

MINUTES OF THE MEETING
FINANCE AND CLAIMS COMMITTEE
MONTANA STATE SENATE

January 6, 1981

The first meeting of the Senate Finance and Claims Committee was held on the above date in room 108 of the State Capitol Building at 3:30 P.M. Roll call was taken, attached.

The meeting was called to order by Senator Hims1, Chairman, who said he would like to welcome the new members aboard. He told them they were a hand picked committee for the purpose of funding the 19 state departments of state government, to fund the statutory commitments of the state, and to evaluate the funding.

Senator Hims1 explained the process of a money bill with the origination of the bills in the House Appropriations Committee, the subcommittees examining the budgets and making recommendations, the House Appropriations Committee introducing the bill, House changes, then the Senate, and coming to the Senate Finance Committee. At this time the subcommittee members will be relied upon by the remaining members to assist in the final paring that will be necessary to balance the budget, the bill then goes to the Senate where the final say is given. He explained that the purpose of the Senate Finance Committee is to examine the budget and pare the final appropriations to fit the budget; that he would like to stress the duty of the committee was to serve the entire state function while the other committees were more issue oriented.

Senator Hims1 explained that the executive budget is prepared by the Division of Budget and Planning and contains the Governor's recommendations, and that there would be some amendments to the present budget by Governor Schwinden. He said the fiscal analyst will have a book of budget recommendations and in some cases subcommittees will receive others; they will have many to look at and study and will become well prepared to advise the main committee when the bill comes before it.

Senator Hims1 advised the new members of the committee to be careful about promises. When the final paring occurs and the budget must balance, it may not always be possible to keep former commitments and this could lead to embarrassment. He said they would be receiving a summary of all the agencies for review and would ask that the members would review the budget requests to enable them to evaluate some of the agency programs--perhaps recommend some should be eliminated or possibly receive more money. He said they might find staffing that did not materialize and the money being spend elsewhere, or other things that should be carefully looked at. He said he hoped the committee members would consider themselves not as delegates, but as trustees and not to try to carry all the responsibility but to share it with other members.

Senator Hims1 passed out the "Montana Financial Report 1979-80" to those who did not have one, and referred them to page 5

which is a glossary of terms used in the committees. He said he felt this book could be very useful to the new members since it explained the terms they would be running into in the subcommittees. Exhibit 1, attached separately.

Senator Himsl introduced the secretary, the fiscal analyst (Curt Nichols) and Judy Rippingale acting head of the Fiscal Analyst Department, and promised their cooperation and assistance.

Senator Himsl mentioned that any agency receiving federal funds must be audited at least once every 2 years and there would be a change in the budgets to include this amount.

Dave Lewis, Office of Budget and Planning presented the Executive Budget book (attached as exhibit 2) and at the suggestion of Senator Himsl explained to the members how the book was used.

Mr. Lewis referred to page xxvii showing the actual expenditures in 1980 and the estimated expenditures for '81, '82 and '83. He explained what general fund monies were and said this was general fund money on this page. The fiscal year end is June 30, 1980 and this is actual figures--the remaining years are estimates; that these estimates include the initiative but is based on \$800 rather than the figure coming out of the Attorney General's office, and that the '82-'83 budgets are the ones this legislature will be dealing with.

Mr. Lewis explained there would be amendments by Governor Schwinden since this was the budget of the former Governor, and that hopefully they would have them by Monday. He explained the term FTE as full time equivalent employees and how one or more person could make up 1 FTE.

Senator Himsl asked if the salary increases were in this budget, and Mr. Lewis said he believed they were. Senator Himsl asked if they included the negotiations that have been completed, and Mr. Lewis said he was trying to find out if those figures were there, that his understanding was that they are, but that he had not been in the office long enough to be certain. He said it was his understanding that it would fund the settlement that is being proposed.

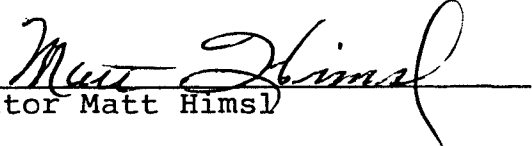
Senator Smith reminded everyone that it is unconstitutional for the government to spend more than is taken in and that he felt strongly the agency budgets should be handled the same way.

Senator Story asked what the total supplemental will be and Mr. Lewis said there is \$8.2 million recommended in the budget, but more keeps coming in and as of yesterday the agencies together will be a total of \$13.5 million in general fund money and the total will be about \$18 million.

Mr. Lewis said his office is room 236 and offered his assistance where and when it was required.

Copies of Committee Appointments and a schedule of meetings was handed out by Judy Rippingale, copy attached.

The meeting adjourned at 4:40 p.m.



Senator Matt Himsl

ROLL CALL

FINANCE AND CLAIMS COMMITTEE

47th LEGISLATIVE SESSION - - 1981

Date 1-6-81

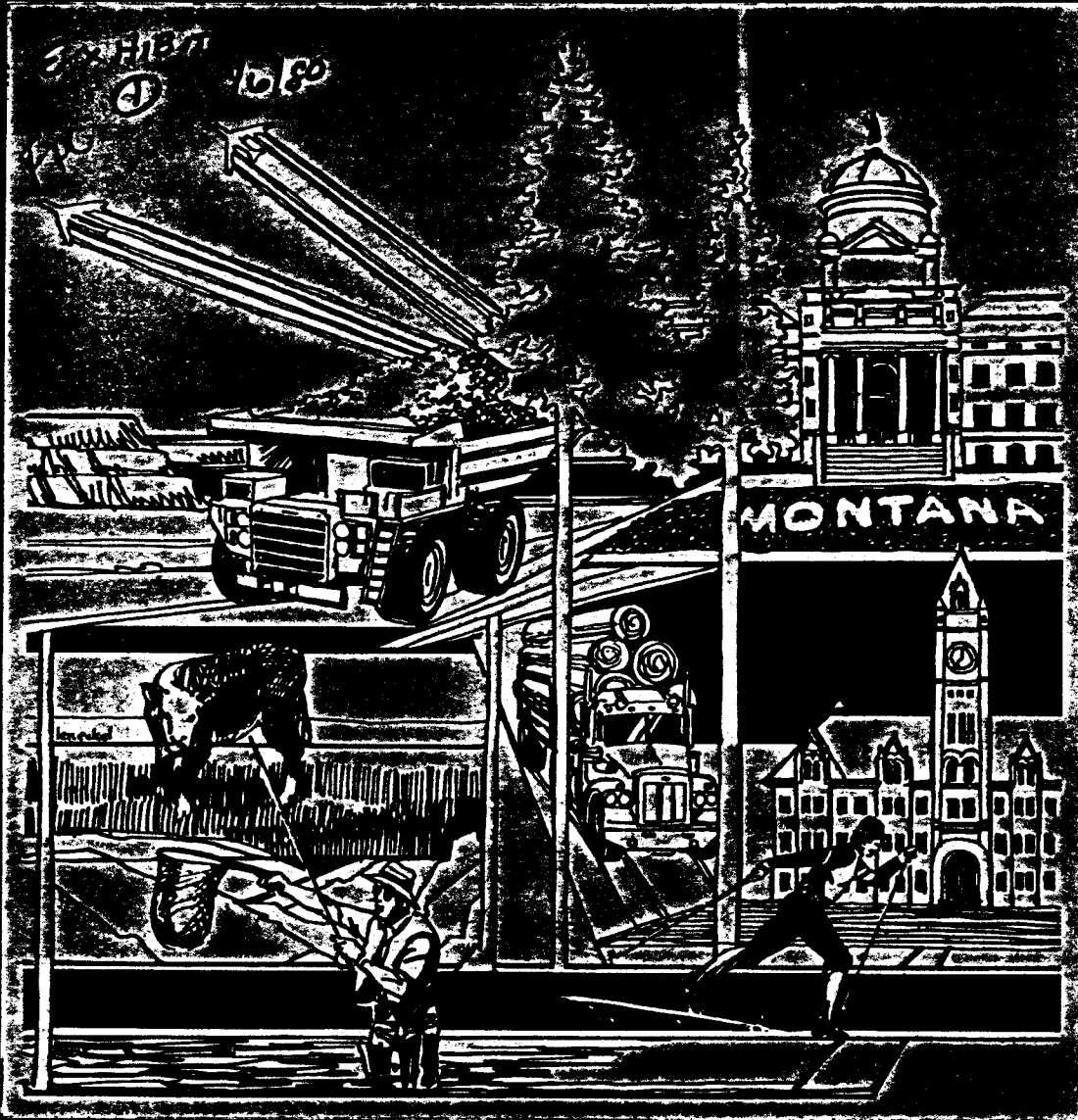
NAME	PRESENT	ABSENT	EXCUSED
Senator Etchart	✓		
Senator Story	✓		
Senator Aklestad	✓		
Senator Nelson	✓		
Senator Smith	✓		
Senator Dover	✓		
Senator Johnson	✓		
Senator Keating	✓		
Senator Boylan	✓		
Senator Regan	✓		
Senator Thomas	✓		
Senator Stimatz	✓		
Senator Van Valkenburg	✓		
Senator Haffey	✓		
Senator Jacobson	✓		
Senator Himsl	✓		



Montana Executive Budget

1982-1983

Governor Thomas L. Judge



Montana Financial Report 1979 - 1980

APPROPRIATION SUBCOMMITTEES

Education

Room #104 - Patricia Bennett, Sec.

Donaldson (R)
Thoft (R)
Bengston (D)

Nelson (R)
Haffey (D)
Jacobson (D)

Human Services

Room #¹³²~~433~~ - Vicki Lofthouse, Sec.

Hurwitz (R)
Waldron (D)
Bardanove (D)

Story (R)
Aklestad (R)
Regan (D)

Elected Officials

Rm. #⁴³³~~135~~ - Lois Lofstrom, Sec.

Lory (R)
Shontz (D)
Quilici (D)

Dover (R)
Keating (R)
Van Valkenburg (D)

Natural Resources

Rm. #431 - Leona Williams, Sec.

Stobie (R)
Hemstad (R)
Manuel (D)
Cozzens (R)

Smith (R)
Boylan (D)
Stimatz (D)

Institutions

Rm. #108 - Mitzie Grover, Sec.

Moore (R)
Ernst (R)
Conroy (D)

Etchart (R)
Thomas (D)
Johnson (R)

NATURAL RESOURCES - Room 431

Chairman

Representative Stobie (R)
Representative Hemstad (R)
Representative Manuel (D)
Representative Cozzens (R)

Vice Chairman

Senator Smith (R)
Senator Boylan (D)
Senator Stimatz (D)

Secretary

Leona Williams

Fish and Game
State Lands
Livestock
Agriculture
Natural Resources
Professional and Occupational Licensing
Business Regulation
Public Service Regulation

LFA Staff

Bob Robinson

HUMAN SERVICES - Room 433

Chairman

Representative Hurwitz (R)
Representative Waldron (D)
Representative Bardanouve (D)

Vice Chairman

Senator Story (R)
Senator Aklestad (R)
Senator Regan (D)

Secretary

Vicki Lofthouse

Labor and Industry
Health and Environmental Sciences
Community Affairs
Social and Rehabilitation Services

LFA Staff

Judy Rippingale
John Bebee
Norman Rostocki

INSTITUTIONS - Room 108

Chairman

Representative Moore (R)
Representative Ernst (R)
Representative Conroy (D)

Vice Chairman

Senator Etchart (R)
Senator Thomas (D)

Secretary

Senator Johnson (R)
Mitzie Grover

Central Office Department of Institutions

Director

Management Services Division

Alcohol and Drug Abuse Division

Corrections Division

Mental Health and Residential Services Division

Boulder River School and Hospital

Children's Center

Center for the Aged

Eastmont Training Center

Galen State Hospital

Mountain View School

Pine Hills School

Prison

Swan River Youth Forest Camp

Veterans' Home

Warm Springs State Hospital

Board of Pardons

LFA Staff

Ray Hoffman

Norman Rostocki

LEGISLATIVE, JUDICIAL, ADMINISTRATIVE - Room 135

Chairman

Representative Lory (R)
Representative Shontz (D)
Representative Quilici (D)

Vice Chairman

Senator Dover (R)
Senator Keating (R)
Senator Van Valkenburg (D)
Lois Lofstrom

Secretary

Legislature
Legislative Auditor
Legislative Council
Legislative Fiscal Analyst
Consumer Counsel
Environmental Quality Council
Governor's Office
State Auditor
Secretary of State
Commissioner of Political Practices
Judiciary
Administration
Justice
Board of Crime Control
Revenue
Military Affairs
Disaster & Emergency Services
Highways
Board of Visitors

LFA Staff

JanDee May
Barbara Bartell

APPROPRIATIONS - FINANCE AND CLAIMS
JOINT SUBCOMMITTEES

EDUCATION - Room 104

Chairman

Representative Donaldson (R)
Representative Thoft (R)
Representative Bengston (D)

Vice Chairman

Senator Nelson (R)
Senator Haffey (D)
Senator Jacobson (D)

Secretary

Patricia Bennett

Board of Public Education
Office of Public Instruction
 Operations
 Foundation
 School Lunch
 Transportation
 Adult Education
 Five Vo-Tech Centers
 Secondary Vocational Education
Advisory Council for Vo-Ed
Library Commission
Historical Society
Arts Council
School for Deaf and Blind
Community Colleges
Commissioner of Higher Education
Bureau of Mines
Agricultural Experiment Station
Cooperative Extension Service
Forestry Experiment Station
Board of Regents
University of Montana
Montana State University
Eastern Montana College
Western Montana College
Northern Montana College
Montana College of Mineral Science & Tech.

LFA STAFF

Curt Nichols
Bruce Shively
John Bebee

Week of February 2 - 7

Monday, February 2
Tuesday, February 3
Wednesday, February 4
Thursday, February 5
Friday, February 6
Saturday, February 7

Overview, Revenue
Hearings, Revenue
Hearings, Revenue
Hearings, Revenue
Hearings, Revenue
Work Session

Week of February 9 -14

Monday, February 9
Tuesday, February 10

Wednesday, February 11
Thursday, February 12

Friday, February 13
Saturday, February 14

Hearings, Revenue
Overview, Governor's Office
State Auditor
Hearings, Governor's Office
Hearings, Governor's Office
Overview, Highways
Hearings, Highways
Hearings, Highways
Work Session

Week of February 16 - 21

Monday, February 16
Tuesday, February 17
Wednesday, February 18
Thursday, February 19

Friday, February 20
Saturday, February 21

Hearings, Highways
Hearings, Highways
Hearings, Highways
Overview, Military Affairs
Hearings, Military Affairs
Work Session
Work Session

Week of February 21 - 28

Monday through Friday

Work Session

Legislative Judicial and Administrative Subcommittee
Tentative Hearing Schedule
Room 433, State Capitol

Week of January 6 -10

Thursday, January 8
Friday, January 9
Saturday, January 10

Supplemental Hearings
Supplemental Hearings
Work Session

Week of January 12 - 17

Monday, January 12
Tuesday, January 13
Wednesday, January 14
Thursday, January 15
Friday, January 16
Saturday, January 17

Overview, Dept. of Admin.
Hearings, Dept. of Admin.
Hearings, Dept. of Admin.
Hearings, Dept. of Admin.
Hearings, Dept. of Admin.
Work Session

Week of January 19 - 24

Monday, January 19
Tuesday, January 20

Wednesday, January 21

Thursday, January 22
Friday, January 23
Saturday, January 24

Hearings, Dept. of Admin.
Overview, Legislative Agencies
Hearings, Legislative Agencies
Hearings, Legislative Agencies
Overview, Justice
Hearings, Justice
Hearings, Justice
Hearings, Justice

Week of January 26 - 31

Monday, January 26
Tuesday, January 27
Wednesday, January 28

Thursday, January 29
Friday, January 30

Saturday, January 31

Hearings, Justice
Hearings, Justice
Overview, Crime Control
Secretary of State
Campaign Practices
Judiciary
Hearings, Crime Control
Hearings, Judiciary
Hearings, Secretary of State
Campaign Practices
Work Session

Feb. 13 - Labor & Industry - Overview Hearing
14 - Labor & Industry - Hearings

Feb. 16 - Labor & Industry
17 - Workers Compensation
18 - Workers Compensation
19 - Employment Security, Hearings
20 - Work Session
21 - Work Session

Feb. 23 - Work Session
24 - Work Session

HUMAN SERVICES SUBCOMMITTEE

Chairman Hurwitz
Representative Waldron
Representative Bardanoue

Senator Story
Senator Aklestad
Senator Regan

- Jan. 8
8:00 - Organization
9:00 - Health Supplemental
10:00 - SRS Potential Supplementals
- Jan. 9
9:00 - Executive Presentation of DCA Redistribution
- Jan. 12 - SRS Overview by Executive & LFA
13 - SRS - 20 - Aging Services
14 - SRS - 30 - Veterans Affairs
15 - SRS - 10 & 11 - Vocational Rehabilitation & Disability Determination
16 - SRS - 13 - Visual Services
17 - SRS - Work session
- Jan. 19 - SRS - 01 - Assistance payments
20 - SRS - 07 - Medicaid
21 - SRS - 07 - Medicaid
22 - SRS - 03 - Eligibility determination
23 - SRS - 08 - Audit bureau
24 - SRS - Work Session
- Jan. 26 - SRS - 14-15 - Disability Determination
27 - SRS - 14-15 - Disability Determination, Exec. Session
28 - SRS - 04 - Administration
29 - SRS - 02 - Social Services
30 - SRS - 12 - Youth Development
31 - SRS - Work Session
- Feb. 2 - Department of Health - Overview
3 - Health Hearings
4 - Health Hearings
5 - Health Hearings
6 - Health Hearings
7 - Work Session
- Feb. 9 - DCA - Overview
10 - DCA Hearings
11 - DCA Hearings
12 - DCA Work Session

EDUCATION SUBCOMMITTEE

Tentative Hearing Schedule

<u>Date</u>	<u>Legislative Day</u>	<u>Subject</u>
Jan. 7	3	Organizational Meeting
8	4	University Supplemental Requests
9	5	Agency Supplemental Requests
10	6	Work Session
12	7	State Library
13	8	Work Session
14	9	Historical Society
15	10	Work Session
16	11	School for Deaf and Blind
17	12	Work Session
19	13	Arts Council
20	14	Work Session
21	15	Agricultural Experiment Station
22	16	Cooperative Extension Service
23	17	Work Session
24	18	Work Session
26	19	Bureau of Mines
27	20	Forestry Conservation and Experiment Station
28	21	Work Session
29	22	Public Schools
30	23	Work Session
31	24	Work Session
Feb. 2	25	Office of Public Instruction
3	26	School Lunch, Transportation, Traffic Education, Adult Basic Education, Secondary Vocational Education
4	27	Board of Public Education, Fire Services Training Academy, Vocational Education Advisory Council.
5	28	Work Session
6	29	Vocational Technical Centers
7	30	Work Session
9	31	Work Session
10	32	Universities
11	33	Universities
12	34	Universities
13	35	Work Session
14	36	Work Session
16	37	Community Colleges
17	38	Community Colleges
18	39	Commission of Higher Education, Board of Regents
19	40	Work Session
20	41	Subcommittee Wrap Up
21	42	Subcommittee Wrap Up
23	43	Subcommittee Wrap Up
24	44	Subcommittee Wrap Up
25	45	Subcommittee Wrap Up
26	46	Subcommittee Wrap Up
27	47	Subcommittee Wrap Up
28	48	Final Subcommittee Day

HEARINGS SCHEDULE - INSTITUTIONS

<u>Date</u>	<u>Legislative Day</u>	<u>Time</u>	<u>Subject</u>
Jan. 6, 1981	2	8:00 - 11:00	Supplemental BRSH
		11:00 - 12:00	Supplemental Children's Center
Jan. 7, 1981	3	8:00 - 11:00	Supplemental WSSH
		11:00 - 12:00	Supplemental Board of Pardons
Jan. 8, 1981	4	8:00 - 10:00	Supplemental Vets Home
		10:00 - 12:00	Supplemental Center for Aged
Jan. 9, 1981	5	8:00 - 10:00	Supplemental Swan
		10:00 - 12:00	Supplemental Galen
Jan. 10, 1981	6	8:00 - 10:00	Supplemental Discussion
Jan. 12, 1981	7	8:00 - 10:00	Supplemental Prison
		10:00 - 12:00	Supplemental Corrections
Jan. 13, 1981	8	8:00 - 12:00	BRSH Budget
Jan. 14, 1981	9	8:00 - 12:00	Executive Session BRSH
Jan. 15, 1981	10	8:00 - 10:00	Eastmont Budget
		10:00 - 12:00	Executive Session Eastmont
Jan. 16, 1981	11	8:00 - 12:00	Vets Home Budget
Jan. 17, 1981	12	8:00 - 10:00	Executive Session Vets Home
Jan. 19, 1981	13	8:00 - 12:00	WSSH Budget
Jan. 20, 1981	14	8:00 - 12:00	Executive Session WSSH
Jan. 21, 1981	15	FREE DAY	
Jan. 22, 1981	16	8:00 - 12:00	Galen Budget
Jan. 23, 1981	17	8:00 - 12:00	Galen Executive Session
Jan. 24, 1981	18	8:00 - 10:00	Swan River Budget
		10:00 - 12:00	Executive Session Swan
Jan. 26, 1981	19	8:00 - 10:00	Mountain View
		10:00 - 12:00	Executive Session Mountain View
Jan. 27, 1981	20	8:00 - 10:00	Pine Hills School
		10:00 - 12:00	Executive Session Pine Hills
Jan. 28, 1981	21	8:00 - 12:00	Prison Budget
Jan. 29, 1981	22	8:00 - 12:00	Executive Session Prison
Jan. 30, 1981	23	8:00 - 12:00	Corrections Div. Budget
Jan. 31, 1981	24	8:00 - 10:00	Executive Session Corrections Div.
Feb. 2, 1981	25	FREE DAY	
Feb. 3, 1981	26	8:00 - 12:00	Center Aged Budget
Feb. 4, 1981	27	8:00 - 12:00	Executive Session Center Aged
Feb. 5, 1981	28	8:00 - 10:00	Board of Pardons Budget
		10:00 - 12:00	Executive Session Bd of Pardons
Feb. 6, 1981	29	8:00 - 12:00	MHRSD Budget
Feb. 7, 1981	30	8:00 - 10:00	Executive Session MHRSD
Feb. 9, 1981	31	8:00 - 10:00	Management Services Div. Budget
		10:00 - 12:00	Executive Session, MSD
Feb. 10, 1981	32	8:00 - 12:00	Alcohol/Drug Budget
Feb. 11, 1981	33	8:00 - 12:00	Executive Session Alcohol/Drug
Feb. 12, 1981	34	8:00 - 10:00	Director's Program Budget
		10:00 - 12:00	Executive Session Director
Feb. 13, 1981	35-40	OPEN	OPEN
Feb. 19, 1981			

HOUSE SCHEDULE FOR APPROPRIATION PROCESS
OF HB 500

<u>Day</u>	<u>Event</u>
Jan. 6 - 8	Subcommittee organize and start supplemental hearings.
Jan. 10	Legislative fiscal analyst (LFA) presents budget analysis to legislative finance committee.
Jan. 12	May receive Governor Swinden's budget adjustments.
Feb. 19	Subcommittee ends public hearings.
Feb. 25	Subcommittee has finalized all decisions.
Mar. 2 - 6	Each morning one subcommittee presents their work to house appropriations committee and in the past few sessions senate finance and claims has participated. Each evening the house appropriation committee takes action on the subcommittee budgets heard that morning.
March 7, 9 - 14	Miscellaneous appropriation bills are heard in house appropriations.
March 16 - 19	Second reading of appropriation bill on the house floor.
March 20	Third reading of appropriation bill on the house floor.

If long range building subcommittee meets once a week starting the second week of session, the long range building bill can follow the same time table as HB 500.

The pay plan committee should start meeting the third week of session if the legislature wants to appropriate pay raises within each agencies budget.

APPROPRIATION SUBCOMMITTEES

Education

Room #104 - Patricia Bennett, Sec.

Donaldson (R)
Thoft (R)
Bengston (D)

Nelson (R)
Haffey (D)
Jacobson (D)

Human Services

Room #¹²²~~433~~ - Vicki Lofthouse, Sec.

Hurwitz (R)
Waldron (D)
Bardanove (D)

Story (R)
Aklestad (R)
Regan (D)

Elected Officials Rm. # ⁴³³~~135~~ Lois Lofstrom, Sec.

Lory (R)
Shontz (D)
Quilici (D)

Dover (R)
Keating (R)
Van Valkenburg (D)

Natural Resources Rm. #431 - Leona Williams, Sec.

Stobie (R)
Hemstad (R)
Manuel (D)
Cozzens (R)

Smith (R)
Boylan (D)
Stimatz (D)

Institutions Rm. #108 - Mitzie Grover, Sec.

Moore (R)
Ernst (R)
Conroy (D)

Etchart (R)
Thomas (D)
Johnson (R)

NATURAL RESOURCES

HEARING SCHEDULES

- Jan. 12 - Livestock Preview
13 - Livestock Hearing
14 - Livestock Hearing
15 - Livestock Wrap-Up
Business Regulation Preview
16 - Business Regulation Hearing
Livestock Hearing
19 - Livestock Hearing
20 - Livestock Wrap-Up
21 - Agriculture Preview
22 - Agriculture Hearing
23 - Agriculture Hearing
26 - Agriculture Wrap-Up
27 - Fish, Wildlife & Parks (FWP) Preview
28 - FWP Hearing
29 - FWP Hearing
30 - FWP Hearing
- Feb. 2 - FWP Wrap-Up
3 - Land Preview
4 - Land Hearing
5 - Land Hearing
6 - Land Wrap-Up
9 - DNR Preview
10 - DNR Hearing
11 - DNR Hearing
12 - DNR Hearing
13 - DNR Wrap-Up
16 - P & O Licensing (POL) Preview
17 - POL Hearing
18 - POL Hearing
19 - POL Wrap-Up
20 - Public Service Commission (PSC) Preview
23 - PSC Hearing
24 - PSC Wrap-Up
25 - Overall Review
26 - Agency Problems
27 - Committee Review