

MINUTES OF THE MEETING
FINANCE AND CLAIMS COMMITTEE
MONTANA STATE SENATE

February 3, 1981

The fourth meeting of the Senate Finance and Claims Committee met in room 108 of the State Capitol on the above date. The meeting was called to order at 11:07 by Senator Hims1, Chairman. Roll call was taken, attached.

CONSIDERATION OF SENATE BILL 88:

Senator Thomas explained Senate Bill 88 as a bill which will allow the Montana State Library Commission to distribute the money under a plan which meets current problems. The monies they receive from the state coal tax funds and federal monies do not have the right provision to deal with them, and this would change that.

Proponents: Mr. William Conklin, President of the Montana Library Commission, Great Falls, said the bill was presented to authorize the specified monies for state fund grants to library associations. He passed out a sheet of background information for the support of this bill and explained that the formula that is in the law does not apply and is not being used. They have formed rules and regulations which have had to be changed again, but seem to be working at the present time. He explained the procedure for making a rule or a regulation, and that the state is protected. There are not only public hearings, but also it is possible to appeal. He said when they tried to apply the formula to the federal and coal tax monies the small counties were receiving an unproportional amount. Exhibit 1 is attached. Exhibit 2 is also attached which goes into some explanation of the reason for the bill.

John Nichols, Montana Library Association spoke briefly to concur in the testimony of Mr. Conklin. He asked the committee to support Senate Bill 88 as a bill which would make a change to reflect realities.

There were no opponents, and questions from the committee follow:

Senator Regan. You are repealing 22-1-415. What percentage of monies are going into the three basic grants? Also construction. Ans: The 30% of the grant program being appropriated to established grants would be out. This money would be granted to towns and cities, etc. to entice them into the federations. They are passe at this time. In all but 2 libraries in 2 small counties they belong to the federation now.

Senator Regan: What about construction. How much money is going into brick and mortar and that type of thing? Ans: The only grants are under the coal severance tax and they do not authorize grants for ocnstruction.

There being no further questions, Senator Hims1 mentioned the

statement of intent attached to the bill, and said there was no fiscal impact according to the fiscal note. He then announced the hearing closed

CONSIDERATION OF HOUSE BILL 94: Representative Lund, Chairman of the House Appropriations Committee and sponsor of the bill, explained this is a supplemental request. He said the Senate members who were the vice chairmen of the subcommittees would handle the presentation, and he would also be available for questions. Exhibit 1 is attached

ELECTED OFFICIALS: Senator Keating presented this section of the report.

Judiciary: The original request for \$36,000 was cut by \$8,300 for the District Courts, and while the Supreme Court has made no request the subcommittee had recommended publishing some volumes of the Montana Reports which are very necessary to the courts of Montana and to the Supreme Court.

Secretary of State: He said most of the expense here was in the election related responsibilities. The request was for \$71,000 and they cut it by \$18,000.

Commissioner of Political Practices: They asked for \$10,000 and were only cut \$2,272. These expenses were related to the lobbyist disclosure initiative. The new commissioner came on board 2 months early to work with this. Also there were certain expenses in regard to this.

Question by Senator Aklestad: How much does this have to do with campaigns? Ans. Very little, it was mostly salary and some on initiative 85.

Department of Justice: Under the Antitrust section which is \$32,833 allowed--this was to replace \$9,000 in federal funds which were not received from the federal government, and an offset in case of some settlements in particular. They have due them some \$46,000 in cases that are not fully settled, and this \$23,000 was to subsidize that shortage, some was to offset law enforcement network. In addition monies were allocated from other sources amounting to \$231,400 and \$70,531. The County Attorney section was given what they requested, \$39,000 and the reason for this was the law that said they could use full time attorneys and some counties had taken advantage of this. This increased the cost to the state of Montana. Under the county Prosecutor Service they felt there would be some shortage and were allowed \$19,000 of the \$22,000 they had asked for.

Senator Aklestad: I have a little trouble with this. I did not realize we are making supplemental for anticipated and projected services. Ans: The shortage is there, but we are safeguarding it so that if they get money it will then revert back to the general fund.

Senator Hims1: Page 3 of the bill explains this. Any supplemental money put in, if alternative financing is available, will revert back to the general fund.

Transportation of prisoners was allowed the \$19,000 they requested. This is a hard one to project, but if the present pattern continues, it looks like a shortage. The transportation of women prisoners was one of the larger items, and they had one they transported to the eastern part of the country since no one here would take her. The money allowed the Criminal Investigation of \$5,658 will allow them to continue to offer their services to the counties. The shortages under Personal Service Deficit which was one of those to receive money from other sources than the general fund, was a result of vacancy savings that did not occur.

The question was asked as to the difference in the amounts that were requested and those granted. Representative Lund said the LFA office had identified savings in other programs that could reduce this amount. Senator Hims1 asked if this was just a shuffling of funds and Representative Lund said that HB 891 had its effect. There was not enough money pumped in. They had to take about an 11% cutback when they divided the money from the budget office. Senator Hims1 then asked if the \$209,766 request and the \$70,531 appropriation under other funds meant a cut back in operation and Representative Lund said yes.

Department of Highways: Highway Patrol. There was a shortage of gas and fuel. There had been a severe cutback here and there is an anticipated over-run. This will put the blue cars back on the Highway.

Senator Aklestad: For how long? Ans: Until July 1.

Highway Maintenance should be deleted from the bill. The Highway Dept. Administration said this can be deleted from the bill and language will probably be needed to allow the transfer of funds. This can be \$1.4 million from the land acquisition fund, and are asking for no supplemental.

Department of Revenue: Lumped together for phase 1 and phase 2 the appropriation is for \$385,000. The funds are allocated to the Department to research and defend a suit brought by the Burlington Northern Railroad. There is \$6.7 million in taxes involved here. They need \$110,000 in phase 1 for the research and development of the case and if persued they will need the \$275,000 for phase 2. \$110,000 will be appraisal of the property and the remainder for extension of trial etc.

Senator Hims1: Does the whole appropriation deal with this?
Ans: Yes. It is hard to get an evaluation to determine the value of the railroad.

Senator Aklestad: I would like to mention that it was brought out in the subcommittee that this was not a result of blundering in the Department.

Senator Keating: This was an unexpected event. It was unforeseen that the B.N. would file suit.

Senator Aklestad: Is this the same suit that is filed annually?

Ans: That presupposes an annual filing. I am not aware of it.

Representative Lund: We changed the % last time, other sections are the same, so they are challenging that.

Department of Administration: They had asked for nothing, and we gave them \$52,000. We are recommending that those funds that reverted in 1980 be appropriated in 1981. Only \$600 of the cases were federal and the board will meet to continue hearing the cases into fiscal 1981.

Military Affairs: Disaster and Emergency Fund was granted the amount they asked for. There was additional communication and equipment to enhance the states emergency network. This showed up on the Mount Saint Helens emergency. It is a coordination with the Dept. of Justice. and is mentioned in that budget also.

EDUCATION: Senator Nelson handled this section.

Office of Public Instruction: The requests and the appropriations here were the same. The reason for this \$505,000 was that the districts used bigger busses and are handling more students. The Executive budget asked for \$216,300 for the Vo Technical Centers, this was changed and the final request was for \$235,645 which included a \$132,524 mileage deficiency, and \$103,121 in the next year. Any money that was collected over this would revert back to the general fund. Some of the areas covered in the 1 ½ mill deficiency levy were tuition \$75,000, Protest & taxes, etc. \$37,081. The 1981 deficiency mill--\$98,236 (tuition 4,885) making a total of \$103,121. The total supplemental for 1981 will be \$235,645.

Senator Himsl: To correct deficiency level caused by taxes being paid under protest? Ans. Yes.

Historical Society: The \$11,320 goes into the Historical Society Magazine. This magazine is not paying its way and we decided to help it.

Senator Himsl: This money goes into the revolving fund? This just plugs more money into it? Nelson: The paper does not pay for itself and we finally decided to help them. They are going to raise the subscription price to \$16 now. Maybe in a year or so if they don't lose subscriptions we may come out. Under administration, the loan was used to replace the heating system in the old governor's mansion. Also the costs associated with the governor's mansion are in this.

School for the Deaf and Blind: The Educational program. The \$20,000 plus was needed to cover the difference between federal funding and the cost of the 6-3 program. The school

received less federal money than anticipated. \$5,000 of the request is for the search to replace the superintendent of the school.

Senator Hims1: Is there any relationship between this and the \$120,000 one? Senator Nelson: We will get to that later on in the report. Representative Moore: because of the time differential, we pulled it out of this one and put it into a separate bill. The differential left them with \$42,133. They asked for school travel, \$11,000 for sick and annual leave associated with the retirement of the school superintendent. The school asked for \$100,000 for teachers. They requested \$124,095 to fund the interpreter. The committee approved it in House Bill 114 which provided for this funding and that amount was reduced from this supplemental.

Senator Aklestad: The \$124,000. The other amounts are in addition to the amount we gave, the \$124,000? Ans. Yes.

Commissioner of Higher Education: Some of the costs that were listed here was WICHE dues, \$3,510 to the Minnesota Rural Dental Program. Apparently all the slots here were not filled. The Colleges and Universities, \$5,214,461 and from other funds \$1.4 plus. Most of the increase was in the cost of utilities and increased enrollment.

Senator Regan: This paying for enrollment that is past--they have always ate the enrollment increase. Why do we now have to provide for it? They probably used T. A.'s or something. I am sure I know the answer, but I think the question should be posed.

Senator Hims1: The answer is probably that the budget extends beyond and will draw on allegations made ahead. They have money to operate now, but will run out of money before the end of the year.

Senator Regan: Always before we have told them to eat the enrollment when they had projection figures that were larger. This is different, perhaps a difference in policy, but it is not the way we have done it before.

Senator Nelson: They are not too happy with us. We cut \$1 million out of it. We gave them what we thought shows justification in the analysts figures as to how much they were spending.

Senator Aklestad: Have you a break down as to which is enrollment and which is the other? Ans. No, but we could get it.

Senator Nelson: I think the enrollment is based on about 1/3 of the cost.

Cooperative Extension Service: This allows the cooperative extension service to spend the money that had reverted last

year. Under the House Bill 483 applicable to fiscal '81, any Smith-Lever and Title V rural development funds received in excess of \$1,867,389 shall cause a like amount of general fund money to revert. This was requested by the Federal Government.

Agricultural Experiment Station: This allowed the Agricultural Experiment Station to spend \$60,000 which would have reverted under House Bill 483 provisions. Hatch and regional research funds are to be used in '81.

NATURAL RESOURCES: Senator Ed Smith explained this section. He said that in his committee they came down real hard on the administrators who had ignored legislative intent.

Forest Fire Supression: This is legitimate. There is no way we can know what it is going to be. It is not funded and we backed it up.

Forestry-Resource 300: We did not take any action on this. This was the Governor's job program, and we did not appreciate someone going over the legislative intent and starting up a new program costing us this money.

Senator Aklestad: Does the Governor's money supplement go first? Ans: No. This is different.

Energy: Due to switching of the Energy Division from the Lt. Governor's office to the Department of Natural Resources, we had an added cost. Also the diesel shortage caused an additional expense.

Senator Story: It was the full committee of the House that approved the resource program? Rep. Lund: It came to the Appropriation Committee with no recommendations and we put it in.

Agriculture: This was money used in the Milwaukee abandonment case. We are not obligated to this, but feel it had been done and were in a position we almost had to do it. They took money out of centralized services and we did not approve of this.

Business Regulations: This was severance pay for the retired director, some was for weights and measures, but most of the increase under weights and measures of \$27,500 was due to the increase in gas and fuel.

Senator Himsl: Under Centralized services, the \$6,320. When they changed pilots we pay \$6,000 in severance pay? Ans. Yes. Himsl: Is this characteristic of all the changes? Ans. Yes.

Department of Livestock: This again was severance pay for the department head. This was under the Milk and Egg Bureau. This was \$5,884.

Department of Professional and Occupational Licensing: While this is all earmarked money, it is still state money, and we looked it over well. These varied from college exams given on engineering to anticipated legal service. They asked for \$31,739 for the Board of Horse Racing and we dropped it by \$6,660. They said \$9500 for security at the race tracks, \$17,000 plus to supplement drug screening before the races..

HUMAN SERVICES: Senator Story explained this part of the bill.

Health and Environmental Sciences: The appropriation was reduced by \$147,663 and appropriating \$108,337 from the general fund. This includes \$30,000 to cover the cost of their part of the action in the PBC bill. It was anticipated that they had to do a lot of work in the lab. \$33,000 for medical facilities program when the Feds dropped a cost sharing of 25% . We are using the theory in several of the programs, if the Feds quit funding, quit spending.

Labor and Industry: Dropped \$20,000 to appropriate \$6,657. Again, this was due to declining federal funds. There is a possibility the Feds will come up with \$20,000 of that amount.

INSTITUTIONS: Senator Etchart turned this over to Representative Moore since he was the Chairman of that subcommittee and was present.

Board of Pardons: Personell service and equipment accounted for this amount. They had been operating without some needed equipment. This was unexpected expense.

Boulder River School and Hospital: This was utilities, personell services, cost to repair two cottages and repair on maintenance. \$79,000 was used to keep up the old childrens hospital since we did not get rid of it immediately, and this was needed to keep it up. Personell service and travel were extended because of the number of women prisoners. Some out of state. One was sent over to West Virginia.

Center for the Aged: Of this appropriation \$947 was for utilities.

Galen State Hospital: Again a big utility bill.

Montana State Prison: \$884,000 was used for salaries for the 27 additional F.T.E., 22 actual guards because of the trouble, we gave them \$1,277,627.

Swan River Youth Forest Camp: \$48,604 was appropriated here, \$17,000 of this was for utilities. The remainder was contract services, supplies and repairs

Veterans Home: \$366,119. Again utilities, and they had 17 additional FTE as of May 1980. Apparently there was some problem that in some cases they were not taken proper care of.

Warm Springs State Hospital: \$1,492,507 was appropriated for Warm Springs, and of this there was \$385,481 for the utilities alone. Personell Services, \$971,391, \$462,000 is money required to pay into workman's comp. The mistake was made in the classification of people and they could not get away from paying for the additional comp.

Senator Keating: What about Idaho? Did the prisoners from Idaho enter into the cost on the prisons? Ans. No, we were reimbursed for this.

Senator Story: You said 4 or 5 counties came in for additional funds after putting in their mill levy for additional spending. Did many of the counties come in for this? Rep. Lund: There was an item of \$794,000 that the counties had included in House Bill 483 and since there was no authorization after the levy of 6 mills to appropriate the money--in other words, we did not appropriate the money for this, I did not feel this amount of money should go into the supplemental. It was not the intent of the legislative assembly last time.

Senator Regan: If they levied the mills, then they did it in good faith. Rep. Lund: But there was no appropriation.

Senator Regan: If the counties act in good faith and levied the 6 mills we had in the bill, the counties could not have known that. They come in for their payment, and we say, "I'm sorry".

Senator Hims1: It seems to me there is some legislation in the mill now to answer this. Representative Lund: There is \$1½ million in the budget for the next biennium.

Senator Smith: I agree with Senator Regan. We as legislators should do this. Senator Hims1: That is not really a part of this bill. Rep. Lund: As a finance and claims committee, you have to make that decision on your own. I have a memo of understanding with the Attorney General that we could not put it in.

Senator Van Valkenburg: We considered this. We voted on it and rejected it. It was our feeling that the counties knew when the '79 session ended there would be no money appropriated for this. In some counties they then came in and tried to collect money in addition to the 6 mills they had new authority to levy. In addition, there was an attorney general's opinion as to whether the Department of Administration could do so, and he said no. Since there were no funds appropriated for that purpose, and since no funds, no money.

Senator Smith: Did you take into consideration the number of people that escaped after the guards were hired? Rep. Moore: Yes, and we have a new director there now.

Representative Lund: I have another item, and I would be delinquent as chairman of the House Appropriations Committee if I did not mention it. We have, in the process, discovered a possible deficiency in SRS of \$2½ million. I would like Judy to speak to this. I am afraid it could be \$2½ million now and 30 days down the line, it could be more.

Senator Himsl: Would any one like this addressed at this time? The bill would have to go back to the House again.

Senator Story: I would not be comfortable adding this at this date.

Representative Lund: We have taken the stand that when this bill goes through--that is it.

Senator Himsl: There are some technical things such as on page 3, "Revenues" should be "The Department of Revenue" and the council can take care of it.

CONSIDERATION OF HOUSE BILL 94: MOTION by Senator Keating that House Bill 94 be amended to delete the Highway funds and permission given to transfer money from other accounts.

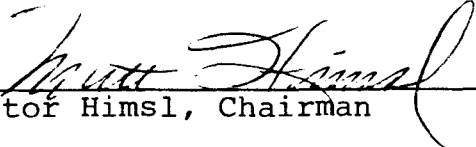
Discussion was held on whether or not language was necessary to enable the Department to transfer the accounts, and as to whether or not it might open a precedence of transfers. It was decided to have Judy Rippingale, LFA, check on the language and include it if necessary. Not voted on.

MOTION by Senator Regan to amend House Bill 94 by deleting the maintenance funds and appropriate language be added to the bill if necessary. Voted, PASSED, vote unanimous with Senator Dover absent.

MOTION by Senator Thomas to amend the bill to give the Legislative Council the authority to make technical corrections. Voted approved, unanimous with Senator Dover absent.

MOTION by Senator Etchart that House Bill 94, as amended, be concurred in. Voted and PASSED, Unanimous with Senator Dover being absent.

MOTION to adjourn, voted, passed, the meeting was adjourned at 12:22 p.m.


Senator Himsl, Chairman

ROLL CALL

FINANCE AND CLAIMS COMMITTEE

47th LEGISLATIVE SESSION - - 1981

Date

2/3

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	✓		

~~HOUSE~~

Senate F + C

COMMITTEE

Date 2/3-81

FILE 71594
OF FOR

PLEASE LEAVE PREPARED STATEMENT WITH SECRETARY.

STANDING COMMITTEE REPORT

February 3 19 81

MR. President

We, your committee on Finance and Claims

having had under consideration House Bill No. 94

Respectfully report as follows: That House Bill No. 94

third reading, blue bill, be amended as follows:

1. Page 3, section 5, line 9.

Strike: line 9

Insert: "The department of highways may transfer appropriated highway earmarked funds totaling no more than \$2,712,849 from the construction and preconstruction divisions to the maintenance division in order to offset an anticipated deficit within the maintenance division."

2. Page 1 through 8.

All technical corrections made by Legislative Council be approved.

And, as so amended,

~~XXXXXX~~
BE CONCURRED IN

P.A.



PARMLY BILLINGS LIBRARY

Headquarters — South Central Federation of Libraries

3 April 1978

Mr. William P. Conklin, Chairman
Montana State Library Commission
930 E. Lyndale Avenue
Helena, Montana 59101

Dear Mr. Conklin,

The intent of this letter is two-fold: 1) to request that you consider a different method of distributing L.S.C.A. grants to Federations; and 2) to make you aware of changes in library structures which are effecting Montana citizens.

Previous grants have been based on the formula for distributing State Aid to Libraries as is defined in Montana Statutes. The inequities of this method are evident when you compare the smallest amount given to the largest amount. I worked very hard and long on this formula and there is no regret on my part to now say the formula does not meet the needs of Montana. Since there is no State Aid at this time I am not asking that the law be changed. We operated under some assumptions which I believe were wrong. I believe the following:

A. We are not that much different from other states. Most other states use a per capita grant as aid to systems.

B. Area is not a major factor in cost. It is a factor but not to the degree we weighed it in the formula.

C. In reality 4.5 mills and 3 mills is not the maximum libraries can raise. Nearly all cities in Montana have adopted the all purpose levy. Under this levy a city is not bound by the tax maximum of 4.5 mills. Counties are still bound to this maximum of 3 mills; but there have been moves to institute all purpose levies for counties. Missoula, Lewis & Clark, Yellowstone and Glasgow city and county residents have established inter-local agreements which specify funding methods. While these four counties do not have a majority of Montana's population, the three that do serve as Headquarters for a federation serve 48.1% of the total population served by federations.

To recapitulate, our formula for State Aid is no longer acceptable to me for the four following reasons:

- A. Inequities in the grants previously given
- B. We are not so different from other states
- C. Area is not a major factor in library service
- D. Percent of local support did not take into account changing city and county fiscal structures regarding library service.

I would propose the following for your consideration:

A. Each year, based upon the funds available, you decide on a basic amount to give each Federation. That amount should be sufficient to provide some level of assistance based upon your expectations of library service through Federations.

B. Whatever remaining money you would have for Federations, then be distributed on a per capita basis.

BACKGROUND INFORMATION FOR THE SUPPORT OF SB 88

22-1-416 MCA. Formula for distribution of grants. This formula (population times area times % of local support) was used for the distribution of federal grants (LSCA) in 1977 and 1978. In 1978 \$90,000 LSCA grant funds were distributed as follows:

Broad Valleys	-	\$17,137.44	(19.0416%)
Golden Plains	-	1,475.37	(1.6393%)
Pathfinder	-	28,259.73	(31.3991%)
Sagebrush	-	6,355.53	(7.0617%)
South Central	-	14,981.04	(16.6456%)
Tamarack	-	21,790.62	(24.2118%)

Enclosed is a letter from Bob Cookingham citing reasons that the Commission should change this formula.

The State Library Commission does not think coal severance tax funds come under this section of the law, but if this formula had been applied to c.s.t. funds the distribution for FY 1980 would have been approximately as follows:

Distribution of \$383,000

Broad Valleys	-	\$128,896	Gib
Golden Plains	-	8,698	Glasgow
Pathfinder	-	70,906	
Sagebrush	-	17,133	Sagebrush
South Central	-	69,061	Bullhead
Tamarack	-	88,303	Mt. Pleasant

This distribution of funds would have provided too little money to both Golden Plains and Sagebrush to fund the basic services required.

22-1-414 MCA. Definition of Grant Programs. In this section of the statute establishment grants seem to be particularly out of date since all libraries are now participating in federations (Ronan and Darby are the only exceptions) for basic services and the costs of providing basic services are funded with c.s.t. funds.

Legislative, Judicial, & Administrative Subcommittee
Summary of Decisions Made January 20 (cont.), 22, 23, and 24th

January 20, 1981 (cont.)

Surplus Property

The subcommittee accepted the LFA recommendation plus an additional .5 FTE in 1982 for an equipment operator, adding \$9,404, and 1.5 FTE for the equipment operator and a full-time warehouse worker adding \$21,912. The executive recommendation for supplies was accepted, adding \$4,008 in the biennium for an increased gas allowance.

Total increase in 1982:	\$10,852
Total increase in 1983:	24,472

January 22, 1981

Building Standards

The subcommittee accepted the LFA recommendation.

Public Employees Retirement System (PERS)

The subcommittee accepted the LFA recommendation plus an additional 1.0 FTE to continue the public information program started in 1980. An additional \$2,200 per year for travel was added for this position. Actuarial fees of \$30,000 in 1983 were also added.

Total increase in 1982:	\$22,869
Total increase in 1983:	52,869

Architecture and Engineering

The subcommittee accepted the LFA recommendation plus 1.0 FTE for an accountant in 1982, adding \$15,229. Travel was increased \$2,500/year for an inspector position.

The subcommittee requests that the following language be included in the appropriations bill: Funding for an accountant position, added for 1982 and 1983, will terminate at the end of the 1983 biennium.

Additional information regarding a need for additional funds for rent was requested.

Total increase in 1982:	\$17,729
Total increase in 1983:	2,500

Passenger Tramway

The LFA recommendation was accepted plus an additional \$3,000 per year for contracted services to cover the increased hourly rate charged by the inspector.

Total increase in 1982:	\$ 3,000
Total increase in 1983:	3,000

Legislative Auditor

The subcommittee accepted the legislative auditor's request as submitted. The request does not include a cost of living allowance.

A request for revolving fund authority was also accepted. Therefore, audit costs will be budgeted for in all state agencies. The subcommittee requested that these costs be line-itemed in all agency budgets.

January 23, 1981

Accounting

Personal Services: The following changes were made to the LFA recommendation: A programmer/ analyst recommended by the LFA is deleted - (\$17,611) per year. The division does not feel that in-house systems support services for SBAS could be provided adequately, preferring to contract with information systems division. Also, three accounting positions are upgraded. This will allow the division to implement GAAP recommendations without adding more FTE's as originally requested.

Operating Expenses: The LFA recommendation was accepted plus increased contracted services--\$99,300 (82) and \$109,100 (83). The major portion of this is for contracted systems support for SBAS, which will be contracted with Information Systems Division.

Total increase in 1982:	\$ 90,327
Total increase in 1983:	100,127

Treasury

The LFA recommendation was accepted plus the executive's recommendation for miscellaneous office equipment.

Total increase in 1982:	\$846
Total increase in 1983:	846

Further analysis has been requested to determine if additional insurance coverage is required.

January 23, 1981 (continued)

Computer Services

The subcommittee accepted the LFA recommendation plus:

Overtime of \$36,000 (82) and \$39,600 (83) was added.

Operating expenses of \$89,167 (82) and \$172,796 (83) were added to allow rental of a disc drum, a security enhancing software package, and an optional character reader. Additional maintenance expenses were also added.

An additional \$59,000 was accepted to allow the division to purchase an auxiliary cooling system.

The LFA recommendation includes \$100,000 in facility improvements to allow the division to set up the basic requirements of an emergency facility in case of a disaster.

A followup on a request for additional rental expenses for terminals was requested.

Total increase in 1982:	\$184,167
Total increase in 1983:	212,396

Please note: The subcommittee has also been requested to authorize extension of the three-year limit on contracts to five years to allow the division to purchase the new computer at 10.25% interest over a five-year period.

January 24, 1981

Records Management

The subcommittee accepted the LFA recommendation plus additional operating expenses of \$1,091 (1982) and \$1,179 (1983) for the lease of a vehicle for deliveries. Additional expenses for increased maintenance of equipment totaling \$2,000 (1982) and \$2,200 (1983).

Total increase in 1982:	\$3,091
Total increase in 1983:	3,379

Note: This budget recommendation is contingent upon the divisions's receipt of a large microfilming project from the secretary of state's office.

Teachers' Retirement System (TRS)

The subcommittee accepted the LFA recommendation plus an additional \$3,000 per year for legal fees. The subcommittee recommended the following language:

January 24, 1981 (continued)

"Reimbursement received for legal services provided by the department's legal staff to those divisions funded by earmarked funds shall be deposited to the general fund."

Total increase in 1982:	\$ 3,000
Total increase in 1983:	3,000

Consumer Counsel

The subcommittee accepted the agency request as submitted. This request includes a modification in personal services to reflect a 12 percent cost of living increase in salaries.

January 20, 1980

TO: Representative Art Lund, Chairman
House Appropriations Committee

FROM: Judy Rippingale
Acting Legislative Fiscal Analyst

SUBJECT: Supplemental Appropriations Compared
to Supplementals Requested.

Subcommittee: Legislative, Judicial, and Administrative Subcommittee

	-----General-----			-----Other-----		
	<u>Request</u>	<u>Approp.</u>	<u>Difference</u>	<u>Request</u>	<u>Approp.</u>	<u>Difference</u>
<u>Judiciary</u>						
District Court	\$ 36,000	\$ 27,700	\$ (8,300)			
Supreme Court Oper.	-0-	40,955	40,955			
<u>Secretary of State</u>						
Records Management	71,660	53,655	(18,005)			
<u>Comm. of Political Practices</u>	10,412	8,140	(2,272)			
<u>Department of Justice</u>						
LENS	1,400	1,400	-0-			
Transportation of Prisoners	19,000	19,000	-0-			
Field Services				277,719	231,400	(46,319)
County Attorney Payroll	39,000	39,000	-0-			
County Prosecutor Serv.	22,075	19,075	(3,000)			
Criminal Investigation	8,000	5,658	(2,342)			
Antitrust Bureau	55,333	32,833	(22,500)			
Personal Service Deficit	32,068	10,809	(21,259)	209,768	70,531	(139,237)
<u>Department of Revenue</u>						
Property Assessment	644,000	385,000	(259,000)			
<u>Dept. of Military Affairs</u>						
Disaster & Emergency	18,770	18,770	-0-	6,714	6,714	-0-
<u>Department of Highways</u>						
Maintenance				3,260,000	2,712,849	(547,151)
<u>State Auditor</u>	655	655	-0-			
<u>Dept. of Administration</u>						
State Tax Appeals	-0-	52,000	52,000			
TOTAL	\$958,373	\$714,650	(\$243,723)	\$3,754,201	\$3,021,494	(\$732,707)

Subcommittee: Education

	-----General-----			-----Other-----		
	<u>Request</u>	<u>Approp.</u>	<u>Difference</u>	<u>Request</u>	<u>Approp.</u>	<u>Difference</u>
Office of Pub. Instruction						
Voc. Technical Centers \$	216,300	\$ 235,645	\$ 19,345			
Transportation	-0-	505,000	505,000			
Montana Historical Society						
Magazine	11,320	11,320	-0-			
Administration	26,169	26,168	(1)			
School for Deaf & Blind						
Education Program	166,228	42,133	(124,095)			
Payroll Accrual	100,000	100,000	-0-			
Higher Education	5,214,461	4,024,058	(1,190,403)	\$1,451,074	\$1,551,071	\$ 99,997
Cooperative Ext. Service	-0-	118,708	118,708	-0-	47,000	47,000
Agricultural Exp. Stn.	-0-	60,000	60,000	-0-	127,633	127,633
TOTAL	<u>\$5,734,478</u>	<u>\$5,123,032</u>	<u>(\$611,446)</u>	<u>\$1,451,074</u>	<u>\$1,725,704</u>	<u>\$274,630</u>

Subcommittee: Department of Natural Resources

	-----General-----			-----Other-----		
	<u>Request</u>	<u>Approp.</u>	<u>Difference</u>	<u>Request</u>	<u>Approp.</u>	<u>Difference</u>
Natural Resources						
Forest Fire Suppression	\$1,115,905	\$1,117,124	\$ 1,219			
Forestry-Resource 300	577,298	577,298	-0-			
Energy Division	120,000	158,892	38,892			
Agriculture						
Centralized Services	45,000	45,000	-0-			
Transportation	20,000	20,000	-0-			
Business Regulation						
Centralized Services	12,142	6,320	(5,822)			
Financial Services	22,000	-0-	(22,000)			
Weights & Measures	27,500	27,500	-0-			
Livestock	5,884	5,884	-0-			
Department of Professional & Occupational Licensing						
Board of Architects				4,210	4,210	-0-
Board of Prof. Engineers & Surveyors				\$6,400	\$6,400	-0-
Board of Horse Racing				31,739	25,079	(6,660)
Board of Nursing				20,945	20,945	-0-
Board of Psychologists				2,000	2,000	-0-
TOTAL	<u>\$1,945,729</u>	<u>\$1,958,018</u>	<u>\$12,289</u>	<u>\$65,294</u>	<u>\$58,634</u>	<u>(\$6,660)</u>

Subcommittee: Human Services

	-----General-----			-----Other-----		
	<u>Request</u>	<u>Approp.</u>	<u>Difference</u>	<u>Request</u>	<u>Approp.</u>	<u>Difference</u>
<u>Health & Environ. Sci.</u>	\$256,000	\$108,337	(\$147,663)			
<u>Labor & Industry</u>	26,657	6,657	(\$20,000)			
<u>Community Affairs</u>	349,226	-0-	(349,226)			
TOTAL	\$631,883	\$114,994	(\$516,889)			
	=====	=====	=====			

Subcommittee: Institutions

	-----General-----			-----Other-----		
	<u>Request</u>	<u>Approp.</u>	<u>Difference</u>	<u>Request</u>	<u>Approp.</u>	<u>Difference</u>
Institutions	\$4,522,779	\$4,043,208	(\$479,571)			
TOTAL	\$4,522,779	\$4,043,208	(\$479,571)			
	=====	=====	=====			
GRAND TOTAL	\$13,793,242	\$11,953,902	(\$1,839,340)	\$5,270,569	\$4,805,832	(\$464,737)
	=====	=====	=====	=====	=====	=====

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PROPOSED AMENDMENT TO HB 94

Other Funds

Highway Department

Delete: Maintenance

\$2,712,849

Add: The department of highways may transfer appropriations between programs in order to offset an anticipated deficit within the maintenance division.

third reading, blue bill, be amended as follows:

1. Page 3, section 5, line 9.

Strike line 9

Insert: "The department of highways may transfer appropriated highway earmarked funds totaling no more than \$2,712,849 from the construction and preconstruction divisions to the maintenance division in order to offset an anticipated deficit within the maintenance division."

2. Page 1 through 8.

All technical corrections made by Legislative Council be approved.

PROPOSED AMENDMENT TO HB 94

Other Funds

Highway Department

Delete: Maintenance

\$2,712,849

Add: The department of highways may transfer appropriations ~~from the construction & preconstruction divisions~~ between programs in order to offset an anticipated deficit within the maintenance division.

highway department
totaling no
more than
2,712,849

to the maintenance
division

1/2 of 2,712,849 / 1,356,424.50
1/2 of 2,712,849 / 1,356,424.50
1/2 of 2,712,849 / 1,356,424.50
1/2 of 2,712,849 / 1,356,424.50