

MINUTES OF THE MEETING OF THE FREE CONFERENCE COMMITTEE
February 19, 1981

The Free Conference Committee met at 4:45 p.m. on February 19, 1981 in Room #343 with Chairman Art Lund presiding. Present were Representatives Marks and Bardanouve and Senators Keating and Dover with Senator Van Valkenburg excused.

Also present were Legislative Fiscal Analyst Judy Rippingale and Legislative Auditor Jim Gillett.

HOUSE BILL NO. 94

CHAIRMAN LUND, as author of the bill, introduced Ellen Feaver, Director of the Department of Revenue, to explain her position in their request for a supplemental appropriation. Judy handed out copies of the proposed amendment (EXHIBIT 1) to the committee.

MS. FEAVER indicated the impact on the agency, if they don't get the supplemental, will be a layoff of personnel. It would affect approximately 40 people for a period of two to three months and primarily in the Appraisers and Assessors Offices in the counties. She further indicated that the previous director had instructed the divisions to spend at the accelerated rate and request a supplemental when necessary. Ms. Feaver said she was prepared to cut back on the request and absorb it. At present they have a hiring freeze, no travel and cut back in the county offices. They are sharing secretaries, clerks and not filling positions. The county impact essentially would be in laying off people as they can't cut back enough in the other areas to make an impact. Layoffs would mean each employee taking one or two days or some employees taking a longer time. The paperwork would be very extensive and involved no matter how it was done. Ms. Feaver said that Rep. Lory had asked her what the minimum amount would be to keep from laying people off. He felt it wasn't the people's fault or Ms. Feaver's fault that this situation existed. Ms. Feaver said that the area most critically affected was Operations (mail room, data processing, etc.) They were \$16 - \$19,000 short for the year. Increased data processing and postage costs projected \$17,000 to \$40,000. Other shortages - Inheritance Tax \$3 - \$5 thousand; Property Tax - \$80 - \$106 thousand. The minimum figure that she had come up with to keep from laying people off was \$117,500. She indicated that she was prepared to lay people off, live with decisions made in the past. She said the burden will fall in the Counties. She felt the people should know what is happening.

#REPRESENTATIVE MARKS asked Ms. Feaver when the layoffs would occur.

#MS. FEAVER said as quickly as she knew that she was not going to get the money.

REP. MARKS then asked how many would be laid off.

MS. FEAVER indicated that it would be more than 17 and maybe as many as 40.

REPRESENTATIVE BARDANOUE asked if there weren't any vacancy savings that could be used.

MS. FEAVER said they were already taken into account in the request.

REP. MARKS indicated that a layoff of 30-40 people would mostly affect grades 6 and 7.

REP. BARDANOUE asked what would be the overall effect to this Department.

MS. FEAVER replied that it would primarily impact the Property Tax area. They are maintaining now with no new construction on the rolls.

SENATOR KEATING asked if in the past year there have been new people hired in the Assessor's Office in the counties.

ELLEN indicated that they have not exceeded the authorized FTE, but they did have a vacancy savings requirement which they didn't come up with.

SENATOR DOVER wanted to know why the layoffs would be in the Assessor's Office and Property Tax, and not in other areas.

ELLEN indicated that in areas like Income Tax, refunds would never get out; Corporate tax, doesn't have that many people. Property tax is the one who overspent. Revenue would be able to make it if it wasn't for them. The burden is already being shared department-wide.

REP. MARKS asked if there were vacancies that could not be filled to help this.

ELLEN indicated that there hasn't been. Vacancy savings is included in the amount requested. Some critical areas will have to be filled, primarily the mail room and data processing.

REP. BARDANOUVE said he didn't feel that we could penalize Ellen for what has been done in the past. Also, he said we shouldn't discriminate against one department. He felt if we penalized them, it would just make their image worse and we should keep it from deteriorating any further. The newspapers are always picking on them and they would use something like this.

SENATOR KEATING asked what the approximate salary scale was of the people that would be affected in the layoff. He also wanted to know if they were at a bare bones staff in the Assessor's Office.

ELLEN said the grade 6's - \$6500, grade 9's - \$9 - \$10 thousand per year.

SENATOR DOVER said he felt that if Revenue were forced to lay these people off, we would not be able to get the job done and it would take \$5 million extra just trying to catch up their load.

CHAIRMAN LUND then asked Ms. Feaver if Revenue lays these people off and they go to other jobs, is it likely you can get them back or will you have to retrain in order to fill these jobs.

ELLEN indicated that on a layoff, these people are eligible for unemployment and would probably use that until after July 1 when they could hire them back.

SENATOR DOVER moved that the amendment for the supplemental request for the Department of Revenue in the amount of \$117,500 DO PASS. It was seconded and let the record show that the vote in favor was unanimous.

REP. MARKS said he would like the record to show that Ms. Feaver had to come back to the Legislature in two years. (jokingly) He said two years down the road the people that made the promises to get the job done aren't around to explain why they didn't do it.

CHAIRMAN LUND said the committee should know that the amount short was close to half a million dollars and Ms. Feaver only asked for \$117,500.

CHAIRMAN LUND then introduced the next item of business which was a supplemental appropriation for the Department of Social and Rehabilitation Services. (EXHIBIT 2) Copies were handed out to the committee. He then read a letter to the committee from John LaFaver, Director of SRS (EXHIBIT 3) which included letters from Butte-Silver Bow County and Cascade County regarding their requests for grant-in aid.

REP. MARKS indicated that the Department has been playing with this for years. The Legislature didn't know what was going on. The Department needs to take an approach to accrual thinking.

CHAIRMAN LUND said that House Bill #291 addresses this situation. It sets criteria for expenditures and sets limitations on the counties for grant-in aid. Basically, we are telling SRS they are responsible.

SENATOR KEATING asked who judges the criteria.

CHAIRMAN LUND replied that SRS judges the criteria. There has been no judging up to this point.

REP. BARDANOUE wanted to know if this supplemental request, Exhibit 2, had been really checked out.

CHAIRMAN LUND said the recommendation, supported by the letters, (EXHIBIT 3) were submitted by John LaFaver, Director, Department of Social & Rehabilitation Services. He further stated that he thought we should stick this in the bill before it got any bigger.

REP. BARDANOUE asked if SRS had checked out the requests made in Exhibit 3.

CHAIRMAN LUND replied no.

REP. MARKS, in reply to Rep. Bardanoue's question, asked if the last paragraph of EXHIBIT 1 didn't take care of that. There is a control built into the language of the amendment. He then moved that Item 2, grant-in-aid amounts as requested in the amendment DO PASS. It was seconded and let the record show that the vote in favor was unanimous.

CHAIRMAN LUND then introduced Jim Gillett, Legislative Auditor, who wished to present an explanation of the Medicaid process and accrual (EXHIBITS 4 & 5).

MR. GILLETT then explained the Flow Chart (first page of Exhibit 4) to the committee and took them through the process step by step using the example attached to the Flow Chart, page 2 of Exhibit 4.

CHAIRMAN LUND then told Mr. Gillett that if we put this money in, he was going to have to explain it to the House - such as out-standing claims paid out against the accrual and cash coming out of next year.

MR. GILLETT then explained that the Department has been accruing a portion in the general fund. This would be where they have received a bill but haven't paid it. This money would be accrued. (Refer to EXHIBIT 5 for explanation of how bills might be incurred in one fiscal year, the bill received in the next fiscal year and therefore the money allotted for that bill would be accrued.)

JUDY RIPPINGALE said the auditor explained a clean overview of the accrual procedure. That SRS consistently accrued the aging report. The analysis plan is a way of keeping track of the Medicaid. She then added that the dirty overview is that SRS accrues the spending authority they have left. When SRS gets in a tight budget (expenditures are increasing rapidly), they make a smaller accrual. When there is more funds left than the aging report, SRS accrues more than the aging report. This way SRS never has to go to the Legislature until overspending is very significant. The Legislature needs to keep cash control. The proposed language meets the Auditor's process and the fiscal process. There is strong objection to giving SRS a supplemental for a medicaid accrual without being very specific that the appropriation is for an accrual only.

MR. GILLETT further stated that an analysis can be done every year. SRS can just hold the bills over from year to year if they don't have the money to pay them.

JUDY indicated that the cash appropriation will be on a biennium basis. If the medicaid program finds six months down the road they are having trouble, they have another fiscal year to recover before the legislature reconvenes.

SENATOR KEATING stated the money is already obligated and will be spent before the end of the biennium.

JUDY indicated the bills are incurred but not presented to SRS for payment. Therefore SRS needs no cash but only spending authority to accrue the outstanding obligation.

REP. MARKS asked Judy if we adopt this language, won't this cause SRS cost containment obligations that they haven't done.

JUDY explained that SRS has overspent for FY'81. This sets a cash level for the biennium. If they overrun then they will have to come back to the Legislature. They will not be able to hide it within their accrual. Because of the way the accrual works, this will make them pay attention to the appropriation.

SENATOR DOVER then moved that the amendment (EXHIBIT 2) Item 1 Medicaid Accrual DO PASS. It was seconded and let the record show that the vote in favor was unanimous.

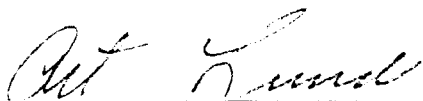
SENATOR DOVER indicated that someone in the Department is definitely abusing the accrual process.

REP. BARDANOUVE said that the AFDC program contributed to the problem. The caseload went up, the children involved were also on Medicaid and this is what has gobbled up these funds.

SENATOR KEATING said he understood there was to be \$300,000 recovery unit for fraud.

In closing, Judy indicated that the SRS management program is a concern. SRS waited too long to do something about the budget.

The Meeting adjourned at 5:45 p.m.



Art Lund, Chairman

AEL/lml



STATE OF MONTANA

Office of the Legislative Fiscal Analyst

STATE CAPITOL
HELENA, MONTANA 59601
406/449-2986

~~JOHN D. LAFAYER~~
~~LEGISLATIVE FISCAL ANALYST~~

February 13, 1981

TO: Representative Art Lund
FROM: JanDee May, Associate Analyst *JanDee*
RE: Department of Revenue Supplemental Request

Below I have noted the amendment which would be necessary to
add the general fund supplemental request for the department of revenue
at the amount requested:

Page 3, line ¹⁸20.

Following: line ¹⁷19.

Insert: "general operations \$117,500."

JM:ve:i

Department of Social and Rehabilitation Services

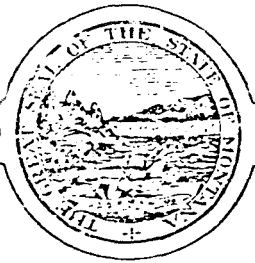
(1) Medicaid Accrual	\$3,954,606
(2) Grant-in Aid	425,000

Item 1 is appropriated only for medicaid accruals. There is to be no cash expenditures made against this appropriation during fiscal 1981 or fiscal 1982. A unique responsibility center and appropriation number shall be established in the statewide budgeting and accounting system to account for this appropriation. Notwithstanding any other provision of law, no other medicaid accural may be made in fiscal 1981.

Before expending any funds under item 2 the department shall determine that all expenditures from the county poor fund have been reasonable and necessary, according to criteria set by the department, for the county to meet its obligations under law to provide assistance to the needy.

"EXHIBIT 3"

DEPARTMENT OF
SOCIAL AND REHABILITATION SERVICES



TED SCHWINDEN, GOVERNOR

P.O. BOX 4210

STATE OF MONTANA

HELENA, MONTANA 59604

February 13, 1981

RECEIVED
FEB 17 1981
LEGISLATIVE
FISCAL ANALYST

Senator Matt Himsl, Chairman
Senate Finance and Claims Committee
and
Representative Art Lund, Chairman
House Appropriations Committee

Dear Sirs:

Montana Law, 53-2-323 MCA, provides that counties with maximum poor fund levies of 13.5 mills that are unable to meet lawful poor fund expenditures are entitled to a grant-in-aid from the state. We have received a \$225,000 grant-in-aid request from Butte-Silver Bow and a notice from Cascade County that a \$200,000 grant-in-aid may be necessary. Copies of the correspondence are attached.

No funds have been provided for grants-in-aid as these expenditures have traditionally been authorized by supplemental appropriations. Since a supplemental appropriation would be necessary for grants-in-aid, we request that consideration be given to amending HB 94 to include funds for grants-in-aid.

If any additional information is needed, please let me know.

Sincerely,

A handwritten signature in cursive script, appearing to read "John D. LaFaver".
John D. LaFaver
Director

Attachment

cc Dave Lewis
Judy Rippingale

Cascade County

State of Montana

TELEPHONE: (405) 761-6605



Department of Public Welfare

P. O. Box 1546

Great Falls, Montana 59403

February 2, 1981

RECEIVED

FEB 3 1981

Ben Johns, Deputy Director
Dept of Social & Rehabilitation Services
Helena, Montana

ADMINISTRATION

Dear Ben:

This letter will confirm our telephone conversation on Friday, January 30th when we discussed the possibility of Cascade County requiring a grant-in-aid during the current fiscal year.

You reminded me that new rules have been adopted since the last time Cascade County received State Aid, and that the budget and expenditures for the nursing homes are more restrictive than they were previously.

I informed you that our nursing home is budgetted under Key number 222 in the Poor Fund, and County Welfare operations are provided for in lines 223 through 228. When the Poor Fund budget was adopted at the start of the current fiscal year, the budget for the nursing home was set at \$3,616,043 and we also showed anticipated revenue from nursing home receipts in that amount. As of December 31, 1980, line 222 in our Poor Fund (the nursing home budget) had expended 49% of the initial budget. Lines 223 through 228 had an initial budget of \$1,258,532 and as of December 31, 1980 had expended approximately \$750,000 or 60% of the budget. If we continue spending at our current pace (10% per month) we will have exhausted our budget in the 10th month and with expenditures running at approximately \$100,000 per month, there is a potential grant-in-aid need of \$200,000.

We will continue monitoring expenditures and will advise your office periodically.

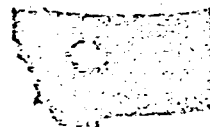
Very truly yours,

Handwritten signature of Harold B. McLaughlin in cursive script.
Harold B. McLaughlin, Director

CASCADE COUNTY DEPARTMENT OF PUBLIC WELFARE

HBM:fmz

cc: Board of County Commissioners
Don Pizzini, Adm. County Nursing Home





Office of Budget Administration
Butte-Silver Bow Courthouse
Butte, Montana 59701
406/723-8262

Februaury 5, 1981

Mr. Ben Johns
Associate Director
Department of Social and
Rehabilitation Services
P.O. Box 4210
Helena, MT 59604

RE: State Grant in Aide

Dear Mr. Johns:

Pursuant to MCA 53-2-323 Butte-Silver Bow is requesting a grant-in-aide in the amount of \$225,000.

Due to the economic condition in Butte-Silver Bow there has been an unusually high demand on General Assistance. Projecting the expenditure rate that occurred in recent months it would appear that we will have a short-fall of \$75,000 in the General Assistance category.

The other area of concern is in the County Medical line item. In past years Silver Bow General Hospital and the other welfare programs were all run out of the Poor Fund. During the present budget year Silver Bow General has been run out of its own account and does not co-mingle it's funds with the Poor Fund. Because of this change there is not adequate budget authority in County Medical to pay Silver Bow General for the care given indigent patients. In addition the cost to medical providers, other than Silver Bow General, has increased substantially. At the present time we have an obligation in County Medical in the amount of \$70,012 which includes charges from July 1980 thru December 1980. It is estimated that Butte-Silver Bow will need at least \$150,000 to meet the obligations for County Medical for the balance of the present fiscal year.

We also feel that you should be informed that the Welfare Program in Butte-Silver Bow will have greater problems during fiscal 1981-82. The strike against the Anaconda Copper Company during 1980 will mean a substantial loss in revenue for Butte-Silver Bow in the next budget year. Preliminary estimates indicate a loss of \$5,000 to \$6,000 in the value of a mill. If these predictions are true the revenue generated by 13.5 mills



Office of Budget Administration
Butte-Silver Bow Courthouse
Butte, Montana 59701
406/723-8262

will be decreased by approximately \$70,000. If costs continue as they have been this past year, we will be requesting a grant-in-aid of approximately \$300,000 in 1982.

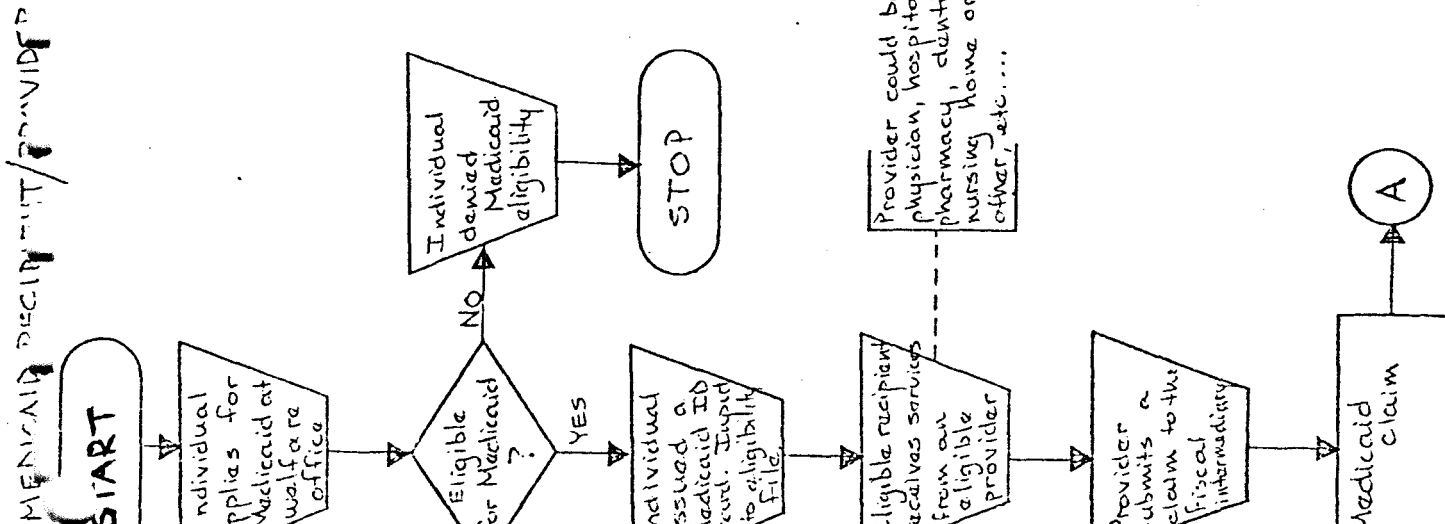
Prompt action is requested for the \$225,000 request for 1981. This will enable Butte-Silver Bow to bring our accounts payable current and allow those receiving General Assistance to continue to receive payment in a timely manner.

Sincerely,

A handwritten signature in cursive script, reading "Joseph G. Wolf", is positioned above the typed name.

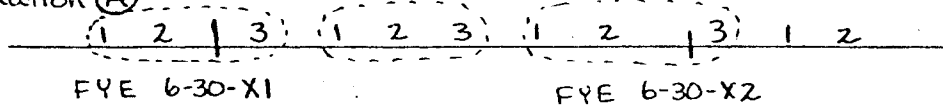
Joseph G. Wolf
Budget Director

JGW/pah

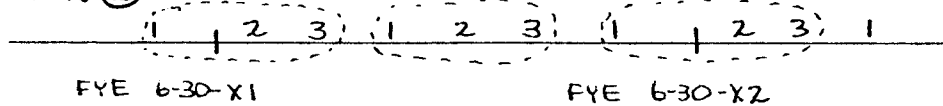


- ① SRS incurs an obligation to pay for the Medicaid services provided to an eligible recipient.
- ② The obligation for the services provided is recognized by SRS when the Medicaid claim is submitted by the provider and input to the Medicaid system.
- ③ Payment is made to the provider for services rendered, the actual expenditure is recorded on SBAS.

Situation (A)



Situation (B)



- (A) SRS incurs the obligation and records it in the correct fiscal year.
- (B) SRS incurs the obligation in one fiscal year and records it in the next fiscal year.

Explanation of Medicaid Process & Accrual

An individual may apply for Medicaid in any Welfare office. If determined eligible for Medicaid, the individual receives an identification card. The information relating to the individual is input by the Department of Social and Rehabilitation Services (SRS) to the Medicaid eligibility file.

① After the Medicaid client receives services from an eligible provider, SRS incurs an obligation to pay the provider for the services rendered. A provider may be a physician, hospital, nursing home, dentist, pharmacy or another type of provider. The provider submits a claim to the SRS fiscal intermediary. The fiscal intermediary does some initial processing and sends the claim (with the exception of a drug or nursing home claim) to the Montana Foundation for Medical Care. Drug and nursing home claims are reviewed and processed by the fiscal intermediary.

② The foundation codes and screens the medical or dental services billed. The claim should satisfy predetermined standards before it is approved for payment. Claims not meeting the standards are subject to further review by foundation personnel. Once the claim is approved for payment it is resubmitted to the fiscal intermediary for final processing.

③ For each claim that has been reviewed and processed the fiscal intermediary inputs the coding and approval into the Medicaid system. The system generates a warrant which is issued to the provider. Medicaid claims are retained by the intermediary for a period of time. Statistics on the number of warrants written, the providers, and the clients receiving services are maintained by the intermediary and submitted to SRS.

Generally accepted accounting principles (GAAP) and state accounting policy require that expenditures be recorded in the year for which they are a valid obligation. A valid obligation exists when services have been rendered or materials received. An expenditure accrual is to be established when services have been rendered and payment has not been made at fiscal year-end.

SRS properly accrues Medicaid expenditures billed before fiscal year-end, but not yet paid. However, SRS also has a valid obligation to pay for those Medicaid services that are provided to Medicaid recipients but for which a claim from the provider is not received before year-end. These expenditures are not accrued by SRS and represent a substantial unrecorded liability to the state General Fund.

We can estimate unaccrued expenditures by multiplying the average days delay in billing by the average dollars paid per day for each type of service. We can calculate average days delay in billing from a report provided to SRS by the fiscal intermediary. This information is available to SRS and could be used to estimate Medicaid services provided but not billed at fiscal year-end.

To correctly accrue expenditures chargeable to a given year, SRS must make a one-time "catch up" accounting entry. This entry does not change expenditures in total but changes the year in which the expenditures are charged. This correction in accounting at SRS is necessary for the fair presentation of the department's financial statements and proper presentation of the fund balance in the state's General Fund.

STANDING COMMITTEE REPORT

February 26,

1981

MR. SPEAKER:

FREE CONFERENCE COMMITTEE

We, your committee on

having had under consideration HOUSE Bill No. 94

A BILL FOR AN ACT ENTITLED: "AN ACT TO APPROPRIATE MONEY TO
VARIOUS STATE AGENCIES FOR THE FISCAL YEAR ENDING JUNE 30,
1981; PROVIDING FOR OTHER MATTERS RELATING TO THE
APPROPRIATIONS; AND PROVIDING AN EFFECTIVE DATE."

Respectfully report as follows: That HOUSE Bill No. 94

1. Page 3.

Following: line 17

Insert: "General Operations \$117,500." (Money to go under General Fund Column)

2. Page 3

Following: line 13

Insert: "DEPARTMENT OF SOCIAL AND REHABILITATION SERVICES

Medicaid Accrual \$3,954,606.

Grant-in Aid 425,000." (Monies to go under General Fund Column)

"Item 1 is appropriated only for medicaid accruals. There is to be no cash expenditures made against this appropriation during fiscal 1981 or fiscal 1982. A unique responsibility center and appropriation number shall be established in the statewide budgeting and accounting system to account for this appropriation. Notwithstanding any other provision of law, no other medicaid accrual may be made in Fiscal 1981.

Before expending any funds under item 2 the department shall determine that all expenditures from the county poor fund have been reasonable and necessary, according to criteria set by the department, for the county to meet its obligations under law to provide assistance to the needy."

DO PASS
AS
AMENDED

FREE CONFERENCE COMMITTEE

ON HOUSE BILL NO. 94, REPORT NO.1 , February 20, 1981

MR. PRESIDENT AND SPEAKER OF THE HOUSE:

We your Free Conference Committee on House Bill No. 94,
met February 20, 1981, and considered:

Senate Committee on Finance and Claims Amendments
dated February 4, 1981 and recommend as follows:

Having had under consideration Senate Committee on Finance and Claims
Amendments dated February 4, 1981.

That the House accede to amendment numbers 1 and 2.

And further that House Bill No. 94, reference bill, be amended as
follows:

1. Page 3.

Following: line 23

Insert: "General Operations \$117,500."

(Money to go under
GF Column)

2. Page 8.

Following: line 16.

Insert: "DEPARTMENT OF SOCIAL AND REHABILITATION SERVICES
Medicaid Accrual \$3,954,606. (Money to go under
Grant-in Aid 425,000." GF Column)

"Item 1 is appropriated only for medicaid accruals.
There is to be no cash expenditures made against this
appropriation during fiscal 1981 or fiscal 1982. A unique
responsibility center and appropriation number shall be
established in the statewide budgeting and accounting
system to account for this appropriation. Notwithstanding
any other provision of law, no other medicaid accrual may
be made in fiscal 1981.

Before expending any funds under item 2 the department
shall determine that all expenditures from the county poor
fund have been reasonable and necessary, according to
criteria set by the department, for the county to meet
its obligations under law to provide assistance to the
needy."

FREE CONFERENCE COMMITTEE REPORT NO. 1

And that the Free Conference Committee Report on House Bill No. 94 be adopted.

FOR THE SENATE:

FOR THE HOUSE:

Harold Dover

Chairman Art Lund

Thomas F. Keating

Robert L. Marks

Fred VanValkenberg

Francis Bardanouve

STANDING COMMITTEE REPORT

January 20, 19 81

MR. Speaker:

We, your committee on HOUSE APPROPRIATIONS

having had under consideration HOUSE Bill No. 94

A BILL FOR AN ACT ENTITLED: "AN ACT TO APPROPRIATE MONEY TO VARIOUS STATE AGENCIES FOR THE FISCAL YEAR ENDING JUNE 30, 1981; PROVIDING FOR OTHER MATTERS RELATING TO THE APPROPRIATIONS; AND PROVIDING AN EFFECTIVE DATE."

Respectfully report as follows: That HOUSE Bill No. 94

1. Amend the bill, pages 1 through 4.

Strike: all of the bill following the enacting clause

Insert: the attached Supplemental Request in its entirety.

DO PASS AS AMENDED

SUPPLEMENTAL REQUESTS

AN ACT TO APPROPRIATE MONEY TO VARIOUS STATE AGENCIES FOR THE FISCAL YEAR ENDING JUNE 30, 1981; PROVIDING FOR OTHER MATTERS RELATING TO THE APPROPRIATIONS: AND PROVIDING AN EFFECTIVE DATE.

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

Section 1. Time limit. The appropriations contained in this act are intended to provide only necessary and ordinary expenditures for the year for which the appropriations are made. The unspent balance of any appropriation shall revert to the fund from which it was appropriated.

Section 2. Governor's power to reduce appropriations. The governor may reduce any appropriation in this act by not more than 15%.

Section 3. Other appropriated funds. Unless otherwise indicated herein, the appropriations made under the column heading "Other Appropriated Funds" are from funds within the earmarked revenue fund, the federal and private revenue fund, the revolving fund and the current unrestricted subfund that accrue under provisions of law to the spending agency.

Section 4. Totals not appropriations. The totals shown in this act are for informational purposes only and are not appropriations.

Section 5. Appropriations. The following money is appropriated subject to the terms and conditions of this act for the fiscal year ending June 30, 1981:

SUPPLEMENTALS Fiscal Year 1981

	<u>General Fund</u>	<u>Other Appropriated Funds</u>
JUDICIARY		
District Court Operation	\$ 27,700	
Supreme Court Operation	40,955	
SECRETARY OF STATE		
Records Management	53,655	
STATE AUDITOR	655	
COMMISSIONER OF POLITICAL PRACTICES	8,140	
DEPARTMENT OF JUSTICE		
Antitrust Enforcement	32,833	
Law Enforcement Network System	1,400	
County Attorney Payroll	39,000	
County Prosecutor Services	19,075	
Transportation of Prisoners	19,000	
Criminal Investigation	5,658	

	General Fund	Other Appropriated Funds
Personal Services Deficit	10,809	70,531
Field Services		231,400

Any collections which occur between January 1, 1981, and June 30, 1981, within the programs of antitrust enforcement and county prosecutor services will be deposited directly to the general fund.

DEPARTMENT OF HIGHWAYS

Maintenance		\$ 2,712,849
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REVENUE

Property Assessment		
Phase I	\$ 110,000	
Phase II	275,000	

The appropriation for Phase II of the property assessment study may be continued into the 1983 biennium. Should a determination be made not to continue with Phase II, the \$275,000 will revert to the general fund.

DEPARTMENT OF ADMINISTRATION

State Tax Appeals Board	\$ 52,000	
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MILITARY AFFAIRS

Disaster & Emergency	18,770	\$ 6,714
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Should additional federal money become available to disaster and emergency services for the purchase of communication equipment, an equal amount of the general fund appropriation shall be reverted.

SUPERINTENDENT OF PUBLIC INSTRUCTION

School Transportation	\$ 505,000	
Vocational Technical Centers	235,645	

Millage received by the centers from the 1½ mill levy over \$703,274 will revert a like amount of general fund.

HISTORICAL SOCIETY

Publications Program	\$ 11,320	
Administration Program	26,168	

SCHOOL FOR THE DEAF AND BLIND

Education Program	42,133	
Payroll Accrual	100,000	

COMMISSIONER OF HIGHER EDUCATION

The commissioner of higher education is authorized to use \$3,510 appropriated in HB 483 for University of Minnesota rural dentistry for payment of WICHE dues in fiscal 1981.

MONTANA STATE UNIVERSITY	\$ 1,190,749	\$ 1,090,690
UNIVERSITY OF MONTANA	1,318,560	94,616
EASTERN MONTANA COLLEGE	478,928	145
NORTHERN MONTANA COLLEGE	355,763	48,460
WESTERN MONTANA COLLEGE	220,746	95,588
MONTANA COLLEGE OF MINERAL SCIENCE AND TECHNOLOGY	459,312	221,572

	General <u>Fund</u>	Other Appropriated <u>Funds</u>
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The fiscal 1981 expenditure from current unrestricted subfund at each of the units of the Montana university system shall not exceed:

Montana State University	\$29,095,181
University of Montana	24,478,209
Eastern Montana College	8,845,963
Northern Montana College	4,040,557
Western Montana College	2,440,650
Montana College of Mineral Science and Technology	4,550,434

To the extent revenue and income to the current unrestricted subfund at each unit exceeds the above amounts, those funds shall be deposited in the state general fund. In addition, to the extent fiscal 1981 utility expenditures from current unrestricted funds are less than the amounts listed below for each unit of the university system, funds shall revert to the state general fund.

Montana State University	\$ 1,503,128
University of Montana	1,111,553
Eastern Montana College	315,083
Northern Montana College	158,821
Western Montana College	161,592
Montana College of Mineral Science and Technology	247,004

The legislative auditor shall audit the units for compliance with these requirements by December 31, 1981.

COOPERATIVE EXTENSION SERVICE	\$ 118,708	\$ 47,000
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Notwithstanding of similar provisions of HB 483 applicable to fiscal 1981, any Smith-Lever and Title V rural development funds received in excess of \$1,867,389 in fiscal 1981 shall cause a like amount of general fund to revert. All Smith-Lever and Title V rural development funds available to cooperative extension service in fiscal 1981 are to be expended in fiscal 1981.

AGRICULTURAL EXPERIMENT STATION	\$ 60,000	\$ 127,633
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Notwithstanding of similar provisions in HB 483 applicable to fiscal 1981 any Hatch and regional research funds received that, when added together exceed \$1,381,370 in fiscal 1981 shall cause an equal amount of general fund to revert. All Hatch and regional research funds available to the agricultural experiment station are to be spent in fiscal 1981. All interest earned on earmarked revenue belongs to the state general fund. To the extent funds received in the earmarked account in fiscal 1981 from sources other than interest on investments and transfers from plant funds exceed \$800,000 a like amount of general fund shall revert.

	<u>General Fund</u>	<u>Other Appropriated Funds</u>
DEPARTMENT OF NATURAL RESOURCES		
Forest Fire Suppression	\$ 1,117,124	
Forestry-Resource 300	577,298	
Energy Division	158,892	
DEPARTMENT OF AGRICULTURE		
Centralized Services	45,000	
Transportation	20,000	
DEPARTMENT OF BUSINESS REGULATION		
Centralized Services	6,320	
Weights and Measures	27,500	
DEPARTMENT OF LIVESTOCK		
Milk and Egg Bureau	5,884	
DEPARTMENT OF PROFESSIONAL & OCCUPATIONAL LICENSING		
Board of Architects	\$	4,210
Board of Professional Engineers & Surveyors		6,400
Board of Horse Racing		25,079
Board of Nursing		20,945
Board of Psychologists		2,000
DEPARTMENT OF HEALTH AND ENVIRONMENTAL SCIENCES		
Laboratory Division	45,337	
Health Care Facilities and Manpower Division	33,000	
PCB Expenses	30,000	
DEPARTMENT OF LABOR AND INDUSTRY		
Labor Standards Division	6,657	
INSTITUTIONS		
Board of Pardons	19,219	
Boulder River School and Hospital	586,256	
Central Office - Corrections Division	220,579	
Center for the Aged	18,947	
Galen State Hospital	13,350	
Montana State Prison	1,277,627	
Swan River Youth Forest Camp	48,604	
Veterans' Home	366,119	
Warm Springs State Hospital	1,492,507	

Section 6. Effective Date. This act is effective on its passage and approval.