

THE MINUTES OF THE MEETING OF THE JOINT APPROPRIATION  
SUBCOMMITTEE ON NATURAL RESOURCES  
March 2, 1981

The meeting of the Joint Appropriations Subcommittee on Natural Resources was called to order by CHAIRMAN CHRIS STOBIE at 1:10 p.m. in Room 104 of the Capitol Building.

Roll call was taken with all members present but SENATOR BOYLAN who was excused.

PUBLIC SERVICE COMMISSION - Hearing.

BILL OPITZ, Executive Director of Public Service Commission, spoke on the Rent Lease Agreement (EXHIBIT A). Mr. Opitz requested the following changes to the committee:

	<u>FY'82</u>	<u>FY'83</u>
RENT:	+\$7,230	No Change
COMPUTER:	7,500	+\$5,000
	<u>\$14,730</u>	

New Figures:

Total Project Costs:	\$1,268,252	\$1,220,285
General Fund:	\$1,248,942	\$1,200.975

DEPARTMENT OF AGRICULTURE: W. GORDON McCOMBER, Director of the Department of Agriculture, stated if federal grants are removed from the department, they will be short on money in the following areas: (EXHIBIT B)

Centralized Services: A word processing machine has gone up \$4,500 from the original purchase price of \$8,650, and the department is unable to purchase it at this time.

Rural Development: - Rent- The state sets the amount of rent for these projects. They will be short \$1,000 per year on travel.

Wheat Research & Marketing: Money needed for this will be \$56,500 for the first year and \$50,000 for the second year.

Plant Industries: - Contracted Services - The department has been authorized to buy 7 vehicles. They will be short on funds to purchase these and to maintain them.

Data Processing: PHASE III of the request. (EXHIBIT B)

DEPARTMENT OF COMMERCE: GARY BUCHANAN, Director of Business Regulations, presented EXHIBITS C, D and E to the committee.

Tourism- MR. BUCHANAN felt the subcommittee should take a second look at the revenues tourism provides the state of Montana. He stated that tourism has one of the major impacts

in Montana's economy.

In comparison to other western states, Montana shows the lowest personnel staff and the least amount of expenditures on tourism. The following data was presented to the committee for comparison:

WYOMING: Has a staff of 12 FTEs for tourism - cost \$249,000.  
UTAH: Has a staff of 14 FTEs for tourism - cost \$322,000.  
SOUTH DAKOTA: Has a staff of 15 FTEs for tourism - cost \$300,000.  
MONTANA: Has a staff of 9.5 FTEs for tourism - cost \$174,000.

MR. BUCHANAN then asked the subcommittee to look at this comparison and please take second look at appropriating more money to this project.

REPRESENTATIVE COZZENS asked if the travel industry does in fact create more jobs and in what specific fields are they. It was answered, that the hotel/motel business increases, therefore, at peak times of the year, increased employees are needed. Restaurants, museums, filling stations all increase in business as well as the fact that auto dealers rent more cars. Game licenses are also purchased by tourists, and sporting goods sales increase considerably.

REPRESENTATIVE STOBIE asked how the state conducts these surveys on the incoming traffic and how can they determine whether the influx of out-of-staters are here on business or touring. Mr. FINNEY, from the Department of Business Regulations, who has previously conducted surveys, stated there are 11 entrances and exits in the state of Montana that are monitored. This is done on a quarterly basis. It has been concluded that 2/3 of nonresident traffic during the summer months can be considered tourist traffic. In the winter there are more people in the state for business reasons and are usually transported by plane.

REPRESENTATIVE MANUEL called upon DENNIS BYRD, of the Department of Revenue, tax division, to elaborate on how much money is generated into the tax fund from tourism. MR. BYRD stated that the Montana Tax Payers Association conducted a survey and they revealed that tourism generates a great deal of increased tax revenue to the state's economy. This is derived from tax money from cigarettes, gasoline, licenses and visits to the national parks.

REPRESENTATIVE MANUEL stated that since the increase in the price of gasoline has increased, the number of tourists to the state of Montana will continue to decline this year.

REPRESENTATIVE MANUEL asked MRS. BETTY BABCOCK, former First Lady of Montana, her opinion on this matter. Mrs. Babcock stated she felt it was very important to compete with other states to attract tourism. She felt it was quite advantageous that Montana advertise the attractions of the state as much as possible so that people will be informed as to what is available to them.

CONSUMER PROTECTION: The Division of Professional Licenses and the Bureau of Business Regulations, have been merged together having one director for both and one secretary, thus it is to be run as a Division.

ED CARNEY, Centralized Services, Legal Division, stressed the need of one other full time attorney (EXHIBIT F).

DEPARTMENT OF LIVESTOCK: CECIL GREENFIELD, Director, presented (EXHIBITS G & H) to the subcommittee. There has been an outbreak of skunk rabies in Kalispell. This follows a pattern. It will hit top level every 5 years. Due to the mild weather we have experienced this winter, the problem has arrived early in the season and will continue to rise, he said. The department has sent 2 people there to control the disease at this time. The major impact to this will be to the tourists and it must be controlled now. The Department has \$6,000 left to spend and will approximately spend \$17,000 from March to June. They had to send to Florida for the serum to treat this current outbreak.

The meeting adjourned at 2:20 p.m.

  
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CHRIS STOBIE, CHAIRMAN

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LEASE AGREEMENT

THIS LEASE AGREEMENT, made and entered into this 8<sup>th</sup> day of October, 1980, by and between SEDCO, a Montana Corporation, hereinafter referred to as "LESSOR", and THE PUBLIC SERVICE COMMISSION, a Department of the State of Montana, hereinafter referred to as "LESSEE".

## W I T N E S S E T H :

1. LESSOR has erected a building at 1225 - 1227 Eleventh Avenue, in Helena, Montana, and agrees to lease nine thousand (9,000) square feet of said premises, which constitutes the whole of said premises, to the LESSEE upon the terms and conditions hereinafter stated.

2. This Lease shall commence on the 1st day of January, 1981, and shall continue for a term of three (3) years thereafter.

3. LESSEE agrees to pay as monthly rental for said premises the sum of three thousand, seven hundred and fifty dollars (\$3,750.00) per month, payable in advance on the 1st day of each month and every month during said term. There shall be an annual adjustment of said rental, on the first day of January in each year of said term after the base year, to account for the dollar amount on any increase or decrease in property taxes assessed against said premises for the calendar year prior to the date of such adjustment. For such purposes the base year shall be 1980 and any adjustment hereunder shall be due and payable in cash by the LESSOR or the LESSEE as the case may be, on the first day of January of each year thereafter.

4. LESSOR agrees to keep the building insured against loss by fire, with extended coverage, and will keep such insurance in full force and effect during the entire term hereof. If at any time during the term hereof the building shall be damaged or destroyed by fire, LESSOR shall forthwith commence to repair or rebuild the said building to the same condition as it was immediately prior to the damage or destruction. From the date

of such damage or destruction and until the building shall have been completely restored as aforesaid, the fixed rent due hereunder shall abate, either entirely or proportionately, as the case may be. The LESSOR shall be entitled to all insurance proceeds payable on account of the hazards referred to above. If the building is entirely destroyed, or so completely destroyed as to render it impracticable to rebuild, this Lease shall terminate at the option of either party hereto, and all obligations of the parties shall cease as of the date of such destruction.

5. LESSEE agrees to pay all utility charges which may be levied, assessed or imposed upon or in connection with premises.

6. LESSEE agrees that it will not use or permit any person to use the premises or any part thereof for any use or purpose in violation of law or of municipal ordinances or regulations, and that during the term of this Lease it will keep the premises and every part thereof, including the surrounding area, in a clean and orderly condition, and generally that it will in all respects and at all times fully comply with all lawful health, fire and police regulations.

7. The LESSOR agrees, at its own expense to keep the exterior structure of the building in good condition, and to make all repairs and replacements when reasonably necessary. The LESSOR shall also be responsible for maintenance of the plumbing, heating and wiring systems on the premises, but shall not be responsible for damage caused by the direct act of the LESSEE. The LESSEE shall bear responsibility for repairs to the interior of the building, but shall make no structural changes without first having obtained the LESSOR'S prior written approval. The LESSOR shall be responsible for removal of snow and ice from the paved portion of the exterior premises.

8. The LESSOR shall have the right to enter the premises at all reasonable times for the purposes of inspecting them.

9. If the LESSEE shall become in default of any of the terms and provisions of this Lease, and such default shall continue for thirty (30) days after written notice thereof to the LESSEE, or if bankruptcy or receivership proceedings are instituted by or against the LESSEE, or if LESSEE shall make an assignment for the benefit of its creditors, or shall vacate or abandon the demised premises, then in any such event it shall be lawful for the LESSOR, at its election, to declare the term ended and the demised premises the sole property of the LESSOR, to re-enter the same and to repossess and enjoy them as in their first and former estate, without such re-entry and repossession working a forfeiture of the rents to be paid and the covenants to be performed by the LESSEE during the full term of this Lease. The foregoing provisions shall not operate to exclude or suspend any other remedy of the LESSOR for breach of any of the provisions hereof or for the recovery of rents to be paid hereunder, and in the event of the termination of this Lease as aforesaid, LESSEE covenants and agrees to indemnify and save harmless the LESSOR from any loss arising from such termination and re-entry in pursuance thereof, including its expenses and attorney's fees incurred thereby.

10. No remedy herein conferred upon or reserved to the LESSOR shall be considered exclusive, but the same shall be cumulative and shall be in addition to every other remedy given hereunder or now or hereafter existing by law. No waiver of any breach of any of the covenants of this Lease shall be construed as a waiver of any other breach or as a waiver of any further or succeeding breach of the same covenant.

11. Whenever the within Lease shall be terminated, by lapse of time, forfeiture or otherwise, LESSEE covenants and agrees that it will at once surrender and deliver up the premises, including all building and improvements thereon, peaceably to the LESSOR. Unless the termination occurs by reason of involuntary

conversion or damage to the premises by fire or other cause beyond LESSEE'S control, the same shall be delivered to the LESSOR in as good condition as when LESSEE took possession, ordinary wear and tear excepted.

12. If during the term of this Lease the premises, or any portion thereof, are taken for a public purpose, by condemnation or otherwise, this Lease shall terminate at the option of either party, and the obligation of the parties shall cease as of the date of such taking. The LESSOR shall be entitled to the proceeds of any award or payment made by reason of such taking, except that there is reserved to the LESSEE the right to pursue the condemnor for damages for loss of business and for moving expenses.

13. All notices provided for hereunder shall be in writing and shall be deemed to have been duly and sufficiently given if sent by first class mail and addressed to the LESSOR or the LESSEE, as the case may be, as follows:

LESSOR: SEDCO  
C/O Lloyd J. Skedd  
1812 9th Avenue  
Helena, Montana 59601

LESSEE: PUBLIC SERVICE COMMISSION  
1227 Eleventh Avenue  
Helena, Montana 59601

Such address may be changed from time to time by either party by service of notice as above provided.

14. LESSOR covenants and agrees that the premises herein leased are zoned for the purpose intended, and the LESSOR has good and sufficient title thereto, and will indemnify LESSEE against any damage and expense, including attorney's fees, which LESSEE may suffer by reason of any lien, encumbrance, restriction or defect in the title to or the description of the premises.

15. The LESSEE agrees that it will neither assign this lease nor sublet the premises, or any portion thereof, without the prior express written consent of the LESSOR.

16. The LESSOR shall provide janitorial services to the LESSEE at a cost of seventy-five cents (\$.75) per square foot per annum for the premises, containing nine thousand (9,000) square feet, which is the subject matter of this lease. Such janitorial services shall include the removal of snow and ice from the paved portion of the exterior applicable to said leased premises. There shall be an annual adjustment of said costs for janitorial services, the first day of January of each year of said term after the base year, to account for the dollar amount of any increase or decrease in the cost to LESSOR for said janitorial services for said premises for the calendar year prior to the date of such adjustment. For such purpose the base year shall be the first year of the lease term and any adjustment hereunder shall be due and payable in cash by the LESSOR or the LESSEE, as the case may be, on the first day of January of each year thereafter. The LESSEE'S liability for payment for such services shall cease at the termination of this Lease.

18. LESSOR agrees to bear one-half (1/2) of the expense of replacement of carpeting when necessary.

19. This lease is subject to legislative appropriation of monies for LESSEE'S use and should none be appropriated, then upon one hundred eighty (180) days written notice to LESSOR, this lease may be terminated.

20. Subject to the foregoing provisions, this Lease Agreement shall be binding upon and shall inure to the benefit of the parties hereto and their successors and assigns.

IN WITNESS WHEREOF, the parties hereto have caused this instrument to be executed in duplicate originals the day and year first above written.

LESSOR:

SEDCO, a Montana Corporation

BY: Kathryn L. Bulwicz  
President

ATTEST:

[Signature]  
SECRETARY



LESSEE:

PUBLIC SERVICE COMMISSION of  
the State of Montana

*Gordon Bollinger*  
GORDON BOLLINGER

*Thomas J. Schneider*  
THOMAS J. SCHNEIDER

*Clyde Jarvis*  
CLYDE JARVIS

*James R. Shea*  
JAMES R. SHEA

*George Turman*  
GEORGE TURMAN

ATTEST:

*Maureen L. Cooney*  
SECRETARY of the Commission

STATE OF MONTANA )  
County of Lewis and Clark ) : ss.

On this 8<sup>th</sup> day of October, 1980, before me, a Notary Public for the State of Montana, personally appeared Kathryn L. Budewitz, known to me to be the President of SEDCO, the corporation that executed the within instrument, and acknowledged to me that such corporation executed the same.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal the day and year first above written.

*Paul A. Ellis*  
NOTARY PUBLIC for the State of Montana. Residing at Helena, Montana. My commission expires January 29, 1985.

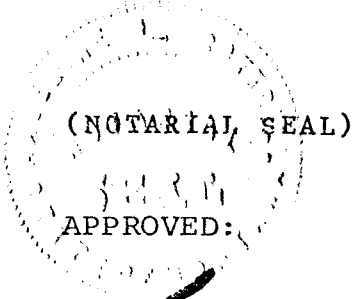
(NOTARIAL SEAL)

STATE OF MONTANA )  
County of Lewis and Clark ) : ss.

On this 8<sup>th</sup> day of October, 1980, before me, the undersigned Notary Public for the State of Montana, personally

JAMES R. SHEA and GEORGE TURMAN, known to me, and constituting all of the members of the PUBLIC SERVICE COMMISSION of the State of Montana, and acknowledged to me that they executed the same.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal the day and year first above written.



Madeline L. Coe  
NOTARY PUBLIC for the State of  
Montana. Residing at Helena,  
Montana. My commission expires  
January 16, 1981.

Deputy Lawrence E. O'Leary  
Director  
Department of Administration




EXHIBIT B  
STATE OF MONTANA

DEPARTMENT OF ADMINISTRATION

*Memorandum*

TED SCHWINDEN  
GOVERNOR

**TO:** W. Gordon McOmber, Director  
Department of Agriculture

**FROM:** Rod Sager, Administrator   
Information Systems Division

**DATE:** February 27, 1981

**SUBJECT:** DEPARTMENT OF AGRICULTURE NEEDS ASSESSMENT PROJECT COST ESTIMATE

Based on your request for a cost projection for legislative purposes we are providing the estimate to complete the Department of Agriculture Project (including Phase III) as indicated below:

- . Information Systems Division (ISD) Development \$125,000
- . Computer Services Division (CSD) Development 18,750
- . ISD Maintenance for first year 12,500

These estimates include the following proposed project functions as addressed in the forthcoming Phase II - Project Definition Report:

- . Enhance the Pesticide Licensing System.
- . Provide a system for the utilization of laboratory analytical data.
- . Provide a system for the licensing and registration of cultural functions in the Plant Industry Division.
- . Provide a system for apiary registration and dissemination of graphic apiary location data.

As discussed before, we prefer not to provide estimates at this point in the project. We would be able to provide more accurate estimates at the completion of Phase III based on documented detailed requirements.

However, we hope this data is beneficial. It should be emphasized that:

- . If the various proposed project functions are done separately, the total project estimate would be higher than if developed as a complete package, which the above figures are based on.
- . Operational costs are not included in the estimates as they are undeterminable at this time.
- . Maintenance costs are for the first operational year only; these costs should then go down in succeeding years.

G. Gordon McOmber, Director  
February 27, 1981  
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- . Estimates are based on anticipated FY 82 rates.  
Adjustments may be necessary depending on actual  
project start-up and completion dates.

If you have any additional questions, please do not  
hesitate to call.

RS:11

## EXHIBIT C

### \* Tourism Is Important To The Montana Economy.

- Tourism provides diversity for the Montana economy.
- Tourism provides Primary income for Montana.
- Tourism provides jobs for Montanas.
- Tourism generates tax revenue for Montana.
- Tourism provides the margin of passengers which makes airline service to Montana profitable.

\* Non-resident travel and resident tourism account for over 13,000 direct jobs in Montana. Resident travel adds another 7,100 jobs, bringing the total to over 20,000 jobs. The total impact of travel and tourism, including indirect jobs is approximately 40,000 jobs or 11.4 percent of Montana's total employment. This makes the industry the second largest private employer in Montana.

\* The travel industry grew by 4,200 jobs between 1970 and 1979. Over that same period agriculture declined by 3,900 and metal mining fell by 2,000 jobs. Last year, wood products experienced a temporary decline of over 2,000 jobs, and primary metals and rails dropped permanently by 2,300. Travel is one of the few industries which has grown in Montana.

\* The travel industry, while important at the state level, is absolutely crucial in numerous Montana counties. There are nine counties in Montana where travel represents over 20 percent of the local employment base. In Gallatin and Glacier Counties, one out of every three jobs results from travel and tourism. In Flathead, Silver Bow, Park, Madison and Dawson, one out of ever four jobs stem from travel.

\* In 1979, which was a bad year for travel, non-resident traveler and vacationing Montanans generated \$112 million in income. That represents 9.3 percent of basic income throughout the state. These Montanans also pay taxes; 9.3 percent of personal income taxes paid in the last fiscal year would be nearly \$13 million. That does not include a major contribution to the gas tax or contributions to corporate tax, beer and wine, tobacco, etc. Like all other basic sectors, travel pays its way.

MONTANA BASIC EMPLOYMENT AND INCOME

	<u>Employment</u>			<u>Income</u>
	<u>1970</u>	<u>1979</u>	<u>Change</u>	<u>Millions \$</u>
1. Agriculture	36,100	32,200	-3,900	\$ 228.5
2. Non-resident Travel And Resident Tourism	9,000	13,200	+4,200	112.0
3. Wood Product	8,200	10,900	+2,700	196.4
4. Railroads	6,600	7,400	+ 800	168.6
5. Food Products	4,300	4,100	- 200	62.7
6. Oil and Gas	1,800	3,300	+1,500	88.1
7. Primary Metals	4,700	3,300	-1,400	81.4
8. Metal Mining	4,000	2,000	-2,000	50.1
9. Coal Mining	N/A	1,200	+1,200	44.2
10. Other Manufacturing and Mining...each component less than 1,200 jobs	7,500	9,700	+2,200	166.1
<b>TOTAL</b>	<u>82,200</u>	<u>87,300</u>	<u>+5,100</u>	<u>\$1,198.1</u>

Sources: Montana Department of Labor and Industry  
Montana Business Quarterly  
United States Department of Commerce

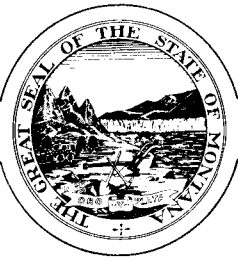
TRAVEL IMPACT  
1979

	<u>Number of Jobs</u>	<u>Percent of Basic Jobs</u>
1. Yellowstone	3,026	16.7%
2. Gallatin	2,582	35.2
3. Flathead	2,070	24.5
4. Cascade	1,704	11.9
5. Missoula	1,620	14.3
6. Lewis and Clark	1,360	15.0
7. Silver Bow	1,309	24.0
8. Glacier	1,066	35.3
9. Park	638	25.4
10. Dawson	542	20.7
11. Hill	344	11.4
12. Richland	323	12.6
13. Custer	312	15.9
14. Beaverhead	303	22.5
15. Fergus	303	13.1
16. Roosevelt	264	13.2
17. Lincoln	261	8.4
18. Madison	243	20.3
19. Phillips	225	19.6
20. Valley	195	11.0

Source: The West Model  
Western Analysis, Inc.; Helena, MT

JIW:dj:1C

## DEPARTMENT OF HIGHWAYS



TED SCHWINDEN, GOVERNOR

2701 PROSPECT

STATE OF MONTANA

HELENA, MONTANA 59620

## Why Motion Picture Promotion?

Like tourism, the motion picture industry has become a very competitive business. Movies don't just come to Montana. Rather, Montana, like 47 other states,\* begs, cajoles, cultivates and services the industry on its behalf.

The decision makers in the movie industry live in one of two places -- Hollywood or New York. As a result, they know very little about Montana and what they do know is largely misconceived. Before making a decision to locate in Montana, they have received accurate, up-to-date information about the state, its attractions and facilities, as well as current photographs of whatever it is they are looking for -- a prison, a ranch setting, an authentic western town or any of a number of other specific needs. They are accustomed to service. With all but three other states providing free information, photography, transportation and personnel, they would have no incentive to select Montana over other states with similar qualifications.

Montana does not have a well established community of production companies or other motion picture industry people who can serve as advisors to the industry. The state has filled this void with what amounts to one and a half people -- one FTE who doubles as the assistant bureau chief of the Travel Promotion Bureau and a part-time Hollywood liaison who works under contract with the state.

Perhaps one of the most telling insights this office has received with regard to the industry's attitude toward Montana came last summer during the filming of a prison movie entitled "Fast Walking" in Deer Lodge. Asked whether it was Montana's scenery that brought motion pictures to Montana, veteran Production Manager Dick McWhorter, said, emphatically, "No."

"I can find majestic mountains right outside Los Angeles," he said, "but I had to come to Montana to find a vacant prison."

McWhorter said Montana has two major factors working against it as a motion picture location: its distance from Hollywood and its short shooting season. Most major motion pictures shot in Montana must be filmed during the summer and they require a heavy investment in transportation for the movie company.

Even with these factors working against Montana, aggressive promotional efforts have lured a number of motion pictures and commercials to the state. Last year, the industry returned roughly \$20 million on a state investment of \$38,000. (See attached list.)

\* Alaska, Arkansas and North Carolina do not have motion picture promotion offices.

NJT/cp/10CC



COLORADO MOTION PICTURE AND TELEVISION ADVISORY COMMISSION

FISCAL BUDGET 1980-1981

DEPT. OF...

PERSONAL SERVICES

\$ 88,301.00

OPERATING EXPENSES

Rental/Equipment & Space	\$ 1,000.00
Insurance	600.00
Telephones	3,500.00
Postage	600.00
Freight & Storage	2,400.00
Dues & Memberships	200.00
Contract Printing	4,000.00
Advertising	21,800.00
Office Supplies	600.00
Ed/Rec Supplies	300.00
Other Supplies/Services	3,000.00
Books/Periodicals	200.00
Equipment/Maintenance & Repair	100.00
Motor Vehicle Maint & Repair	2,400.00
Official Functions	<u>1,000.00</u>

TOTAL

41,700.00

TRAVEL

In-State  
Out-of-State

TOTAL

11,400.00

TOTAL MOTION PICTURE AND TELEVISION ALLOCATION

\$141,401.00

MOTION PICTURE REVENUE (cont'd)

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July - August	FAST WALKING Lorimar Prod. Deer Lodge - Old Prison Rocker	1,750,000
August	GOOD MORNING AMERICA - TV Billings Area	5,000
September	BIG JOHN JEANS - JAPANESE COMMERCIAL Pyramid Production Bozeman - Livingston	10,000
	AMERICAN TRAIL - TV DOCUMENTARY Syndicated TV in 25 states Smiloft Television, Lincoln, NE Missoula - Glacier National Park - Big Fork	6,000
October	KHQ TV - DOCUMENTARY PM MAGAZINE Spokane, WA Moiese Bison Range - Virginia City	5,000
	CONTINENTAL DIVIDE - FEATURE Universal Studio West Glacier - Apgar - Eagle Migration 3 week shoot	10,000
November	BIG JOHN JEANS - JAPANESE COMMERCIAL - 2nd Shoot Pyramid Production Bozeman - Livingston	<u>10,000</u>

\$ 1,806,000

\$30,534,500

## MOTION PICTURE REVENUE

<u>Year</u>	<u>Film</u>	<u>Estimated Revenue Left in Montana</u>	<u>Total</u>
1974			
Aug. - Oct.	KILLER INSIDE ME Butte - Universal	\$ 450,000	
April - June	RANCHO DELUXE Livingston	500,000	
Aug. - Oct.	WINTERHAWK Kalispell - Charles B. Pierce	<u>432,000</u>	\$ 1,382,000
1975			
June - July	MISSOURI BREAKS Billings, Virginia City & Red Lodge Universal	5,000,000	
Aug. - Oct.	WINDS OF AUTUMN Kalispell - Charles B. Pierce	425,000	
August	(TV) Millers Beer - Commercial Great Falls	10,000	
August	1/10 POTATO FRITZ Helena - West German Film Co.	<u>15,000</u>	\$ 5,450,000
1976			
Feb. - July	BEARTOOTH Red Lodge - ESI Production - Waco, Tx.	225,000	
August	1/10 DAMNATION ALLEY Flathead Lake - 20th Century Fox	90,000	
August	(TV) ALPO - COMMERCIAL Forsyth - Dog Food	10,000	
August	PONY EXPRESS RIDER Virginia City - Doty Dayton Prod. Salt Lake	<u>15,000</u>	\$ 340,000
1977			
April	TELEFON Great Falls - MGM	220,000	
June	GREY EAGLE Helena - Charles B. Pierce	475,000	

MOTION PICTURE REVENUE (cont'd)

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June	DR. HOOKER'S BUNCH Red Lodge - ESI Production	450,000	
August	(TV) DAY OF HELL Aubrey-Lyons Prod. Warm Springs	500,000	
October	(TV) XMAS MIRACLE IN CAUFIELD, U.S.A. 20th Century Fox - Roundup	400,000	
October	SCHOOL BUS SAFETY FILM DOCUMENTARY Missoula	<u>1,500</u>	\$ 2,046,500
1978			
Feburary	WINTER RECREATION U.S.T.S. Film - Whitefish	2,000	
February	WEST YELLOWSTONE SNOWMOBILE RACES Warner Miller Prod. West Yellowstone	2,000	
August	THE SHINING Stanley Kubrick -- Hawk Films, Ltd. Herts, England Warner Bros. Glacier National Park - Scenic Background	50,000	
October	WHITEHORSE SCOTCH - COMMERCIAL Film Fair, Los Angeles Red Lodge Area	20,000	
October	(TV) RODEO RED AND THE RUNAWAY GIRL Highgate Pictires Learning Corporation of America Billings - Broadview	200,000	
December	DATSUN - COMMERCIAL Billings Area	<u>20,000</u>	\$ 294,000
1979			
January	ARTIC CAT - COMMERCIAL Lyle McIntire Wilson - Kriazh Los Angeles - West Yellowstone	3,000	
February	TOTAL ECLIPSE ABC News Special - Helena	10,000	
February	TOTAL ECLIPSE Astronomical Society of America Paul Ryan - Lewistown & Helena	10,000	

MOTION PICTURE REVENUE (cont'd)

Page 3

Feb. - Oct.	HEAVENS GATE United Artists Kalispell, E. Glacier, Butte & Pole Bridge	17,000,000	
March	SECURITY BANK - COMMERCIAL Fry - Sills Associated Film Makers - Miami, Florida Billings Area	8,000	
March - May	HEARTLAND Film Haus/Wilderness Women Prod. Harlowtown - White Sulphur, Two Dot	500,000	
May - June	(TV) WALKS FOR WOMEN - NBC EMI Production Billings, Hardin, Red Lodge	1,400,000	
	MILLER BEER - COMMERCIAL Backer and Spielvogel, Inc. Great Falls, Dillon	20,000	
June	(TV) SOUTH BY NORTHWEST Production - Black Pioneer Virginia City - Nevada City	80,000	
August	RICHARD LEVINE - COMMERCIAL American Airlines Productions Great Falls	10,000	
Sept.	WINSTON - COMMERCIAL Frank Moscoti - New York Kalispell, Thompson Falls & Pole Bridge	50,000	
October	TIRE PRODUCT - (BANGDAD) COMMERCIAL Great Falls - Missoula - Cedar Rapids, Iowa Vieda Limited	5,000	
	MILLER BEER - COMMERCIAL Backen & Spielvogel, Inc. Red Lodge	70,000	
November	WRIGLEY'S GUM - COMMERCIAL Hang Glider Kalispell - Corum	<u>50,000</u>	\$19,216,000
1980			
June	GENERAL ELECTRIC CO. - COMMERCIAL Big Sky	10,000	

University of Montana  
Missoula, Montana 59812

February 27, 1981

**RECEIVED**

MAR 02 1981

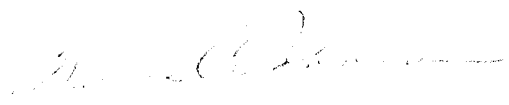
TRAVEL PROMOTION UNIT  
DEPT. OF HIGHWAYS

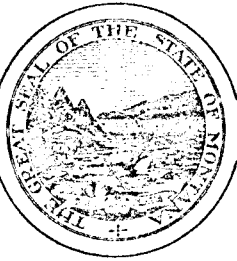
TO: Members of the House Appropriations Committee

The Winter 1980 issue of the Montana Business Quarterly, published by the University of Montana Bureau of Business and Economic Research, contained an article by Bruce Finnie on travel and tourism in Montana. We accepted this article for publication because we believed Mr. Finnie's estimates represented the best information currently available with respect to the impact of travel and tourism in the Montana economy.

I also have been asked my opinion of general revenue funding versus earmarking highway funds for the Travel Promotion Unit. I am not an expert in the area of public finance. However, I am aware, as I am sure you are, that most economists and public finance experts generally oppose earmarked funds on the grounds that such actions may limit the control which legislative bodies can exert over budgets and appropriations. This has always made sense to me, and I tend to oppose most earmarking of funds for the same reason.

Sincerely,

  
Maxine C. Johnson  
Director



TED SCHWINDEN, GOVERNOR

LALONDE BUILDING  
42½ NORTH LAST CHANCE GULCH

## STATE OF MONTANA

(406) 449-3737

HELENA, MONTANA 59601

February 28, 1981

To: Representative Chris Stobie, Chairman  
Joint Appropriations Sub-Committee

From: Ed Carney *Ed Carney*

Re: Central Services Legal and All Board Budget Requests

This information will supplement the information provided on February 20, 1981. Involved here is the switch of attorneys from Central Services budget to the individual board budgets. Under the present system it appears as a double expenditure, once to central services and then again when charged out to the individual board.

It is proposed that money be taken from the contracted services (legal) and moved to personal services of each individual board to finance the 1½ FTE presently in Central Services budget request. Closer examination reveals that about half the boards will have inadequate money to do this or will have no funds to hire investigators, hearing examiners and hearing reporters if a hearing is required. Your consideration is requested to see that the legal needs of each board can be met if the and when the problems arise during the coming biennium. Some boards have projected legal needs by agency exceptions and under normal complaint situations, their funding will be adequate, other boards need additional funding.

You will find attached a listing by boards of the amount in dollars to be moved from contracted services to personal services and to reduce central services by a similar amount. This procedure will effectively remove the double expense now taking place. The boards with a check mark in the problem column are not now carrying adequate money for projected legal expenses, including the costs of hearings and investigations. All hearing examiners are presently contracted for from the Dept. of Justice, Legal Services Bureau at \$30. per hour. Investigators cost from \$7.00 per hour for compliance officers to \$50. per hour for health professionals. The cost of hearing reporters is a \$35. appearance fee (less than 1 hour) and \$2.50 per page for the transcript. Witness fees vary but at the minimum we pay mileage and per diem.

The number of complaints, investigation costs, hearings and related costs vary from year to year and are not easily estimated. Prior expenditure is only one factor in what may be anticipated in the future budget needs. Your consideration is requested so that individual boards may pursue responsibilities as imposed by law.

If you have any questions, kindly let me know.

cc/ Bob Robinson, Carolyn Doering, Mary Lou Crawford, Gary Buchanan

EXHIBIT G

TERMINATION PAY FOR PREDATOR, RABIES & RODENT EMPLOYEES

Ken Seyler

Vacation Time	248.7 hrs. @ 10.902	\$2,711.33
Sick Leave	204.9 hrs. @ 10.902	<u>2,233.82</u>
		\$4,945.15

Ray Record (3/13/81)

Vacation Time	230.16 hrs. @ 8.910	\$2,050.72
Sick Leave	84.9 hrs. @ 8.910	<u>754.45</u>
		\$2,805.17

Craig Swick (3/13/81)

Vacation Time	275.34 hrs. @ 8.910	\$2,453.27
Sick Leave	129.20 hrs. @ 8.910	<u>1,151.17</u>
		\$3,604.44

TOTAL TERMINATION PAY..... \$11,354.76



UP 00-

LEGAL

2-28-81

	FY 82 2159 Private Legal In Request	FY 82 2108 Dept. Legal In Request	TOTAL 2157 & 2108 In Budget Request Now	FY 82 1 1/2 FTE LEGAL To Personal Services	NO PROBLEM	PASSED
CENTRAL SERVICES	-	-	-	969.00	In Personal Service Now for Central S	
ARCHITECTS		583.-	583.-	747.-		✓
ATHLETICS		137.-	137.-	-		✓
BARBERS	124.-	150.-	274.-	526.-		✓
CHIROPRACTORS		469.-	469.-	927.-		✓
COSMETOLOGY	1119.-	377.-	1496.-	1010.-		✓
DENTISTS		3420.-	3420.-	3295.-		✓
ELECTRICAL	825.-	1819.-	2644.-	1801.-		✓
HEARING AID DISP.		64.-	64.-	527.-		✓
HORSE RACING	3399.-	4110.-	7509.-	4708.-		✓
LANDSCAPE ARCHITECTS		385.-	385.-	526.-		✓
MASSAGE THERAPISTS		22.-	22.-	-		✓
MEDICAL EXAMINERS	9929.-	1686.-	11615.-	3793.-		✓
MORTICIANS		1098.-	1098.-	1232.-		✓
NURSING		644.-	644.-	1232.-		✓
NURSING HOME ADMIN.		519.-	519.-	747.-		✓
OPTOMETRISTS		619.-	619.-	747.-		✓
OSTEOPATHS		47.-	47.-	-		✓
PHARMACISTS		1137.-	1137.-	1801.-		✓
PHYSICAL THERAPISTS		306.-	306.-	263.-		✓
PLUMBERS	304.-	1520.-	1824.-	1801.-		✓
PODIATRISTS		15.-	15.-	221.-		✓
PRIVATE INVESTIG.		50.-	50.-	263.-		✓
PROF. ENGINEERS	3155.-	969.-	4124.-	1496.-		✓
PSYCHOLOGISTS	500.-	750.-	1250.-	1275.-		✓
PUBLIC ACCOUNTANTS	287.-	422.-	709.-	1190.-		✓
RADIOLOGIC TECHS.		148.-	148.-	263.-		✓
REAL ESATE	1724.-	1301.-	3025.-	2380.-		✓
SANITARIANS			400.-	263.-		✓
SPEECH PATHOLOGISTS		183.-	183.-	263.-		✓
VETERINARIANS	125.-	2812.-	2937.-	2064.-		✓
WATER WELL	733.-	1487.-	2220.-	1053.-		✓
	22224.-	27349.-	49573.-	36414.-		

FY 83 would be approximately the same amount.

LEGAL FY 82	LEAL SALARIES 1 1/2 FTE	EMPLO, & BENEFITS 1 1/2 FTE .19	TOTAL
CENTRAL SERVICES <sup>.04</sup>	871.5	155.5	In Personal Services <sup>719.5</sup> now for Central Serv.
ARCHITECTS .03	628.5	119.5	747.5
ATHLETICS ✓	-	-	-
BARBERS .02	442.5	84.5	526.5
CHIROPRACTORS .04	777.5	148.5	926.5
COSMETOLOGY .04	849.5	161.5	1011.5
DENTISTS .13	2769.5	526.5	3296.5
ELECTRICAL .07	1513.5	288.5	1801.5
✓ HEARING AID DISP. .02	443.5	84.5	527.5
HORSE RACING .19	3956.5	752.5	4708.5
LANDSCAPE ARCHITECTS <sup>.02</sup>	442.5	84.5	526.5
MASSAGE THERAPISTS	-	-	-
MEDICAL EXAMINERS <sup>.16</sup>	3187.5	606.5	3793.5
MORTICIANS .05	1035.5	197.5	1232.5
NURSING .05	1035.5	197.5	1232.5
NURSING HOME ADMIN. <sup>.03</sup>	628.5	119.5	747.5
OPTOMETRISTS .03	628.5	119.5	747.5
OSTEOPATHS	-	-	-
PHARMACISTS .07	1513.5	288.5	1801.5
PHYSICAL THERAPISTS <sup>.01</sup>	221.5	42.5	263.5
PLUMBERS .07	1513.5	288.5	1801.5
PODIATRISTS .01	186.5	35.5	221.5
PRIVATE INVESTIG. <sup>.01</sup>	221.5	42.5	263.5
PROF. ENGINEERS .06	1257.5	239.5	1496.5
PSYCHOLOGISTS .05	1071.5	204.5	1275.5
PUBLIC ACCOUNTANTS <sup>.25</sup>	1000.5	190.5	1190.5
RADIOLOGIC TECHS. <sup>.01</sup>	221.5	42.5	263.5
REAL ESTATE .10	2000.5	380.5	2380.5
SANITARIANS .01	221.5	42.5	263.5
SPEECH PATHOLOGISTS <sup>.01</sup>	221.5	42.5	263.5
VETERINARIANS .08	1734.5	330.5	2064.5
WATER WELL .04	885.5	168.5	1053.5
** 1.50	30598.5	** 5816.5	36414.5
Add to FTE for FY 82 & 83	Add to 1100 Salaries for FY 82 & 83	Add to 1400 Employee Ben. for FY 82 & 83	Deduct from 2100 Contracte Services for FY 82 & 83

\*\* This figure is deducted from Central Services.

PROJECTED DISTRIBUTION  
OF LEGAL TIME BY BOARD

REVISED 2-28-81

	Part Time Legal .50 FTE Now in Board Budget Request In FY 81 by Budget Amend- ment	Part Time Legal .50 FTE in Modific- ation	Full Time Legal 1.0 FTE Now in Central Services	Full Time Legal By Board
CENTRAL SERVICES	.02	.02	.02	.06
ARCHITECTS	.02	.01	.02	.05
ATHLETICS	.01	-	-	.01
BARBERS	.02	-	.02	.04
CHIROPRACTORS	-	.03	.01	.04
COSMETOLOGY	.02	.01	.03	.06
DENTISTS	-	.03	.10	.13
ELECTRICAL	.03	.01	.06	.10
HEARING AID DISP.	-	-	.02	.02
HORSE RACING	.02	.07	.12	.21
LANDSCAPE ARCHITECTS	-	-	.02	.02
MASSAGE THERAPISTS	-	-	-	-
MEDICAL EXAMINERS	.03	.10	.06	.19
MORTICIANS	-	.02	.03	.05
NURSING	.02	.02	.03	.07
NURSING HOME ADMIN.	.02	.01	.02	.05
OPTOMETRISTS	.02	.01	.02	.05
OSTEOPATHS	-	-	-	-
PHARMACISTS	.02	.01	.06	.09
PHYSICAL THERAPISTS	-	-	.01	.01
PLUMBERS	.02	.01	.06	.09
PODIATRISTS	-	.01	-	.01
PRIVATE INVESTIG.	-	-	.01	.01
PROF. ENGINEERS	.04	.02	.04	.10
PSYCHOLOGISTS	.02	.01	.04	.07
PUBLIC ACCOUNTANTS	.02	.03	.02	.07
RADIOLOGIC TECHS.	-	-	.01	.01
REAL ESATE	.10	.06	.04	.20
SANITARIANS	-	-	.01	.01
SPEECH PATHOLOGISTS	-	-	.01	.01
VETERINARIANS	.02	.01	.07	.10
WATER WELL	.03	-	.04	.07
	.50	.50	1.00	2.00

## EXHIBIT H

MONTANA DEPARTMENT OF LIVESTOCK  
FIVE YEAR SPENDING PATTERN FOR RABIES CONTROL

## F.Y. 1975-76 Expenditures -

July through February	\$ 1,208	10.4%
March through June	10,447	89.6%
Total	<u>\$11,655</u>	<u>100.0%</u>

## F.Y. 1976-77 Expenditures -

July through February	\$ 3,518	23.4%
March through June	11,520	76.6%
Total	<u>\$15,038</u>	<u>100.0%</u>

## F.Y. 1977-78 Expenditures -

July through February	\$12,116	68.2%
March through June	5,644	31.8%
Total	<u>\$17,760</u>	<u>100.0%</u>

## F.Y. 1978-79 Expenditures -

July through February	\$ 9,071	52.4%
March through June	8,228	47.6%
Total	<u>\$17,299</u>	<u>100.0%</u>

## F.Y. 1979-80 Expenditures -

July through February	\$ 7,994	47.9%
March through June	8,686	52.1%
Total	<u>\$16,680</u>	<u>100.0%</u>

## Five Year Expenditure Average -

July through February	\$ 6,781	43.2%
March through June	8,905	56.8%
Total	<u>\$15,686</u>	<u>100.0%</u>

Applying the above five year average to Fiscal Year 1981 our appropriation will be about \$11,100 short.

## F.Y. 1980-81 Expenditures -

July through February (Approx.)	\$13,000	43.2%
March through June	17,092	56.8%
Total	<u>\$30,092</u>	<u>100.0%</u>

Estimated needs March through June	\$17,092
Estimated appropriation balance March 1	6,000
Appropriation short of estimated needs	<u>\$11,092</u>

MONTANA DEPARTMENT OF LIVESTOCK

PROPORTION OF SKUNK RABIES TO TOTAL ANIMAL RABIES IN MONTANA  
CALENDAR YEARS 1974-1980

<u>YEAR</u>	<u>SKUNK</u>	<u>TOTAL CASES</u>	<u>PERCENT</u>
1974	36	38	94.7
1975	152	172	88.4
1976	73	92	79.4
1977	38	57	66.7
1978	15	26	57.7
1979	7	21	33.3
1980	<u>36</u>	<u>53</u>	<u>67.9</u>
TOTAL	<u>357</u>	<u>459</u>	<u>69.7</u>

1 - 187 of 357 skunks (52.4%) were diagnosed in the period of March through July

MONTANA DEPARTMENT OF LIVESTOCK

RABIES -- ALL ANIMALS (CALENDAR YEARS)

	<u>1980</u>	<u>1979</u>	<u>1978</u>	<u>1977</u>	<u>1976</u>	<u>1975</u>	<u>1974</u>	<u>1973</u>
JANUARY .....	1/14	0/17	2/23	2/20	6/33	1/10	1/27	0/12
FEBRUARY .....	1/17	0/13	0/17	3/14	9/52	3/10	9/47	0/14
MARCH .....	0/10	1/8	0/28	5/33	9/64	7/34	3/58	2/25
APRIL .....	6/40	1/42	2/30	3/40	16/61	34/144	10/109	11/94
MAY .....	8/47	2/13	1/33	10/38	7/51	40/258	6/144	8/88
JUNE .....	5/59	1/52	1/39	7/101	10/66	25/201	3/198	7/146
JULY .....	7/99	3/62	8/74	3/51	12/61	36/262	2/209	3/109
AUGUST .....	2/81	4/70	4/103	10/97	7/101	3/102	0/60	2/66
SEPTEMBER .....	12/131	9/115	7/64	7/91	8/61	2/97	0/49	2/37
OCTOBER .....	6/79	0/67	1/35	1/48	4/42	6/60	1/39	2/39
NOVEMBER .....	3/28	0/24	0/18	2/36	1/28	9/76	1/28	3/26
DECEMBER .....	<u>2/15</u>	<u>0/14</u>	<u>0/13</u>	<u>4/26</u>	<u>2/19</u>	<u>5/58</u>	<u>2/13</u>	<u>4/26</u>
TOTAL	<u>53/631</u>	<u>21/518</u>	<u>26/477</u>	<u>57/595</u>	<u>92/639</u>	<u>172/1312</u>	<u>38/981</u>	<u>44/682</u>

POSITIVE/TOTAL EXAMINED

MONTANA DEPARTMENT OF LIVESTOCK

RABIES -- SKUNKS (CALENDAR YEARS)

	<u>1981</u>	<u>1980</u>	<u>1979</u>	<u>1978</u>	<u>1977</u>	<u>1976</u>	<u>1975</u>	<u>1974</u>	<u>1973</u>
JANUARY .....	5/7	1/2	0/1	2/5	1/5	5/11	1/4		
FEBRUARY .....	9/10	1/1	0/1	0/5	3/6	7/28	3/5		
MARCH .....		0/1	1/2	0/3	5/9	9/28	5/13		
APRIL .....		6/10	1/4	2/5	3/12	16/31	32/81	10/72	
MAY .....		4/7	2/2	1/4	8/12	7/21	37/170	4/88	
JUNE .....		4/10	1/7	1/7	5/44	9/25	25/119	3/134	
JULY .....		6/16	1/4	7/20	3/17	8/19	30/154	2/151	
AUGUST .....		2/15	0/8	2/11	6/31	4/31	2/40	0/23	
SEPTEMBER .....		3/12	1/10	0/5	1/15	4/18	1/44	0/9	
OCTOBER .....		4/15	0/12	0/3	0/10	1/12	6/19	1/7	
NOVEMBER .....		3/4	0/3	0/0	2/11	1/5	6/20	1/5	
DECEMBER .....		2/3	0/2	0/0	1/3	2/5	4/22	2/3	
TOTAL	<u>14/17</u>	<u>36/96</u>	<u>77/56</u>	<u>15/53</u>	<u>38/137</u>	<u>73/162</u>	<u>152/691</u>	<u>36/566</u>	<u>38/257</u>

POSITIVE/TOTAL EXAMINED