

MINUTES

MONTANA HOUSE OF REPRESENTATIVES
51st LEGISLATURE - REGULAR SESSION

HOUSE COMMITTEE ON BUSINESS & ECONOMIC DEVELOPMENT

Call to Order: By Rep. Bob Pavlovich, on March 7, 1989, at 8:30
a.m.

ROLL CALL

Members Present: All

Members Excused: None

Members Absent: None

Staff Present: Paul Verdon and Sue Pennington

Announcements/Discussion: None

HEARING ON SENATE BILL 85

Presentation and Opening Statement by Sponsor:

Sen. Hims1 stated that this bill will extend the application of the bond validating act and provides an immediate effective date.

Testifying Proponents and Who They Represent:

None

Proponent Testimony:

None

Testifying Opponents and Who They Represent:

None

Opponent Testimony:

None

Questions From Committee Members: None

Closing by Sponsor: Sen. Hims1 said he closed.

HEARING ON SENATE BILL 323

Presentation and Opening Statement by Sponsor:

Sen. Vaughn stated that SB 323 will require the department

of health and environmental sciences to assess a late fee for delinquent license renewals for food establishments, hotels, motels, tourists homes, retirement homes, roominghouses, campgrounds, trailer courts, work camps, and youth camps, and provides a coordination instruction.

Testifying Proponents and Who They Represent:

James Peterson, DHES

Proponent Testimony:

See exhibit 1 for Mr. Peterson's written testimony.

Testifying Opponents and Who They Represent:

None

Opponent Testimony:

None

Questions From Committee Members: None

Closing by Sponsor: Sen. Vaughn hoped the committee would give the bill a favorable vote.

HEARING ON SENATE BILL 406

Presentation and Opening Statement by Sponsor:

Sen. Gage said this bill will expand the scope and number of allowable simulcast horseraces and simulcast race meets under the parimutuel system of wagering; delegates authority to the board of horseracing to license, approve, and regulate simulcast horseraces and race meets broadcast both intrastate and interstate under the parimutuel system and to approve and regulate facilities for the conduct of simulcast races at tracks and at simulcast facilities within the state; it imposes on simulcast races the same requirements for set-asides, liability insurance, and distribution of deposits as those for live races; and it provides an immediate effective date.

Testifying Proponents and Who They Represent:

Ted Neuman, Great Falls Jockey Club
Al Bell, Great Falls
Bill Brown, Butte
John Shelhamer, Billings

Proponent Testimony:

Mr. Neuman said this bill will help broaden and improve horse racing in Montana and will help to improve the fair grounds of Montana.

Mr. Bell stated that he raises and races thoroughbred horses and this bill is important both to the racing industry and the overall economy of Montana.

Mr. Brown said simulcast will help horse racing in the state and hopes the committee will give the bill do pass.

See exhibit 1 for Mr. Shelhamer's testimony.

Sen. Manning spoke in favor of this bill. It will bring in tourists, money, and improve horse racing in Montana.

Testifying Opponents and Who They Represent:

None

Opponent Testimony:

None

Questions From Committee Members: None

Closing by Sponsor: Sen. Gage said this bill will bring in more revenue for the state and improve horse raising and racing in Montana.

HEARING ON SENATE BILL 215

Presentation and Opening Statement by Sponsor:

Sen. Halligan said his bill is the employee ownership opportunity act. It extends business assistance programs to employee-owned enterprises; and exempts securities of employee-owned enterprises from securities registration.

Testifying Proponents and Who They Represent:

Bob Heffner, Department of Commerce
Rob Norwick, Missoula Chamber of Commerce

Proponent Testimony:

Mr. Heffner said the department would conduct seminars for employees considering the purchase of the business for which they work. They would actively teach people about the availability of the program. It doesn't force participation on any one.

Mr. Norwick said the chamber supports this bill and hopes the committee will give it a do pass.

Testifying Opponents and Who They Represent:

None

Opponent Testimony:

None

Questions From Committee Members: There were a few questions from the committee which Mr. Heffner answered.

Closing by Sponsor: Sen. Halligan said he had one amendment he would like made to the bill. He would like the effective date to be changed from October 1 to become effective immediately.

DISPOSITION OF SENATE BILL 85

Motion: Rep. Thomas moved BE CONCURRED IN.

Amendments, Discussion, and Votes: None

Recommendation and Vote: SB 85 BE CONCURRED IN unanimously.

DISPOSITION OF SENATE BILL 323

Motion: Rep. Hansen moved BE CONCURRED IN

Amendments, Discussion, and Votes: None

Recommendation and Vote: SB 323 BE CONCURRED IN unanimously.

DISPOSITION OF SENATE BILL 406

Motion: Rep. McCormick moved BE CONCURRED IN and moved the amendments.

Amendments, Discussion, and Votes: The amendment change is on page 9, line 18, strikes 15% and inserts 10%.

Recommendation and Vote: SB 406 BE CONCURRED IN unanimously.

DISPOSITION OF SENATE BILL 215

Motion: Rep. Bachini moved BE CONCURRED IN and moved the amendments.

Amendments, Discussion, and Votes: The amendments provide an immediate effective date, on page 1, lines 15 and 25, strikes 6 and inserts 5, page 4, line 9, strikes subsection entirely and renumbers subsequent sections, page 18, line 17, strikes 7 and inserts 6, and page 18 following line 20 inserts new section providing the effective date on passage and approval.

Recommendation and Vote: SB 215 BE CONCURRED IN as amended unanimously.

DISPOSITION OF SENATE BILL 87

Motion: Rep. Kilpatrick moved BE CONCURRED IN and moved the amendments.

Discussion: Paul Verdon went over the amendments to the bill.

Rep. Thomas asked Paul if his own insurance company excludes one of my sons to drive and I allow him to drive then I am guilty of a misdemeanor? Who requested this? Paul said the insurance people drafted them. Rep. Thomas advised the committee not to adopt the amendments. Rep. Thomas said the insurance companies will like this bill. If your son drives the car after you have excluded him, you have no coverage. This is a bad situation, because you ought to be covered no matter who drives the car, even if they are excluded. They should drop you.

Rep. Bachini said this is what happened to the lady that testified. They dropped her, or she had to pay increased premiums.

Rep. Kilpatrick said that is the whole thing, her premium went sky high, out of sight. She said with this bill she could exclude him and not have high premiums.

Rep. Thomas said the bill was okay, but he would not support the amendments.

Rep. Hansen said she agreed with Rep. Thomas. What if an emergency came up where that excluded person had to drive the vehicle to get a family member to the hospital. If he is pulled over, then he isn't covered. Rep. Hansen said this wouldn't keep the fees down.

Amendments, Discussion, and Votes: The amendment vote failed.

Recommendation and Vote: SB 87 BE CONCURRED IN vote failed

DISPOSITION OF SENATE BILL 5

Motion: Rep. Johnson moved BE CONCURRED IN.

Amendments, Discussion, and Votes: Paul Verdon explained the amendments and what they did to the bill. Paul said his personal opinion is that the amendments are not germane to the bill. It doesn't fall within the scope of the title. I spoke with legal counsel downstairs and he shares this opinion.

Rep. Glaser said he did not believe we had said we wanted to conceal the distributor for public view only the actual names of the distributor's customers.

Rep. Pavlovich said if the amendments don't fall within the scope of the bill we will have a problem with the amendments. Some place down the line it could be challenged.

Paul said we certainly could have a problem. There is a two year time limit on challenge in the constitution, if no one challenges in two years it stays in the law. If it is challenged and the amendments are knocked out, the whole bill could go with it.

Rep. Glaser said if what we are doing is unconstitutional why don't we forget about the amendments and pass the bill out without the amendments?

No one moved the amendments

Recommendation and Vote: SB 5 BE CONCURRED IN unanimously.

ADJOURNMENT

Adjournment At: 11:35 a.m.



REP. BOB PAVLOVICH, Chairman

BP/sp

5403.min

DAILY ROLL CALL

BUSINESS & ECONOMIC DEVELOPMENT COMMITTEE

51th LEGISLATIVE SESSION -- 1989

Date 3 7 89

NAME	PRESENT	ABSENT	EXCUSED
PAVLOVICH, BOB	✓		
DeMARS, GENE	✓		
BACHINI, BOB	✓		
BLOTKAMP, ROB	✓ late		
HANSEN, STELLA JEAN	✓		
JOHNSON, JOHN	✓		
KILPATRICK, TOM	✓		
McCORMICK, LLOYD "MAC"	✓		
STEPPLER, DON	✓		
GLASER, BILL	✓ late		
KELLER, VERNON	✓		
NELSON, THOMAS	✓		
SIMON, BRUCE	✓		
SMITH, CLYDE	✓ late		
THOMAS, FRED	✓		
WALLIN, NORM	✓		
PAUL VERDON	✓		

ROLL CALL VOTE

BUSINESS AND ECONOMIC DEVELOPMENT

COMMITTEE

DATE 3/7/89 BILL NO. SB 87 NUMBER _____

NAME	AYE	NAY
Bob Pavlovich	X	
Bob Bachini		X
Rob Blotkamp	X	
Gene DeMars		X
Bill Glaser		X
Stella Hansen	X	
John Johnson		X
Vernon Keller	X	
Tom Kilpatrick	X	
Lloyd McCormick		X
Thomas Nelson		X
Bruce Simon		X
Clyde Smith		X
Don Stepler		X
Fred Thomas		X
Norm Wallin		X

TALLY

5 11

Sue Pennington
Secretary

Bob Pavlovich
Chairman

MOTION: Rep Kilpatrick moved be concurred

in
Bill Failed

ROLL CALL VOTE

BUSINESS AND ECONOMIC DEVELOPMENT

COMMITTEE

DATE _____ BILL NO. 87 NUMBER _____

NAME	AYE	NAY
Bob Pavlovich	X	
Bob Bachini		X
Rob Blotkamp		X
Gene DeMars		X
Bill Glaser	X	
Stella Hansen		X
John Johnson		X
Vernon Keller		X
Tom Kilpatrick	X	
Lloyd McCormick	X	
Thomas Nelson		X
Bruce Simon	X	
Clyde Smith	X	
Don Stepler		X
Fred Thomas		X
Norm Wallin		X

Memo

TALLY

6 10

Sue Pennington
Secretary

Bob Pavlovich
Chairman

MOTION: _____

ROLL CALL VOTE

BUSINESS AND ECONOMIC DEVELOPMENT

COMMITTEE

DATE 3/7/89 BILL NO. 323 NUMBER _____

NAME	AYE	NAY
Bob Pavlovich		
Bob Bachini		
Rob Blotkamp		
Gene DeMars		
Bill Glaser		
Stella Hansen		
John Johnson		
Vernon Keller		
Tom Kilpatrick		
Lloyd McCormick		
Thomas Nelson		
Bruce Simon		
Clyde Smith		
Don Stepler		
Fred Thomas		
Norm Wallin		

TALLY

16 _____

Sue Pennington
Secretary

Bob Pavlovich
Chairman

MOTION: Rep Hansen moved & be concurred in

Rep Hansen will carry

ROLL CALL VOTE

BUSINESS AND ECONOMIC DEVELOPMENT

COMMITTEE

DATE 3/7/89 BILL NO. SB 85 NUMBER _____

NAME	AYE	NAY
Bob Pavlovich	↓	
Bob Bachini		
Rob Blotkamp		
Gene DeMars		
Bill Glaser		
Stella Hansen		
John Johnson		
Vernon Keller		
Tom Kilpatrick		
Lloyd McCormick		
Thomas Nelson		
Bruce Simon		
Clyde Smith		
Don Stepler		
Fred Thomas		
Norm Wallin		

TALLY

16

Sue Pennington
Secretary

Bob Pavlovich
Chairman

MOTION: Rep Thomas moved to be concurred in

Rep Gilbert will carry

ROLL CALL VOTE

BUSINESS AND ECONOMIC DEVELOPMENT

COMMITTEE

DATE 3/7/89 BILL NO. SB 5 NUMBER _____

NAME	AYE	NAY
Bob Pavlovich		
Bob Bachini		
Rob Blotkamp		
Gene DeMars		
Bill Glaser		
Stella Hansen		
John Johnson		
Vernon Keller		
Tom Kilpatrick		
Lloyd McCormick		
Thomas Nelson		
Bruce Simon		
Clyde Smith		
Don Stepler		
Fred Thomas		
Norm Wallin		

TALLY

15

Sue Pennington
Secretary

Bob Pavlovich
Chairman

MOTION: Rep. Johnson moved the bill be
concurrred in.

Rep Johnson will carry

ROLL CALL VOTE

BUSINESS AND ECONOMIC DEVELOPMENT

COMMITTEE

DATE 3/7/89 BILL NO. SB 215 NUMBER _____

NAME	AYE	NAY
Bob Pavlovich		
Bob Bachini		
Rob Blotkamp		
Gene DeMars		
Bill Glaser		
Stella Hansen		
John Johnson		
Vernon Keller		
Tom Kilpatrick		
Lloyd McCormick		
Thomas Nelson		
Bruce Simon		
Clyde Smith		
Don Stepler		
Fred Thomas		
Norm Wallin		

TALLY

16

Sue Pennington
Secretary

Bob Pavlovich
Chairman

MOTION: Rep Bachini moved be concurred in
and moved the amendment

Rep Harper will carry

ROLL CALL VOTE

BUSINESS AND ECONOMIC DEVELOPMENT

COMMITTEE

DATE 3/7/89 BILL NO. SB 406 NUMBER

NAME	AYE	NAY
Bob Pavlovich		
Bob Bachini		
Rob Blotkamp		
Gene DeMars		
Bill Glaser		
Stella Hansen		
John Johnson		
Vernon Keller		
Tom Kilpatrick		
Lloyd McCormick		
Thomas Nelson		
Bruce Simon		
Clyde Smith		
Don Stepler		
Fred Thomas		
Norm Wallin		

TALLY

16

Sue Pennington
Secretary

Bob Pavlovich
Chairman

MOTION: Rep McCormick moved be
concurrent in as amended

Rep Iverson carry

STANDING COMMITTEE REPORT

March 7, 1989

Page 1 of 1

Mr. Speaker: We, the committee on Business and Economic Development report that Senate Bill 87 (third reading copy -- blue) BE NOT concurred in .

Signed: _____
Robert Pavlovich, Chairman

[REP. _____ WILL CARRY THIS BILL ON THE HOUSE FLOOR]

STANDING COMMITTEE REPORT

March 7, 1989

Page 1 of 1

Mr. Speaker: We, the committee on Business and Economic Development report that Senate Bill 323 (third reading copy - blue) be concurred in .

Signed: _____
Robert Pavlovich, Chairman

[REP. STELLA JEAN HANSEN WILL CARRY THIS BILL ON THE HOUSE FLOOR]

STANDING COMMITTEE REPORT

March 7, 1989

Page 1 of 1

Mr. Speaker: We, the committee on Business and Economic Development report that Senate Bill 85 (third reading copy -- blue) be concurred in .

Signed: _____
Robert Pavlovich, Chairman

[REP. GILBERT WILL CARRY THIS BILL ON THE HOUSE FLOOR]

STANDING COMMITTEE REPORT

March 7, 1989

Page 1 of 1

Mr. Speaker: We, the committee on Business and Economic Development report that Senate Bill 5 (third reading copy -- blue) be concurred in .

Signed: _____
Robert Pavlovich, Chairman

[REP. J. JOHNSON WILL CARRY THIS BILL ON THE HOUSE FLOOR]

STANDING COMMITTEE REPORT

March 7, 1989

Page 1 of 1

Mr. Speaker: We, the committee on Business and Economic Development report that SENATE BILL 215 (third reading copy - blue) be concurred in as amended .

Signed: _____
Robert Pavlovich, Chairman

[REP. HARPER WILL CARRY THIS BILL ON THE HOUSE FLOOR]

And, that such amendments read:

1. Title, line 9.

Strike: "AND"

2. Title, line 11.

Following: "DATE"

Insert: "; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE"

3. Page 1, lines 15 and 25.

Strike: "6"

Insert: "5"

4. Page 4, line 9.

Strike: section 6 in its entirety

Renumber: subsequent sections

5. Page 18, line 17.

Strike: "7"

Insert: "6"

6. Page 18.

Following: line 20

Insert: "NEW SECTION. Section 8. Effective date. [This act] is effective on passage and approval."

STANDING COMMITTEE REPORT

March 7, 1989

Page 1 of 1

Mr. Speaker: We, the committee on Business and Economic Development report that SENATE BILL 406 (third reading copy - blue) be concurred in as amended .

Signed: _____
Robert Pavlovich, Chairman

[REP. IVERSON WILL CARRY THIS BILL ON THE HOUSE FLOOR]

And, that such amendments read:

1. Page 9, line 18.
Strike: "15%"
Insert: "10%"

Amendments to Senate Bill No. 215
Third Reading Copy

For the Committee on Business and Economic Development

Prepared by Paul Verdon
March 7, 1989

1. Title, line 9.

Strike: "AND"

2. Title, line 11.

Following: "~~DATE~~"

Insert: "; AND PROVIDING AN IMMEDIATE EFFECTIVE DATE"

3. Page 1, lines 15 and 25.

Strike: "6"

Insert: "5"

4. Page 4, line 9.

Strike: section 6 in its entirety

Re-number: subsequent sections

5. Page 18, line 17.

Strike: "7"

Insert: "6"

6. Page 18.

Following: line 20

Insert: "NEW SECTION. Section 8. Effective date. [This act] is effective on passage and approval."

Amendments to Senate Bill No. 406
Third Reading Copy

For the Committee on Business and Economic Development

Prepared by Paul Verdon
March 7, 1989

1. Page 9, line 18.
Strike: "15%"
Insert: "10%"

#1
SB85
3/7/81

SENATE BILL 85

Senate Bill #85 is the bond validating act requesting that the legislature confirm the validity of all bonds issued by the state, county, city or any political subdivision of the state within the last two years.

We are asked to do this every two years. This action guarantees that the bonds are valid obligations of the issuing body even if there is any technical error or irregularity in the issuance of the bonds.

The bond buyer knows, without legal research, that the bond obligations will be honored.

Standard & Poors rated Montana State Bonds AA-.

Two years ago the general obligation bonds of the state totalled \$106 Million, they have been reduced to about \$91 Million.

In the past two years the state issued a total of \$448,846,007 in bonds, some of which were re-financing.

I respectfully urge your support of SB 85.

DEPARTMENT OF
HEALTH AND ENVIRONMENTAL SCIENCES

#1
S/B 321
3/7/89



STAN STEPHENS, GOVERNOR

COGSWELL BUILDING

STATE OF MONTANA

FAX # (406) 444-2606

HELENA, MONTANA 59620

DEPARTMENT OF HEALTH AND ENVIRONMENTAL SCIENCES

TESTIMONY
on
SENATE BILL 323

A BILL FOR AN ACT ENTITLED: "AN ACT TO REQUIRE THE DEPARTMENT OF HEALTH AND ENVIRONMENTAL SCIENCES TO ASSESS A LATE FEE FOR DELINQUENT LICENSE RENEWALS FOR FOOD ESTABLISHMENTS, HOTELS, MOTELS, TOURIST HOMES, RETIREMENT HOMES, ROOMINGHOUSES, CAMPGROUNDS, TRAILER COURTS, WORK CAMPS, AND YOUTH CAMPS; AMENDING SECTIONS 50-50-205, 50-51-204, AND 50-52-202, MCA; PROVIDING A COORDINATION INSTRUCTION; AND PROVIDING AN EFFECTIVE DATE."

The Food and Consumer Safety Bureau is responsible for the administration of three license laws covering food purveyors, public accommodations, and trailer courts/campgrounds. The bureau licensed 7,556 establishments in 1988.

All licenses expire on December 31 following the date of issue and all licensees are notified by letter in early November that their license will expire and they are provided information on renewal.

Most businesses respond in a timely manner. However, between 1,200 - 1,700 remain delinquent as late as February.

To enforce the license laws and bring delinquent licensees into compliance, the department must:

- A. Commit significant staff time to the resolution of the delinquent license problem.
- B. Identify delinquent business through special computer record scans and print second renewal notice forms for each delinquent business.

- C. Mail the second notice to each delinquent establishment. As was noted, this may require between 1,200 and 1,700 letters.
- D. Following adequate response time to the second renewal notice, those licensees still delinquent are sent certified renewal letters and/or receive direct phone calls.

The licensing laws provide that failure to be properly licensed is a misdemeanor and, upon conviction, violators shall be: (1) fined not less than \$50 nor more than \$100 for the first offence; (2) fined not less than \$75 or more than \$200 for the second offence; fined not less than \$200 and imprisonment for not more than 90 days for the third and subsequent offenses.

Because failure to license is a misdemeanor, complaints must be filed in the county where the violation occurred. The costs and administrative activities associated with filing complaints in the many counties involved in the 1200 - 1700 delinquencies precludes this process as a viable solution. It is, however, appropriate for the very few adamant violators.

The current method of dealing administratively with these delinquencies is time consuming and costly. The department believes this bill contains sufficient penalty to encourage timely renewal of licenses, will only impact those licensees who disregard the licensing laws, and will significantly reduce the costs associated with delinquent licenses.

DHES asks that the Committee favorably consider this bill.

Thank you.

James M. Peterson, Chief
Food and Consumer Safety Bureau
Phone extension: 5309

SB 40
3/7/80
#1

II. Economic Impact of the Equine Industry

- A. U.S. Horse industry is a \$15 Billion industry maintaining over 5.2 million horses as accounted for in the farm, manufacturing, and service sector of the economy.**
- B. \$15 Billion is approximately:**
 - 16% of GNP of the Agriculture Forestry and Fisheries section of U.S. Economy.
 - 83% of GNP of Textile Mill sector.
 - 65% of GNP of lumber and wood products sector.
 - Equals the combined output of the Tobacco and Leather products industries.
- C. As long as equine related expenditures grow at the same rate as other recreation expenditures every \$1 increase in personal income will lead to an increase in expenditures in the horse economy of \$1.20**

III. States with similar legislation:

California, Pennsylvania, Wyoming, Washington, New Mexico, Colorado, Kentucky, Louisiana, Oregon, South Dakota, Illinois, Michigan, Nebraska and many more.

Bills pending in Idaho, North Dakota and Minnesota.

IV. Reasons for approving legislation:

- A. provide for increase in horse purses which will increase breeding stock expenditures.**
- B. improve financial strength of existing tracks.**
- C. provide source of reoccurring revenue which can be used to finance capital improvements for existing racing facilities.**
- D. improve marketability of horse racing in general by focusing state wide attention on the industries super stars.**
- E. limit the negative impact of Montana's climate and geography on our racing product.**
- F. gives racing another marketing tool to compete against casino gambling and state lottery.**

THE ECONOMIC IMPACT OF THE U.S. HORSE INDUSTRY

Executive Summary

Prepared for:
The American Horse Council

Submitted by
Policy Economics Group
of
Peat, Marwick, Mitchell & Co.

January, 1987





I. Summary

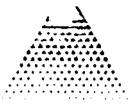
The United States horse industry is a \$15 billion industry. This money is spent by over three quarters of a million owners on maintaining over 5.2 million horses and other equines, and by spectators on attendance and wagering at equine events.

Because of the diversity of the industry in terms of breeds and uses, and because of the diversity of owners in terms of numbers of equines owned and expenditures on maintenance, the use of a single statistic or any other simple description would fail to do justice to this industry.

Such a diverse structure implies that horse ownership and the horse economy in general have widespread economic effects on the rest of the economy. Any increase or decrease in the \$15 billion expenditures would be felt in most regions of the country and in most sectors of the U.S. economy.

Because the \$15 billion is currently accounted for in the farm, manufacturing and service sectors of the economy, care must be exercised when making a comparison with any one sector or industry. With this caveat in mind, it is still possible to obtain a measure of the relative size of the U.S. horse industry. \$15 billion is approximately 16 percent of the gross national product of the Agriculture Forestry and Fisheries section of the U.S. economy. In comparison with specific sectors of the manufacturing sector, this industry is 83 percent of the gross national product of the textile mill products sector, and 65 percent of the lumber and wood products sector. It equals the combined output of the tobacco and leather products industries.

An alternative set of comparisons can be made with categories of personal consumption expenditure in the United States economy. In 1984, United States households spent \$166 billion on recreation. Of this total, \$9.4 billion was spent on admissions to



cinemas, theatres and sporting events. \$7.8 billion was spent on books and maps, and \$12.7 billion on magazines and newspapers. Participants at commercial amusements, which includes commercial riding establishments, spent \$14.2 billion.

Under standard national income accounting practices only the services of commercially owned equines are measured in the recreation sector. If, however, the imputed services of privately owned equines, as measured by maintenance expenditures, is used to measure the full recreational expenditure on horse-related activities, this sector would be the fourth largest category of personal consumption expenditure on recreation in the economy.

Although the size of the horse industry as measured by the equine population is not growing, the growth of the industry in value terms has been and is likely to continue to be large. Between 1982 and 1984 personal income in the United States rose by 16.6 percent while expenditures on recreation rose 20 percent. As long as equine related expenditures grow at the same rate as other recreation expenditures every \$1 increase in personal income will lead to an increase in expenditures in the horse economy of \$1.20.

The total economic contribution or GNP, by state or region, is reported in Table 1, State/Region GNP. This total includes the \$104 million GNP of the rodeo economy which could not be allocated on a state or regional basis.

Table 2 presents the economic count of the 17 equine classes used for this survey by 22 states or survey regions. This information is further summarized in Figure 1 and Figure 2 which present the breed and state distributions.



Table 1
 American Horse Council National Equine Survey
 U.S. Horse Industry
 Gross National Product
 1985
 (millions of dollars)

REGION -----	TOTAL GNP -----
CALIFORNIA	1,903
COLORADO	343
FLORIDA	714
ILLINOIS	608
KENTUCKY	487
LOUISIANA	300
MICHIGAN	398
MINNESOTA*	181
MARYLAND	393
NEW JERSEY	589
NEW YORK	1,257
OHIO	557
OKLAHOMA*	233
PENNSYLVANIA*	614
TENNESSEE	228
TEXAS	1,013
VIRGINIA	331
WASHINGTON	441
PACIFIC MOUNTAIN	1,354
WEST CENTRAL	905
EASTERN	1,223
SOUTH CENTRAL	1,008
U.S. TOTAL	15,183

* Excludes racing due to disclosure problem
 National total includes racing in these states, and rodeo GNP.

FR
 SB406
 3/7/89

SENATE BILL 406

A Bill for an act Entitled: "An act to expand the scope and number of allowable simulcast horseraces and simulcast race meets under the Parimutuel System of wagering; Delegating authority to the Board Of Horseracing to license, approve, and regulate simulcast horseraces and race meets broadcast both intrastate and interstate under the Parimutuel system and approve and regulate facilities for the conduct of simulcast races at tracks and at satellite facilities within the State; Imposing on simulcast races the same requirements for set-asides, liability insurance, and distribution of deposits as those for live races 23-4-101, 23-4-104, 23-4-105, 23-4-201 through 23-4-205, 23-4-301, 23-4-302, and 23-4-304, MCA; and providing an immediate effective date.

NAME AND ADDRESS	FOR	AGAINST
Monteleone 1516 5th Ave S.W.	X	
Francis A Olson 1012 8ave N.	X	
Jim Clark 805 50th St So. Great Falls	X	
Fredrick W Knapp 33 Pishkun Falls	X	
Joe Engel 120 31st NW	X	
Bubba Espeland 120 31st NW	X	
Dale O. [unclear] 1125 2nd Ave N.	X	
Norothy White 1513 2nd Ave N.W.	X	
Henry W Knapp 527 Cent Ave West.	X	
F. J. [unclear] P.O. 8783 Gr Falls	X	
Ken Sevalstad 2226 Cent. Ave. W. Falls	X	
Sharon Sevalstad 2224 Cent Ave W. Falls	X	
Bambi Dalke 27 Pishkun Lane Great Falls	X	
Lenny Dalke #7 Pishkun Lane Great Falls	X	
Ray Dalke #7 Pishkun Lane Gr Falls	X	
Must [unclear] 521173 Carter, MT.	X	

VISITORS' REGISTER

Business
85 215

COMMITTEE

BILL NO 323 326 406 DATE 3/7/89

SPONSOR ^{Hinds} Vaughn ^{Halligan} Yellowtail Coyle

NAME (please print)	RESIDENCE	SUPPORT	OPPOSE
BILL CHASE	Billings	406	
Tom Tucker	Billings	406	
Bill Brown	BUTTE	406	
Don Legels	Mt Chamber of Commerce	SB 215	
Scott Turner	Yellowstone County	406	
Bob Cartwright	Kalispell	406	
STEVE CHRISTIAN	WHITEFISH	406	
RON DE YONG	MT. FARMERS UNION	SB 326	
SAM YEWUSIAK	MISSOULA	406	
Bob Heffner	Helena	SB 215	
Vonda Muelke	Dogwood Summit	SB 326	
Jay Belden	Great Falls	SB 406	
Al Bell	Great Falls	SB 406	
DAVE MAHLUM	Missoula, Mt	SB 406	
TELL NEUMAN	GREAT FALLS JOCKEY CLUB	SB 406	
Paul Schneider	Clancy, MT	SB 406	
James M. Ross	DHES	SB 323	
Fran Nelson	Mt. Falls	SB 406	
John Shelhamer	Billings	SB 406	

IF YOU CARE TO WRITE COMMENTS, ASK SECRETARY FOR WITNESS STATEMENT FORM.

PLEASE LEAVE PREPARED STATEMENT WITH SECRETARY.

VISITORS' REGISTER

COMMITTEE

BILL NO. _____

DATE _____

SPONSOR _____

NAME (please print)	RESIDENCE	SUPPORT	OPPOSE
LARRY SEMENKA	GT. FALLS	SB 406	
Joyce Beel	Mt Falls ^{Commerce}	SB 406	
Bill Pedersen	Missoula (SBDC)	SB 215	
Eric A Fitzgerald	Great Falls	SB 406	
W. Lake	Aspen	SB 406	
Sen. Richard E. Morning	Senate Dist 18	SB-406	
Christine J. Nelson	Great Falls	SB-406	
Rob Moravil	MSLA Chamber	S.B. 215	

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PLEASE LEAVE PREPARED STATEMENT WITH SECRETARY.