

MINUTES OF THE MEETING OF THE APPROPRIATIONS COMMITTEE
March 8, 1983

The Appropriations Committee met at 8:10 a.m. on March 8, 1983, in Room 104, with Chairman Bardanouve presiding. All members were present except Representative Shontz, who was absent. Peggy Williams, Associate Analyst, and Norman Rostocki, Associate Analyst, both from the office of the Legislative Fiscal Analyst, were also present.

INSTITUTIONS budgets were considered by the Committee: CENTRAL OFFICE, CENTER FOR THE AGED, EASTMONT, MOUNTAIN VIEW SCHOOL, PINE HILLS SCHOOL, PRISON, SWAN RIVER YOUTH FOREST CAMP, VETERANS' HOME, YOUTH TREATMENT CENTER, AND BOARD OF PARDONS. No EXECUTIVE ACTION was taken.

(Tape 4: Track 1:000)

Chairman BARDANOUE said the Committee will meet all week to work on budget issues. He said the Committee will meet tonight in the House Chambers for a hearing on the Governor's "Build Montana" program. He said if that hearing ends soon enough, the Committee will reconvene in Room 104 to review the proposed funding for the Boulder River School and Hospital.

Revenue and Expenditure Picture: Chairman BARDANOUE said figures on the budget are "very good", but the revenue estimates differ. He said the Legislature has a fair idea of expenses. A lot depends on the price of oil and the amount of oil produced in the state. He said the Legislative Fiscal Analyst estimates revenue at \$693 million; Democratic leadership, \$707 million, with \$25/barrel oil price; the Governor's office, \$733 million, with \$26.50/barrel oil price. He said the Governor's Office of Budget and Program Planning (OBPP) is running projections on income tax revenue, and at present they are not favorable or unfavorable. Refunds aren't running as high as they were expected, which is favorable, but collections are not as high as expected, which is unfavorable. Interest income is anyone's guess; interest rates may be going up. Using the Governor's figures, there would be a \$26 million shortfall with all the bills now before the Committee from the subcommittees, which total about \$686 million. Other items, such as the McBride bill for county grants-in-aid of \$8 million, or the "Build Montana" program for \$6 million, or relief for the elderly of \$2 million, or \$1 million for the pay plan, or \$3.5 million for the legislative session, or anticipation notes of \$4.2 million, or aid to local government for \$30.4 million, plus using the Governor's figures, would result in a \$26 million shortfall. Or a \$43 million shortfall with the Legislative Fiscal Analyst estimate; and a \$29 million shortfall with the Democratic leadership figures.

The bottom line on any figure so far is that projected expenditures will be above any revenue. Chairman BARDANOUE said, "There lies ahead of us some agonizing, maybe painful, decisions that we either have to find new revenue sources or we have to make cuts in the budgets proposed by subcommittees or other expenses."

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Chairman BARDANOUE said another item that has not yet been considered is the 75 + bills with fiscal impact remaining in the Committee hopper. "This does not include any money for the school foundation program... just add that on to the shortfall", he said.

Representative DONALDSON asked if the shortfall is based on solid figures by the OBPP? Chairman BARDANOUE said the \$26.50/barrel oil price was the price to be included in the upcoming formal projection. Rep. DONALDSON asked if the other projections were based on current figures; and the Chairman said they were. Chairman BARDANOUE said the leadership used a \$25/barrel oil price plus a 10% decline-in-production projection. Chairman BARDANOUE also said investment income is estimated at about 10%. With the \$707 million estimate, counting the \$15 million in bills now in, there would be a \$29 million shortfall without the foundation program, the Chairman said. All the shortfalls include the \$30.4 million local government program and the "Build Montana" program.

Rep. DONALDSON asked if the \$30.4 million local government program were deleted, would the \$29 million shortfall become a balanced budget? Chairman BARDANOUE said that would indeed happen, and, in fact, there would be a \$1.4 million surplus. Representative WALDRON noted the \$30.4 million to local governments exactly makes up for the loss in vehicle tax revenue. The Chairman said, "If we want to maintain our present level of support for local government and oil fell third, then we'll have to pump some General Fund money into it."

Responding to a question from Rep. Donaldson, Chairman BARDANOUE said anticipated revenue from SB 94 is not figured into the estimates. The Chairman said the fate of SB 94 is not certain. "It had a very precarious life in the Senate and its path in the House will be just as precarious," he said. "There are some members who have made it their mission this session to kill SB 94."

Responding to a question by Rep. Donaldson, Legislative Fiscal Analyst RIPPINGALE said the figures presume the \$32 million already in the Foundation Program remains. The Chairman agreed. "There was some concern that if the price of oil continues down, there will be less than a zero-zero Foundation Program, the Chairman said. "We could end up with a minus one-and-one... or whatever... if that revenue continues to decline," he said.

Chairman BARDANOUE called on Representative Waldron to chair the discussion of the Institutions subcommittee budget recommendations.

Chairman WALDRON presented to the Committee the "Institutions Subcommittee Report to House Appropriations". (Exhibit 1.) He also presented a report of revenue sources and distribution for the Institutions. (Exhibit 2.)

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(Tape 4: Track 1:0115)

INSTITUTIONS:

Central Office Summary: Chairman WALDRON read the narrative from Page D1 of Exhibit 1. He presented revenue source breakdown. (Exhibit 2.)

(Director's Office): Chairman WALDRON read the narrative from Page D2 of Exhibit 1.

Rep. BENGTON asked if the industry program was in this portion? Chairman WALDRON said the only reflection of that program in this section was the salary for the person who administered the program, that person being in the Director's office. It is funded out of the Revolving Account. That person oversees spending for the program and the ranch. With the ranch Revolving Account, a lot of money is involved because meat and milk are sent to many institutions in the state.

(Management Services): Representative WALDRON read the narrative from Page D3 of Exhibit 1.

Representative MENAHAN asked the reason for the 12% increase? Chairman WALDRON said it was because of the data processing equipment, for the most part. Representative BARDANOUVE noted there was a loss of \$184,000 in federal and private funding. Representative STOBIE asked what kind of data processing equipment was involved? A witness, representing the department said it was for software only.

(Tape 4: Track 1:0186)

(Alcohol and Drug Abuse): Representative WALDRON read the narrative from Page D4, D5 and D6 of Exhibit 1.

Representative STOBIE asked how the department would keep track of how much contractors were paying employees? Chairman WALDRON said this was not possible. Representative STOBIE said that in some other programs, often paying the head administrator's salary was the first priority. Chairman WALDRON said that in the case of any contract, the first priority is to have the work done.

There was discussion about use of the term "non-appropriated". Chairman WALDRON and a Legislative Fiscal Analyst's representative observed that a better term might have been "statutorily appropriated" because the existing statute earmarks the funds. Chairman WALDRON said the department would be expected, under the proposed budget, to make up any shortfalls in Earmarked Alcohol funds. Language in previous appropriations prevented the department from doing so, he said.

Chairman WALDRON said Page D6 lists the appropriated and non-appropriated money for the program. He said the \$2.9 million for FY '83 was not there because of decreasing revenues. "Those alcohol programs are going to be in a lot of trouble", he said.

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Representative DONALDSON said the term "non-appropriated" bothers him. Chairman WALDRON assured him the Legislature had control of the money. Representative BARDANOUVE suggested that if Representative Donaldson had a better way to do legislative budgeting, the Committee would give it full consideration. Representative DONALDSON said he was confused about what is appropriated and what isn't. A staff person of the LFA office suggested the word "authorized" might be appropriate.

(Tape 4: Track 1:0285)

(Corrections: Parole, Probation and Juvenile Programs): Chairman WALDRON read the narrative from Page D7 of Exhibit 1. He said the measure would authorize the department to carry over \$151,000 from the preceding fiscal year for two pre-release centers and associated start-up costs.

Representative BARDANOUVE said he has toured the Alpha House in Billings and it is a worthwhile program. He said he supports the program, but would suggest the money for renovation be transferred to Long Range Building. Representative DONALDSON asked how the work was proceeding on pre-release centers? Chairman WALDRON said the question would properly be addressed to the department. Representative QUILICI said the administration has submitted application for a center in the Butte area. Representative BARDANOUVE called the resistance to a center in Great Falls unfortunate.

(Tape 4: Track 1:0359)

(Women's Corrections): Chairman WALDRON said the subcommittee visited every institution except the Life Skills Center in Billings and the one in Missoula, and the prison at Deer Lodge. He said he found the women's prison a fine facility. It is clean, well-run and has a very good program. He read the narrative from Page D8 of Exhibit 1.

Representative DONALDSON asked about the two prisoners housed out-of-state. Chairman WALDRON said those were maximum-security inmates not suitable for the facility. It would cost much more to build a maximum-security women's facility.

(Tape 4: Track 1:0382)

(Medical Expenses): Chairman WALDRON reviewed the material on Page D9 of Exhibit 1. He said this is a difficult area because it is hard to budget for medical costs for prisoners. The department asked that an amount be set aside for medical expenses so the department can pull it out as needed rather than budgeting by institution.

Representative MENAHAN said the department has been advised about the possibility of charging inmates for each medical call, but the department has done nothing in this regard. Other states do that, he said. Chairman WALDRON said that would take a statute. Representative MENAHAN said it could be done in the budget. Representative BARDANOUVE said, "The state is in a peculiar situation with custodial inmates,

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as the state is completely responsible for inmates' expenses. Many of them are people who are down-and-out and for whom health care was of no importance while on their own. New prisoners often represent 'walking medical problems'," he said. "We kind of rebuild them often times and they leave in better shape than when they come in. It might be difficult to assess the benefits, but if you are in better health, it may be one plus in society that the person may do better", he said.

Representative WINSLOW asked if it is possible for the state to get financial help for prisoners under Medicare or Medicaid. Chairman WALDRON said, "No." Representative WINSLOW asked about Indian prisoners, and got the same answer. "They become a state responsibility once we put them in a state institution," the Chairman said. Representative WINSLOW asked if any prisoners receive Social Security benefits? A witness for the department said that at one point there were five recipients in the institution, but the possibility of Medicare was not explored.

Representative DONALDSON asked if there was any thought to expanding medical facilities? Chairman WALDRON said there was no such discussion. A witness for the department said there was talk of expanding the private research facility at the prison, but there was no funding and no hard steps were taken. Representative THOFT said steps should be taken to have that facility appraised for its real value. Chairman WALDRON said the department has taken the position that it will not assume the financial responsibility for medical care for non-life-threatening, pre-existing medical conditions of prisoners.

(Tape 4: Track 1:0457)

(Community Mental Health Centers): Chairman WALDRON read the narrative from Page D10 of Exhibit 1. Chairman WALDRON said the subcommittee left the budget for this area pretty much alone. A fund balance was utilized to decrease the General Fund costs. He said FTE's were kept at the current level, and the funding level was 46%, matched with federal money.

Representative BARDANOUVE asked if there was general acceptance with these recommended levels? Chairman WALDRON said there was. Representative WINSLOW said some providers were dissatisfied with reimbursement levels because charitable gifts counted against state funding. He suggested a solution is to provide incentives for raising money. Representative QUILICI said some workers at the centers earn good salaries. Chairman WALDRON noted the figures on this presentation do not include the local centers, but just the central office workers in Helena. The local centers are contractors. Representative MENAHAN called the program "a sacred cow" and said the Legislature was almost powerless to change that. He said at one point it was found a center employed a marriage counselor at \$70,000 a year. Representative THOFT said he agreed with Rep. QUILICI. Representative QUILICI said that with tight money, administrative costs should be cut. Representative

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ROUSH noted that increased costs of centers result in higher consumer costs because the centers also collect from insurance companies.

Chairman WALDRON and Rep. BANDANOUVE said the discussion about Boulder River School and Hospital will be postponed until tomorrow as a courtesy to Rep. Marks.

(Tape 4: Track 1:0544)

Center for the Aged: Chairman WALDRON read the narrative from Page D13 of Exhibit 1. He praised the operation of the Center.

(Tape 4: Track 1:0566)

Eastmont Training Center: Chairman WALDRON read the narrative from Page D14 of Exhibit 1. He praised operations at the Center, saying the visit was well worth the trip.

Representative BARDANOUVE noted there was a substantial amount of General Fund money recommended for the Center. Chairman WALDRON said the facility was Medicaid-eligible, but that does not show in the budget because Medicaid reimbursement goes directly to the General Fund. "The cost of operating is much less than appears", he said. LFA RIPPINGALE said Medicaid reimbursement amounts to about 60% of the General Fund money listed, so the real cost is about 40% of the General Fund money listed.

Representative MENAHAN asked if this was true of the Boulder River School and Hospital? LFA RIPPINGALE said the cost of maintaining residents at Boulder was higher. Chairman WALDRON said the higher costs result from antiquated facilities and the cost of operating a hospital at Boulder. "Constructing a Medicaid-eligible facility at Boulder would make the costs less", he said.

Representative WINSLOW asked how the Medicaid situation would be affected by the change from a 5-day to a 7-day facility? Representative BARDANOUVE said the 5-day program would not be eligible for Medicaid.

(Tape 4: Track 1:0668)

Mountain View School: Chairman WALDRON read the narrative from Page D15 of Exhibit 1. He noted there was an error in the bill in Item 9: General Fund money was corrected from \$952,542 to \$989,542.

Representative BARDANOUVE asked how much the fire alarm system was expected to cost? Chairman WALDRON said about \$15,000. Representative BARDANOUVE suggested this be put into Long Range Building. Chairman WALDRON agreed.

Chairman WALDRON said the "federal boarder" rate will decrease. A witness for the department said the school is budgeting for 36 residents, a decrease from 42. Representative MENAHAN warned that the fire alarm system item might be overlooked in the Long Range Building Committee. Chairman WALDRON and Rep. BARDANOUVE assured him it would not.

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(Tape 4: Track 1:0737)

Pine Hills School: Chairman WALDRON read the narrative from Page D16 of Exhibit 1. He said there has been significant improvement in this institution.

Representative BARDANOUVE asked about the present enrollment. Chairman WALDRON said there were 90 residents now, and the facility has been budgeted for 92 during the 1985 biennium. Representative QUILICI asked if the facility has a central dining room yet? Chairman WALDRON said, "No." Representative BARDANOUVE said that at one time the school had a cell for holding prisoners for long amounts of time. Representative MENAHAN said the Governor's Council on Management recommends a central kitchen, but that recommendation is inconsistent with its recommendation about Boulder.

(Tape 4: Track 1:0802)

Prison: Chairman WALDRON read the narrative from Page D17 of Exhibit 1. He said Page D17 is a summary of the entire prison budget.

Care and Custody: Chairman WALDRON read the narrative from Page D18 of Exhibit 1.

Chairman WALDRON said the request for equipment was reasonable. Representative BARDANOUVE said there has been criticism that the prison has done nothing to implement spending authority for new equipment. Carroll SOUTH, Director of the Department of Institutions, said the 1981 Special Session gave the Department \$205,000 for renovation of kitchen facilities. He said the architect's plan has been done, but work is being held up until a decision is made about Long Range plans. He said officials need to know how to make permanent changes in the kitchen. The equipment requested in this budget is to replace only existing equipment... most of which was moved from the old prison.

(Tape 4: Track 1:0872)

Ranch and Dairy: Chairman WALDRON read the narrative from Page D19 of Exhibit 1. He said the ranch is now operating at a profit. The ranch operates from a Revolving Fund.

Representative ERNST asked how the contracting would tie in with the fact that inmates would be working? Chairman WALDRON said it would be part of the contract that prison labor would be used. Representative THOFT asked Carroll South to explain how the need for security would be met. Mr. SOUTH said every civilian worker would have some responsibility regarding security. What is attempted by way of contracting is the profit motive, which is essential to running the ranch efficiently, he said.

Representative BARDANOUVE suggested the ranch may be an anachronism, and an inefficient one at that. He said ranchers in the surrounding area have suggested leasing the land. Representative BARDANOUVE said

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he favors seeing the haying and irrigation areas developed to the point of efficiency, but, "if we continue to operate the ranch, we need more capital investment.

(Tape 4: Track 1:0972)

(License Plate Factory): Chairman WALDRON read the narrative from Page D20 of Exhibit. He said the ownership of the factory will be transferred from the Justice Department to the prison. Representative BARDANOUE noted the funding does not come from the General Fund, but is generated by license plate fees. Representative ERNST asked how many were employed in the license plate factory? Chairman WALDRON said eight inmates for one-third of the year.

(Tape 4: Track 1:1018)

(Prison Industries): Chairman WALDRON read the narrative from Page D21 of Exhibit 1. He said the subcommittee instructed the department to plan on funding all future equipment purchases from revenue generated from the sale of industry products.

Chairman WALDRON said expansion of the industries programs was one of the goals of the 1981 Session. He said there would be some income from sales on some of the products.

Representative STOBIE asked if the truck garden was a medium security program? Chairman WALDRON said he did not know. Representative THOFT said he disagreed with the garden project because it is not useful.

(Tape 4: Track 1:1081)

(Canteen): Chairman WALDRON read the narrative from Page D22 of Exhibit 1. He said the canteen was vastly expanded as a result of the warden's policy against packages coming from outside the prison.

(Tape 4: Track 1:1098)

(Industry Training): Chairman WALDRON read the narrative from Page D23 of Exhibit 1.

Representative BENGTON said she thought the program is non-productive and unrealistic. Chairman WALDRON said it was a training program and allowed the inmates to earn "good-time". Representative BARDANOUE questioned good-time policies. Representative BENGTON said it looked like another Vo-Tech course. Representative QUILICI said the inmates have too much free time, and this is a good program. Representative THOFT said it was a good program to develop a sense of the work ethic. Representative LORY said it was probably the best program started in the prison in the past five years.

Representative STOBIE said he wanted to know what was planned in regard to the truck garden. Mr. SOUTH said it was not anticipated that any sales would be made to the private sector. Representative STOBIE suggested sales be made to the private sector through

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wholesalers who now import into Montana.

(Tape 4: Track 1:1231)

Swan River Youth Forest Camp: Chairman WALDRON read the narrative from Page D24 of Exhibit 1. Representative STOBIE noted there were 25 staff people for 54 inmates. Chairman WALDRON said there is a lot of staff because of the nature of the operation. Representative ROUSH spoke for the program, noting there is an employment waiting list for outgoing inmates.

(Tape 4: Track 1:1278)

Veterans Home: Chairman WALDRON read the narrative from Page D25 of Exhibit 1.

(Tape 4: Track 1: 1314)

Youth Treatment Center: Chairman WALDRON read the narrative from Page D28 of Exhibit 1. He said the Center will be eligible for Medicaid. He said the Youth Treatment Center will cost about \$20,000 to \$22,000 a year per child to operate. Representative QUILICI asked how much it would cost for a resident at Warm Springs? Chairman WALDRON said it would cost about \$37,000. Representative BARDANOUE said Warm Springs is not Medicaid-eligible. Representative MENAHAN said he questioned the efficiency of the unit. "We're building mini-institutions all over", he said; "This replaced old bricks and mortar with new bricks and mortar."

(Tape 4: Track 1:426)

Board of Pardons: Chairman WALDRON read the narrative from Page D30 of Exhibit 1. He said the budget is a current-level budget for the Board of Pardons.

Chairman WALDRON said Warm Springs Hospital will be addressed at the Committee meeting tonight.

Rep. BARDANOUE said there would be a full hearing tonight in the House Chambers to hear the Governor's "Build Montana" program; and after that hearing the Committee will recess to Room 104 for the hearing on the Warm Springs Hospital budget.

The meeting recessed at 11:55 a.m.



FRANCIS BARDANOUE
Chairman

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INSTITUTIONS SUBCOMMITTEE
REPORT TO HOUSE APPROPRIATIONS
MARCH 8, 1983

Agency: Department of InstitutionsProgram: Central Office Summary

	FY 1982 Actual	-----Fiscal 1984-----		-----Fiscal 1985-----	
		Executive	Current Level	Executive	Current Level
			Subcommittee		Subcommittee
FTE	174.78	176.95	172.45	176.95	172.45
Personal Ser.	\$ 3,666,442	\$ 4,056,715	\$ 3,973,639	\$ 4,056,820	\$ 3,972,865
Operating Exp.	2,354,971	3,787,615	3,604,352	4,016,784	3,737,070
Equipment	81,300	60,351	88,526	5,323	63,030
Non-Oper. Exp.	6,901,713	7,219,634	6,173,952	7,572,398	6,375,885
Reappropriated					
General Fund	-0-	-0-	151,094	-0-	-0-
Total Exp.	\$13,004,426	\$15,124,315	\$17,817,188	\$15,651,325	\$14,148,850
FUNDING:					
General	\$ 9,286,734	\$12,241,100	\$11,642,906	\$12,676,087	\$11,755,874
Earmarked	2,218,585	787,536	291,242	842,112	311,343
Fed. & Private	1,470,058	2,062,611	2,023,863	2,098,981	2,048,001
Revolving	29,049	33,068	33,552	34,145	33,632
Total Funding	\$13,004,426	\$15,124,315	\$17,817,188	\$15,651,325	\$14,148,850

This reflects the Central Office expenditures summarized as a total. General fund increases 11.8 percent, or \$2,459,499, over the past biennium. The Central Office includes seven programs, each of which is discussed in detail on the following sheets.

Agency: Institutions - Central Office

Program: Director's Office

	FY 1982 Actual	-----Fiscal 1984-----		-----Fiscal 1985-----	
		Executive	Current Level	Subcommittee	Subcommittee
FTE	7.0	10.0	9.0	10.0	9.0
Personal Ser.	\$235,313	\$331,206	\$307,196	\$330,441	\$316,570
Operating Exp.	42,806	51,110	38,296	46,376	46,849
Equipment	1,029	795	795	1,043	1,043
Total Exp.	\$279,148	\$383,111	\$346,287	\$377,860	\$364,462
	=====	=====	=====	=====	=====
FUNDING:					
General	\$250,099	\$350,043	\$314,380	\$343,715	\$330,830
Revolving	29,049	33,068	31,907	34,145	33,632
Total Funding	\$279,148	\$383,111	\$346,287	\$377,860	\$364,462
	=====	=====	=====	=====	=====

This program houses the director, his staff, and the legal unit of the department. The general fund expenditures for this program increase 13.7 percent, or a total of \$80,625, over the past biennium. Two and one-half FTE were added to the 1982 level. Two FTE were transferred from the Management Services Division. The subcommittee also added a half-time lawyer but reduced the contract services line item accordingly. This allows the department to hire a part time lawyer rather than having to contract for legal assistance at a much higher hourly rate. The increase in operating expenses above current level is due to the approval of a word processing system and an additional xerox machine.

The revolving account authority supports the industry manager position for the prison industry program. The subcommittee directed that this position be physically located at the prison rather than in Helena.

Agency: Institutions - Central Office

Program: Management Services

	FY 1982 Actual	-----Fiscal 1984-----			-----Fiscal 1985-----		
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	36.00	31.00	34.00	31.00	31.00	34.00	31.00
Personal Ser.	\$727,111	\$682,822	\$759,346	\$679,090	\$681,322	\$758,352	\$678,400
Operating Exp.	175,191	303,325	218,570	276,909	201,578	197,274	216,730
Equipment	1,296	3,567	-0-	25,440	-0-	3,479	57,412
Total Exp.	\$903,598	\$989,714	\$977,916	\$981,439	\$882,900	\$959,105	\$952,542
	=====	=====	=====	=====	=====	=====	=====
FUNDING:							
General	\$774,175	\$989,714	\$793,264	\$981,439	\$882,900	\$763,374	\$952,542
Fed. & Private	129,423	-0-	184,652	-0-	-0-	195,731	-0-
Total Funding	\$903,598	\$989,714	\$977,916	\$981,439	\$882,900	\$959,105	\$952,542
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This budget reflects expenses for the accounting, personnel, and payroll functions of the department. General fund expenditures have increased 12.2 percent, or \$210,575, over the past biennium.

The FTE in this program were reduced by three, as requested by the department, which includes a financial investigator, an accounting supervisor, and a reimbursement field investigator. The governor's council on management recommended the deletion of 5 field investigator positions in the reimbursement section, and had assumed that the remaining work could be contracted out to the private sector. Instead, the department consolidated the workload and requested deletion of 3 FTE. In addition, 2 FTE were transferred to the director's office.

The primary item of change in this budget is attributable to a modified request approved for data processing capabilities and the related equipment. This modified totals \$153,073 over the biennium and is funded from general fund.

The federal funds received in the past were for administrative expenses charged to the various categorical grants. Under the block grant system, the available administrative costs are all allocated to the administration of the mental health services and are thus not available for use in this program.

Agency: Institutions - Central Office

Program: Alcohol and Drug Abuse

	FY 1982 <u>Actual</u>	-----Fiscal 1984-----			-----Fiscal 1985-----		
		<u>Executive</u>	<u>Current Level</u>	<u>Subcommittee</u>	<u>Executive</u>	<u>Current Level</u>	<u>Subcommittee</u>
FTE	23.00	10.00	10.00	10.00	10.00	10.00	10.00
Personal Ser.	\$ 543,302	\$ 282,316	\$ 282,492	\$ 282,492	\$ 281,680	\$ 282,188	\$ 282,188
Operating Exp.	176,642	100,218	106,633	101,511	107,706	113,682	109,000
Equipment	533	3,000	2,500	3,000	3,000	-0-	3,000
Non-Oper. Exp.	<u>2,512,989</u>	<u>1,504,663</u>	<u>3,322,884</u>	<u>625,498</u>	<u>1,692,777</u>	<u>3,522,254</u>	<u>663,027</u>
Total Exp.	<u>\$3,233,466</u>	<u>\$1,890,197</u>	<u>\$3,714,509</u>	<u>\$1,012,501</u>	<u>\$2,085,163</u>	<u>\$3,918,124</u>	<u>\$1,057,215</u>
	=====	=====	=====	=====	=====	=====	=====
FUNDING:							
General	\$ 180,773	\$ 219,606	\$ 208,674	\$ 219,606	\$ 230,925	\$ 209,737	\$ 230,925
Earmarked	2,218,585	787,536	2,791,063	291,242	842,112	2,971,994	311,343
Fed. & Private	<u>834,108</u>	<u>883,055</u>	<u>714,772</u>	<u>501,653</u>	<u>1,012,126</u>	<u>736,393</u>	<u>514,947</u>
Total Funding	<u>\$3,233,466</u>	<u>\$1,890,197</u>	<u>\$3,714,509</u>	<u>\$1,012,501</u>	<u>\$2,085,163</u>	<u>\$3,918,124</u>	<u>\$1,057,215</u>
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Language:

The department is authorized to maintain an aggregate funding level of \$2,236,595 during fiscal 1984 and \$2,467,723 during fiscal 1985 for those substance abuse programs which during fiscal 1983 were partially or totally funded under the provision of 53-24-206, MCA. The department is authorized to augment the actual funding available under 53-34-206, MCA by utilizing available alcohol federal block grant funding to attain the aggregate funding levels specified above except that 25 percent of each federal fiscal year's block grant shall be retained for the following state fiscal year. Expenditures of revenues available under 53-34-206, MCA, when combined with the discretionary distribution of the alcohol federal block grant, may not exceed the aggregate funding totals specified above.

Alcohol & Drug Abuse (Cont.)

Comments:

This program is for the prevention and treatment of alcohol and drug abuse. General fund supports 32 percent of the drug program and increases 17 percent, or \$65,523, over the biennium. The total cost of the drug program is shown as the nonoperating expenditure. These programs were operated with state employees from three satellite offices in the past. The department requested and the subcommittee approved that these funds be used to provide grants to private organizations for similar services throughout the state. This accounts for the decrease of 13 FTE.

The drug program expenses in fiscal 1984, (shown as nonoperating expenses) fall slightly between the fiscal 1982 and fiscal 1983 level. This is due to the economies realized by contracting for these services rather than having the state actually run the program. There is not anticipated to be any change in the services provided.

The alcohol abuse funds are passed through to approved private alcohol programs, and also to county programs based on both population and land area. These alcohol programs are funded from the excise tax on wine and beer, from the liquor license tax, and from the federal alcohol abuse block grant. In the past biennium, the alcohol earmarked funds derived from taxes did not materialize as projected, and a decrease in grants to the counties resulted. Through the use of language, the subcommittee has authorized the department to make up any shortfall in earmarked alcohol funds from the block grant fund balance. This language will allow the department to maintain the county alcohol programs even if alcohol earmarked funds are less than anticipated.

Although the levels shown in the appropriations bill are substantially lower than the executive request or the current level, this program as a whole is maintained approximately at current level when adjusted for inflation. This is not readily seen in the bill because a majority of the alcohol funds are non-appropriated funds and therefore do not appear in the bill.

Table 1 breaks down appropriated and non-appropriated expenses for 1982 actual, the 1983 budgeted and projected expenditures, and the budget established by the subcommittee for fiscal years 1984 and 1985 for alcohol and drug abuse programs.

Table 1
Appropriated and Non-appropriated Funds for Alcohol and Drug Abuse Grants

<u>Non-Operating Expense</u>	<u>Actual FY 1982</u>	<u>Budgeted FY 1983</u>	<u>Projected FY 1983</u>	<u>-----Appropriated----- FY 1984</u>	<u>FY 1985</u>
Appropriated:					
Drug Program	\$ 564,871	\$ 686,740	\$ 686,740	\$ 625,498	\$ 663,027
Non-Appropriated:					
Discretion Grants	420,232	465,245	372,193	2,236,595	2,467,723
Alcohol Program	<u>1,527,886</u>	<u>1,809,498</u>	<u>1,472,033</u>		
Total	<u>\$2,512,989</u>	<u>\$2,961,483</u>	<u>\$2,530,966</u>	<u>\$2,862,093</u>	<u>\$3,130,750</u>

When the fiscal 1983 budgeted and projected columns are compared, it can be seen that there is a shortfall of approximately \$430,000 anticipated between what was expected and what is actually materializing. This results in a reduction to both the department's discretionary grants and the county alcohol programs.

The language included by the subcommittee addresses the shortfall problem if it occurs in the 1985 biennium. The language allows the department to maintain the funding levels of \$2,236,595 in fiscal 1984 and \$2,467,723 in fiscal 1985 for the purposes of the discretionary grants and the county alcohol programs. If the alcohol earmarked funds are received at a level less than is estimated, the department is authorized to make up the difference from the alcohol block grant fund balance. This language should prevent any cuts to county alcohol programs even if alcohol earmarked funds are less than anticipated.

Agency: Institutions - Central Office

Program: Corrections - Parole, Probation,
& Juvenile Programs)

	FY 1982 Actual	-----Fiscal 1984-----			-----Fiscal 1985-----		
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	96.0	97.5	91.5	93.5	97.5	91.5	93.5
Personal Ser.	\$1,831,318	\$2,137,044	\$2,034,519	\$2,072,774	\$2,140,269	\$2,032,090	\$2,073,182
Operating Exp.	982,688	2,174,640	1,906,181	2,105,696	2,323,107	2,035,958	2,231,079
Equipment	46,349	47,319	69,414	54,896	-0-	32,420	-0-
Non-Oper. Exp.	420,229	295,939	295,939	295,939	313,696	313,696	313,696
Reappropriated							
General Fund	-0-	-0-	-0-	151,094	-0-	-0-	-0-
Total Exp.	\$3,280,584	\$4,654,942	\$4,306,053	\$4,680,399	\$4,777,072	\$4,414,164	\$4,617,957
FUNDING:							
General	\$3,188,662	\$4,651,961	\$4,303,269	\$4,677,418	\$4,773,998	\$4,411,213	\$4,614,883
Fed. & Private	91,922	2,981	2,784	2,981	3,074	2,951	3,074
Total Funding	\$3,280,584	\$4,654,942	\$4,306,053	\$4,680,399	\$4,777,072	\$4,414,164	\$4,617,957

Language: Of the \$500,819 general fund appropriated in House Bill 2 from the second special session of the 47th Legislature for pre-release centers, general fund of \$151,094 is reappropriated for the biennium for start-up costs for two new 25 bed pre-release centers, less any amount expended in fiscal 1983 for that purpose. Included within contract services are \$677,098 in fiscal 1984 and \$717,724 in fiscal 1985 to provide for room and board for 50 inmates at two community pre-release centers other than Alpha house and the Missoula Life Skills Center. If delays occur in the opening of these pre-release centers, the director may utilize the funds in contract service to provide for room and board to house these inmates at the state prison. The director shall notify the Legislative Finance Committee and the Governor's budget office prior to any transfer of funds.

Comments: This budget reflects expenses for parole and probation activities, aftercare group homes, and 99 inmates at community pre-release centers. General fund increases 23.8 percent, or \$1,757,215 for the biennium. This increase is primarily due to two factors: First, the subcommittee approved an additional 2 FTE parole and probation officers costing a total of \$115,230 over the biennium. Second, within the budget are funds to support 99 inmates at community pre-release facilities in both years. In fiscal 1982, only 20 inmates were in pre-release centers, thus there is a substantial increase over the past biennium. In addition, \$15,000 is contained in fiscal 1984 for one-time renovation costs at the Alpha House pre-release facility in Billings.

Agency: Institutions - Central Office

Program: Women's Corrections

	FY 1982 Actual	-----Fiscal 1984-----			-----Fiscal 1985-----		
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	3.28	23.45	21.10	23.45	23.45	21.10	23.45
Personal Ser.	\$ 47,518	\$455,175	\$410,172	\$453,171	\$455,333	\$410,529	\$453,572
Operating Exp.	200,269	293,188	278,339	287,013	316,151	299,264	309,533
Equipment	31,635	5,670	2,560	4,395	1,280	875	1,575
Non-Oper. Exp.	93,564	-0-	-0-	-0-	-0-	-0-	-0-
Total Exp.	\$372,986	\$754,033	\$691,071	\$744,579	\$772,764	\$710,668	\$764,680
FUNDING:							
General	\$372,986	\$754,033	\$691,071	\$744,579	\$772,764	\$710,668	\$764,680
Total Funding	\$372,986	\$754,033	\$691,071	\$744,579	\$772,764	\$710,668	\$764,680

This budget reflects expenses for women offenders. These expenses reflect an anticipated population of 44; 30 at the Warm Springs prison unit, 12 at the Billings Life Skills unit, and 2 in out-of-state prisons.

The general fund increases 22.6 percent over the past biennium, or an increase of \$328,904. A majority of this increase is attributable to the operations of the new women's prison at Warm Springs along with an anticipated increase in the women offender population from 31 in fiscal 1982 to 44 in fiscal 1984 and fiscal 1985.

A modified request was approved by the subcommittee which added 2.35 FTE each year for a total of \$82,888 over the biennium. These FTE represent: (1) an additional 7-day security post at the Warm Springs unit, and (2) an increase in the relief factor from 1.417 to 1.55 also at the Warm Springs facility. The additional post at the Warm Springs unit will allow a security post on each floor of the two floor facility and an additional post to assist on either floor.

Agency: Institutions - Central Office

Program: Corrections - Medical Exepnses

	FY 1982 Actual	-----Fiscal 1984-----		-----Fiscal 1985-----			
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	0	0	0	0	0	0	0
Operating Exp.	\$554,998	\$752,081	\$703,916	\$701,433	\$797,207	\$746,151	\$743,520
Total Exp.	\$554,998	\$752,081	\$703,916	\$701,433	\$797,207	\$746,151	\$743,520
		=====	=====	=====	=====	=====	=====
FUNDING:							
General	\$554,998	\$752,081	\$703,916	\$701,433	\$797,207	\$746,151	\$743,520
Total Funding	\$554,998	\$752,081	\$703,916	\$701,433	\$797,207	\$746,151	\$743,520
		=====	=====	=====	=====	=====	=====

This program reflects expenses for medical expenses for the men's and women's prisons, the men's and women's pre-release community facilities, and the aftercare juveniles in the department's custody. General fund increases 17.3 percent or \$213,353 over the past biennium. This increase is attributable to an increase in the number of men and women prisoners.

Agency: Institutions - Central Office

Program: Community Mental Health Centers

FTE	FY 1982 Actual	-----Fiscal 1984-----			-----Fiscal 1985-----		
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
	9.5	5.0	5.0	5.0	5.0	5.0	5.0
Personal Ser.	\$ 281,884	\$ 168,152	\$ 168,917	\$ 168,917	\$ 167,775	\$ 168,953	\$ 168,953
Operating Exp.	225,781	113,053	55,488	79,922	116,326	55,926	80,359
Equipment	458	-0-	-0-	-0-	-0-	-0-	-0-
Non-Oper. Exp.	3,871,524	5,419,032	6,853,031	5,252,515	5,565,925	7,214,435	5,399,162
Total Exp.	\$4,379,647	\$5,700,237	\$7,077,436	\$5,501,354	\$5,850,026	\$7,439,314	\$5,648,474
	=====	=====	=====	=====	=====	=====	=====
FUNDING:							
General	\$3,965,042	\$4,523,662	\$4,330,313	\$3,982,125	\$4,766,245	\$4,594,660	\$4,118,494
Fed. & Private	414,605	1,176,575	2,747,123	1,519,229	1,083,781	2,844,654	1,529,980
Total Funding	\$4,379,647	\$5,700,237	\$7,077,436	\$5,501,354	\$5,850,026	\$7,439,314	\$5,648,474
	=====	=====	=====	=====	=====	=====	=====

This program reflects the expenses of the services the state purchases from the community mental health centers and the related administrative costs. The general fund decreases 4.2 percent, or \$350,541 over the past biennium. This program was funded at the level requested which allows the department to contract for the same types and amounts of mental health services contracted for in fiscal 1983. It was possible to decrease general fund while still maintaining current service levels because there was a one-time block grant fund balance available for use. According to MCA, 53-21-203, the general fund cannot exceed 50 percent of the total budget for the community mental health centers. This budget reflects funding at the 47 percent level in fiscal 1984 and fiscal 1985.

Agency: Department of Institutions

Program: Boulder River School and Hospital

	FY 1982 Actual	-----Fiscal 1984-----			-----Fiscal 1985-----		
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	486.4	447.6	476.4	441.4	447.6	475.4	441.4
Personal Ser.	\$ 8,298,761	\$ 9,316,569	\$ 9,477,269	\$ 9,113,693	\$ 9,311,970	\$ 9,460,622	\$ 9,117,716
Operating Exp.	1,564,853	1,913,415	1,815,604	1,748,697	2,116,855	2,020,199	1,931,111
Equipment	192,822	63,965	44,583	42,044	43,595	48,818	13,991
Non-Oper. Exp.	222,017	-0-	-0-	-0-	-0-	-0-	-0-
Total Exp.	\$10,278,453	\$11,293,949	\$11,337,456	\$10,904,434	\$11,472,420	\$11,529,639	\$11,062,818
FUNDING:							
General	\$ 9,960,576	\$11,244,409	\$11,287,552	\$10,872,184	\$11,425,221	\$11,484,913	\$11,033,246
Earmarked	9,277	12,206	12,206	12,200	12,427	12,427	12,400
Fed. & Private	308,600	37,334	37,698	20,050	34,772	32,299	17,172
Total Funding	\$10,278,453	\$11,293,949	\$11,337,456	\$10,904,434	\$11,472,420	\$11,529,639	\$11,062,818

Boulder River School and Hospital provides services to mentally retarded children and adults. The population at Boulder is expected to be about 200 in the 1985 biennium compared to 225 in the 1983 biennium.

General fund increases 3.8 percent, or \$810,470, between the 1983 biennium and the 1985 biennium.

Twenty-five residents will move out of Boulder--some to Eastmont and some to the community. As a result of this move, a cottage at Boulder will be closed. This will result in a savings to Boulder of \$629,175 in fiscal 1984 and \$645,027 in fiscal 1985.

In fiscal 1983 there are 485.4 FTE at Boulder River School and Hospital. A total of 44 FTE have been deleted for the 1985 biennium. The deleted FTE and the reasons for their deletions are shown below.

<u>Title</u>	<u>FTE</u>	<u>Reason for Deletion</u>
Behavior Modification Therapist	1.5	Title I
Custodial Superintendent	1.0	Vacant
Cosmetologist	.5	Vacant
Equipment Operator	1.0	Vacant
Nurse	1.0	Vacant
Warehouse Worker	1.0	Vacant
Painter	1.0	Added last session as an "adaptive carpenter"
Teacher	3.0	Added last session as a result of an Office of
Teacher Aide	4.0	Civil Rights suit. As the population of school
Occupational Therapist	.5	aged children declines, these positions are no
Rehabilitation Aide	.5	longer needed.
Habilitation Aide	22.0	Twenty-five residents will move out of Boulder
LPN	1.0	"
Cottage Supervisor	1.0	"
Food Service Worker	3.0	"
Habilitation Training Specialist	1.0	"
Custodial Worker	1.0	"
Total	44.0	
	====	

Federal funds decrease because no Title I funding is included.

Agency: Department of Institutions

Program: Center for the Aged

	FY 1982 Actual	-----Fiscal 1984-----			-----Fiscal 1985-----		
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	104.93	101.93	103.93	101.93	101.93	103.93	101.93
Personal Ser.	\$1,594,362	\$1,909,769	\$1,963,323	\$1,933,914	\$1,910,157	\$1,963,540	\$1,934,984
Operating Exp.	467,418	635,640	572,551	607,997	684,399	617,121	656,607
Equipment	11,332	44,067	5,554	5,554	3,770	2,809	2,809
Total Exp.	\$2,073,112	\$2,589,476	\$2,541,428	\$2,547,465	\$2,598,326	\$2,583,470	\$2,594,400
	=====	=====	=====	=====	=====	=====	=====
FUNDING:							
General	\$2,064,650	\$2,578,231	\$2,530,183	\$2,536,220	\$2,586,823	\$2,571,967	\$2,582,897
Earmarked	7,824	11,245	11,245	11,245	11,503	11,503	11,503
Fed. & Private	638	-0-	-0-	-0-	-0-	-0-	-0-
Total Funding	\$2,073,112	\$2,589,476	\$2,541,428	\$2,547,465	\$2,598,326	\$2,583,470	\$2,594,400
	=====	=====	=====	=====	=====	=====	=====

Center for the Aged provides long term services to geriatric residents transferred from Warm Springs/Galen State hospital and to referrals from Montana mental health centers. The population in the 1985 biennium is expected to be 190 residents. The population was budgeted at 195 in the 1983 biennium.

General fund increases 15.8 percent, or \$697,034, between the 1983 biennium and the 1985 biennium. Part of the increase (\$72,000) is due to the menu being upgraded. Contracted laundry costs increased \$53,000 because the institution will contract to have its laundry done outside the facility. Also, the water and sewer base was increased \$12,000 due to SID's for the renovation of the Lewistown sewer plant.

The following positions have been deleted: 1.0 FTE laundry worker, 1.0 FTE centralized services manager, and 1.0 FTE psychiatric aide.

Agency: Department of InstitutionsProgram: Eastmont

	FY 1982 Actual	-----Fiscal 1984-----		-----Fiscal 1985-----			
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	92.50	96.52	88.60	94.02	96.52	88.60	94.02
Personal Ser.	\$1,368,288	\$1,753,298	\$1,633,089	\$1,754,197	\$1,752,066	\$1,636,788	\$1,753,642
Operating Exp.	234,536	344,164	315,956	396,310	375,507	342,351	323,235
Equipment	23,594	9,497	10,513	10,513	9,222	6,742	6,742
Total Exp.	\$1,626,418	\$2,106,959	\$1,959,558	\$2,061,020	\$2,136,795	\$1,985,881	\$2,083,619
	=====	=====	=====	=====	=====	=====	=====
FUNDING:							
General	\$1,581,515	\$2,101,975	\$1,954,574	\$2,056,036	\$2,131,811	\$1,980,897	\$2,078,635
Fed. & Private	44,903	4,984	4,984	4,984	4,984	4,984	4,984
Total Funding	\$1,626,418	\$2,106,959	\$1,959,558	\$2,061,020	\$2,136,795	\$1,985,881	\$2,083,619
	=====	=====	=====	=====	=====	=====	=====

Eastmont provides services to mentally retarded children and adults. The institution operates two programs, a 5-day program (children who return home on the weekends) and a 7-day program. The 5-day program will be changed to a 7-day program in fiscal 1984. The population at Eastmont is expected to be 55 in the 1985 biennium.

General fund increases 19.4 percent, or \$670,705, between the 1983 biennium and the 1985 biennium.

In fiscal 1983 there are 92.5 FTE at Eastmont. The following positions have been deleted for the 1985 biennium: .4 FTE LPN, .58 FTE custodial worker, 1.0 FTE teacher, 1.0 FTE behavior modification therapist, and .5 FTE laundry worker. The teacher and behavior modification therapist were deleted because they were funded with Title I funds. The subcommittee intends that when Title I funding becomes available, positions may be added by budget amendment.

The 5-day program is being changed to a 7-day program because there are currently only seven children in the 5-day program. The capacity is 15. Six FTE were added to care for the increased population, and a 1.0 FTE transportation officer was deleted. Thus, the program change results in a 5.0 FTE increase.

Agency: Department of Institutions

Program: Mountain View School

	FY 1982 Actual	-----Fiscal 1984-----		-----Fiscal 1985-----			
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	68.38	65.13	65.21	64.05	65.13	65.21	64.05
Personal Ser.	\$1,209,386	\$1,374,590	\$1,350,471	\$1,347,548	\$1,373,775	\$1,350,847	\$1,347,837
Operating Exp.	226,623	270,861	250,733	266,601	288,504	265,150	283,488
Equipment	14,462	3,795	12,178	12,178	2,932	13,015	13,015
Total Exp.	\$1,450,471	\$1,649,246	\$1,613,382	\$1,626,327	\$1,665,211	\$1,629,012	\$1,644,340
FUNDING:							
General	\$1,357,730	\$1,592,308	\$1,546,862	\$1,597,400	\$1,607,800	\$1,564,608	\$1,615,084
Earmarked	1,407	-0-	-0-	-0-	-0-	-0-	-0-
Fed. & Private	91,334	56,938	66,520	28,927	57,411	64,404	29,256
Total Funding	\$1,450,471	\$1,649,246	\$1,613,382	\$1,626,327	\$1,665,211	\$1,629,012	\$1,644,340

Mountain View School is responsible for the care, education, and rehabilitation of juvenile girls who are committed to the school by district courts. The budget is based on an anticipated population of 36 residents. Mountain View School was budgeted for 43 girls in fiscal 1982; the actual population was 36.

General fund increases 10.4 percent, or \$301,472, between the 1983 biennium and the 1985 biennium.

In fiscal 1983 there are 67.71 FTE at Mountain View School. The subcommittee deleted 3.48 FTE. Of those positions, 1.4 FTE were deleted at the agency's request; a 1.0 FTE social worker was deleted because it was vacant; and 1.08 FTE teachers were deleted because they were funded by Title I funds. The FTE decreased by .18 FTE because of the way nine-month teachers were counted. The Title I teachers were deleted with the intent that when Title I funding becomes available the positions may be added back in by budget amendment.

Major equipment to be purchased includes a tractor/snowblower and a fire alarm system.

Federal boarder reimbursement is expected to decrease from \$28,111 in fiscal 1982 to \$3,600 in fiscal 1984 and 1985, because there is no longer a shortage of beds in the federal system. It is the intent of the subcommittee that, if a higher level of boarder reimbursement is received, the difference be reverted to the general fund.

Agency: Department of Institutions

Program: Pine Hills School

	FY 1982 Actual	-----Fiscal 1984-----			-----Fiscal 1985-----		
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	127.12	117.75	113.74	113.75	117.75	113.74	113.75
Personal Ser.	\$2,162,991	\$2,445,277	\$2,331,609	\$2,385,497	\$2,443,669	\$2,331,352	\$2,385,666
Operating Exp.	533,693	677,837	633,434	661,005	746,614	697,280	728,203
Equipment	20,913	11,352	17,689	11,352	3,834	11,567	3,834
Total Exp.	\$2,717,597	\$3,134,466	\$2,982,732	\$3,057,854	\$3,194,117	\$3,040,199	\$3,117,703
	=====	=====	=====	=====	=====	=====	=====
FUNDING:							
General	\$2,128,003	\$2,730,473	\$2,568,627	\$2,708,328	\$2,790,175	\$2,634,152	\$2,768,177
Earmarked	20,367	24,928	24,962	24,962	24,877	24,962	24,962
Fed. & Private	569,227	379,065	389,143	324,564	379,065	381,085	324,564
Total Funding	\$2,717,597	\$3,134,466	\$2,982,732	\$3,057,854	\$3,194,117	\$3,040,199	\$3,117,703
	=====	=====	=====	=====	=====	=====	=====

Pine Hills School is responsible for the care and custody of juvenile boys who have been committed to the institution by the courts. The average daily population is expected to be 92 in the 1985 biennium. The population was budgeted at 90 in the 1983 biennium.

General fund increases 19.1 percent between the 1983 biennium and the 1985 biennium.

In fiscal 1983 there are 119.34 FTE at Pine Hills. A total of 5.5 FTE has been deleted for the 1985 biennium. Of the 5.5 FTE, 4.0 were Title I positions, and the others were vacant positions. The Title I positions were deleted with the intent that when Title I funding becomes available, the positions may be added back in by budget amendment. In addition to the above position deletions, FTE were reduced because of the way nine-month teachers were counted.

Federal boarder reimbursement is expected to decrease from \$73,665 in fiscal 1982 to \$21,900 in fiscal 1984 and 1985 because there is no longer a shortage of beds in the federal system. It is the intent of the subcommittee that, if a higher level of boarder reimbursement is received, the difference be reverted to the general fund.

Agency: Montana State PrisonProgram: Prison Summary

	FY 1982 Actual	-----Fiscal 1984-----		-----Fiscal 1985-----			
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	278.79	324.05	327.17	332.45	324.05	327.17	332.45
Personal Ser.	\$5,616,194	\$ 7,422,233	\$ 7,383,948	\$ 7,657,986	\$ 7,417,995	\$ 7,372,749	\$ 7,653,901
Operating Exp.	3,602,444	4,475,199	3,892,095	4,399,270	4,836,390	4,224,774	4,770,409
Equipment	344,058	544,715	360,439	581,459	549,347	382,066	322,180
Total Exp.	\$9,562,696	\$12,442,147	\$11,636,482	\$12,638,715	\$12,803,732	\$11,979,589	\$12,746,490
		=====	=====	=====	=====	=====	=====
FUNDING:							
General	\$7,430,477	\$ 9,228,206	\$ 9,027,968	\$ 9,546,304	\$ 9,355,878	\$ 9,212,286	\$ 9,509,269
Earmarked	695,320	924,031	921,659	947,842	1,002,524	999,982	1,026,420
Fed. & Private	141,814	78,235	86,252	39,869	78,063	90,525	39,869
Revolving	1,295,085	2,211,675	1,600,603	2,104,700	2,367,267	1,676,796	2,170,932
Total Funding	\$9,562,696	\$12,442,147	\$11,636,482	\$12,638,715	\$12,803,732	\$11,979,589	\$12,746,490
		=====	=====	=====	=====	=====	=====

This reflects the entire prison budget. General fund increases 13.3 percent, or \$2,239,166, over the past biennium. There are six program budgets which are discussed in detail on the following pages.

Agency: Prison

Program: Care and Custody

	FY 1982 Actual	-----Fiscal 1984-----			-----Fiscal 1985-----		
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	256.79	299.45	302.57	300.45	299.45	302.57	300.45
Personal Ser.	\$5,097,912	\$6,753,248	\$6,741,434	\$6,844,922	\$6,751,110	\$6,731,364	\$6,842,666
Operating Exp.	2,316,268	2,399,343	2,329,141	2,339,238	2,592,300	2,523,684	2,522,052
Equipment	61,079	179,215	68,628	177,300	115,847	72,746	102,180
Total Exp.	\$7,475,259	\$9,331,806	\$9,139,203	\$9,361,460	\$9,459,257	\$9,327,794	\$9,466,898
FUNDING:							
General	\$7,371,570	\$9,228,206	\$9,027,968	\$9,271,625	\$9,355,878	\$9,212,286	\$9,377,063
Earmarked	21,633	25,365	24,983	49,966	25,316	24,983	49,966
Fed. & Private	82,056	78,235	86,252	39,869	78,063	90,525	39,869
Total Funding	\$7,475,259	\$9,331,806	\$9,139,203	\$9,361,460	\$9,459,257	\$9,327,794	\$9,466,898

This portion of the prison's budget reflects the operating expenses attributable to the housing, food, and other such expenses for the inmate population. General funds increase 11.8 percent over the past biennium, an increase of \$1,969,188. The prison is budgeted for a population of 725 inmates at the main prison in Deer Lodge. The average daily population in fiscal 1982 was 698. Language is included in the Corrections Division budget to allow transfer of funds to the prison if the two new pre-release centers are not yet established by July 1, 1983. This transfer is necessary because the additional inmates would have to remain at the prison if pre-release facilities are not available.

The FTE were reduced by a total of 2.12 FTE. All were deleted because the positions were open for a majority of fiscal 1982. The deleted positions include: 0.33 Clerk-typist, 1.00 Switchboard Operator, 0.50 Professional Nurse, and 0.29 Equipment Operator.

Of the equipment approved, \$59,029 was for kitchen equipment over the biennium.

Agency: PrisonProgram: Prison Ranch and Dairy

FY 1982		-----Fiscal 1984-----		-----Fiscal 1985-----			
Actual		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	15.0	17.6	17.6	18.0	17.6	17.6	18.0
Personal Ser.	\$ 384,429	\$ 489,414	\$ 463,420	\$ 472,743	\$ 487,724	\$ 462,584	\$ 470,923
Operating Exp.	570,695	1,008,172	608,816	721,881	1,083,980	659,793	780,448
Equipment	264,713	365,500	291,811	285,000	433,500	309,320	220,000
Total Exp.	\$1,219,837	\$1,863,086	\$1,364,047	\$1,479,624	\$2,005,204	\$1,431,697	\$1,471,371
FUNDING:							
Federal	\$ 24,858	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Revolving	1,194,979	1,863,086	1,364,047	1,479,624	2,005,204	1,431,697	1,471,371
Total Funding	\$1,219,837	\$1,863,086	\$1,364,047	\$1,479,624	\$2,005,204	\$1,431,697	\$1,471,371

Language: The department is authorized to contract all or part of ranch and dairy management after consulting with the ranch policy board. The department is directed to explore the possibility of profit sharing in context of contractual ranch and dairy management. Before any hay storage facilities are built, or any equipment is purchased, the department shall consult with the ranch policy board.

Comments: The prison ranch includes a grade A dairy, a beef cow-calf operation, hay and grain raising operation, and a slaughter house. The dairy and slaughter house provide products to all the state institutions.

The department has had difficulty in hiring a qualified ranch manager and currently is contracting for this service. The department is given the authority to contract all or a portion of the ranch operations out to a qualified manager and/or crew. In addition, the department is authorized to enter into a profit-sharing arrangement with a contracted manager. However, these arrangements must be presented to the legislative ranch policy committee.

There is some expansion in the ranch budget attributable to inventory replenishment for product containers and for medical supplies. Repairs are expanded to include repair of the dairy barn, loafing area, and funds for hay storage facilities.

Prison Ranch & Dairy (Cont.)

No specific equipment was authorized; rather, the amount of normal equipment depreciation expense was allowed for replacement equipment. The department is unsure of what equipment may be needed at this time because of the possibility of contracting out the operation of the ranch.

Agency: Prison

Program: License Plate Factory

	FY 1982 Actual	-----Fiscal 1984-----			-----Fiscal 1985-----		
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Personal Ser.	\$ 45,389	\$ 53,107	\$ 52,323	\$ 52,323	\$ 52,989	\$ 52,246	\$ 52,246
Operating Exp.	393,128	445,046	443,840	445,040	473,780	472,314	473,769
Equipment	520	-0-	-0-	-0-	-0-	-0-	-0-
Total Exp.	\$439,037	\$498,153	\$496,163	\$497,363	\$526,769	\$524,560	\$526,015
	=====	=====	=====	=====	=====	=====	=====
FUNDING:							
Earmarked	\$439,037	\$498,153	\$496,163	\$497,363	\$526,769	\$524,560	\$526,015
Total Funding	\$439,037	\$498,153	\$496,163	\$497,363	\$526,769	\$524,560	\$526,015
	=====	=====	=====	=====	=====	=====	=====

Language:

The department may budget amend revolving account spending authority for expanded activities within the license plate factory.

Comments:

This unit manufactures Montana's license plates. The Governor's Council on Management recommended that the department attempt to contract with other states to manufacture their license plates. To allow the department to pursue this option, language is included to allow budget amending revolving account spending authority.

Agency: PrisonProgram: Prison Industries

	FY 1982 Actual	-----Fiscal 1984-----			-----Fiscal 1985-----		
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	5.0	5.0	5.0	7.0	5.0	5.0	7.0
Personal Ser.	\$ 88,464	\$126,464	\$126,771	\$168,802	\$126,172	\$126,555	\$168,492
Operating Exp.	89,184	222,125	109,785	280,891	235,891	118,544	314,426
Equipment	16,265	-0-	-0-	89,748	-0-	-0-	-0-
Total Exp.	\$193,913	\$348,589	\$236,556	\$539,441	\$362,063	\$245,099	\$482,918
		=====	=====	=====	=====	=====	=====
FUNDING:							
General	\$ 58,907	\$ -0-	\$ -0-	\$ 89,748	\$ -0-	\$ -0-	\$ -0-
Fed. & Private	34,900	-0-	-0-	-0-	-0-	-0-	-0-
Revolving	100,106	348,589	236,556	449,693	362,063	245,099	482,918
Total Funding	\$193,913	\$348,589	\$236,556	\$539,441	\$362,063	\$245,099	\$482,918
		=====	=====	=====	=====	=====	=====

Language:

General fund totaling \$89,748 in fiscal 1984 is a loan for the purposes of purchasing equipment. The department shall track this loan and previous general fund loans separately on the state budgeting and accounting system.

Comments:

This program was formally started in fiscal 1982. It includes the print shop, the timber program, which both harvests timber and produces finished products, furniture repair, upholstery, and the manufacture of ring binders and other such plastic-covered products. Over the biennium \$311,017 is appropriated to expand the current operations and to begin production of ring binders. There is also a building request before the long-range building committee to house the expanded program.

The language addresses general fund provided to this program for equipment in fiscal 1984. In addition, the department is required to track this general fund loan and the loan of \$221,500 provided last regular session for the program's start-up costs. The total general fund loan thus totals \$311,248.

Prison Industries (Cont.)

The subcommittee instructed the department to plan on funding all future equipment purchases from revenue generated from the sales of industry products.

Agency: Prison		Program: Canteen				
FY 1982 Actual	-----Fiscal 1984-----		-----Fiscal 1985-----			
	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
Operating Exp. Equipment	\$233,169 1,481	\$400,513 -0-	\$400,513 -0-	\$450,439 -0-	\$450,439 -0-	\$450,439 -0-
Total Exp.	\$234,650 =====	\$400,513 =====	\$400,513 =====	\$450,439 =====	\$450,439 =====	\$450,439 =====
FUNDING:						
Earmarked Revolving	\$ -0- 234,650	\$400,513 -0-	\$400,513 -0-	\$450,439 -0-	\$450,439 -0-	\$450,439 -0-
Total Funding	\$234,650 =====	\$400,513 =====	\$400,513 =====	\$450,439 =====	\$450,439 =====	\$450,439 =====

The canteen provides snack foods and personal items for sale to inmates. The subcommittee authorized a substantial increase in this units spending authority. This is due to a change in the prison package policy. An inmate used to be able to receive personal packages containing groceries from friends or relatives. Due to the inability to adequately inspect these packages, the warden has required that inmates cannot receive groceries in packages, but must now purchase grocery items from the canteen. For this reason, it is anticipated purchases at the canteen will increase. The funding changes from a revolving account to an earmarked account because of the changes in the new treasury fund structure.

Agency: PrisonProgram: Industry Training Program

	FY 1982 <u>Actual</u>	-----Fiscal 1984-----		-----Fiscal 1985-----	
		<u>Executive</u>	<u>Current Level</u>	<u>Executive</u>	<u>Subcommittee</u>
FTE			5.00		5.0
Personal Ser.					
Operating Exp.			\$119,196		\$119,574
Equipment			211,707		229,275
			<u>29,411</u>		<u>-0-</u>
Total Exp.			<u>\$360,314</u>		<u>\$348,849</u>
			=====		=====
FUNDING:					
General			\$184,931		\$132,206
Revolving			<u>175,383</u>		<u>216,643</u>
Total Funding			<u>\$360,314</u>		<u>\$348,849</u>
			=====		=====

During Special Session II, the department was directed to develop an industry training program for inmates. As this was not available until February of 1983, it was not included in either the executive budget or in the LFA current level analysis. As approved by the subcommittee, this training program includes auto repair, heavy equipment, industrial arts, meat cutting, horticulture, business skills, an electronic repair center, and related support services. The department estimates income will be \$175,383 in fiscal 1984 and \$216,643 in fiscal 1985 from products produced from the training program. The remainder of the program is supported from the general fund.

	FY 1982 Actual	-----Fiscal 1984-----			-----Fiscal 1985-----		
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	27.33	25.33	25.33	26.33	25.33	25.33	26.33
Personal Ser.	\$543,448	\$587,146	\$579,405	\$617,234	\$586,825	\$578,562	\$616,631
Operating Exp.	237,703	289,479	267,461	285,398	304,956	278,589	292,894
Equipment	9,068	17,755	12,513	14,814	1,733	2,203	2,815
Total Exp.	\$790,219	\$894,380	\$859,379	\$917,446	\$893,514	\$859,354	\$912,340
	=====	=====	=====	=====	=====	=====	=====
FUNDING:							
General	\$676,570	\$799,588	\$763,834	\$838,460	\$797,893	\$763,554	\$833,099
Earmarked	38,331	50,428	50,475	50,475	50,373	50,475	50,475
Fed. & Private	75,318	44,364	45,070	28,511	45,248	45,325	28,766
Total Funding	\$790,219	\$894,380	\$859,379	\$917,446	\$893,514	\$859,354	\$912,340
	=====	=====	=====	=====	=====	=====	=====

The Swan River Youth Forest Camp is a minimum security work camp for inmates transferred from the state prison who are between the ages of 18 and 26. The capacity of the camp is 54 inmates.

General fund increases 17 percent, or \$242,824, between the 1983 biennium and the 1985 biennium.

In fiscal 1983 there are 26.33 FTE at Swan River Youth Forest Camp. A 1.0 FTE vocational instructor who previously was supported by federal funds will be supported by general fund in the 1985 biennium. Also, a teacher who was previously supported in part by Title I will be supported by general fund.

Federal boarder reimbursement is expected to decrease from \$26,912 in fiscal 1982 to \$15,761 in fiscal 1984 and 1985, because there is no longer a shortage of beds in the federal system. It is the intent of the subcommittee that, if a higher level of boarder reimbursement is received, the difference be reverted to the general fund.

Agency: Department of Institutions

Program: Veterans' Home

	FY 1982 Actual	-----Fiscal 1984-----			-----Fiscal 1985-----		
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	61.08	69.88	59.08	65.68	75.00	59.08	74.00
Personal Ser.	\$ 972,666	\$1,286,531	\$1,098,312	\$1,216,046	\$1,368,625	\$1,098,394	\$1,355,429
Operating Exp.	278,589	414,002	343,193	391,531	488,245	380,989	476,814
Equipment	35,801	30,232	30,562	30,232	1,431	1,740	1,431
Total Exp.	\$1,287,056	\$1,730,765	\$1,472,067	\$1,637,809	\$1,858,301	\$1,481,123	\$1,833,674
FUNDING:							
General	\$ 364,793	\$ 589,585	\$ 546,521	\$ 616,179	\$ 567,192	\$ 533,492	\$549,884
Fed. & Private	922,263	1,141,180	925,546	1,021,630	1,291,109	947,631	1,283,790
Total Funding	\$1,287,056	\$1,730,765	\$1,472,067	\$1,637,809	\$1,858,301	\$1,481,123	\$1,833,674

Language:

The new wing at the Veterans' Home is scheduled to open February 1, 1984. If the start-up date is later than February 1, spending authority shall be decreased by \$847.52 per day for the number of days between February 1 and the start-up date.

Comments:

The Montana Veterans' Home provides domiciliary and nursing care to honorably discharged veterans. If space allows, the home may also admit spouses of veterans. The population of the present facility is 115. The new wing is expected to open in February 1984 and will increase the number of beds by 36.

General fund increases 9.9 percent, or \$105,266, between the 1983 biennium and the 1985 biennium.

In fiscal 1983 there are 61.08 FTE at the Veterans' Home. FTE have been reduced by 1.5 for the 1985 biennium (maintenance worker and custodial supervisor) as recommended by the Governor's Council on Management.

As a result of the new wing, 14.42 FTE will be added. Costs for the new wing are \$127,975 in fiscal 1984 and \$310,889 in fiscal 1985. General fund decreases between fiscal 1984 and 1985 because the new wing will be open all year in fiscal 1985 and will bring in more VA and third-party reimbursements.

Agency: Department of Institutions

Program: Warm Springs/Galen

	FY 1982 Actual	-----Fiscal 1984-----			-----Fiscal 1985-----		
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	759.22	746.62	713.23	753.60	704.37	671.23	704.20
Personal Ser.	\$15,234,433	\$16,988,406	\$15,934,137	\$17,084,504	\$16,068,430	\$15,057,990	\$16,062,885
Operating Exp.	2,895,118	3,724,893	3,449,102	3,635,712	3,982,993	3,709,259	3,889,682
Equipment	99,040	192,976	166,391	183,976	26,479	34,860	26,479
Total Exp.	\$18,228,591	\$20,906,275	\$19,549,630	\$20,904,192	\$20,077,902	\$18,802,109	\$19,979,046
	=====	=====	=====	=====	=====	=====	=====
FUNDING:							
General	\$16,781,933	\$19,238,106	\$18,011,217	\$19,216,131	\$18,375,570	\$17,237,318	\$18,256,868
Earmarked	1,390,075	1,633,531	1,503,775	1,653,423	1,684,435	1,546,894	1,704,281
Fed. & Private	56,583	34,638	34,638	34,638	17,897	17,897	17,897
Total Funding	\$18,228,591	\$20,906,275	\$19,549,630	\$20,904,192	\$20,077,902	\$18,802,109	\$19,979,046
	=====	=====	=====	=====	=====	=====	=====

Language:

RN - 1:11
 LPN - 1:6.4
 Special Duty Aides and
 Psychiatric Aides - 1:1.9

Warm Springs State Hospital is budgeted for an average daily population of 350 patients in fiscal 1984 and 320 in fiscal 1985. Should the actual average daily population be less than the budgeted levels, there shall be a pro-rata personal service reversion for direct care services personnel based on the following direct care ratios.

A pro-rata portion of the supplies and materials appropriation directly attributable to the reduction in average daily population referred to above shall also revert.

Item 1 contains \$131,218 for funding through December 31, 1983 for 16.79 FTE food service positions, which will be eliminated once the food services of Warm Springs and Galen are consolidated. Should the consolidation occur prior to December 31, 1983, a pro-rata portion of the funding for the 16.79 FTE positions described above shall revert. This reversion shall be calculated as \$1,693 per day for each day the consolidation is in place before December 31, 1983.

Comments:

Warm Springs/Galen State Hospital is the consolidation of Warm Springs and Galen. The Warm Springs campus provides evaluation and psychiatric treatment for persons who are mentally ill. The Galen campus has alcohol and drug treatment programs. In addition, the Galen campus provides treatment for tuberculosis and silicosis and provides acute medical services for patients from the Warm Springs campus. The fiscal 1984 population is expected to be 350 at Warm Springs and 181 at Galen; the fiscal 1985 population is expected to be 320 at Warm Springs (the children's unit will move to the new Montana Youth Treatment Center in Billings) and 181 at Galen. In the 1983 biennium, Warm Springs was budgeted for 315 residents and Galen 195.

General fund increases 6.0 percent, or \$2,112,797, between the 1983 biennium and the 1985 biennium.

In fiscal 1983, there are 758.97 FTE at Warm Springs/Galen. The following FTE have been deleted by the sub-committee:

Position	FY 1984	FY 1985
Radiologist	.10	.10
Title I	1.25	1.25
Food Service Consolidation ¹	8.39	16.79
Children's Unit Move	0.00	43.00
Vacant Positions	22.70	20.70
Total	32.44	81.84
	=====	=====

Because the population at the Warm Springs campus is expected to increase from the fiscal 1982 level of 323.3 to 350 in fiscal 1984, 27.07 additional direct care positions were appropriated. Operating expenses were increased by \$153,773 to handle the additional population.

Operating expenses were increased \$16,878 over the biennium to pay the transportation costs for court ordered evaluations.

¹In fiscal 1984, 16.79 FTE were deleted for the food service consolidation. Because the equipment needed for the consolidation may not arrive until December, the food service staff were allowed to stay until the equipment arrives.
l:a10

FY 1982 Actual	FTE	-----Fiscal 1984-----		-----Fiscal 1985-----			
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
	0.00	2.82	2.82	0.00	108.43	108.43	109.43
Personal Ser.		\$ 55,484	\$ 55,484		\$1,995,504	\$1,987,055	\$2,058,055
Operating Exp.		24,439	25,076		419,973	389,692	260,928
Equipment		69,190	57,024		-0-	-0-	57,024
Total Exp.		\$149,113	\$137,584		\$2,415,477	\$2,376,747	\$2,376,007
FUNDING:							
General		\$149,113	\$137,584		\$2,398,712	\$2,338,736	\$2,337,996
Fed. & Private		-0-	-0-		16,765	38,011	38,011
Total Funding		\$149,113	\$137,584		\$2,415,477	\$2,376,747	\$2,376,007

Language:

The Warm Springs appropriation assumes the transfer of all patients in the children's treatment unit to the Montana Youth Treatment Center in Billings by June 30, 1984. Should this transfer be delayed past June 30, 1984, the Department of Institutions is authorized to utilize the appropriation for the Montana Youth Treatment Center to maintain services at Warm Springs until such time as the entire transfer is completed. The daily cost of maintaining the children's treatment unit past June 30, 1984 shall be consistent with the expenditure level for the unit as established by the Warm Springs appropriation.

Comments:

Originally scheduled to open in June 1984, the Montana Youth Treatment Center will provide long term (6 months to 2 years) psychological and educational services to seriously emotionally disturbed residents. The center will hold 60 residents, aged 12 to 18. The 30 residents of the children's unit at Warm Springs will move to the Montana Youth Treatment Center first. Other youth (who are now on out-of-state placement, on the waiting list for the Warm Springs children's unit, or in the community will be phased in later. This budget reflects the estimated

budget for a full year at the new Montana Youth Treatment Center that will be built in Billings. As it will not be open on July 1, 1984, it is anticipated that general fund will not be spent at the authorized level and will revert. However, funds will be necessary to retain the children at the Warm Springs children's unit until the Youth Treatment Center opens, so an entire fiscal year's appropriation was made.

The annual cost per resident at the Youth Treatment Center is projected to be about \$40,000. Of the total funding \$38,011 will come from school lunch and the remainder from general fund.

Agency: Department of Institutions

Program: Board of Pardons

FY 1982	-----Fiscal 1984-----			-----Fiscal 1985-----			
	<u>Actual</u>	<u>Executive</u>	<u>Current Level</u>	<u>Subcommittee</u>	<u>Executive</u>	<u>Current Level</u>	<u>Subcommittee</u>
FTE	3.5	4.0	4.0	4.0	4.0	4.0	4.0
Personal Ser.	\$ 88,017						
Operating Exp.	21,822	\$104,497	\$104,806	\$104,806	\$104,281	\$104,664	\$104,664
Equipment	120	37,090	27,414	35,092	37,412	27,066	34,537
		535	392	392	-0-	-0-	-0-
Total Exp.	\$109,959	\$142,122	\$132,612	\$140,290	\$141,693	\$131,730	\$139,201
FUNDING:							
General	\$109,959	\$142,122	\$132,612	\$140,290	\$141,693	\$131,730	\$139,201
Total Funding	\$109,959	\$142,122	\$132,612	\$140,290	\$141,693	\$131,730	\$139,201

The Board of Pardons oversees the inmate parole and furlough programs. It also reviews requests for executive clemency and makes recommendations to the governor concerning those requests.

This program is funded entirely by general fund. The general fund appropriation in the 1985 biennium is 15 percent, or \$36,354, higher than in the 1983 biennium. This is due, in part, to expenditures which were allowed during Special Session II (i.e., purchase of a car implies ongoing maintenance expenses). Also, during Special Session II, a 0.5 FTE secretary was added. The general fund appropriation is lower in fiscal 1985 than fiscal 1984, because one-time audit expenses have been included in fiscal 1984.

The subcommittee appropriated \$3,725 in fiscal 1984 and \$3,725 in fiscal 1985 for out-of-state travel. It is the intent of the subcommittee that, if the cost of out-of-state travel is less than \$3,725, the remainder revert to the general fund.

D. DEPARTMENT OF INSTITUTIONS

	General <u>Fund</u>	State Special <u>Revenue</u>	Fed. Special <u>Revenue</u>	<u>Proprietary</u>	<u>Total</u>
CENTRAL OFFICE					
-----Fiscal 1984-----					
1. Director's Office	336,306			33,552	369,858
2. Management Services Division	946,439				946,439
3. Alcohol & Drug Abuse Division	219,606	291,242	501,653		1,012,501
4. Corrections Division					
a. Aftercare, Parole & Probation	4,526,324		2,981		4,529,305
b. Women's Corrections	744,579				744,579
c. Corrections Medical Expenses	701,433				701,433
5. Mental Health Division	3,982,125		1,519,229		5,501,354
6. Community Pre-Release Centers	151,094				151,094
7. Audit	35,000				35,000
Total	11,642,906	291,242	2,023,863	33,552	13,991,563
-----Fiscal 1985-----					
8. Director's Office	330,830			33,632	364,462
9. Management Services Division	952,542 989,542				952,542
10. Alcohol & Drug Abuse Division	230,925	311,343	514,947		1,057,215
11. Corrections Division					
a. Aftercare, Parole, & Probation	4,614,883		3,074		4,617,957

b. Women's Corrections	764,680				764,680
c. Corrections Medical Expenses	743,520				743,520
12. Mental Health Division					
	<u>4,118,494</u>		<u>1,529,980</u>		<u>5,648,474</u>
Total	11,755,874	311,343	2,048,001	33,632	14,148,850

In items 4a and 11a, included for contract services are \$677,098 in fiscal 1984 and \$717,724 in fiscal 1985 to provide for room and board for 50 inmates at two community pre-release centers other than Alpha house and the Missoula Life Skills Center. If delays occur in the opening the these pre-release centers, the director may utilize these contract services funds to provide for room and board to house these inmates at the state prison. The director shall notify the Legislative Finance Committee and the Governor's budget office prior to any transfer of funds.

Item 6 reappropriates \$151,094 for the biennium of general fund money appropriated in House Bill 2 from the second special session of the 47th Legislature for start-up costs for two new 25-bed pre-release centers, less any amount expended in fiscal 1983 for that purpose.

The department is authorized to maintain an aggregate funding level of \$2,236,595 during fiscal 1984 and \$2,467,723 during fiscal 1985 for those substance abuse programs which during fiscal 1983 were partially or totally funded under the provision of 53-24-206, MCA. The department is authorized to augment the actual funding available under 53-34-206, MCA, by utilizing available alcohol federal block grant funding to attain the aggregate funding levels specified above except that 25 percent of each federal fiscal year's block grant shall be retained for the following state fiscal year. Expenditures of revenues available under 53-34-206, MCA, when combined with discretionary distribution of the alcohol federal block grant, may not exceed the aggregate funding totals specified above.

BOULDER RIVER SCHOOL & HOSPITAL

-----Fiscal 1984-----

1. General Operations	10,854,934	12,200	20,050	10,887,184
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2. Audit

	<u>17,250</u>			<u>17,250</u>
Total	10,872,184	12,200	20,050	10,904,434

-----Fiscal 1985-----

3. General Operations

	11,033,246	12,400	17,172	11,062,818
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CENTER FOR THE AGED

-----Fiscal 1984-----

1. General Operations

	2,528,170	11,245		2,539,415
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2. Audit

	<u>8,050</u>			<u>8,050</u>
Total	2,536,220	11,245		2,547,465

-----Fiscal 1985-----

3. General Operations

	2,582,897	11,503		2,594,400
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EASTMONT

-----Fiscal 1984-----

1. General Operations

	2,048,536		4,984	2,053,520
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2. Audit

	<u>7,500</u>			<u>7,500</u>
Total	2,056,036		4,984	2,061,020

-----Fiscal 1985-----

3. General Operations

	2,078,635		4,984	2,083,619
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MOUNTAIN VIEW SCHOOL

-----Fiscal 1984-----

1. General Operations

	1,588,200		28,927	1,617,127
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2. Audit

	<u>9,200</u>				<u>9,200</u>
Total	1,597,400		28,927		1,626,327

-----Fiscal 1985-----

3. General Operations

1,615,084		29,256		1,644,340
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PINE HILLS SCHOOL

-----Fiscal 1984-----

1. General Operations

2,695,678	24,962	324,564		3,045,204
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2. Audit

	<u>12,650</u>			<u>12,650</u>
Total	2,708,328	24,962	324,564	3,057,854

-----Fiscal 1985-----

3. General Operations

2,768,177	24,962	324,564		3,117,703
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MONTANA STATE PRISON

-----Fiscal 1984-----

1. Care and Custody

9,259,142	49,966	39,869		9,348,977
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2. Ranch and Dairy

1,479,624	1,479,624
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3. Industry Program

89,748	449,693	539,441
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4. Industry Training Program

184,931	175,383	360,314
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5. Canteen

400,513	400,513
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6. License Plate Factory

497,363	497,363
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7. Audit

	<u>12,483</u>			<u>12,483</u>
Total	9,546,304	947,842	39,869	2,104,700
				12,638,715

-----Fiscal 1985-----

8. Care and Custody	9,377,063	49,966	39,869		9,466,898
9. Ranch and Dairy				1,471,371	1,471,371
10. Industry Program				482,918	482,918
11. Industry Training Program	132,206			216,643	348,849
12. Canteen		450,439			450,439
13. License Plate Factory		526,015			526,015
Total	9,509,269	1,026,420	39,869	2,170,932	12,746,490

In item 3, general fund totaling \$89,748 in fiscal 1984 is a loan for the purposes of purchasing equipment. The department shall track this loan and previous general fund loans separately on the state budgeting and accounting system.

The department is authorized to contract all or part of ranch and dairy management after consulting with the ranch policy board. The department is directed to explore the possibility of profit sharing in context of contractual ranch and dairy management. Before any hay storage facilities are built, or any equipment is purchased, the department shall consult with the ranch policy board.

The department may budget amend revolving account spending authority for expanded activities within the license plate factory.

SWAN RIVER YOUTH FOREST CAMP

-----Fiscal 1984-----

1. General Operations	831,560	50,475	28,511		910,546
2. Audit	6,900				6,900
Total	838,460	50,475	28,511		917,446

-----Fiscal 1985-----

3. General Operations	833,099	50,475	28,766		912,340
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VETERANS' HOME

-----Fiscal 1984-----				
1. General Operations				
	609,279		1,021,630	1,630,909
2. Audit				
	<u>6,900</u>			<u>6,900</u>
Total	616,179		1,021,630	1,637,809

-----Fiscal 1985-----				
3. General Operations				
	549,884		1,283,790	1,833,674

The new wing at the Veterans' Home is scheduled to open February 1, 1984. If the start-up date is later than February 1, spending authority shall be decreased by \$847.52 per day for the number of days between February 1 and the start-up date.

WARM SPRINGS/GALEN

-----Fiscal 1984-----				
1. General Operations				
	19,188,131	1,653,423	34,638	20,876,192
2. Audit				
	<u>28,000</u>			<u>28,000</u>
Total	19,216,131	1,653,423	34,638	20,904,192

-----Fiscal 1985-----				
3. General Operations				
	18,256,868	1,704,281	17,897	19,979,046

Warm Springs State Hospital is budgeted for an average daily population of 350 patients in fiscal 1984 and 320 in fiscal 1985. Should the actual average daily population be less than the budgeted levels, there shall be a pro-rata personal service reversion for direct care services personnel based on the following direct care ratios: Registered Nurse - 1:11, Licensed Practical Nurse - 1:6.4, Special Duty Aides and Psychiatric Aides - 1:1.9.

A pro-rata portion of the supplies and materials appropriation directly attributable to the reduction in average daily population referred to above shall also revert.

Item 1 contains \$131,218 for funding through December 31, 1983 for 16.79 FTE food service positions, which will be eliminated once the food services of Warm Springs and Galen are consolidated. Should the consolidation occur prior to December 31, 1983, a pro-rata portion of the funding for the 16.79 FTE positions described above shall revert. This reversion shall be calculated as \$1,693 per day for each day the consolidation is in place before December 31, 1983.

YOUTH TREATMENT CENTER

1. General Operations

	-----Fiscal 1985-----	
	2,337,996	38,011
		2,376,007

The Warm Springs appropriation assumes the transfer of all patients in the children's treatment unit to the Montana Youth Treatment Center in Billings by June 30, 1984. Should this transfer be delayed past June 30, 1984, the Department of Institutions is authorized to utilize the appropriation for the Montana Youth Treatment Center to maintain services at Warm Springs until such time as the entire transfer is completed. The daily cost of maintaining the children's treatment unit past June 30, 1984 shall be consistent with the expenditure level for the unit as established by the Warm Springs appropriation.

BOARD OF PARDONS

	-----Fiscal 1984-----	
1. General Operations		
	136,901	136,901
2. Audit		
	<u>2,300</u>	<u>2,300</u>
Total	140,290	140,290

	-----Fiscal 1985-----	
3. General Operations		
	139,201	139,201

Section D Totals

Fiscal 1984	61,770,438	2,991,389	3,527,036	2,138,252	70,427,115
Fiscal 1985	63,460,230	3,141,384	3,832,310	2,204,564	72,638,488

If utilities expenditures exceed the amounts listed in the following table the institution may ask for a supplemental appropriation. If utilities do not exceed the anticipated amounts, the difference shall be reverted to the general fund.

	<u>Fiscal 1984</u>	<u>Fiscal 1985</u>
Boulder River School & Hospital	623,081	758,489
Center for the Aged	125,879	150,074
Eastmont Training Center	88,249	110,222
Mountain View School	67,571	82,549
Pine Hills School	254,823	308,394
Montana State Prison	378,383	459,389
Swan River Youth Forest Camp	55,933	65,850
Veterans' Home	149,952	192,246
Warm Springs/Galen State Hospital	1,484,238	1,735,010
Corrections Division	27,618	33,402
Youth Treatment Center	-0-	58,314

Title I Funding has not been included in the appropriation for any of the institutions. When Title I funding becomes available, it may be added by budget amendment.

VISITORS' REGISTER

HOUSE Appropriations COMMITTEEBILL InstitutionsDate March 8, 1983

SPONSOR _____

NAME	RESIDENCE	REPRESENTING	SUP PORT	OP POST
Pat Fairbanks	Helena	mt Federation of Teachers		
Dave Vena	MT PEH	MT PEH		
Ray Bruch	Helena	LWR of Montana		
Sandy Mordinger	"	" " "		
Dave Goss	Billings	Blg. Chamber of Commerce		
Peggy V.		LFA		
Scott S.		LFA		
Norm Rostocki		LFA		
W. J. Gosden	Helena	OBPP		
M. H. Harris	Helena	OBPP		
Dan Russell	Helena	D of T		
Jim Houbert	-	C		
Conrad Smith	Helena	D of T		
T. Cate	Helena	OBPP		
Rep. Nancy Keenan	Anacosta	D. of T #89		

IF YOU CARE TO WRITE COMMENTS, ASK SECRETARY FOR LONGER FORM.

PLEASE LEAVE PREPARED STATEMENT WITH SECRETARY.