,270	40,922		
03024	PHOTOGRAPH PROGRAM		3,000	-3,000		
03809	ORIG GOV'S MANSION RESTORATION	90		90		
	TOTAL PROGRAM	294,872	263,408	31,464		
		1,550		1,550		
		206,568	213,098	-6,530		
		88,214	47,310	40,904		
		3,000	3,000	-3,000		
		90		90		

REPORT EBSR106
 DATE : 01/07/87
 TIME : 15/29/33

OFFICE OF BUDGET & PROGRAM PLANNING
 EXECUTIVE BUDGET SYSTEM
 AGENCY/PROGRAM/CONTROL --- BUDGET WORKSHEET

AGENCY : 5117 HISTORICAL SOCIETY
 PROGRAM : 03 MUSEUM PROGRAM
 CONTROL : 30001 ARTIFACT CONSERVATION PROJECT

AE/OE	DESCRIPTION	OBPP FY 88	LFA FY 88	DIFF T FY 88	SUB-CMT FY 88	OBPP FY 89	LFA FY 89	DIFF FY 89	SUB-CMT FY 89	MODIFIED LEVEL SERVICES ONLY	
2100	CONTRACTED SERVICES	4,160		4,160							
	TOTAL PROGRAM	4,160		4,160							
03102	FEDERAL GRANTS	4,160		4,160							
	TOTAL PROGRAM	4,160		4,160							

*E 46 p. 1
 2/9/87
 XWolcott*

(10)

Exhibit 13
2/9/87
K. Welch

REPORT EBSR106
DATE : 01/07/87
TIME : 15/29/33

OFFICE OF BUDGET & PROGRAM PLANNING
EXECUTIVE BUDGET SYSTEM
AGENCY/PROGRAM/CONTROL --- BUDGET WORKSHEET

AGENCY : 5117 HISTORICAL SOCIETY
PROGRAM : 03 MUSEUM PROGRAM
CONTROL : 30002 PROVIDE PUBLIC W/PHOTO REQUEST

MODIFIED LEVEL SERVICES ONLY

AE/OE	DESCRIPTION	OBPP FY 88	LFA FY 88	DIFF FY 88	SUB-CMT FY 88	OBPP FY 89	LFA FY 89	DIFF FY 89	SUB-CMT FY 89
2100	CONTRACTED SERVICES	3,000		3,000		3,000		3,000	
	TOTAL PROGRAM	3,000		3,000		3,000		3,000	
03024	PHOTOGRAPH PROGRAM	3,000		3,000		3,000		3,000	
	TOTAL PROGRAM	3,000		3,000		3,000		3,000	

REPORT EBSR106
 DATE : 01/07/87
 TIME : 15/29/33

AGENCY : 5117 HISTORICAL SOCIETY
 PROGRAM : 03 MUSEUM PROGRAM
 CONTROL : 30003 MUSEUM EXHIBIT RENOVATION

OFFICE OF BUDGET & PROGRAM PLANNING
 EXECUTIVE BUDGET SYSTEM
 AGENCY/PROGRAM/CONTROL --- BUDGET WORKSHEET

ETM.
2/9/87
K. Wolk.#

AE/OE	DESCRIPTION	MODIFIED LEVEL SERVICES ONLY							
		OBPP FY 88	LFA FY 88	DIFF T FY 88	SUB-CMT FY 88	OBPP FY 89	LFA FY 89	DIFF FY 89	SUB-CMT FY 89
2100	CONTRACTED SERVICES	22,000		22,000		22,000		22,000	
2200	SUPPLIES & MATERIALS	18,000		18,000		18,000		18,000	
	TOTAL SECOND LEVEL	40,000		40,000		40,000		40,000	
	TOTAL PROGRAM	40,000		40,000		40,000		40,000	
03022	EXHIBIT RENOVATION	40,000		40,000		40,000		40,000	
	TOTAL PROGRAM	40,000		40,000		40,000		40,000	

Exhibit 15
 2/9/87
 K. Wolcott

REPORT EBSR106
 DATE : 01/07/87
 TIME : 15/24/40

OFFICE OF BUDGET & PROGRAM PLANNING
 EXECUTIVE BUDGET SYSTEM
 AGENCY/PROGRAM/CONTROL --- BUDGET WORKSHEET

AGENCY : 5117 HISTORICAL SOCIETY
 PROGRAM : 03 MUSEUM PROGRAM
 CONTROL : 00000

AE/OE	DESCRIPTION	CURRENT LEVEL SERVICES ONLY							
		OBPP FY 88	LFA FY 88	DIFF FY 88	SUB-CMT FY 88	OBPP FY 89	LFA FY 89	DIFF FY 89	SUB-CMT FY 89
	TOTAL PROGRAM	323,338	293,501	29,837	---	294,872	263,408	31,464	---

VISITOR'S REGISTER

SUBCOMMITTEE _____

AGENCY (S) _____

DATE _____

DEPARTMENT _____

NAME	REPRESENTING	SUP- PORT	OP- POSE
Brenda Schye	Montana Cultural Advocacy	✓	
J. D. Hoopes	" " "	✓	
Rita Sheehy	Friends of the Society	✓	
Doris Witt	" " "	✓	
Elaine Comp	" " "	✓	
Rene H. Cuddy	" " "	✓	
Betty LaSalle	" " "	✓	
Darwin G. Cott	" " "	—	
Harold G. Stearns	TRUSTEE of Society	✓	
Jean Bishop	Friends of the Society	✓	
Betty Jones	Friends of the Society	✓	
Hal Hanson	American Legion	✓	
Ann Ritter	City of Helena	✓	
Bruce Campbell	Educator - Helena		
Mike Dahlen	MFT	✓	

IF YOU CARE TO WRITE COMMENTS, ASK SECRETARY FOR WITNESS STATEMENT
 IF YOU HAVE WRITTEN COMMENTS, PLEASE GIVE A COPY TO THE SECRETARY