

1 House JOINT RESOLUTION NO. 58  
 2 INTRODUCED BY Curtiss James Swintan - Glenn  
 3 Green  
 4 A JOINT RESOLUTION OF THE SENATE AND THE HOUSE OF  
 5 REPRESENTATIVES OF THE STATE OF MONTANA DIRECTING STATE  
 6 EXECUTIVE DEPARTMENTS TO DIVERT AS MUCH STATE WORK AS  
 7 POSSIBLE TO THE PRIVATE SECTOR IN ORDER TO AVOID UNWARRANTED  
 8 GROWTH OF STATE GOVERNMENT.  
 9  
 10 WHEREAS, the number of state government employees has  
 11 increased more rapidly than the employment rate in the  
 12 private sector; and  
 13 WHEREAS, in many cases the cost of a project conducted  
 14 by the state is comparable to or exceeds the amount which  
 15 the same project would have cost had it been conducted by  
 16 the private sector; and  
 17 WHEREAS, interagency contracting with no consideration  
 18 given to contracting with private firms perpetuates  
 19 government growth to the detriment of the private sector;  
 20 and  
 21 WHEREAS, the Legislature does not wish this unbalanced  
 22 situation to continue.  
 23  
 24 NOW, THEREFORE, BE IT RESOLVED BY THE SENATE AND THE HOUSE  
 25 OF REPRESENTATIVES OF THE STATE OF MONTANA:

1 (1) that it is the policy of state government to  
 2 promote the use of private resources whenever the advantage  
 3 of using state employees cannot be clearly demonstrated;  
 4 (2) that all state executive departments shall  
 5 maintain records of costs in such a manner that comparisons  
 6 can be made between projects conducted by the state and  
 7 projects conducted by the private sector;  
 8 (3) that the Secretary of State shall send a copy of  
 9 this resolution to the head of each state executive  
 10 department;  
 11 (4) that each department head is directed to follow  
 12 the intent of this resolution and to that end shall prepare  
 13 a plan for the adoption of the policy contained herein and  
 14 submit it to the Legislative Auditor for review by July 1,  
 15 1977;  
 16 (5) that this resolution is not intended to displace  
 17 persons currently employed by state government, but to move  
 18 toward greater use of private resources and to reduce the  
 19 growth rate of government employment.

-End-

INTRODUCED BILL

HJR 58

## STATE OF MONTANA

REQUEST NO. 473-77

## FISCAL NOTE

Form BD-15

In compliance with a written request received February 10, 19 77, there is hereby submitted a Fiscal Note for House Joint Resolution 58 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:

A joint resolution directing state executive departments to divert as much state work as possible to the private sector in order to avoid unwarranted growth of state government.

## ASSUMPTIONS:

1. Records are currently being maintained which allow for comparisons of projects conducted by the state and projects conducted by the private sector.
2. The Office of Budget and Program Planning will coordinate efforts of executive departments in the preparation of plans and will be the executive branch liaison with the Legislative Auditor. An additional .30 FTE analyst and .30 FTE secretary will be needed in FY 77.
3. Executive departments will experience additional workloads for which no cost estimates can be provided.
4. The Legislative Auditor can absorb the additional cost in the requested 1979 biennium budget.

## FISCAL IMPACT:

	<u>FY 77</u>
Personal services	\$7,400
Operating expenses	700
Equipment	<u>1,800</u>
Additional cost of proposed legislation to OBPP (excludes additional costs to the various Departments which cannot be estimated)	<u>\$9,900</u>

*Richard L. Grayson*  
BUDGET DIRECTOR

Office of Budget and Program Planning

Date: 2-16-77

Approved by Committee  
on State Administration

HOUSE JOINT RESOLUTION NO. 58  
INTRODUCED BY CURTISS,  
ELLERD, LIEN, SIVERTSEN, TURNER

A JOINT RESOLUTION OF THE SENATE AND THE HOUSE OF REPRESENTATIVES OF THE STATE OF MONTANA DIRECTING STATE EXECUTIVE DEPARTMENTS TO DIVERT AS MUCH STATE WORK AS POSSIBLE TO THE PRIVATE SECTOR IN ORDER TO AVOID UNWARRANTED GROWTH OF STATE GOVERNMENT.

WHEREAS, the number of state government employees has increased more rapidly than the employment rate in the private sector; and

WHEREAS, in many cases the cost of a project conducted by the state is comparable to or exceeds the amount which the same project would have cost had it been conducted by the private sector; and

WHEREAS, interagency contracting with no consideration given to contracting with private firms perpetuates government growth to the detriment of the private sector; and

WHEREAS, the Legislature does not wish this unbalanced situation to continue.

NOW, THEREFORE, BE IT RESOLVED BY THE SENATE AND THE HOUSE

OF REPRESENTATIVES OF THE STATE OF MONTANA:

~~(1) that it is the policy of state government to promote the use of private resources whenever the advantage of using state employees cannot be clearly demonstrated;~~  
THAT IT IS THE POLICY OF STATE GOVERNMENT TO PROMOTE THE USE OF PRIVATE RESOURCES WHEREVER IT IS FOUND THAT PRIVATE ENTERPRISE CAN PROVIDE THE SAME SERVICE AND ADD TO THE TAXABLE BASE OF THE STATE;

~~(2) that all state executive departments shall maintain records of costs in such a manner that comparisons can be made between projects conducted by the state and projects conducted by the private sector;~~  
THAT ALL STATE EXECUTIVE DEPARTMENTS SHALL BE EXAMINE THEIR DEPARTMENTS AND COOPERATE WITH THE ECONOMIC ADVISORS TO THE GOVERNOR TO DETERMINE THOSE SERVICES THAT SHOULD BE VESTED WITH THE PRIVATE SECTOR IN PARTICULARLY THOSE AREAS WHERE THE STATE TENDS TO COMPETE WITH THE PRIVATE SECTOR;

(3) that the Secretary of State shall send a copy of this resolution to the head of each state executive department;

(4) that each department head is directed to follow the intent of this resolution and to that end shall prepare a plan for the adoption of the policy contained herein and submit it to the Legislative Auditor for review by July 1, 1977;

1           (5) that this resolution is not intended to displace  
2 persons currently employed by state government, but to move  
3 toward greater use of private resources and to reduce the  
4 growth rate of government employment.

-End-

1 HOUSE JOINT RESOLUTION NO. 58

2 INTRODUCED BY CURTISS,

3 ELLERD, LIEN, SIVERTSEN, TURNER

4  
5 A JOINT RESOLUTION OF THE SENATE AND THE HOUSE OF  
6 REPRESENTATIVES OF THE STATE OF MONTANA DIRECTING STATE  
7 EXECUTIVE DEPARTMENTS TO DIVERT AS MUCH STATE WORK AS  
8 POSSIBLE TO THE PRIVATE SECTOR IN ORDER TO AVOID UNWARRANTED  
9 GROWTH OF STATE GOVERNMENT.

10  
11 WHEREAS, the number of state government employees has  
12 increased more rapidly than the employment rate in the  
13 private sector; and

14 WHEREAS, in many cases the cost of a project conducted  
15 by the state is comparable to or exceeds the amount which  
16 the same project would have cost had it been conducted by  
17 the private sector; and

18 WHEREAS, interagency contracting with no consideration  
19 given to contracting with private firms perpetuates  
20 government growth to the detriment of the private sector;  
21 and

22 WHEREAS, the Legislature does not wish this unbalanced  
23 situation to continue.

24  
25 NOW, THEREFORE, BE IT RESOLVED BY THE SENATE AND THE HOUSE

1 OF REPRESENTATIVES OF THE STATE OF MONTANA:

2 ~~(1) that it is the policy of state government to~~  
3 ~~promote the use of private resources whenever the advantage~~  
4 ~~of using state employees cannot be clearly demonstrated;~~  
5 THAT IT IS THE POLICY OF STATE GOVERNMENT TO PROMOTE THE USE  
6 OF PRIVATE RESOURCES WHEREVER IT IS FOUND THAT PRIVATE  
7 ENTERPRISE CAN PROVIDE THE SAME SERVICE AND ADD TO THE  
8 TAXABLE BASE OF THE STATE;

9 ~~(2) that all state executive departments shall~~  
10 ~~maintain records of costs in such a manner that comparisons~~  
11 ~~can be made between projects conducted by the state and~~  
12 ~~projects conducted by the private sector; THAT ALL STATE~~  
13 EXECUTIVE DEPARTMENTS SHALL RE-EXAMINE THEIR DEPARTMENTS AND  
14 COOPERATE WITH THE ECONOMIC ADVISORS TO THE GOVERNOR TO  
15 DETERMINE THOSE SERVICES THAT SHOULD BE VESTED WITH THE  
16 PRIVATE SECTOR IN PARTICULARLY THOSE AREAS WHERE THE STATE  
17 TENDS TO COMPETE WITH THE PRIVATE SECTOR;

18 (3) that the Secretary of State shall send a copy of  
19 this resolution to the head of each state executive  
20 department;

21 (4) that each department head is directed to follow  
22 the intent of this resolution and to that end shall prepare  
23 a plan for the adoption of the policy contained herein and  
24 submit it to the Legislative Auditor for review by July 1,  
25 1977;

1           (5) that this resolution is not intended to displace  
2 persons currently employed by state government, but to move  
3 toward greater use of private resources and to reduce the  
4 growth rate of government employment.

-End-

1 HOUSE JOINT RESOLUTION NO. 58

2 INTRODUCED BY CURTISS,

3 ELLERD, LIEN, SIVERTSEN, TURNER

4  
5 A JOINT RESOLUTION OF THE SENATE AND THE HOUSE OF  
6 REPRESENTATIVES OF THE STATE OF MONTANA DIRECTING STATE  
7 EXECUTIVE DEPARTMENTS TO DIVERT AS MUCH STATE WORK AS  
8 POSSIBLE TO THE PRIVATE SECTOR IN ORDER TO AVOID UNWARRANTED  
9 GROWTH OF STATE GOVERNMENT.

10  
11 WHEREAS, the number of state government employees has  
12 increased more rapidly than the employment rate in the  
13 private sector; and

14 WHEREAS, in many cases the cost of a project conducted  
15 by the state is comparable to or exceeds the amount which  
16 the same project would have cost had it been conducted by  
17 the private sector; and

18 WHEREAS, interagency contracting with no consideration  
19 given to contracting with private firms perpetuates  
20 government growth to the detriment of the private sector;  
21 and

22 WHEREAS, the Legislature does not wish this unbalanced  
23 situation to continue.

24  
25 NOW, THEREFORE, BE IT RESOLVED BY THE SENATE AND THE HOUSE

1 OF REPRESENTATIVES OF THE STATE OF MONTANA:

2 ~~(1) that it is the policy of state government to~~  
3 ~~promote the use of private resources whenever the advantage~~  
4 ~~of using state employees cannot be clearly demonstrated;~~  
5 THAT IT IS THE POLICY OF STATE GOVERNMENT TO PROMOTE THE USE  
6 OF PRIVATE RESOURCES WHEREVER IT IS FOUND THAT PRIVATE  
7 ENTERPRISE CAN PROVIDE THE SAME SERVICE AND ADD TO THE  
8 TAXABLE BASE OF THE STATE;

9 ~~(2) that all state executive departments shall~~  
10 ~~maintain records of costs in such a manner that comparisons~~  
11 ~~can be made between projects conducted by the state and~~  
12 ~~projects conducted by the private sector; THAT ALL STATE~~  
13 EXECUTIVE DEPARTMENTS SHALL RE-EXAMINE THEIR DEPARTMENTS AND  
14 COOPERATE WITH THE ECONOMIC ADVISORS TO THE GOVERNOR TO  
15 DETERMINE THOSE SERVICES THAT SHOULD BE VESTED WITH THE  
16 PRIVATE SECTOR IN PARTICULARLY THOSE AREAS WHERE THE STATE  
17 TENDS TO COMPETE WITH THE PRIVATE SECTOR;

18 (3) that the Secretary of State shall send a copy of  
19 this resolution to the head of each state executive  
20 department;

21 (4) that each department head is directed to follow  
22 the intent of this resolution and to that end shall prepare  
23 a plan for the adoption of the policy contained herein and  
24 submit it to the Legislative Auditor for review by July 1,  
25 1977;

REFERENCE BILL

HJR 0058/02

1           (5) that this resolution is not intended to displace  
2 persons currently employed by state government, but to move  
3 toward greater use of private resources and to reduce the  
4 growth rate of government employment.

-End-