

MINUTES OF THE MEETING OF THE APPROPRIATIONS COMMITTEE
March 19, 1983

Chairman BARDANOUE reconvened the meeting at 5:30 p.m. in Room 104. Representative QUILICI continued as Chairman to discuss his subcommittee budget recommendations on LEGISLATIVE AGENCIES, JUDICIAL, and HIGHWAYS. Representative MANUEL also presented his subcommittees budget recommendations on NATURAL RESOURCE AGENCIES. EXECUTIVE ACTION was taken on the budget recommendations.

(Tape 4: Track 3:009)

Representative QUILICI submitted a paper titled "Legislative General Fund Reductions by Subcommittee" to the Committee. (Exhibit 1).

***EXECUTIVE ACTION:

Legislative Fiscal Analyst: From Exhibit 1, Representative STOBIE made a motion that the reduction in the budget be approved. A voice vote was taken and the motion carried unanimously.

Environmental Quality Council: From Exhibit 1, Representative STOBIE made a motion that the proposed reductions and increases be approved. A voice vote was taken and the motion carried, with Representatives Bardanoue and Lory voting "No".

Legislative Council: From Exhibit 1, Representative STOBIE made a motion that the reduction in the budget be approved. A voice vote was taken and the motion carried unanimously.

Legislative Auditor: From Exhibit 1, Representative WALDRON made a motion that instead of the \$23,000 deletion the budget be reduced \$25,000. A voice vote was taken and the motion carried unanimously.

Department of Justice: Representative QUILICI proposed an amendment to the Attorney General's office. (Exhibit 2). Representative BARDANOUE made a motion that included in the budget is an amendment requiring an accounting of how the money from the original appropriation is spent and an accounting of how the money is spent if a supplemental is requested. A voice vote was taken and the motion carried unanimously.

Representative LORY made a motion that the amended budgets of Legislative, Judicial and Administrative be approved. A voice vote was taken and the motion carried, with Representatives SHONTZ and STOBIE voting "No".

HIGHWAY DEPARTMENT:

***EXECUTIVE ACTION:

Representative QUILICI submitted an amendment from the Budget and Management Analyst Teresa COHEA. (Exhibit 3). He said this amendment would add flexibility for the Department. Representative BARDANOUE made a motion that the amendments be approved. A voice vote was taken and the motion carried unanimously.

Highway Patrol: Representative QUILICI submitted an amendment to this budget. (Exhibit 4). Representative SHONTZ made a motion that the amendment be approved. A voice vote was taken and the

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motion carried, with Representative Donaldson voting "No".

(Tape 4: Track 3:111)

HIGHWAY DEPARTMENT:

Representative STOBIE said there was a lot of problems with highway maintenance in western Montana last year, such as ice and lack of snowplowing, and asked Gary Wicks if that was going to be the same situation this year? Gary WICKS replied that since 1981 the Department had adopted a priority for snowplowing in recognition that the Department had only so many pieces of equipment. The Department set up 4 classes of roads, depending on the amount of traffic on the roads, etc., and they placed the interstate highways into those roads. He said the policy has been working very well. He said there was a problem in the western part of the state and he met with the maintenance people and to the best of his knowledge, those problems had been worked out.

In response to a request from Representative BARDANOUVE, Gary WICKS discussed scheduling changes of work hours which have resulted in reduced payment of overtime wages.

***EXECUTIVE ACTION:

Representative BARDANOUVE made a motion that the Highway Department budget as amended do pass. A voice vote was taken and the motion carried unanimously.

(Tape 4: Track 3:148)

NATURAL RESOURCES:

Chairman BARDANOUVE called on Representative Manuel to present his subcommittee recommendations on the budget. He turned the chair over to Representative Manuel.

STATE LANDS: Chairman MANUEL presented the "hit list". (Exhibit 5).
Forestry Division:

(Equipment): [Item 1, page a7, Exhibit 5]. Chairman MANUEL said the \$100,000 reduction each fiscal year strikes a happy medium between the recommendations of the Budget Office and the Legislative Fiscal Analyst.

***EXECUTIVE ACTION:

Representative BARDANOUVE made a motion that the reduction be approved. A voice vote was taken and the motion carried unanimously.

(Cooperative Fire Program): [Item 2, page a7, Exhibit 5].

Representative BARDANOUVE made a motion that the reduction be approved. A voice vote was taken and the motion carried, with Representatives Lory and Ernst voting "No".

(Swan River Youth Forest Camp): [Item 3, page a7, Exhibit 5].

Chairman MANUEL made a motion that this be deleted from the budget

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and be submitted to the Long Range Building subcommittee. A voice vote was taken and the motion carried unanimously.

(Cooperative Fire Program): [Item 4, page a7, Exhibit 5]. Chairman MANUEL spoke for deletion of tanker maintenance by \$25,000 each fiscal year. Representative BARDANOUE so moved the deletion. Representative SHONTZ asked if the equipment was already in place? Dennis HEMMER, of the Department, said the money in question would maintain some equipment but also obtain other equipment. Representative BENGTON called the deletion penny-wise and pound-foolish. Responding to Representative Bardanoue, Dick GILBERT, LFA, said the original Executive request included \$700 for vehicle repair, \$14,000 for maintenance of state-owned tankers assigned to the counties, especially the 9 new counties to be added to the program, and \$12,000 for converting additional tankers. Representative BARDANOUE withdrew his motion.

*****EXECUTIVE ACTION:**

Representative BARDANOUE made a motion to delete \$9,300 each year. A voice vote was taken and the motion carried unanimously.

DEPARTMENT OF COMMERCE:

Montana Promotion Program: Dick GILBERT said General Fund expenditures in 1982 were \$613,520 and in 1983 they were \$727,767. Representative BARDANOUE moved to delete \$50,000 each year. [Item 1, page a7, Exhibit 5].

Representative BENGTON asked what the "Build Montana" program had to do with this sort of expenditure? Representative HEMSTAD said that if Build Montana passes as is, in Montana Promotion there will be \$3,710,498. At present there are 8 FTEs and the Department wants to add 2 more. Representative MENAHAN asked if it was hard to spend money in these sorts of programs, since those to benefit... such as chambers of commerce... call for government to stay out of the marketplace?

Representative ROUSH said if Build Montana does not pass, would this money be loosened up? Representative HEMSTAD said Gary Buchanan argued strongly that this amount is the absolute base for the program, and Build Montana was kind of on its own. Representative MARKS said if this reduction is accomplished, there would still be more money in travel promotion for the biennium than there was in the previous biennium. He said Build Montana has travel promotion as a line item amount. He suggested funding this item at current level and then taking up any addition in Build Montana. Representative MENAHAN asked if it was a \$375,000 increase without the \$200,000? He suggested the deletion of the item would leave the travel promotion at a bit less than current level. Mr. GILBERT said the 1982 General Fund was \$613,000 and in 1983 it was \$727,000. Representative STOBIE said the budget now funds at about \$1.8 million, so to reach current level, the \$400,000 total must be deducted. Representative HEMSTAD

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noted that revolving legal services was taken from all the other programs to fund, as well as other administrative costs apportioned to each Division. Representative BENGTON said the appropriation should be left intact.

*****EXECUTIVE ACTION:**

Representative BENGTON made a substitute motion to leave \$200,000 each year. A roll call vote was taken and the motion carried with 7 members voting "Yes" and 6 members voting "No".

(Tape 4: Track 3:282)

Economic Development Support Unit: [Item 1, page a8, Exhibit 5]. Chairman MANUEL said the number of FTEs was reduced by the subcommittee from 9 to 6. Gary BUCHANAN said the 9 included 3 that are being transferred to another division. He said they are current positions. He said he may have made a "tactical mistake" by taking these people out of the program levels and moving them into a support unit. He said the deletion in No. 1 would remove another 3 people, including the Director, and make operation of Economic Development impossible. Representative BARDANOUVE suggested the deletion not be made.

Public Service Commission: [Item 1, page a8, Exhibit 5]. Chairman MANUEL said he wanted to do more work on this agency budget, and perhaps make amendments on the floor. He said some revenue-raising steps are being considered that would allow for more spending. He asked that work be delayed until the floor. Representative HEMSTAD said the PSC asks for 2 people in data processing as well as start-up money for the computer system, auditors and an attorney. Representative LORY said he wanted to hear more about the computer request. Representative HEMSTAD spoke about the vehicle stamp fees. Representative SHONTZ asked for information about the computer program. Tom SCHNEIDER, Chairman of the PSC, said the subcommittee had received an extensive presentation about it. He spoke about the potential, which includes forecasting and trends, spreadsheet analysis and simulation, as well as word processing and other administrative support. At present there is no computer support.

Representative BARDANOUVE asked how sure he was that a raise in fees would be approved? Mr. SCHNEIDER said HB 436 deals with that specifically. Representative STOBIE asked if the computer program would be just for auditing? Mr. SCHNEIDER said "No" and explained. Representative SHONTZ asked if the computer would help the Transportation Division? Mr. SCHNEIDER said that originally the Commission wanted it to, but revised its request downward in view of the budget situation. Representative BENGTON asked if the fees were relevant to the computer consideration? Chairman MANUEL said no because they go directly into the General Fund.

Representative BARDANOUVE said the Legislature has been conservative with the PSC. Representative LORY called it a "disgrace" the PSC

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does not have computer power. Representative MENAHAN suggested the Committee move on.

Tom SCHNEIDER submitted a sheet showing what the subcommittee originally recommended and what the current subcommittee recommended in regard to computer capability and FTEs. (Exhibit 6). He asked the full Committee to go back to the original subcommittee recommendation.

(High-band radios & National Regulatory Research Institution):
 [Item 2, page a8, Exhibit 5]. Chairman MANUEL said this potential deletion would be taken up later... possibly on the floor.

DEPARTMENT OF ADMINISTRATION:

Accounting & Management Program:

(BARS Accounting System):

If HB 639 passes, it would move this Program to the Department of Commerce. Chairman MANUEL said his subcommittee cut the FTEs from 9 to 4 because the counties and cities should be done with the Program by the end of 1984 and be on nothing more than maintenance. He said, "Maybe you heard in committee that they were going on to schools and it was the feeling of the subcommittee that perhaps this shouldn't happen, so the FTEs were cut to 4 and the total program was cut to \$143,000. It is out of the Revolving Account that the county pays for and I would recommend to the full Committee that the state pick up half of this expense."

Mike STEPHEN, Montana Association of Counties, said, "We've had a local government services division, which provides technical assistance to counties and also their audit, plus the BARS system. In 1979 we had 100% state funding at 38 FTEs at \$869,000; we've been ranging in the \$900,000s until about 1982, at which time we implemented the counties paying for the audits, and that was 23 FTEs, so the General Fund dropped to around \$400,000 at 59% of the total budget; and in 1983 it will go to 42%; in 1984 it will go to 32%; and what we do is in 1985 we end up with a budget of over \$1 million dollars, 33 FTEs, of which 30 of those is county Revolving Fund. The issue here is the 4 FTEs which are necessary for maintenance and upkeep of the BARS system and putting another \$143,000 on local governments to pay for the maintenance of the system which was mandated by the state to set up. We feel there needs to be some centralized supervision and state moneys to keep this system going."

***EXECUTIVE ACTION:

Representative HEMSTAD made a motion to change the funding for fiscal 1985 from all Revolving Funds to 59% General Fund and 41% Revolving Fund. [Exhibit 7]. A voice vote was taken and the motion carried, with Representatives BARDANOUVE and STOBIE voting "No".

DEPARTMENT OF NATURAL RESOURCES:

Oil & Gas Program:

Chairman MANUEL said there was a proposed amendment to the budget from the Department of Natural Resources and called on Leo BERRY to explain the amendment. [Exhibit 8].

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***EXECUTIVE ACTION:

Representative BARDANOUE made a motion to accept the proposed amendment. A voice vote was taken and the motion carried unanimously.

Daily Ditch: Representative THOFT offered an amendment to spread the \$186,000 over the biennium. (Exhibit 9). Representative MENAHAN made a motion that the amendment be approved. A voice vote was taken and the motion carried unanimously.

(Tape 4: Track 3:566)

DEPARTMENT OF AGRICULTURE:

Chairman MANUEL said the Department is asking that the position of Deputy Director be reinstated. He said the Senator who was instrumental in the deletion was agreeable that it be put back in. The Department is also asking for an entomologist for \$50,000 and an examiner for \$63,360. [3 issues: Deputy Director, entomologist, and Examiner]. He said HB 802 will provide for \$143,544 for the Department, plus HB 637 will provide \$54,000, for a total of \$198,408 revenue increase for the General Fund.

***EXECUTIVE ACTION:

Representative MENAHAN made a motion that the amendments be accepted. Representative STOBIE made a substitute motion that the issues be divided.

Representative DONALDSON asked Keith KELLY, Director of the Department of Agriculture, to comment on his added responsibilities in the Department. Keith KELLY said there would be additional duties in grain elevator inspections and in the area of pesticides. Representative STOBIE said elevator inspections could not be done with just 1 inspector. Keith KELLY said they intend to do only spot checks, not full audits. He said they will get the financial statements on the elevator directly from the bonding people. Representative BARDANOUE said he did not see the merit of the grain elevator inspections because it would be "sheer luck" if you could spot a potential bankruptcy situation. Representative MENAHAN withdrew his motion.

A voice vote was taken on Representative STOBIE's substitute motion and the motion carried unanimously.

Representative SHONTZ made a motion that the Deputy Director position be reinstated. Representative HEMSTAD made a substitute motion that the Deputy Director position not be reinstated. She questioned Keith Kelly and Gordon McOmber, former Department Director, at great length. The question being called on Representative HEMSTAD's motion, a roll call vote was taken. The motion failed, with 3 members voting "Yes" and 10 members voting "No", 4 members abstained.

It was the desire of the Committee to leave the question of the examiner and entomologist until later on.

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Representative DONALDSON expressed concern that these two positions not be forgotten and be taken care of either in the Senate or by action of a conference committee.

(Tape 4: Track 3:726)

FISH, WILDLIFE, AND PARKS:

Chairman MANUEL submitted a sheet of modification requests. (Exhibit 10). He said these requests were left out of the subcommittee recommendations because of tie votes. Representative BENGTON said her subcommittee didn't even listen to modification requests.

*****EXECUTIVE ACTION:**

(Elkhorn Wildlife Coordinator): Representative BARDANOUVE made a motion to approve this position. A roll call vote was taken and the motion carried, with 8 members voting "Yes" and 5 members voting "No".

(Hydrologist): The Committee took no action.

(Purchasing Coordinator): The Committee took no action.

(Campground, lake shore area - Anaconda Co. property):

Representative MENAHAN asked Jim FLYNN to give a little background information to the Committee about this campground-fishing area. Mr. FLYNN said Fish, Wildlife, and Parks could get a 2-year lease from Anaconda Company and keep this area open to the public. The cost would be for \$15,000 each year, plus just a 1/2 FTE. Representative MENAHAN said it would just be spending authority because it would come from Earmarked funds. He said last year 10,000 cars passed over a counter and the area is very popular.

Representative HEMSTAD asked if this request was part of the modifications on the sheet? Representative MENAHAN said it was'nt... the opportunity just came up.

Representative MENAHAN made a motion to give spending authority for leasing the site at \$15,000 a year, plus one-half FTE. A voice vote was taken and the motion carried unanimously.

(Tape 4: Track 3:846)

DEPARTMENT OF AGRICULTURE:

Environmental Management:

Referring to Page C19 of the subcommittee budget, Representative ROUSH noted the state had picked up funding where the federal government had withdrawn some funds supporting this program. He asked if the state was required to fill this gap? Representative HEMSTAD said said we are not regulated that we have to provide all these services, and only upon passage of the pesticide bill will we be regulated. She said the subcommittee replaced federal reductions dollar-for-dollar with General Fund.

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Representative BARDANOUVE said he thinks language should be added to the bill to provide that if more federal moneys come into the program, the General Fund dollars will revert.

*****EXECUTIVE ACTION:**

Representative SHONTZ made a motion that should federal funds exceed the amount appropriated, federal funds will be used and a like amount will revert to the General Fund, and that this language be added to the bill as an amendment. A voice vote was taken and the motion carried unanimously.

(Deputy Director):

The Committee asked that the vote on Representative HEMSTAD's substitute motion that the Deputy Director position not be reinstated be reversed. Therefore, the position of Deputy Director was reinstated, with 10 members voting "Yes", 3 members voting "No", 4 members abstaining.

(Tape 4: Track 3:895)

STATE LANDS:

Chairman MANUEL said Dennis Hemmer, Department of State Lands, wanted to address the Committee.

Dennis HEMMER said there are several items he wished to speak about:

1. Data Processing: He asked the Committee to reinstate the \$209,000 biennium request for this program, as it is cost effective and the Department really needs the program. Representative MANUEL said this was a modification request.
2. Attorney: He said the Department will absorb 20% of out of their General Fund and federal money would pay for the 80%.
3. Libby Fire Program Block Grant: He said the option is \$580,000 now or \$1.1 million come July 1. He urged the Committee to reconsider. He said, "We have an acreage imbalance with the Forest Service... in other words they are covering more state and private land than we are covering Forest Service land to the tune of about 2 million acres. They have told us as of July 1 they will charge us full suppression costs, which is \$1.4 million dollars. We are presently paying them about \$300,000, so we're looking at about a \$1.1 million increase. The alternative to that is that we go into a 10-year program to even those acreages. In order to do that, we have to take on about 3 to 4 hundred thousand acres per biennium additional coverage. The cost of not doing it is about \$2.2 million for the biennium."

Representative SHONTZ asked what would happen if the state refused to pay? Dennis HEMMER said they could cease coverage or possibly go to court. Representative MANUEL asked if the Department could use their supplemental request to get the money? Dennis HEMMER said the Department is not equipped to get this money and he thought this would make the supplemental request "just sky-rocket".

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Representative STOBIE said he thought the best alternative is to authorize the expenditure of \$580,000. He made a motion to this effect. Representative BARDANOUEVE said he would like to do a lot more investigation before this much money is spent because "We are in the red and we have to send a balanced budget out of the House". Representative STOBIE said he would like to withdraw his motion so the Committee could think about it for awhile.

(Tape 4: Track 3:959)

DEPARTMENT OF COMMERCE:


Financial Division: [Page C60 of subcommittee recommended budget].
(Exhibit 11).

Representative ROUSH for fiscal year '84 and '85 the subcommittee is recommending \$687,100 and \$687,501 respectively of General Fund money. He said the Executive recommended Earmarked money. He said there is \$34,000 in fiscal '84 and \$52,500 in fiscal '85 increase in operating expenses. He wondered how important it is to use General Fund money instead of Earmarked money? Representative STOBIE said this is supposed to be self-supporting. Representative MANUEL said approximately 62% is paid and they haven't been self-supporting, so the amount is in there to increase it so they could try to pay the 100%. He said the money from the Bank Examiners goes back to the General Fund. Representative SHONTZ made a motion that this program be put under Earmarked Revenue Funding. Chairman MANUEL said the subcommittee can't just do that... it has to be a law. Representative SHONTZ withdrew his motion.

***EXECUTIVE ACTION:

Representative BARDANOUEVE made a motion that the budget as amended be approved. A voice vote was taken and the motion carried, with Representative Hemstad voting "No".

The meeting adjourned at 8:15 p.m.


FRANCIS BARDANOUEVE
Chairman

cy

LEGISLATIVE GENERAL FUND REDUCTIONS BY SUBCOMMITTEE

Legislative Fiscal Analyst

The subcommittee reduced the .50 FTE secretarial position requested in fiscal 1984. Because of the work load during session years the position was authorized in fiscal 1985. Personal Services in fiscal 1984 were reduced by \$8,538.

Environmental Quality Council

The subcommittee reduced the modified request by one half; operating expenses were reduced accordingly. Contract services which were reduced when the FTE were added were increased. Personal services were reduced \$27,327 in fiscal 1984 and \$27,269 in fiscal 1985. Operating expenses were reduced \$1,609 in fiscal 1984 and \$1,827 in fiscal 1985. Contract Services were increased \$7,939 in fiscal 1984 and \$11,089 in fiscal 1985. This action has resulted in a savings of \$20,997 for fiscal 1984 and \$18,007 for fiscal 1985.

Legislative Council

The subcommittee reduced NCSL travel by \$24,000 to \$72,000. The original appropriation called for a biennial appropriation of \$96,000. The reduced amount will allow \$1,500 per trip per person--these trips generally last six days. The original appropriation allowed \$2,000 per person per trip.

Legislative Auditor

The subcommittee reduced the legislative auditor's general fund budget by \$23,000 in each fiscal year and left it up to the Legislative Auditor to decide what expenditure categories should be reduced.

LANGUAGE FOR LEGAL JURISDICTION

ATTORNEY GENERAL'S OFFICE

Item 19b is for legal fees, expert witness fees, and court costs. If the appropriation is not sufficient to cover the costs for the 1985 biennium, the department may present a supplemental to the next legislature.

CR:jt:i

March 19, 1983

MEMORANDUM

To: Representative Joe Quilici
From: Teresa Olcott Cohea
Budget & Management Analyst
Re: HIGHWAYS BUDGET

As Gary Wicks mentioned, he would like the following language added to the Appropriations bill:

"If SB454 is enacted, the appropriations in 1a and 1b will be combined for FY84 and the appropriations in 11a and 11b will be combined for FY85."

This language will not increase the total appropriation for the Construction Program. It will simply give the Department sufficient flexibility to meet contractor payments when they occur.

As Gary mentioned, the Department can only estimate how quickly contractor payments will be due after a project is let. An unusually warm, dry spring, for example, can cause a project to progress much faster than anticipated. Without the requested language, the Department would have no way to pay ACI expenditures in excess of \$1,743,836 in FY84.

Please contact me if you have any questions. I will discuss this language with Leo.

item X is a ~~biennial~~ ⁱⁿ

The legislature appropriates from the general fund to the Highway earmarked
account, \$12 million in the 1984-85 ~~biennium~~ ⁶⁴

4.7

H/V Part Sol

12,000,000

[Large handwritten signature]

item X is

C. NATURAL RESOURCES

General Fund Savings
Fiscal 1984 Fiscal 1985

State Lands

\$100,000	1. <u>Forestry Division</u> - The subcommittee approved equipment budget shows a 13 percent increase over the 1983 biennium, set at \$536,269 in fiscal 1984 and \$594,343 in fiscal 1985. The equipment budget in this division in the past is as follows:	
		Appropriated
		FY 1980 FY 1981 FY 1982 FY 1983
		\$303,000 \$ 61,906 \$510,835 \$488,606

The subcommittee based its level of equipment expenditures on fiscal 1982.

50,000	2. Elimination of five additional counties to the county cooperative fire program. The last legislature approved the entry of nine new counties into the cooperative fire program. Five counties requested entry into the program for the 1985 biennium. The appropriation would be used for equipment and other supplies and material costs.	50,000
33,000	3. These expenditures relate to nonoperating capital repairs and construction at the Swan River Youth Forest Camp, Helena dispatch office, and the land office building in Missoula.	30,000
25,000	4. Maintenance of state-owned tankers and purchase of additional fire-fighting tankers assigned to counties participating on the Cooperative Fire Program. These expenditures relate to nine new counties added in fiscal 1981.	25,000

Department of Commerce

200,000	1. <u>Montana Promotion Program</u> - The subcommittee approved \$880,782 in fiscal 1984 and \$923,925 in fiscal 1985 for current level operations, and \$350,000 for modifieds funded from private funds. This would apply \$200,000 from the private funds each year towards current level operations. In fiscal 1982 approximately \$84,000 of current level expenditures were financed from private funds.	200,000
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\$104,590	\$104,440	1. <u>Economic Development Support Unit</u> - This unit was previously supported primarily from federal fund. The elimination of this unit would reduce 3 FTE. The functions of this unit could possibly be distributed to other support units within the department such as centralized services or the director's office.
22,989	17,973	1. <u>Public Service Commission</u> - The reduction of 1 FTE railroad inspector added as a modified request, would save approximately \$41,000 general fund for the 1985 biennium. The position is half federally funded.
17,700	-0-	2. Elimination of modifieds for high band radios (\$7,500) and payments for research done by the National Regulatory Research Institution (\$10,200) would save \$17,700 in federal fund in the 1985 biennium

D. INSTITUTIONS

<u>General Fund Savings</u> <u>Fiscal 1984</u>	<u>Fiscal 1985</u>	<u>Agency/Description</u>
81,740	71,333	1. <u>Central Office</u> - Delete proposed expansion of department's data processing capabilities. In the hearings, they never really said what the results of all this data processing capability would be even when they were directly asked.
58,756	56,471	2. Delete two parole and probation officers which were added by the subcommittee.
8,950		3. Delete Professional Standard Review - Organization (PSRO) contract to review institutions doctor's pay and working conditions.
10,000	10,000	4. Delete half-time Lawyer added by committee.
27,448		5. <u>Equipment</u> - The entire corrections division equipment request was granted without any questions. This eliminates half of the approved amount.
400		6. <u>Women's Prison</u> - This eliminates a microwave oven that was not requested but was funded.
15,000		7. Deletion of one-time remodeling costs at Alpha house in Billings.

PSC

X6

Original Subcommittee

2 Auditors
1 Attorney
1 Rail Inspector
1/2 Librarian/Clerk
4 1/2 FTE

NO COMPUTER
CAPABILITY

NRRI
Radios (High Band)

Current Subcommittee

1 Rail Inspector
NRRI
Radios

COMPUTER CAPABILITY

FY 84	FY 85
\$ 70,349	\$ 112,697

Contingency Contracting

1983 Supplemental \$20,000

AT&T
MDU Reorganize

HOUSE APPROPRIATIONS COMMITTEE

Accounting and Management - The committee changed the funding for fiscal 1985 from all revolving funds to 59 percent general fund and 41 percent revolving fund. General fund increases \$91,078. The revolving fund decreased by \$91,078.

Agency: Department of Administration

Program: Accounting & Management

	FY 1982 Actual	-----Fiscal 1984-----			-----Fiscal 1985-----		
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee
FTE	9.30	9.30	9.30	9.30	9.30	0.00	4.00
Personal Ser.	\$201,578	\$218,643	\$249,461	\$249,461	\$215,945	\$ -0-	\$104,390
Operating Exp.	631,183	83,573	68,494	109,517	87,624	-0-	49,980
Equipment	<u>7,350</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
Total Exp.	\$272,121	\$302,216	\$317,955	\$358,978	\$303,569	\$ -0-	\$154,370
	=====	=====	=====	=====	=====	=====	=====
FUNDING:							
General	\$272,121	\$302,216	\$317,955	\$358,978	\$ -0-	\$ -0-	\$ -0-
Revolving	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>	<u>303,569</u>	<u>-0-</u>	<u>154,370</u>
Total Funding	\$272,121	\$302,216	\$317,955	\$358,978	\$303,569	\$ -0-	\$154,370
	=====	=====	=====	=====	=====	=====	=====

Language:

The Accounting and Management Systems Program is currently in the Department of Administration. Legislation (HB-639) is pending which would transfer this program to the Department of Commerce.

Comments:

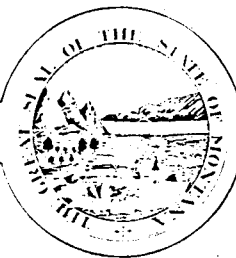
The Accounting and Management Systems Program is responsible for the development and implementation of uniform accounting systems in counties, cities, and towns. The original deadline for completion of projects was 1981. During the 1981 Legislative Session the department explained that an additional three years would be necessary beyond fiscal 1981 to complete development of local accounting systems.

Through fiscal 1984, general fund is allocated to this program to complete implementation of the uniform accounting system for counties, cities, and towns. Fiscal year 1985 allows 4.00 FTE and \$154,370 to maintain the system. Maintaining the system will be paid for through a revolving fund and will be supported entirely by the counties, cities, and towns using the accounting system (BARS).

The budget reflects indirect costs of \$25,974 in fiscal 1984 and \$11,370 in fiscal 1985. These costs have been included in anticipation of the transfer of this program to the Department of Commerce.

DEPARTMENT OF NATURAL RESOURCES
AND CONSERVATION

EXHIBIT 8
3/19/83



TED SCHWINDEN, GOVERNOR

32 SOUTH EWING

STATE OF MONTANA

(406) 449-3712

HELENA, MONTANA 59620

Amendment to appropriation bill, DNRC section:

"To facilitate the orderly transfer of duties from the Oil and Gas Commission to the department of revenue caused by the passage of SB148, DNRC is authorized to transfer the appropriate personnel and earmarked revenue funds to the department of revenue during fiscal 1984.

For Representative Thoft

Add to H.B. 447 at end of Department's appropriation:

"The general fund appropriation of \$186,000 in item 5 for fiscal year 1983 contained in H.B. 500, Laws of 1983, for a grant to an irrigation district formed to operate the Daly Ditch water project was conditioned for the purpose of operating and maintaining the project for one (1) year. This condition is changed to allow the grant for the purpose of operating and maintaining the project for two (2) years."

March 17, 1983

FISH, WILDLIFE, AND PARKS

MODIFICATION REQUESTS - Subcommittee gave no recommendation because of tie votes.

TIE VOTE - NO RECOMMENDATION

2. Purchasing Coordinator
Federal Funds FY84 \$23,234 FY85 \$25,298 FTE 1
Centralized Services
(Tape #53a, Side A-097)

This is to be funded with "overhead functions" from the Federal and Contracted Services money. The Department requests a coordinator to analyze requests for purchasing, researching proper quantities to purchase, and reviewing the cost effectiveness of equipment acquisitions. During FY 82, the Department spent \$2.6 million on supplies, materials, repair, maintenance, and equipment. MR. FLYNN stated that if they could effect a 1% cost-savings with more efficient controls, this would result in a net savings. DAVE MOTT testified that even though they go through the Central Purchasing Division, they do not have anyone to research competitive prices, especially on large items for parks, such as fencing, latrines, and cattle guards.

REPRESENTATIVE STOBIE MOVED NOT TO APPROVE THIS MODIFICATION. REPRESENTATIVE STOBIE, REPRESENTATIVE HEMSTAD AND SENATOR SMITH VOTED YES. CHAIRMAN MANUEL, SENATOR LANE, AND SENATOR BOYLAN VOTED NO. MOTION FAILED BECAUSE OF A TIE VOTE. SENATOR BOYLAN felt that because the equipment purchased by the Department is so extensive, they need a coordinator. REPRESENTATIVE STOBIE felt that out of 400 employees, someone on staff should be able to do this.

TIE VOTE - NO RECOMMENDATION

8. Hydrologist
License Fund FY84 \$10,000 FY85 \$12,500 FTE 0
Fisheries Division
(Tape #53a, Side B-030)

The Department requested to contract with MSU for a Hydrologist to provide expertise on projects to improve conditions for fish, game, and the landowners. This help is also needed to continue work on the Streambed Preservation Project.

Reduced Federal Funding in the Soil Conservation Service will greatly reduce engineering assistance to landowners. MR. FLYNN stated the caseload is increasing.

REPRESENTATIVE STOBIE MOVED TO DENY THIS MODIFICATION. REPRESENTATIVE STOBIE, REPRESENTATIVE HEMSTAD, AND SENATOR SMITH VOTED YES. CHAIRMAN MANUEL, SENATOR BOYLAN, AND SENATOR LANE VOTED NO. MOTION FAILED BECAUSE OF A TIE VOTE. REPRESENTATIVE STOBIE felt the SCS should continue this. He did not feel the State could assume it.

TIE VOTE - NO RECOMMENDATION

6. Elkhorn Wildlife
Coordinator
License Fund FY84 \$28,044 FY85 \$27,982 FTE 1
Wildlife Division
(Tape #53a, Side A-446)

The Department requests to continue a position established through Budget Amendment. The Coordinator supervises development and management of the wildlife monitoring studies being done by the U. S. Forest Service and the Department in the Elkhorn Mountains. MR. FLYNN stated this is a pilot program for the nation. It is a cooperative venture with the Forest Service. The Forest Service was paying 75%, the Department 25%. The Forest Service has now stated they intend to go 50%-50%.

It is the hope of the U.S. Forest Service and the Department that this unique kind of a program be utilized to answer future questions of "wilderness vs. non-wilderness."

MR. FLYNN emphasized that this is a one-of-a-kind program. The request includes the State's share of the total program, including salary, travel, equipment, etc.

SENATOR LANE MOVED THAT THIS MODIFICATION BE APPROVED. SENATOR LANE, SENATOR BOYLAN, AND CHAIRMAN MANUEL VOTED YES. REPRESENTATIVES STOBIE AND HEMSTAD VOTED NO, AND SENATOR SMITH VOTED NO. MOTION FAILED BECAUSE OF A TIE VOTE. The three voting yes felt MR. FLYNN had justified the program and it had merit. The three who voted no did not want to assume another program started by the Federal government.

FY 1982 Actual	-----Fiscal 1984-----		-----Fiscal 1985-----	
	Executive	Current Level	Executive	Current Level
FTE	19.00	19.00	19.00	19.00
Personal Ser.	\$427,473	\$494,060	\$495,782	\$493,332
Operating Exp.	120,636	192,039	219,512	196,233
Equipment	1,370	2,010	910	910
Total Exp.	\$549,479	\$688,109	\$716,204	\$690,475

FUNDING:

General Earmarked	\$549,479	\$	-0-	\$	-0-	\$687,501	\$687,501
	-0-	709,745	-0-	716,204	-0-	-0-	-0-
Total Funding	\$549,479	\$709,745	\$688,109	\$716,204	\$690,475	\$687,501	\$687,501

The major factor leading to the increase in operating expenses is administration changes for the director's office, centralized services, and legal services. These items add \$34,000 in fiscal 1984 and \$52,500 in fiscal 1985. Previously these items were budgeted separately.

The general fund appropriation increases 16 percent in the 1985 biennium.

The Financial Division is responsible for the examination of state banks, credit unions, and savings and loan associations. The division examined or contracted for the examination of 110 of these institutions in fiscal 1982.

Legislation is pending to increase the license and examination fees to make this division self-supporting. In fiscal 1982 the fees, which are currently paid into the general fund, provided 60 percent of this division's support. The subcommittee has approved this division be continued to be funded through the general fund.

Professional and Occupational Licensing Program

	Actual Fiscal 1982	Appropriated Fiscal 1983	Adjusted Fiscal 1984	Adjusted Fiscal 1985
Administration	\$ 109,931	\$ 117,694	\$ 173,971	\$ 182,121
Architects	29,861	26,444	40,447	42,059
Barbers	15,220	24,850	20,217	20,820
Chiropractors	11,515	14,536	14,804	15,418
Cosmetologists	84,534	112,489	118,649	122,294
Dentists	32,112	35,138	48,174	50,256
Electrical Board	56,297	69,146	67,604	69,240
Hearing Aid Dispensers	3,410	5,761	4,807	4,956
Horse Racing	184,051	240,697	278,657	289,282
Medical Examiners	75,143	85,016	116,003	120,631
Morticians	10,237	15,454	13,748	14,154
Nursing	137,369	157,425	183,387	189,789
Nursing Home Administration	10,959	20,929	15,644	15,931
Optometrists	10,552	13,525	17,649	18,360
Pharmacists	74,902	95,503	102,452	104,433
Plumbers	50,296	71,118	67,044	66,306
Professional Engineers & Land Surveyors	86,850	110,081	89,202	92,265
Public Accountants	96,966	121,813	125,933	130,656
Real Estate	209,756	296,071	258,025	264,547
Veterinarians	17,294	21,239	25,182	25,928
Water Well Contractors	8,676	20,797	26,644	27,185
Psychologists	9,130	13,241	13,135	13,699
Sanitarians	3,850	5,200	3,291	3,424
Private Investigators	3,158	4,482	4,998	5,123
Landscape Architects	6,115	7,593	6,412	6,700
Speech Pathologist & Audio	7,516	8,250	12,229	12,771
Radiologic Technology	8,159	9,954	17,724	18,495
Physical Therapist	7,202	5,380	12,767	13,313
Total Program	\$1,361,061	\$1,735,459	\$1,878,769	\$1,940,156

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WHEN TESTIFYING PLEASE LEAVE PREPARED STATEMENT WITH SECRETARY.

VISITOR'S REGISTER

HOUSE

Appropriations

COMMITTEE

BILL

Natural ResourcesDATE March 19, 1983 p.m.

SPONSOR _____

NAME	RESIDENCE	REPRESENTING	SUP- PORT	OP- POSE
JAMES T Mular	Butte	Rwy Unions		
Joe BRAND	DEER LODGE	SELF		
Bob Peterson	Helena	DNRC		
Dana Jew		OBPP		
Nancy Evans	Helena	Agriculture		
KEITH KELLY	HELENA	AGRICULTURE		
D. Booker	Helena	OBPP		
Carbon Monroe	HELENA	Self		
Dennis Hammon	Helena	Dept of State Lands		
Jim Williams	Helena	" " " "		
Mike Styshe	Helena	MHCs		
Wayne Becht	Helena	MPSC		
Jim Flynn	HELENA	DEPT FWP		
Carolyn Doreau		OBPP		

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