

MINUTES OF THE MEETING  
FINANCE AND CLAIMS COMMITTEE  
MONTANA STATE SENATE

April 6, 1983

The 16th meeting of the Senate Finance and Claims Committee met on the above date in Room 108 of the State Capitol. Senator Himsl called the meeting to order at 8:12 a.m.

ROLL CALL: Roll was called with all members present.

DISPOSITION OF HOUSE BILL 447: Senator Himsl said the first thing we would do would be to take up any amendments that may appear necessary and proper in H. B. 447, the major budget bill. In order to assist in recording the amendments and changes, I would like to go through the bill in the order of the agencies or programs in the blue bill. You may write in the blue bill and changes as we go through. Questions may be asked of the agencies and department heads but no presentations. We will start with the boiler plate language, page 4.

Legislative Auditor, some amendments were left off the bill, you would go to:

(NOTE: Amendment numbers as given by the committee members will be given followed by the page and line, blue bill, and the comments made on the amendment. Following the roll call and witness sheets will be a list of the amendments, the page, line and committee action. Following that list will be the amendments as given to the committee with the numbers to correspond to the list. These are filed (nearly) numerically.

Motion #1: page 21, line 23. It should read 892,169. \$12,000 was omitted on that one.

Motion #2: page 21, line 25, part (c) there was 1 P. F. omitted there.

Motion #3: page 23, line 19, audit of \$30,000--board of investments.

Motion #4: page 23, line 21.

Motion #5: page 25, line 17

Motion #6: page 28, line 22

Motion #7: page 28, line 24

Motion #8: page 29, line 17

SEN. DOVER moved the above 8 audit amendments. He said another item was the Youth Treatment Program and no appropriation for the audit of that operation.

QUESTION was called, voted, passed. 8:26 a.m.

Motion #9: Legislative Council. This is a clean up amendment, page 4, line 20. Strike 528,140 and 179,000 and insert same number under state special revenue.

Motion #10: page 7, line 7. Motion by Sen. Dover to adopt the amendment. Voted and passed. Unanimous of those present.

Motion #11: page 5, line 5. \$75,000 in general fund for interim study for legislators was changed to \$50,000.

SEN. DOVER moved the amendments. Voted, carried unanimously.

Motion #12: page 9, line 25. Strike 105,194 and 108,973 and insert 201,883 and 201,925.

Motion #13: page 10, line 13. Strike in its entirety. This is to go on revolving fund. It is a change, not in appropriation but in order for the total amount to be in the revolving fund it is an increase of \$25,000 to file and indexing.

SEN. REGAN: It looks like a greater increase than \$25,000.

CLIFF ROESSNER, LFA: The audit committee recommended all the expenses into the revolving funds. The expenses and the up front. The money is already there.

SEN. VAN VALKENBURG: This was a subject of some controversy in our subcommittee. The subcommittee ended up approving this particular project not with totally revolving funds but it was stricken by the total House committee. It is my opinion that it is unnecessary. An index was prepared for rules in the form of a computer print out. It was prepared but not printed. I took that index and had some attorneys take a look at it and there was a general feeling that the index was adequate that had already been done and the only thing was to get it printed and in the administrative codes. The Secretary of State wants to get it even more than it is now and that would cost the state a lot more than now. It is primarily used by the agencies and they are not budgeted beyond what is there. If we improve the amount, we will have to put more in the budget. Many of the county people will wind up paying more also.

SEN. DOVER: Fred and I have a difference of opinion on this thing. From categories not indexed. Right now a lawyer is the only one that can figure it out. The idea of getting it done is to have an indexing system that we do not have to hire a lawyer to figure it out. The Secretary of State. We had several letters. The business community has been very pleased in putting up applications, etc. and getting the work out. I think they will cost less time since less time to get the information.

SEN. STORY: I would support the amendment. I am on the administrative code. There are a lot of people who do not know about the rules until they have violated the law. I think the system should be one the public can understand for the laws they have to live under.

QUESTION was called, voted and approved. Senators Van Valkenburg and Regan voting No.

Motion #14: page 4, line 20. Strike \$1,690,597 insert \$1,662,661. Strike: etc. (see amendment attachment)

Motion #15: page 4, line 22. This would delete dues for NCSL. Dues and travel.

SEN. JACOBSON: I have participated in NCSL before and no other organization this state goes to has the same single vote other states have. I have felt I have gotten very valuable information that I have been able to bring back. In Atlanta, Senator Towe got a resolution through for NCSL to lobby for our coal tax. I think it is important to the state.

SEN. STORY: Why do we drop this rather than NCSG?

SEN. STIMATZ: The feeling of some of us the NCSG was more western oriented. Notwithstanding their help on the coal trust lobbying, it was an eastern group which was not as responsive to the needs of the western states.

SEN. HAMMOND: I thought some of the things from NCSL good, but not worth the money we are spending on it. I felt it had more of a local interest.

QUESTION was called, voted and passed. Senators Regan, Jacobson and Van Valkenburg voting no.

Motion #6: page 11, line 17. Strike and insert. See attached amendment.

Motion #17: page 11, line 18. Strike and insert. This would remove 1 FTE and operating expenses in the Central Payroll Division. It is a new program. When they presented it to us as a committee, they gave us their best figure and they feel they can take this cut. It is 55% General Fund and 45% Revolving fund.

QUESTION called, voted and passed unanimously. (Both amendments)

Motion #18: page 12, line 22. This has to do with the forest reserve funds.

Voted and passed unanimously.

Motion #19: page 14, line 13. Senator Dover said this is a housekeeping bill.

Motion #20: page 16, line 15. Senator Dover said, what you have done here is to line item the switcher. You have not added any funds. Voted and passed unanimously. (both amendments)

Motion #21: page 16, line 22. Senator Dover said the figures are in the wrong column here.

Motion #22: page 16, line 24. The same thing here.

Voted and passed unanimously.

Motion #23: page 18, line 13. You strike figures and insert. This amendment would delete one liquor investigator. It saves the General Fund \$23,000 + each year. Senator Dover moved the amendment.

SEN. VAN VALKENBURG: This cuts into current level. It is not an additional FTE that was added. It is what they have had in the past. I would like to ask Mrs. Feaver what effect it will have.

ELLEN FEAVER: It is not just a liquor investigator. I have spent about 1/2 on liquor fraud work. We have about 6 around the state that do both the liquor investigator work and liquor fraud work. It would be 1/6 less since we have 6. They check to see that they are not open after hours, check on appropriate licenses, etc.

SEN. DOVER: Didn't we add 3 liquor fraud investigators? We are taking out one of ours.

QUESTION was called, voted and passed unanimously.

Motion #24: page 19, line 9. This motion would delete two property appraisers. We increased them by 20.

ELLEN FEAVER: Those were mostly clerks.

Motion was moved by Senator Dover.

SEN. REGAN: I don't see that here? They have a time frame to finish the appraisal. What effect will this have on that.

SEN. DOVER: The others may have to work harder.

SEN. SMITH: I have a better amendment than that. They have been on a time frame since 1974 and more appropriation each year. They say grant us a certain time. We have been told we had CETA employees and have to go back and do those again.

SEN. VAN VALKENBURG: If you will remember in the 1981 session the Department of Revenue asked for about \$5 million to complete reappraisals within the current biennium by January 1 of 1984. The Legislature did not see fit to give them the financing, and they asked that the time frame be until January 1, 1986. They came in this session with a proposal. The old appropriation had been cut back as to what information to gather and the total request was far less. It was under one-half million dollars. It was tied to a working plan and that is how the people in order to get the work done. The primary beneficiaries are the counties and local government and the school districts. With respect to the agricultural land, the bill we passed provided a moratorium from putting many rules there until January 1986. It does not effect the owners until the 86 cycle.

It is an unpleasant thing to talk about. It is a job the department has providing a good work placement.

SEN. HIMSL: What was the justification in increasing 20 clerks in this program?

ELLEN FEAVER: I have a copy of our plan. We are in the second cycle. In the 70's CETA and over 700 making a little over 400. We have suddenly found resources to do the same job as done in the past. We are doing pretty well on rateability basis of doing the field work. There is a lot of office work to be done. For instance, the agricultural land and commercial property. Every component has to be figured on a cost basis and calculated down in the office. Everyone has the chance to come in and talk about it. We feel this is significantly scaled down. We can get the job done but not without the clerks.

SEN. SMITH: What qualifications?

ELLEN FEAVER: They have to pass the courses given for each part; agriculture, residential, commercial, etc. We are completely satisfied or they lose their job.

SEN. SMITH: The Department of Revenue came up with 4 proposals, and we were told last night they are going to start to work with agricultural people. The land quality does not change and they had a look at it before. They have to keep looking at this or wind up in court. You say you gave us this number of people and we will get this done. I am afraid two years from now you will be asking for more.

QUESTION was called, voted and passed. Senators Van Valkenburg, Thomas, Haffey, Regan and Jacobson voting No.

Motion #25: page 19, line 9. This is money to help the counties in computerization in fiscal 84. It was in the bill and was deleted by the House appropriations. There are state employees that are in the counties and by statute we are asking the state to provide the expenses for these people and the state has not been doing this. We talk about local governments, we can at least support this obligation.

SEN. HIMSL: The mechanics. The base figure with the previous amount. Would we not accomplish the same thing by just adding \$88,175 in 84 and \$81,704 in 85 and adjusting the totals.

SEN. SMITH: First, is this going to be line itemed so that it goes there?

SEN. DOVER: We can.

SEN. SMITH: I am sure the Department of Revenue has the authority.

SEN. DOVER: Do you feel this is necessary Ms. Feaver? These amounts were deleted in the House. Computer money would be for the purpose of completing the state work in certain counties. Supplies go to the appraisers and the appraisers offices.

SEN. KEATING: For clarification. The total amount on this amendment will not connect if the previous amendment prevails. The first title instead of \$11,389,310 should be, etc. and all 4 figures have to be adjusted.

QUESTION called, voted and passed unanimously.

Motion #26: page 20, line 14. This will replace the word "shall" to "shall attempt to". You are saying the division shall attempt to.

SEN. LANE: Will this eliminate some of the pressure to close stores?

ELLEN FEAVER: If you change the words back to "attempt to" that will tell us we do not have to close liquor stores and this is an attempt rather than a mandate.

SEN. JACOBSEN: What about the words "shall" on lines 18 and 19.

SEN. DOVER: It will reinstate the language below that and it does give the department some discretion.

SEN. AKLESTAD: It will include "shall" in lines 18 and 19.

QUESTION was called, voted and passed. Senator Keating voting No.

Motion #27: page 20, line 14. Senator Van Valkenburg moved the amendment.

SEN. VAN VALKENBURG: The purpose of this amendment is to give the liquor division some incentive and some reason to go ahead and implement the point of balance inventory system. In many of the grocery stores, there is a computerized type of cash register and it keeps track of inventory as sales are made and the management is kept up to date on what is there and the needs of the store. The liquor division has been before us and has the authority to go ahead but there are certain computer development costs concerned with this. Not a lot of states have this but there is a real demand for this. If Montana goes out and contracts for the software development, the liquor department could collect royalties. They could plow that money back into the point of balance amendment.

SEN. AKLESTAD: Do you have figures for the cost of the software?

ELLEN FEAVER: I will hand out some information on the POS System. We have implemented a pilot store in Helena. It will cut the states investment in liquor inventory. We get more credit for doing a good job but at the present time it takes several months for the inventory in the small stores to reach us. The POS would allow overnight information between Helena and our stores. This calculation---I think the time frame should be moved down to 84 or 85. The initial attempt would be maybe the 10 largest sotres to start with and train their managers to operate the system. The pay off is in the accumulative system.

SEN. AKLESTAD: I want to know what the software will cost.

ELLEN FEAVER: The software has been developed. A tie-in system in Helena has not been developed. In about 6 months, we can tell you about how much it will cost. About \$40,000 or so, but then we have to buy the hardware.

SENATOR AKLESTAD: I am against the amendment. It would not be on line for 2 or 3 years. I have a feeling in the next few years the move may be to get the state out of the liquor stores. The state would be sitting there with all that hardware and no liquor stores.

SENATOR HIMSL: I have a question. If this system is so productive, why has it not already been developed?

ELLEN FEAVER: We have worked with IBM to get it developed. Two other states have some. Montana is in the forefront of this.

SEN. KEATING: This amendment is just a point balance for the operation for the system. The system was already approved by the subcommittee in the House. The appropriation for the system is already in the bill. If you are opposed to the system you will have to have some language to take it out. This is only a plow back.

Substitute motion to amendment #27. Senator Aklestad moved that this amendment Be Not Concurred In.

QUESTION was called on the substitute motion, voted and defeated on a tie vote.

QUESTION called on amendment #27. Voted and passed. Senator Story changing his vote to yes in the reversed vote, giving the motion a passing vote.

Motion #28: page 23, line 10. This would put back the FTE to allow revolving fund authority to convert school districts to BARS. They want to change in the way the state has mandated they shall change. We are changing the FTE from 4 to 9.3 and establishing a revolving fund so that the schools will be able to convert.

SENATOR REGAN: BARS is some kind of an accounting system? What does it stand for?

SEN. DOVER: Central Budget and Accounting System.

SEN. SMITH: This was discussed at length in our subcommittee. In the state, all the counties and cities under the program and we did not fund the money. This would take care of what we did in our committee.

SEN. DOVER: That was General Fund. We are providing a revolving fund.

SEN. SMITH: But now you want to take it out of General Fund and additional out of the school districts to pay for it.

SEN. DOVER: It is a requirement by law.

SEN. ETCHART: I get the word that it would be two sets of accounting standards and they only have one they are working with locally and they are trying to follow along with this but it will cost more. I would speak against the amendment.

SEN. STORY: BARS was in the Community Affairs and then Department of Administration. While we were working their budget, we kept telling them to come to a conclusion. It is like a bad movie. Is it in Revenue now?

SEN. DOVER: No.

SEN. REGAN: What is the advantage of this? Why do you want the schools to use it?

SEN. DOVER: If the schools went on this operation, we thought they should pay for it. The state is in over \$2 million to bring them up. If we commit General Fund it would probably take up to 10 years and many millions of dollars so the budget originally put them on it. They are not mandated.

SEN. KEATING: Purely a voluntary operation. If a school district wants to, they can get assistance to do it. A number of requests have been made. The counties came in mass to applaud it and commented that some school districts wrote letters asking for the opportunity to do it.

SEN. VAN VALKENBURG: I would like to ask Mike Stephens, counties and non-incorporated towns.

MIKE STEPHENS: The benefit of BARS is a common accounting system. Five hundred sixty-five school districts. Counties and towns. Some comparison for how they are spending their money. We would all be reporting on the same basis. All the cities and counties will be on it by the end of FY 84. We are not involved in the school. If you make decisions on how they will be spending their money, you need some common basis.

SEN. SMITH: The state would not fund it, they are throwing it back on the districts?

SEN. STORY: Through the state some money. It was a mandated system for them. In the counties, it is slow and the state put about \$1.5 million for assistance to bring them into a common reporting line. After that, because it was mandated and we have to support a local service level in the Department of Commerce. We have to support some sort of help to keep them going. These manuals have to be updated. We get about 1,000 requests from local government on them. People are not necessarily qualified for funding and we get about a thousand requests and they need assistance.



MORRIS BRUSETT, Director of the Department of Administration: This was moved to the Department of Administration. The idea was for a uniform system.

SEN. AKLESTAD: Between lines this might be fine, but we are mandating the local school districts to do it. I haven't seen it discussed here from the majority of the counties.

SEN. DOVER: We are not mandating them to do it. It is a voluntary program. We are only making it so that they can do it.

SEN. HIMSL: The operation so far as the schools are concerned. Has the Department been asked? We are paying the school people a lot of money and they know how to manipulate the figures. The audit report on the schools is a masterpiece. It is a masterpiece of gymnastics in figures. If this will let them do a uniform accounting system, I would be all for it. We even have counties that are not dealing in the money from the mill levy. We have no discipline over them. It is a serious problem.

SEN. SMITH: The statement you made is maybe over exaggerated.

SEN. HIMSL: No, there are 9 counties out there tardy and one not even turned in yet.

SEN. SMITH: Cities and counties thought it a good program but they didn't want to fund it. School districts probably do not want to fund it either. We funded for cities and counties. We did not put money in for the schools. I hope you told them it was to come out of their budgets.

QUESTION was called for Amendment #28. Voted and passed. 11-7

Short break--reconvened at 10:06 a.m.

Motion #29: SEN. DOVER moved the amendment which he said would delete the position of deputy director in the adjutant general's budget. We deleted this in subcommittee and the information we get is that he retired. There was some pressure in the House and they got it back in. We would like to delete it again. It would also include changing the totals in the bill.

QUESTION voted and passed. Senators Thomas, Haffey and and Lane voting No.

Motion #30: page 23, lines 8-13 delete these lines.

Motion #31: page 57, to correspond to this you would insert 17, Accounting Management and 18, Local Government Services and the numbers.

This is the area with the BARS in local government changed under elected officials to Department of Commerce. This is not the change in money, but of all the responsibility for these positions. You are deleting it out and page 57 puts it in.

CLIFF ROESSNER, LFA, stated figures would change from the prior amendment just passed to 267,701 and change the totals -- 356,912 for total. Then on 18, the Local Government Services, etc.

SENATOR DOVER moved the amendment.

SEN. KEATING: The money we added in for BARS is it state or what?

CLIFF ROESSNER: Not state.

SEN. SMITH: It will come out of the school districts. These adjustments were part of the budget that will go to the Department of Commerce.

SEN. DOVER: I just moved it from one department to another department.

QUESTION was called, motions 30 and 31 were voted and passed, unanimous.

Motion #32: Senator Dover said this is the implementation of radio communications. They got a pilot going, set up out of Great Falls. This time the money was appropriated for the radio net work. This boiler plates this and it seems too many items are not necessarily justified and we want someone we can point a finger at to see to it. It puts the responsibility on someone we can pick out. They cannot tell us it was someone else. This does involve several departments.

SEN. AKLESTAD: Advisory and not mandated? Will it be accomplished if not mandatory?

QUESTION was called, the amendment was voted and passed. Senator Story voting No.

Motion #33: page 30, line 16 and 17 -- the Highway Patrol Salaries, and

Motion #24: page 31, line 25. These amendments remove the \$12 million from the General Fund and transfer it to the highway earmarked account.

SEN. VAN VALKENBURG: Does this amendment accomplish in its entirety what Senator Dover is proposing? Are there any other changes that need to be made?

CLIFF ROESSNER: No.

QUESTION was called, voted and passed unanimously.

Motion #35: page 4, line 20.

SEN. VAN VALKENBURG: This amendment reduces operating expenses in the Legislative Council budget by approximately \$3,800 in the first year and \$5,400 in the second year of the biennium. On page 4, line 20, you strike the figures and change them. Every other agency had its funds reduced by a 1% cut in the House. I was particularly concerned that there was no cut made in the council budget. The totals here arrived at by taking out the area for revolving fund, etc. It is on operating expenses the same as the other agencies. Everything else was included.

Senator Van Valkenburg moved the amendment.

SEN. HIMSL: We amended this previously. Can it be done?

SEN. VAN VALKENBURG: Yes.

CLIFF ROESSNER: Yes

SEN. KEATING: How much are you deducting?

SENATOR HIMSL: \$3,771 in the first year and \$5,489 in the second.

QUESTION was called, the motion was voted and passed unanimously.

Motion #36: under Judicial. page 7, line 11, district court operations.

SEN. VAN VALKENBURG: \$115,045 in FY 85. The bill that added changes to the district court system redistricting the court system. The amendment that would provide the balances of the last 6 months of the bien-nium. also:

Motion #37: page 7, line 17. This adds the language.

Senator Van Valkenburg moved the amendments, voted and passed unanimously.

SEN. HIMSL: On page 3, line 1, "5% program increase or decrease" can be transferred unless specifically prohibited by other language on the statutes. In some of the smaller agencies you will not be able to function without transferring. Is there some problem with this.

SEN. DOVER: The Governor's office says no.

SEN. DOVER: I would like to leave the one area on communications and personnel open under the Justice Department. We have some checking to do on an amendment.

SEN. VAN VALKENBURG: I have an amendment on this part also. On page 23, lines 24 and 25. In the Department of Administration there is a problem with respect to the general service budget and it deals with a rental change. They will be changed to an agency of state government. Across the board cuts made in the House applied to rent but no provision was made to take care of rent. I have been working with the LFA and the budget office on this. There will be an amendment coming to provide the means for janitorial, etc. so that the agencies have the ability to pay the rents costs and the general services will be able to operate on the general fund balance they have now if they have some flexibility.

Motion #38: page 34, line 25. Moved by Senator Keating, he said this is on Family Planning, and his hand out is attached. This was provided funds from Title 10 and 2 block grants. Funds were taken from Emergency Medical Services out of Preventative Health. To bring Emergency Services to General Fund aid and also put in director's office. It was moved. About \$75,000 a year. It was taken from 2 block grants and put into

Family Planning. I am reversing the process. Take the medical care block grant and put it back into the directors office and decrease the money which would be the same amount as the emergency medical part. Moving it to the Emergency Medical but reducing it by that amount. Savings to the General Fund about \$75,000 a year. The total Family Planning budget is about \$900,000. Three hundred thousand dollars goes to Billings Planned Parenthood facility and about \$290,000 is for personnel services in the Billings Planned Parenthood area. At Billings, they have purchased and are renting space and one tenant is the Indian Health Care Program and Planned Parenthood has an Indian out-reach full time employee plus money for Indian Outreach already a facility for Indian Outreach, and this is a duplication of service. Also material for Planned Parenthood is being used in Wyoming. The Cody group would be a satellite and would get support from the Billings group. We should not be funding a facility that intends to be spending part of their money in Wyoming. There is still a merger between state funds and private funds. There is a duplication of service and their expenditures and personnel is more than required. The fact that one facility takes up 1/3 of the budget when there are 15 around the state is not right, either.

SEN. REGAN: I would resist the amendment. The subcommittee worked very hard in attempting to fund many of the programs. We have funded the Family Planning Services for over 10 years. Previous to this year it was Title 20 out of SRS. They are already under appropriated. We are essentially funding the entire program out of General Fund. In addressing the needs, we used as many block grants and federal grants as possible. There are 3 sources. Title 10 money which we get could not transfer out, and the other monies were placed into this program, and I would like to make a couple of comments. Two years ago, Senator Keating made a raid on this budget. At that time, it was service to minors. This time he wants a cut on the basis of Billings because it is so large. We have a program there that is very much needed. Unfortunatley, it is needed by women, and unfortunately it is needed by women of low income. It provides a service and use. It was what the medical services are used for. The charge that Billings is establishing a satellite in Cody--I am sure as a Family Planning Center, it will be used by Wyoming money and with Wyoming people. I speak to the total program. It is extremely well worth the program. For you to come and shift this program, it is unfair. Each program we addressed on its own merit and the need for the program.

SEN. JACOBSON: Dr. Drynan, Director of Health Department, is here. Could I ask him to address this question?

DR. DRYNAN: This would indicate a reduction of 2,000 womens visits and would not be affected just by Billings, but an across the board cut to all the services to women. Both pregnant and all women. We contracted with the 15 Family Planning Clinics. There is no way I can go in there and selectively cut one of them. It would be impossible to say one cannot be cut and another can as long as they meet the criteria. The amendment Senator Keating has, we are looking at reducing 2,000 patient days for women in the program. It would be a giant step backwards. It screens for good health care. From a physician's standpoint, we would be seeing these people in a right stage of disease that can be treated, not in an advanced stage of cervical cancer, etc. I would have to op-

erate to reduce to all the Family Planning Clinics in the state.

SEN. SMITH: I would also ask the Doctor if there is a duplication of services in the Billings area?

DR. DRYNAN: I am unaware of any duplication in the Billings area. We do not have the urban area. The reservation Indians can get it through the reservation funding. The urban Indians do not have it.

SEN. REGAN: Planned Parenthood had \$9,285 in 83 to bring in an urban Indian out-care service. That is not a duplication.

SEN. HAMMOND: Where are the balance of them located?

DR. DRYNAN: At Billings there is one and Missoula has one. The others are at the county level. We have audited Planned Parenthood in Billings twice since I was there and found no misuse of funds. They do get private funds and have more control on how they spend the private funds.

SEN. HIMSL: Following up in the counties, do they receive assistance out of this money? In regard to the County Health Board, do they get some money out of this?

DR. DRYNAN: The Family Planning Programs are operated by us as their share of the funds. It goes to all the Family Planning Programs throughout the state.

SEN. HIMSL: Two programs and satellites? You identified 2 programs.

DR. DRYNAN: We separate organizations running the Family Planning Program. Butte it is the City, County Health. Great Falls, they are run by the City, County Health Department, etc.

SEN. RAGEN: Libby, Kalispell, Polson, etc. have them also.

DR. DRYNAN: The joint health care plan, many of the county commissioners voted to recommend this program.

SEN. KEATING: The Indian Health Care Program is fully funded and is in the urban area to take care of the needs of the urban area. There is a clinic in Billings and in the same building they have the Planned Parenthood Clinic. They also charge a fee based on the ability to pay. The women who cannot pay will be taken care of. There is plenty of opportunity for the needy and the poor to be taken care of. In addition, in large cities free clinics that do the service without any charge. In Billings a clinic that is called Heart Beat, staffed and free for anybody that has the need. The counties provide the Family Planning funds. Twenty five thousand dollars from maternal child health care program grants still has money going to the counties for health services. That is not a part of this amendment. We are just moving the funds around to save some General Fund money. There are no services cut. The designed ramifications from 2 years ago have not occurred and none from this time either.

QUESTION was called. Motion #38 failed. (A, B, C, D) All failed.

SENATOR STORY said he had several amendments for SRS and the Department of Health.

Motion #39: Senator Story said this is the SRS ones. page 45, line 20. This would give the SRS flexibility in setting the payment standard for AFDC.

SEN. SMITH: Would this be additional authority under the contingency fund we set up?

SEN. VAN VALKENBURG: If AFDC case loads do not exceed the 6,800 the subcommittee set it at, this amendment would prevent the department from using the extra money that might result from a lower case load from raising the payment.

SEN. STORY: In the present law. Even if it drops off they may not then use it to increase funding. My amendment does not affect this. This amendment is with the concurrence of LFA and LaFaver. They wanted this out and they could increase up to 51% if the money was there. Contingency money has nothing to do with this.

QUESTION was called, voted, passed. Unanimous.

Motion #40: page 46, line 7. Senator Story said this is in regard to foster care. In-state group home providers shall receive an average of 6% increase.

QUESTION was called, voted and passed, unanimously.

Motion #41: page 47, line 6. This is part of the contingency fund.

QUESTION was called, voted and passed unanimously.

Motion #42: page 44, line 17.

Motion #43: page 44, line 24.

Motion #44: page 45, line 5 and

Motion #45: page 47, line 17 through 19.

SENATOR STORY: These amendments have to do with the DDPAC. It would allow \$87,500 for operations and the rest of the money would be used for starting a specialized DD foster care program. This would be about \$162,500. We are giving this back to the DDPAC and asking them instead of ordering them to do it. The other effect we had taken one person off the DDPAC council. They had a 2 personnel staff. This would give them the money to put the second person on board. It is not General Fund. It is DDPAC money and it was probably not entirely kosher what we had done. It puts it back to federal requirements.

QUESTION was called, voted and passed unanimously.

SEN. REGAN: I have some amendments. I had all these taken down and prepared and thought they had all been in but they were not included. I would like just a few minutes to discuss with Senator Story on this.

SEN. HIMSL: If you don't mind, we will put it aside until after lunch.

SEN. JACOBSON: I have one on the Renal Program. Page 43, line 15. I carried Senate Bill 418 and that changes some of the rules in the remedial services and transferred from SRS to the Health Department. This would add on page 36 the money in the Health Department and page 43 remove it from SRS. There is no further money, simply a transfer.

Motion #46: page 36, line 16 and

Motion #47: page 43, line 15.

Motions #46 and 47 were voted and passed unanimously.

Motion #48: Senator Van Valkenburg. Page 38, line 18.

Motion #48A: page 38, line 19.

SEN. VAN VALKENBURG: This would add 1 FTE investigator and funds to the Human Rights Program in the Department of Labor. There was a fairly strong case for this in our hearing. I think we should put it in and then they make an effort to clean up the back log. I would move the amendment.

SEN. HIMSL: Why is there a reduction in the federal special revenues?

SEN. VAN VALKENBURG: The commission basically telling us they are not getting the revenues and they have been built into their budget. I do not think we would give them the spending authority if they don't get the money.

SEN. DOVER: The impression I got was that they are short some \$20,000 because of the federal but you have added the \$20,000 to their budget here then what do they do with the addition?

SEN. VAN VALKENBURG: The \$47,00 and the \$52,000 is what they are asking for so they said they were not only short the federal funds but in addition the additional monies to fund staff and operations and reduce the backlog. That is why the offer is being made in the amendment.

SEN. AKLESTAD: I just like to remind the committee the backlog is not all because of lack of funding. Some is due to litigation and the process they have to go through.

QUESTION was called. Voted and defeated.

Motion #49: page 40, line 25. This establishes the correct federal-state matching ratio for day care. Senator Story moved for adoption.

SEN. HIMSL: You will increase General Fund.

SEN. STORY: By 94.9 thousand dollars.

SEN. REGAN: A change in the matching ratio. It is the money we need to match the federal.

SEN. STORY: We have to do it to accomplish what the subcommittee wanted to do.

QUESTION called, voted and passed unanimously.

Motion #50: page 28, line 8 and

Motion #50A: page 45, line 9-12. Senator Story moved for adoption.

SEN. KEATING: What are we transferring besides money?

SEN. STORY: Veteran's Affairs Program.

SEN. AKLESTAD: Would we have this under General Fund in SRS?

SEN. REGAN: Totally General Fund.

QUESTION was called, motion was voted and passed unanimously.

SEN. REGAN: All federal money. Duplication is down on a federal level. The Council on Economic Involvement recommended that this program be cut out. Politically you would not dare.

SEN. HAFHEY said he felt they needed some more time to take care of this. It was left until later and was replaced by another motion.

Motion #51: page 43, line 13.

Motion #52: page 43, line 23 and 24.

Motion #53: page 24, line 9 and 10 and

Motion #54: page 26, line 19 and 20, and amend the totals.

SENATOR STORY moved the amendment, said these cases are federal so he would move the adoption.

QUESTION was called. Voted and passed unanimously.

Motion #55: page 60, line 18. This would make a single state agency for foster care.

SEN. HIMSL: What is the statute on this. The amendment is subjected to the action.

QUESTION called, motion voted and passed unanimously.



Motion #56: page 41, line 17-24. Senator Regan moved for adoption, this is on foster care. and

Motion #57: page 45, line 25.

SEN. REGAN moved for adoption. She said it was the feeling of the subcommittee that we wanted to line item the appropriation for foster parents. Remember a couple of years ago when some of them flexed and reduced their foster care and received nothing. We line itemed the foster care. It gives June 1 a little flexibility in addressing the foster care needs, it is something he asked for. The totals do not change. It gives them some flexibility.

CURT NICHOLS: (LFA) Maybe in front of it. Item B. Add other foster care.

SEN. AKLESTAD: Your amendment is not increasing the total?

SEN. REGAN: Simply reimburses so that there is some flexibility as the needs develop.

SEN. KEATING: This just deals with young people. Is there an age group of people involved here?

SEN. REGAN: Eighteen and under.

SEN. KEATING: This is just the care of the young people under age that have lost their own homes, etc. All going into one budget to be used at the discretion of the SRS.

QUESTION called, voted and passed unanimously.

Motion #58: page 42, line 7.

SEN. REGAN moved the adoption and said this is the family teaching center in Helena. The decision was made to delete the program. A two year experimental program, we need to fund it in 1984. It was my intention to fund it 1/2 in 85 and let it down easy. The committee took action and funded it for one year. I don't think I was there. I offer the amendment that we fund it at 1/2 for the succeeding year. If we phase it out, there will be a greater chance that they will be able to find local or private funding to continue the program. They have had some outreach of training and counseling, etc. They would be at the end of their commitment to the program.

SEN. STORY: We have been giving them notice for 3 sessions that we would not feel this to be a state General Fund obligation.

SEN. OCHSNER: I thought we had discussed this very well in subcommittee. What is the difference as to when?

SEN. KEATING: A training program for social workers, isn't it?

SEN. REGAN: Yes

SEN. KEATING: How many counselors have graduated from it?

JOHN LaFAVER: Something over 100.

SEN. KEATING: Have they remained in the state or left the state to any extent?

JOHN LaFAVER: There is a change. It is a burn-out job. We feel there is an on going need for it. We hire a number of social workers each year.

SEN. KEATING: We just had a bill through that said to license social workers in the state. It seems the program must have done the job.

QUESTION was called, voted and defeated.

The committee broke for lunch and reconvened at 1:35 p.m.

SEN. HIMSL said that Senator Tom Towe wants to address the committee.

SEN. TOWE: The Revenue Oversight Committee feels that an obligation in our assessment is to come up with recommendations. A settlement of the BN case is an indication. Airlines file suit and also other companies. He said the property classification in Montana is under attack and the local governments survive on this assessment. We should take a look at it. HJR 31 asked for just such a study. We are afraid something more needs to be done. There is a certain amount of obligation to review. We are asking for an extra 1/2 FTE plus seeking the expenses. We are asking for this \$35,000 to give the support it really needs. \$400,000 last year in legal fees in the area of defending the state against BN and \$300,000 this year. The big part is the legislation on trying to get our laws straightened out. We would ask that you give us the money to fund the study which is addressed HJR 31.

REP. MEL WILLIAMS, Chief sponsor of HJR 31, was acquainted with the problems. The property taxes took years. Last session inventory tax on the local level. Automobile fees and livestock, again at the local level. Briefly all you have to do is to review what has happened to our property tax basis. They do not feel taxed equitably. I think it is extremely important that we make a study of the tax system and come back and make some proposals.

REP. VERNER BERTELSON: The only thing I would like to bring out is that this year again, we have bills coming to Taxation Committee saying that we should reduce our tax since I am being treated differently than anyone else. We want the kind of money that will do the job and get us away from law suits.

REP. FABREGA: The study needs to find out how to defend our classification system. We need to have the money to get people to testify and be able to say, Yes, we can all do it.

SEN. HIMSL: What is the status of this HJR 31?

SEN TOWE: There is \$15 million in lost revenue because of the BN settlement.

SEN. STORY: I have just passed out a bunch of amendments I would like to pass on. A cleaner way of passing the funding from SRS to Military Affairs.

Motion #50, replacement: page 28, line 9 and amend totals and

Motion #50A: page 45, strike line 9 through 12 in their entirety.

Motion to reconsider: Voted, passed, unanimous.

Moved replacement of #50 and #51: Voted and passed. Senator Regan voting No.

Motion #59: page 38, strike lines 15 and 16. This was based on the passage of 309 and 309 was killed.

Motion #60: page 40, lines 6 and 7. This would be the rest of the amendment.

MOTION by Senator Story was voted and passed, unanimously.

Motion #61: page 32, line 20. Because of SB 403, increased fees licensing, we took money out of the General Fund and put it in the state special revenue fund for licenses so that licenses and inspecting will be paid for out of the special fund and less out of the General Fund.

SEN. STORY moved the amendment. It was voted and passed, unanimously.

Motion #62: page 32, line 22 and

Motion #63: page 32, line 23. This puts \$51,000 in federal funding for inventory of hazardous waste sites in the state.

SEN. HIMSL: This increases the amount of federal revenue and changes the totals.

QUESTION was called. Voted and passed.

Motion #64: page 37, line 23. Senator Story said this would make it over a 16 month period instead of a biennium. Voted and passed.

Motion #65: page 35, line 21. Improved pregnancy outcome. No new money here, it is money for a pregnancy outcome program. To give them the authority to spend the money. and

Motion #66: page 37, line 23. This is new born infant transport. Dr. Drynan requested this be line itemed.

SEN. STORY moved the two amendments. Voted and passed.

Motion #67: page 36, line 21. This puts in the language that the bill is contingent upon passage of HB 200.

Motion #68: page 37, line 21. This would provide direction to the Health Department if preventative block grant funds are different than anticipated by the legislature.

SEN. STORY moved these two amendments. Voted and passed.

SEN. AKLESTAD asked Senator Story on page 35, item 4, \$300,000 for improved pregnancy outcome? Is it a new program or what? I thought that would be birth.

DR. DRYNAN: That is an improved pregnancy outcome. We came before the committee and the subcommittee gave us the remainder of the federal dollars to use. We feel the federal was not going to continue. This is a continuation of an already existing program with federal dollars.

SEN. STORY: Could this now be used elsewhere?

DR. DRYNAN: No.

SEN. REGAN: One amendment in matter of language on DDPAC. I would like to consider with some of you at our break to hammer our language out.

SEN. HIMSL: We will leave that open.

PUBLIC SERVICE COMMISSION: Senator Boylan, Chairman.

Motion #69: page 48, line 15.

Motion #70: page 48, line 16.

Motion #71: page 48, line 10.

SEN BOYLAN: This has put a tax on the trucking industry and is raising from \$5 to \$6 on all stamps that go on the trucks. The motor carriers say it is not necessary and they are carrying too much of the load.

BEN HAVERDAHL, Motor Carriers Association: We are not opposed to putting computers in Public Service Commission, but are opposed to having to pay 100% of the cost by an additional \$1 to each stamp on each regulated truck. The effect of this appropriation would be to put 100% of the cost on the trucking industry.

SEN. REGAN: I don't mean to get into a dispute, I would like to hear a commissioner from PSC.

BILL OPITZ, PSC: The \$70,000 represents the first year biennium appropriation for beginning computerization of PSC. One FTE and a system analyst. The second year an assistant analyst plus a computer programmer and analyst.

SEN. HIMSL: In the audit report of the PSC, it was said that they do not have the capability of validating the determination of the rate structures. It was a request of the auditors that brought them to here.

SEN. BOYLAN: They need this money, but they are taking the whole thing out of the truckers and are going to make them take care of it. It may be needed but why would the trucking industry bear the whole burden?

SEN. REGAN: It looks to me like it is General Fund money.

CURT NICHOLS: It is first assessed and deposited in the General Fund and then pulled out of the General Fund.

BILL OPITZ: Reducing the fee from \$6 to \$5 would cost \$365,000 over the biennium. The opposite was true when this amount was offered on the floor of the House which inserted the language in here to set it to \$6. It raised approximately \$365,000.

SEN. STORY: You undoubtedly know what the Audit Committee ordered them to do. It was the power companies. Are you ordering them to kick in too?

SEN. HIMSL: The principle areas of veracity were the utilities.

SEN. STORY: It seems unfair to me to jack up the trucking industry to take care of the utilities.

SEN. AKLESTAD: Didn't this come out of House Appropriations at \$5 and was amended on the floor.

SEN. BOYLAN: True. I move the amendment.

AMENDMENTS 69 through 75 voted and passed. 11-6

Motion #76: page 48, line 6. Senator Van Valkenburg moved this amendment which would add one lawyer position for PSC and add \$32,816. The indication in regard to rate cases are divesture of the telephone company and things going on in regard to their regular work and growth. In order to give them the necessary staff to meet the needs, this amendment is being offered. This only adds about \$65,000 a year.

SEN. AKLESTAD: What else are we getting for our buck here?

SEN. VAN VALKENBURG: What do you want?

SEN. AKLESTAD: How many are on now?

SEN. VAN VALKENBURG: Could Mr. Simshaw make a statement? Ans: 4.

SEN AKLESTAD: What else are we getting for the \$65,000 for the 2 years?

SEN. HAFNEY: Senator Boylan said there probably is a need for some of the capability that the \$1 would have provided. The need is there and not funded. I have seen the work load of the commission. They are under staffed and doing a good job. I think you should be aware that this is an absolutely understaffed agency.

QUESTION was called, the motion was defeated.

Senator Himsl said we would delay the work on the Department of Agriculture until Senator Smith got back. He is in an Education committee meeting Also the other sections as he is the Senate chairman of that committee.

Senator Etchart, Senate Chairman of the Department of Institutions, said he had several amendments to offer in the area. He said he would have an amendment to make on page 66, line 22 under General Fund but would hold this amendment until later.

PEGGY WILLIAMS, LFA, said there is a question about the building which is now on bids at the Billings Youth center. One of the companies is complaining about the way it is bid. They will be back tomorrow and make a decision and then we will know.

SEN. DOVER: One contractor did not fill out his bid on some items.

SEN. HIMSL: We will hold this up until tomorrow to see if we need it.

SEN. JACOBSON said she had an amendment on the school for the Deaf and Blind.

Motion #77: page 70, line 18. Senator Jacobson said this amendment adds back audiological services. They had been transferred to the School for the Deaf and Blind. Being an operational budget, it was cut 2% and this took \$27,154 out of their budget. This was audiological services and contract services. This is a direct service. It is passed through with little or no overhead. If you cut this into 2 years -- already \$30,000 below this year. Another \$27,000 cut they feel they will really be having a lot of problems. This would restore the audiological services back in.

SEN. HIMSL: Where?

SEN. JACOBSON: They have these services which receive the pass through money in Flathead, Tri River, eastern Montana, Easter Seal and one other. Their budget is split up and they handle audiology throughout the state.

SEN. HIMSL: Just audiology?

SEN. JACOBSON: For people who can pay they charge for those and the ones who can't don't have to pay. It is a service that is provided for the people.

SEN. AKLESTAD: I don't quite understand the 6%. The amendment. That is most of the year that came from. Why didn't the House Appropriations

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Page 23

and House floor offset this?

SEN. HIMSL: These are contract services. If contract services the department would be cut, if a grant, it would not be cut.

PAM JOEHLER, LFA: They would not have been cut if they stayed where they were. It was because of the move.

QUESTION was called. Voted and passed unanimously.

SEN. HIMSL announced we would stop here and begin again tomorrow morning on Agriculture and Education section. 8 a.m.

The meeting was adjourned.

  
Senator Himsl, Chairman

ROLL CALL

FINANCE AND CLAIMS COMMITTEE

48th LEGISLATIVE SESSION - - 1983

Date 4/6/83

NAME	PRESENT	ABSENT	EXCUSED
Senator Etchart, VC	✓		
Senator Dover	✓		
Senator Keating	✓		
Senator Smith	✓		
Senator Thomas	✓		
Senator Van Valkenburg	✓		
Senator Stimatz			
Senator Story	✓		
Senator Ochsner	✓		
Senator Haffey	✓		
Senator Jacobson	✓		
Senator Regan	✓		
Senator Lane	✓		
Senator Aklestad	✓		
Senator Hammond	✓		
Senator Tveit	✓		
Senator Boylan	✓		
Senator Hims1, Chairman	✓		



COMMITTEE ON

DATE

FHC 4/6/83

## VISITORS' REGISTER

NAME	REPRESENTING	BILL #	Check One	
			Support	Oppose
John LaFaver	SPCS	447	-	
Mike Abley	Supreme Court	447	-	
RITZ O. BEHR	DEPT. OF JUSTICE	447	-	
ELLEN FEAVER	REVENUE	447	-	
Deborah Schmidt	EQC	447	-	
Diana Dowling	Leg Council	71		
John Pabel	Dept Highways	447		
Blake Rummey	Political Practices	447	-	
Reg Kravis	" "	447	-	
Dave Wanzonried	Governor's Office	447	-	
Don Brown	State Rep. Dist 83	447	✓	
Dennis W. Jones	Students of MSU	447	-	
J. D. Holmes	MT ARTS ADVOCACY	447	-	
Larry Pedersen	Board of Crime Control	447		
Rob Tucker	State Auditor - Securities	447		
Colinda Lake	Women's Lobbyist Fund	447	-	
Josephine Leach	State Auditor	447		
Roy L Phelps	" "	447		
Jim Cheatham	" "	447		
Mike Stanley	Montana University System	"		
James Paine	Mont. Consumer Council	"		
Steve Meyer	MACD	"		
Jeanne-Marie Soumyrey	ASUM	447		
Hacy Flaherty	WLF	447		
Jerry Mjimon	Mt Fed of Teachers	447		
Donna Warner	State Auditor	447	-	

DATE 4-6-83

COMMITTEE ON FLO

VISITORS' REGISTER

NAME	REPRESENTING	BILL #	Check One	
			Support	Oppose
Gary Carroll	Dept. Justice	447		
Tom Chasbro	OPI			
Judson H. Flower	Miles Community College	447		
T. Lohay	O B P P	447		
Kelly Moore	Board of Visitors			
Judy Pippin	LFA	447		
Mike Steh	MALC	447		
Ben Harder	mat mtr Carris			
LARRY AKEY	SR. OF STATE	447		
JD May	OBPP	"		
Lee Purdy	ASMSU	447		
Bill Hanson	UPD			
Mike Lavin	CRIME Comm	"		
Dennis Hammer	DSL	"		
Diane Lewis	O B P P	"		
Wm Cott	Int. Aff	"		
John W. Anthony	Jeg. Auditor	"		
D. M. Booker	O B P P	"		
MARVIN DYE	CRIME Contra	"		
Rick Moegem	Administration	✓		
BOB LUCHENOROW	DEPT OF JUSTICE	✓		
L.R.W. Landon	Highway Patrol	✓		
Susan Hansen	Attorney General's Office	✓		
Sara Tucker	State Library	✓		
Claire Engel	St. Law Lib	✓		
Chuck Johnson	G F Tribune			







1.	P 21, L 23	Passed
2.	P 21, L25	Passed
3.	P 23, L 19	Passed
4.	P 23, L 21	Passed
5.	P 25, L 17	Passed
6.	P 28, L 22	Passed
7.	P 28, L 24	Passed
8.	P 29, L 17	Passed
9.	P 4, L 20	Passed
10.	P 7, L 7	Passed
11.	P5, L5	Passed
12.	P9, L25	Passed
13.	P10, L 13	Passed
14.	P4, L 20	Passed
15.	P4, L 22	Passed
16.	P11, L 17	Passed
17	P11, line 18	Passed
18.	P 12, L 22	Passed
19	P 14, L13	Passed
20.	P16, L 15	Passed
21.	P16, L 22	Passed
22.	P16, L 24	Passed
23.	P 18, L 13	Passed
24.	P 19, L 9	Passed
25.	P 19, L 9	Passed
26.	P 20, L 14	Passed
27.	P 20, L 25	Passed
28.	P 23, L 10	Passed
29.	P 27, L 21	Passed

30.	B 23, L 8-13	Passed
31.	P 57, fol Itm 16	Passed
32.	P 26 & 27	Passed
33.	P 30, L 16-17	Passed
34.	P 31, L 25	Passed
35.	P 4, L 20	Passed
36.	P7, L 11	Passed
37.	P 7, L 17	Passed
38.	P 34, L 25	Defeated
38 A	P 36, L 5	Defeated
38 B	P 36, L 6	Defeated
38 C	P 36, L 13	Defeated
38 D	P 36, L 14	Defeated
39.	P 45, L 20	Passed
40.	P 46, L 7	Passed
41.	P 47, L 6	Passed
42.	P 44, L 17	Passed
43.	P 44, L 24	Passed
44.	P 45, L 5	Passed
45.	P 47, L 17-19	Passed
46.	P 36, L 16	Passed
47.	P 43, L 15	Passed
48.	P 38, L 18	Defeated
48 A	P 38, L 19	Defeated
49.	P 40, L 25	Passed
50.	P 28, L 8	Passed (Figure 4. Veterans Affairs etc.)
50 A	P 45, L 9-12	Passed (these two are replacements)
51.	P 42, L 13	Passed
52.	P 43, L 23-24	Passed
53.	P 24, L 9-10	Passed

54.	P 26, L 19-20	Passed
55.	P 60, L 18	Passed
56.	P 41, L 17-24	Passed
57.	P 45, L 25	Passed
58.	P 42, L 7	Defeated
59.	P 28, L 15-16	Passed
60.	P 40, L 6-7	Passed
61.	P 32, L 20	Passed
62.	P 32, L 22	Passed
63.	P 32, L 23	Passed
64.	P 37, L 23	Passed
65.	P 35, L 21	Passed
66.	P 37, L 23	Passed
67.	P 36, L 21	Passed
68.	P 37, L 21	Passed ( change this to these)
69.	P 48, L 15	Passed
70.	P 48, L 16	Passed
71.	P 48, L 10	Passed
72.	P 48, L 14	Passed
73.	P 48, L 14	Passed
74.	P 48, L 14	Passed
75.	P 48, L 14	Passed
76.	P 48, L 6	Defeated
77.	P 70, L 18	Passed
78.		



78.	P 48, L 9-10	Passed
79.	P 50, L 7	Passed
80.	P 50, L 18	Passed
81.	P 50, L 21	"
82.	P 50, L 23	"
83.	P 51, L 14	Passed
84.	P 51, L 5	"
85.	P 51, L 10	"
86.	P 51, L 11	"
87.	P 5., L 18 --	
88.	P 51, L 19 --	amended & passed/
89.	P 51, L 21 --	
90.	P 52, L 14	Passed
91.	P 52, L 10	"
92.	P 53, L 9	"
93.	P 53, L 7	"
94.	P. 53, L 5	"
95.	P 53, L 14	"
96.	P 53, L 21	"
97.	P 54, L 25 etc	defeated
98.	P 52, L 18	Passed
99.	Ø 52, L 20	"
100.	P 52, L 22	"
101.	P 53, L 5	"
102.	P 54, L 14	"
103.	P 54, L 15	"
104.	P 54, L 14	"
105.	P 54, L 15	"
106.	P 54, L 25	"

107.	P 55, L 5	"	
108.	P Same Lang as # 90 DNC & St. Lands		Passed
109.	Language	Passed	
110.	Manning amendment	Defeated	
111.	P 57, L 5-6	Passed	
112.	P 57, L 14	"	
112 A	P 57, L 25	"	
113.	P 56, L 10	"	
114.	P 57, L 19	"	
115.	Sub motion to segregate		
116 =	84 rates	Passed	
117.	85 rates	"	
118.	Motion as amended	"	
119.	66 L 22	"	
120	P 59, L 8	"	
121	Boulder P 60, L 22	Defeated	
122	P 72, L 10 etc	Passed	
123	P 72, L 12	"	
124	P 78, L 8	"	
125	P 80 between L 22-23	Passed	
126	P 82, L 21-22	defeated	
127	P 85, L 14-16	Passed, for \$15,000 in 84 b ut will	
		revert if not used as intended	
128	to spread the cost out through the University system,		
		not just U of M.	
129.	P 90, L 17-18	defeated	
130.	Boiler Plate	passed	
131	P 3, L 1	Passed	
132.	P 10, L 12	Passed	

133. P 16, L 15 passed  
134 P 5, L 9010-23 defeated  
135 P 12, L 19 Passed  
136 P 19, L 6 defeated  
137. P 18, L 22 withdrawn  
138. P 18, L 19 Passed  
139. P 43, L 23-24 defeated  
140 P 26, L 16 Passed  
140 A P 14, L 22 defeated  
141 over est of 2 M \$ utilities Passed. LFA to figure and write  
142. Justice Dept. P 13, L 22 Defeated  
143. Oil prices--take out----withdrawn

PROPOSED AMENDMENTS TO HOUSE BILL 447 (Blue Copy)

Page 21, line 23.

Strike: "904,169" "904,169"

Insert: "892,169" "892,169"

Page 21.

Following: line 25

Insert: "c. Audit" "12,000" (General fund)

"12,000" (total)

Page 23, line 19.

Strike: "706,637" "706,637"

Insert: "676,637" "676,637"

Page 23, line 21.

Insert: "30,000" (fiscal 1985 proprietary fund)

Page 25, line 17.

Strike: "4,766,232" "4,766,232"

Insert: "a. Operations" "4,754,232" "4,754,232"

"b. Audit" "12,000" "12,000"

Page 28, line 22.

Strike: "221,380" "221,380"

Insert: "221,360" "221,360"

Page 28, line 24.

Strike: "2,905" "2,905"

Insert: "2,925" "2,925"

Page 29, line 17.

Strike: "4,896,961" "6,411,566"

Insert: "a. Operations" "4,831,961" "6,346,566"

"b. Audit" "65,000" "65,000"

Renumber: subsequent sections

PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

9  
1. Page 4, line 20.

Strike: "1,690,597" "2,218,737" "2,114,473" "2,293,473"  
Insert: "1,662,651" "2,190,791" "2,084,842" "2,263,842"

10  
2. Page 4, line 22.

Strike: "72,000" "72,000"

Amend Totals to conform.

This amendment deletes the dues paid to NCSL and the associated travel.

PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

1. Page 5, line 5.

Strike: "75,000" "75,000"

Insert: "50,000" "50,000"

Amend totals to conform.

(7)

# 12

AMENDMENTS FOR ARM INDEXING

pg 9, line 25

Strike \$105,194 Insert \$201,883

Strike \$108,973 Insert \$201,925. Adjust totals

pg 10, line 13

Strike in its entirety

B

# 12

+ 13

179,223 25

201,25000

includes general fund

196,657  
+ 22,352

69356  
25000  
94356  
1500  
95856

Passed

4-6

PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

14

1. Page 4, line 20.

Strike: "1,690,597" "2,218,737" "2,114,473" "2,293,473"

Insert: "1,662,651" "2,190,791" "2,084,842" "2,263,842"

15

2. Page 4, line 22.

Strike: "72,000" "72,000"

Amend Totals to conform.

This amendment deletes the dues paid to NCSL and the associated travel.



PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

16

Page 11, line 17.

Strike: "258,069" "235,869"  
Insert: "249,827" "228,404"

17

Page 11, line 18.

Strike: "582,455" "840,524" "546,119" "781,988"  
Insert: "572,381" "822,208" "536,994" "765,398"

Adjust totals accordingly.

This amendment reduces one FTE and associated operating expenses in the Central Payroll Division.

PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

18  
Page 12, line 22.

Following: "provided in"

Insert: "17-3-212,"

*Appropriates forest reserve funds.*

PROPOSED AMENDMENT TO HOUSE BILL 447 (Blue Copy)

Page 14, line 13.

Strike: "613,279" "1,024,662"

19 Insert: "a. Operations" "198,279" "609,662"

Insert: "b. Switcher" "415,000" "415,000"

Page 16.

Following: line 15

20 Insert: "Item 10b is a biennial appropriation consisting of \$121,000 for equipment, \$160,000 for contracted services, and \$134,000 for repairs and maintenance."

PROPOSED AMENDMENTS TO HOUSE BILL 447 (Blue Copy)

21  
1. Page 16, line 22.

Strike: "67,680" "1,373,094" "70,283" "1,373,903"

Insert: "67,680" State Special Revenue "1,373,094" Federal Special  
Revenue "70,283" State Special Revenue "1,373,903" Federal Special  
Revenue.

22  
2. Page 16, line 24.

Strike: "2,625" "875"

Insert: "2,625" State Special Revenue "875" Federal Special Revenue

Amend totals as needed.

PROPOSED AMENDMENTS TO HOUSE BILL 447 - (Blue Copy)

1. Page 18, line 13.

23  
Strike: "374,408" "878,694" "366,236" "860,833"  
Insert: "351,020" "855,306" "342,933" "837,530"

This amendment deletes one liquor investigator.

PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

1. Page 19, line 9.

Strike: "11,201,135" "11,201,135" "10,978,278" "10,978,278"

Insert: "11,162,286" "11,162,286" "10,940,305" "10,940,305"

This amendment deletes two property appraisers and associated operating expense.

PROPOSED AMENDMENTS TO HOUSE BILL 447 - (Blue Copy)

1. Page 19, line 9.

Strike: "11,201,135" "11,201,135" "10,978,278" "10,978,278"

Insert: "11,389,310" "11,389,310" "11,059,982" "11,059,982"

This amendment reestablishes funding of \$82,268 in fiscal 1984 and \$81,704 in fiscal 1985 for supplies, travel expenses, and equipment and \$105,907 for assistance to counties fro computerization in fiscal 1984. This funding was deleted in house appropriations.

~~Amend~~

Sales

16,000 — \$ 4,800 90 30 — cost

5,333  
1000  
1200

6,000 — 38 LIP — 25,000  
\$ 10,880

\$ 5,120 — — Profit

LIP

\$ 2,920 — payment

2,600 — labor

1,000 — cost



Amendments to HB 447

26  
Page 20, Line 14:

After: "shall"

Insert: "attempt to"

Reinsert: Lines 20 and 21 through the word "closure".

-End-

1570

Amendments to HB 447

Page 20, Line 25:

NEW PARAGRAPH:

21  
Insert: All Royalties attributable to the marketing of point of sale system software developed under contract for the liquor division are to be deposited in the revolving fund. Such royalties may be expended only for further development of the liquor management information and point of sale systems. Expenditure of these royalty monies are specifically excluded from the 15% of net sales limitation imposed on operation expenses.

-End-

PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

1. Page 23, line 10.

Following: "89,211"

Insert: "267,701" (State Special Revenue)

Amend totals to conform.

This amendment reestablished the FTE level for fiscal 1985 at 9.30 and allows revolving fund authority to convert school districts to BARS.

AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

1. Page 27, line 21.

Strike: "232,066" "245,398"  
Insert: "195,066" "208,398"

This amendment deletes the deputy director's position, which was taken out by the subcommittee then put back in by the House Appropriations Committee.

PROPOSED AMENDMENTS TO HOUSE BILL 447 (BLUE COPY)  
(Local Government Services Division)

1. Page 23, lines 8-13  
Strike: Lines 8-13 in their entirety  
Renumber: subsequent sections

Adjust totals as necessary.

2. Page 57  
Following: Item 16. Legal Services Division  
Insert:

17. Accounting Management

<del>357,945</del>	<del>357,945</del>	<del>98,148</del>	63,292	<del>153,432</del>
<u>356,912</u>	<u>356,912</u>	<u>89,211</u>		<u>152,503</u>

18. Local Government Services

<del>1,462,815</del>	929,817	<del>2,392,632</del>	<del>1,462,636</del>	936,645	<del>2,399,281</del>
<u>1,462,306</u>		<u>2,392,123</u>	<u>1,461,600</u>		<u>2,398,245</u>

Adjust totals as necessary.

Dover

PROPOSED AMENDMENT TO HOUSE BILL 447- (Blue Copy)

Page 26 and 27.

32 Strike: Line 25 on page 26 through "government." on line 5 page 27.

Insert: "The department shall develop a long-range telecommunication plan and shall monitor communication activity during the biennium. Telephone systems, land mobile radio systems, data transmission devices, components thereof or any other telecommunications equipment or facilities shall not be leased, purchased, rented, otherwise procured or installed by any state government agency unless approval is granted by the department of administration. Any approved purchases or installations should be compatible with the statewide communications plan and should maximize the state dollar. This is not to be taken as a reason to unduly delay communications activities of other state agencies, nor should this affect repair or installation of presently owned equipment.

The department of administration is encouraged to obtain vendor input for long-range planning of state telephone systems, data transmission systems, and land mobile radio systems. Input from vendors should be utilized in the long-range planning process; however, said input should be of an advisory nature only, and should not be considered binding upon either the department of administration or the State of Montana."

PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)  
(Senator Dover)

33  
Page 30.

Strike: lines 16 and 17 in their entirety  
Adjust totals accordingly

34  
Page 31.

Strike: line 25

This amendment removes the \$12 million general fund transfer to the highway earmarked account.

PROPOSED AMENDMENTS TO HOUSE BILL 447 - (Blue Copy)

1. Page 4, line 20.

Strike: "1,690,597" "2,218,737" "2,114,473" "2,293,473"  
Insert: "1,686,826" "2,214,966" "2,108,984" "2,287,984"

Adjust totals accordingly.

This amendment reduces operating expenses in the Legislative Council budget.

(Sen. Van.)



PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

1. Page 7, line 11.

36  
Strike: "1,837,304" "1,837,304" (fiscal 1985 Gen. Fund & Total )

Insert: "1,952,349" "1,952,349"

2. Page 7.

37  
Following: line 17

Insert: "Should judicial districts 1, 7, 13, or 20 exercise the option under Senate Bill 26 to fill one of the newly created judgeships at the 1983 general election, the Supreme Court may provide the additional funds for salaries and travel from its budget and submit a request for the necessary supplemental funds to the 1985 Legislature."

*all defeated*

PROPOSED AMENDMENT TO HOUSE BILL 447: (Blue)

1. Page 34, line 25.

38 Strike: "929,934" "929,934" "932,975" "932,975"  
Insert: "841,559" "841,559" "858,494" "858,494"

2. Page 36, line 5

38 A Strike: "167,128" "182,565"  
Insert: "229,716" "229,712"

3. Page 36, line 6

48 B Strike: "321,543" "311,686"  
Insert: "258,955" "264,539"

4. Page 36, line 13

48 C Strike: "83,499" "83,499"  
Insert: "109,286" "110,833"

Page 36, line 14:

48 D Strike: "267,343" "272,238"  
Insert: "241,556" "244,904"

Amend Totals to Conform.

The effect of this amendment is summarized in the following chart.

Table 1  
Effects of Senator Keating's Attached Amendment to HB 447 (Blue)

<u>Program</u>	<u>FY '84</u>	<u>FY '85</u>
<u>Family Planning</u>		
reduction of MCH block	\$(25,787)	\$(27,334)
reduction of preventive block	<u>(62,588)</u>	<u>(47,147)</u>
net change	\$(88,375) =====	\$(74,481) =====
<u>Director's Office</u>		
increase in MCH block	\$ 25,787	\$ 27,334
decrease in general fund	<u>(25,787)</u>	<u>(27,334)</u>
net change	\$ -0- =====	\$ -0- =====
<u>Emergency Medical Services</u>		
increase in preventive block	\$ 62,588	\$ 47,147
decrease in general fund	<u>(62,588)</u>	<u>(47,147)</u>
net change	\$ -0- =====	\$ -0- =====
<u>Overall Department Change</u>		
general fund	\$(88,375)	\$(74,481)
federal funds	<u>-0-</u>	<u>-0-</u>
Total	\$(88,375) =====	\$(74,481) =====

PROPOSED AMENDMENTS TO HOUSE BILL 447 (Blue Copy)

Page 45, line 20.

Following: "index"

39 Strike: "in fiscal 1984 and the payment standard shall increase 3 percent  
in fiscal 1985"

This amendment gives SRS flexibility in setting the payment standard.  
The payment standard may not exceed 51 percent of the poverty index.

This language is for AFDC

PROPOSED AMENDMENT TO HOUSE BILL 447 (Blue Copy)

Page 46, line 7.

Following: "receive"

Insert: "on the average"

Following: "funds"

Insert: "per client"

40  
This changes the foster care language.

"In-state group home providers shall receive

on the average

^ a 6% increase in funds ^ <sup>per client</sup> disbursed  
from the department of SRS for each fiscal year.

PROPOSED AMENDMENTS TO HOUSE BILL 447 (Blue Copy)

41  
Page 47, line 6.

Following: "expand the"

Strike: "type or number of services offered to an individual"

Insert: "scope or duration of services offered under a program" *7/11/01*

This is part of the language for the contingency fund. The contingency fund "may not be used to expand the . . ."

DDPAC  
Show the \$162,500 as Benefits Under  
DDPAC Rather than DD

B. Allow \$87,500 per year for "operations". The rest of the money (\$162,500) would be used for "benefits" with the intent that it be used to start a specialized DD foster care program. This would allow the council to have 2.0 FTE staff and more operating costs than allowed in (A).

Page 44, line 17.

42  
Strike: "2,680,716" "2,711,233"  
Insert: "2,518,216" "2,548,733"

Page 44, line 24.

43  
Strike: "55,347" "56,895"  
Insert: "87,500" "87,500"

Page 45, line 5.

44  
Strike: "32,153" "30,605"  
Insert: "162,500" "162,500"

Page 47.

45  
Strike: lines 17 through 19

Insert: "The department, in cooperation with the developmental disabilities planning and advisory council, shall implement an expanded foster care program for the developmentally disabled as proposed in the executive budget."

Amend totals to conform.



STATE OF MONTANA  
*Office of the Legislative Fiscal Analyst*

STATE CAPITOL  
HELENA, MONTANA 59620  
406/449-2986

JUDY RIPPINGALE  
LEGISLATIVE FISCAL ANALYST

April 5, 1983

TO: Senator Jacobson  
FROM: Curtis M. Nichols, Principal Analyst  
SUBJECT: Amendments to Transfer Funding for Renal Program from  
SRS to Health

Amend House Bill 447, third Reading Copy

Page 36.

Following: line 16

46  
Insert: "13. Renal Program.

"125,000" (1984 General Fund)

"125,000" (1984 Total)

"125,000" (1985 General Fund)

"125,000" (1985 Total )

Page 43, Line 15,

47  
Strike: "867,213" "911,746"

Insert: "742,213" "786,746"

Amend totals to conform.

This amendment moves \$125,000 general fund per year appropriation to SRS for the chronic renal disease program to the Department of Health and Environmental Sciences.



PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

48  
1. Page 38, line 18.

Strike: "138,274" "127,781"  
Insert: "115,809" "100,575"

48A  
2. Page 38, line 19.

Strike: "174,296" "313,200" "167,374" "295,155"  
Insert: "222,391" "338,200" "219,580" "320,155"

Amend totals to conform.

2038A  
This amendment adds 1.0 FTE investigator and \$47,465 general fund in fiscal 1984 and \$52,206 in fiscal 1985 in the human rights program in the department of labor. Federal funds are reduced by \$22,465 in fiscal 1984 and \$27,206 in fiscal 1985.

PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

49  
1. Page 40, line 25.

Strike:	"145,645"	"13,309,570"	"156,708"	"12,755,600"
Insert:	"191,204"	"13,264,011"	"206,049"	"12,706,259"

Amend totals to conform.

This amendment adds general fund of \$45, 559 in fiscal 1984 and \$49,341 in fiscal 1985 for a biennial total of \$94,900. The federal funds are decreased by a like amount so there is no change in total funds. The amendment is to establish the correct federal/state matching ratio for day care.

The funding originally shown in the bill was completed on the assumption that counties participate in the cost of day care and on the basis of a matching ratio recorded in error in the state accounting system. The counties do not participate in the day care cost and the funding error in the accounting system is being corrected.

PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

1. Page 28.

Following: line 8

SO Insert: "467,097" "468,663" (fiscal 1984 & 1985 general fund)

Amend totals to conform.

SOA Page 45.

Strike: lines 9 through 12 in their entirety.

# 50 replacement

PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

50  
1. Page 47.

Following: line 19

Insert: "the general fund appropriations of \$467,097 for fiscal 1984 and \$468,663 for fiscal 1985 contained in item 12 are transferred to the Department of Military Affairs."

This amendment would transfer funds from SRS to Military Affairs because House Bill 447 has been signed by the governor.

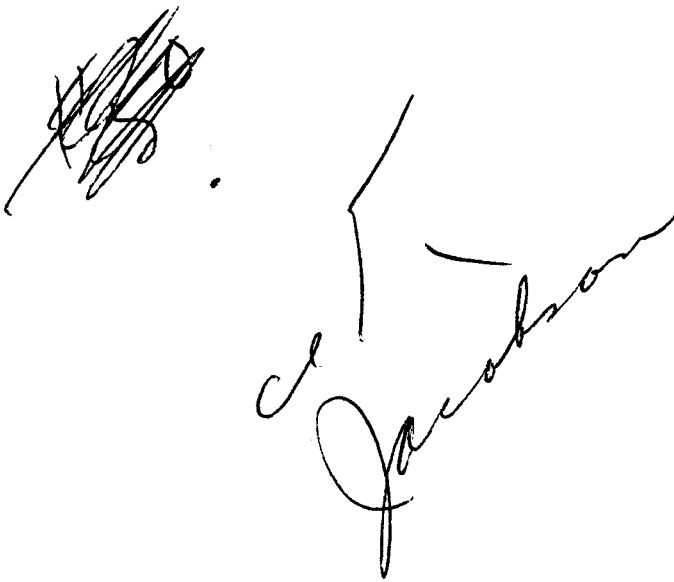
PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

1. Page 47.

Following: line 19

Insert: "contingent upon passage and approval of Senate Bill 418, \$125,000 of the general fund appropriation for fiscal 1984 and \$125,000 of the general fund appropriation for fiscal 1985 contained in item 5iii are transferred to the Department of Health and Environmental Sciences."

This amendment would transfer funds from SRS to the Health Department (for the renal program) should Senate Bill 418 pass.

A handwritten signature in cursive script, appearing to read "C. Jacobson". To the left of the signature is a large, dark, scribbled-out mark, possibly a crossed-out signature or initials.

PROPOSED AMENDMENTS TO HOUSE BILL 447 - (Blue Copy)

1. Page 42, line 13.

Strike: "6,012,101" "6,012,101" "6,007,757" "6,007,757"

Insert: "6,314,827" "6,314,827" "6,310,483" "6,310,483"

51

2. Page 43, lines 23 and 24.

Strike: "451,258" "748,633" "1,199,891" "454,051" "758,727" "1,212,778"

Insert: "461,509" "758,884" "1,220,393" "464,302" "768,978" "1,233,280"

52

3. Page 24.

Strike: lines 9 and 10 in their entirety

53

4. Page 26.

Strike: lines 19 and 20 in their entirety

54

Amend totals to conform.

This amendment adds \$302,726 per year in federal and county funds to provide for grade increases for eligibility technician personnel. The increases are the result of a settlement of a discrimination suit filed by eligibility technicians.

This amendment also adds \$10,251 general fund and \$10,251 of federal funds each year of the biennium to provide for a one grade increase for quality control reviewees (grade 10 to grade 11). A recent court stipulation changed the grade levels of eligibility technicians and the change is necessary to maintain grade differentials between eligibility technicians and quality control reviewers.

PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

1. Page 60.

Following: line 18

55  
Insert: "Contingent upon passage and approval of House Bill 24, the following general fund appropriations are transferred to the Department of Social and Rehabilitation Services: from item 4a, \$595,337 in fiscal 1984 and \$625,132 in fiscal 1985; from item 4c, \$337 in fiscal 1984 and \$357 in fiscal 1985; from item 5, \$157,320 in fiscal 1984 and \$166,759 in fiscal 1985."

This amendment would transfer funds from the Department of Institutions to the Department of Social and Rehabilitation Services in the event that House Bill 24 is enacted. House Bill 24 establishes a single state agency for foster care.

PROPOSED AMENDMENTS TO HOUSE BILL 447 (Blue Copy)

Page 41.

Strike: lines 17 through 24 in their entirety

Following: line 1~~4~~

56 Insert: "1,129,169" (1984 - general fund)  
"1,620,470" (1984 - federal special revenue)  
"1,206,577" (1985 - general fund)  
"1,708,040" (1985 - federal special revenue)

Amend totals to conform.

Page 45.

57 Strike: line 25 in its entirety

This amendment takes away the separate line iteming for each type of foster care. Foster care as a whole is line itemed.



PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

Page 42, line 7.

Strike: "1,628,625"

Insert: "1,679,750"

Amend totals to conform.

This amendment adds \$51,125 of general fund to the family teaching center in fiscal 1985. The family teaching center was funded at \$102,250 in fiscal 1984; no funding was provided in fiscal 1985.

PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

67  
1. Page 36, line 21.

Following: "APPROPRIATION"

Strike: "AND IS CONTINGENT UPON THE PASSAGE OF HOUSE Bill 200"

Department of Labor

59  
2. Page 38.

Strike: lines 15 and 16 in their entirety

Amend totals to conform.

60  
3. Page 40, lines 6 and 7.

Following: "fiscal 1985." on line 6

Strike: Remainder of line 6 and line 7

This amendment removes the position which was contingent upon the passage of House Bill 309 which was killed.

PROPOSED AMENDMENTS TO HOUSE BILL 447 - (BLUE COPY)

#  
64  
1. Page 37

Following: line 23

Insert: "Included in Item 2b is \$51,000 of federal spending authority in fiscal 1984 for an inventory of hazardous waste sites which is a biennial appropriation."

W G run

PROPOSED AMENDMENTS TO HOUSE BILL 447 - (Blue Copy)

1. Page 32, line 20.

61  
Strike: "471,292" "471,292" "472,846" "472,846"  
Insert: "351,874" (1984 General Fund)  
"204,000" (1984 State Special Revenue)  
"555,874" (1984 Total)  
"353,428" (1985 General Fund)  
"204,000" (1985 State Special Revenue)  
"557,428" (1985 Total )

This amendment reduces general funds by \$119,418 each year and adds \$204,000 state special revenue in each year. This change is the result of a change in licensing fees and distribution as was approved in Senate Bill 403.

2. Page 32, line 22.

62  
Strike: "166,533"  
Insert: "217,533"

3. Page 32, line 23.

63  
Strike: "1,273,255"  
Insert: "1,324,255"

This amendment adds \$51,000 federal spending authority in fiscal 1984 that is available for an inventory of hazardous waste sites in the state.

4. Page 35.

65  
Following: line 21  
Insert: "h. Improved Pregnancy Outcome"  
"300,000" (fiscal 1984 Federal Special Revenue)  
"300,000" (fiscal 1984 Total)

5. Page 37.

66  
Following: line 23  
Insert: "Item 6h is a biennial appropriation."

This amendment adds federal funds that become available Tuesday, April 5, 1983 for the improved pregnancy outcome program. This program includes some funds for newborn transport, for nurse training, and hospital evaluations regarding the level of care available for major medical problems with newborn infants. Dr. Drynan requested it in a separate line item.

Amend totals to conform.

PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

1. Page 37, line 21.

Following: "GRANT"

68  
Insert: "and \$607,264 in fiscal 1984 and \$607,264 in fiscal 1985 from the preventative health block grant."

This amendment provides direction to the Health Department if preventative block grant funds are different than anticipated by the legislature.

*Change "this" to "them"*

PROPOSED AMENDMENTS TO HOUSE BILL 447 - (Blue Copy)

69 1. Page 48, line 15.  
Strike: entire line

70 2. Page 48, line 16.  
Strike: entire line

71 3. Page 48, line 10.  
Strike: "70,349 and 173,062"

72 4. Page 48, line 14.  
Strike: "1,541,923"  
Insert: "1,471,574"

73 5. Page 48, line 14.  
Strike: "1,583,912"  
Insert: "1,513,563"

74 6. Page 48, line 14.  
Strike: "1,634,422"  
Insert: "1,461,360"

75 7. Page 48, line 14.  
Strike: "1,671,396"  
Insert: "1,498,334"

Amend Totals to Conform.

76

PROPOSED AMENDMENTS TO HOUSE BILL 447 - (Blue Copy)

1. Page 48, line 6.

Strike: "1,460,574"	"1,502,563"	"1,461,360"	"1,498,334"
Insert: "1,493,390"	"1,535,379"	"1,494,302"	"1,531,276"

Amend Totals to Conform.

This amendment adds one lawyer position to the Public Service Commission. The cost of this position is \$32,816 in fiscal 1984 and \$32,942 in fiscal 1985.

77

PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

1. Page 70, line 18.

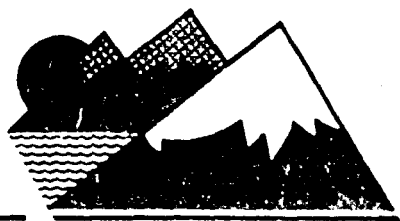
Strike: "1,412,049" "1,412,049"

Insert: "1,439,203" "1,439,203"

Amend totals to conform.

This amendment adds back \$27,154 taken from audiological services as a result of reducing inflation factors from 6 percent per year to 4 percent per year.





# Whitefish

April 5, 1983

Senator Matt Himsl  
Capitol Station  
Helena, MT 59620

Dear Senator Himsl:

As you probably realize, the highways and city streets in Northwest Montana are in very poor shape. It is far worse this spring because of the unusual winter we've had. The roads are truly a disgrace and also a very definite safety hazard. There is a group of citizens of Flathead and Lincoln Counties very concerned with the condition of Highway 93 North between Kalispell and the Canadian border. As I said before, it is a safety hazard but it is also an economic hazard as so much of our economy depends on the Canadian tourist dollar. In 1982, The Big Mountain generated \$28.4 million, 80% of which benefitted off-mountain services in the Valley. Of the 2558 charter buses that arrived in 1982, 2216 of those arrived from Calgary and Edmonton. Those buses normally come down Highway 93 North because of the longer border crossing hours at Roosville. Our business people feel that 60% of their business comes in from Canada on Highway 93. As you can see, especially for Whitefish, the traffic coming in from the north is keeping us alive economically. Also, looking to the future, we are concerned about the amount of traffic that could be generated by the '88 Olympics in Calgary. In 1982, the border crossings at Roosville were 246,031. That figure could easily double or triple during the Olympics. The highway, in it's present condition, is a horrible introduction to Montana.

As it stands now, the Highway Department has no future plans for reconstruction of Highway 93 North. We feel that it is vitally important to the Flathead Valley that the highway be rebuilt as soon as financially possible.

We understand that there are two proposals in the Senate now that could make the financing possible. First, and most important, is the removal of Highway Patrol salaries from the Highway Department to the General Fund.

---

**Whitefish Area Chamber of Commerce**

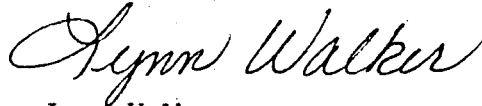
Post Office Box 1309 • Whitefish, Montana 59937 • (406) 862-3501

Page 2 -

The second is the allocation of the motor fuels tax monies. We feel that it is vitally important to our area that these are passed to provide the monies to improve Highway 93. We would very much appreciate your consideration of these matters.

Thank you very much.

Sincerely,

A handwritten signature in cursive script that reads "Lynn Walker". The signature is written in black ink and is positioned above the typed name and title.

Lynn Walker  
Executive Manager

Testimony supporting FAMILY PLANNING SERVICES

4-6-83

Mr. Chairman, members of the Committee I am Maxine Homer, Helena, member of the Advisory Board of Tri-County Family Planning, here in Helena. I urge you to support the family planning budget. Family Planning is preventive health care for women. Family Planning provides comprehensive health services for women which include counseling in all aspects of family life, physical examinations, cancer screening, self-breast exams, blood tests, immunization for rubella, blood pressures, urinalysis, referrals to specialists for further diagnosis and treatment, dispenses contraceptives, screens & treats for VD and provides pregnancy tests. All programs have physicians and pharmacy licenses.

- If the truth were known, perhaps many women's lives were saved over the years. In 1981
- 390 positive pap smears for cervical cancer referred to physicians--leading cause of Ca
  - 1,361 cases of anemia - a serious situation in pregnancy
  - 172 abnormal urinalysis chemistry results
  - 152 cases of gonorrhea
  - 2,064 cases of vaginal infections
  - 825 cases of breast diseases of other physical findings---heart & thyroid, etc.
  - 490 cases of high blood pressure

Family Planning improves the quality of life for mothers and children by helping families plan children when their resources allow--Health, time, & financial. Many women enter the health care system through family planning because it is not as scary--its more comfortable. 71% of the 20,600 women getting services in 1981 were in the low income area.

Family Planning is one of the most cost effective services provided through State Govt. Cost to government for a mother on welfare and an unplanned child avg. \$3,348 /yr. plus food stamps and medicaid. Short-term benefits (savings) to federal, St & local govts. are estimated to be \$2 for each dollar invested in family planning. Long-term benefits estimated to be \$26 for each dollar invested.

There are some misconceptions about family planning services. State Family Planning services do not provide abortions. Another misconception is that anyone can walk in and ask for the pill, the nurses reaches in the drawer and gives it to them. <sup>NOT True</sup> To get any prescriptive contraceptive requires thorough history and physical exam and determination by medical staff of its appropriateness. ~~\_\_\_\_\_~~

Family Planning programs are of the few groups in local communities providing educational resources to parents, youth agencies and Churches in family life education. One of the most important areas of this educational program is helping parents and agencies build self-concept and a feeling of self-worth in youth to enable them to cope with their problems and peer pressure and make good decisions about their own behavior.

Thank you for your consideration and for your hard work and dedication to your task here in the Legislature.

M. Anne K. ...

Sen Smith

Dear Legislator:

There are a number of questions concerning house Bill 400 which should be answered before passing it. This Bill concerns "Displaced homemakers".

While we are all very sympathetic with these people, the cost of such a program might easily be prohibitive, as well as in some areas, a duplication of services already rendered.

First of all the "fees" and extra "fees" scheduled should be declared a tax, true? In essence, that is what it is.

next, what kind of proof will determine the qualifications for "displaced" persons? The Bill refers to "persons in the state, who being in their middle years" (Page 1, Lines 11-12). What are the "middle years" exactly? What are the limits? The Guidelines? Yet on page 2, Line 15 defines a "displaced homemaker as one who "has worked in the home for at least 3 years providing unpaid household services for family members". Which age group is this intended to cover?

What about cost of "health care" (Page 4 Line 8-9)? What limits are planned for this area? Open Heart surgery, for example could cost a patient \$15,000. How much health care will be provided? Is the Legislature aware that this could be a multi-million dollar program?

What about cost of child care, page 4 line 12? Will this be a 24 hour program? - a 12 hour program? Will you take care of infants? Two year olds? Sixteen year olds? What are the guidelines for such a program?

What will the guidelines be for controllers? Will all viewpoints be represented? How will "education" (Page 4, Line 9) be financed?

This Bill states "The services may include but are not limited to" (Page 3, Line 16). This is open ended! it is a blank check. what limits are provided? Will this Bill encourage discontented homemakers to seek further education, thus contributing to further domestic strife? How much "education" will be provided?

Will "counsel to displaced homemakers" (Page 3, Line 21) include indoctrination in "Lib" Philosophy? Who will counsel? Is this more of the women's Bureau Syndrome? Is this a foot - or a leg, in the door?

Will this take Governmental administration? These programs generally mushroom and are difficult to eliminate later.

now do you know that some of these "displaced homemakers" don't have money? Do they really need it? Some people, widows, etc., have money and don't want to spend it.

Many of these people were so opposed to taking alimony a few years ago. it was so degrading; they were ~~so~~ independent, so proud, yet the ones who should provide the money - the husbands - get freed from responsibility and it becomes a tax supported program.

How do we know that 80% of the funds won't go to salaries while only 20% go to services?

Are there private organizations that help women already established or that would help? e.g. Churches, The "Y", The Salvation Army, etc.

Will the various clerks of the courts, administrators, directors, etc., find they need more employees to help with the working of the programs?

\* it would seem that this bill could easily be a \$40 Million cost to the taxpayers who are already overburdened.

Please investigate, discuss, and realize that this program is too costly to pass. Don't pass HB-400. if this program does not need Government funds, why was the hearing in the Appropriations Committee?

Thank You,

Respectfully,  
Mrs. Mary E. Doubek  
Mrs Barbara Hill  
Rose Mary Rodgers  
Betty Johnson  
 Evelyn Whitesitt  
Kathleen Corbett

PUBLIC SERVICE COMMISSION 1227 11th Avenue • Helena, Montana 59620  
Telephone: (406) 449-3007 or 449-3003

December 9, 1982

Golden E. Rathgeber, Chairman  
John B. Driscoll  
Howard L. Ellis  
Clyde Jarvis  
Thomas J. Schneider

Mr. Dave Lewis, Director  
Office of Budget & Program Planning  
State Capitol  
Helena, Montana, 59620

Dear Dave:

As you are aware, the PSC plans to approach the forty-eighth session of the Legislature for a supplemental appropriation for FY83. The amount of the request will be in the area of \$50,000. Three events have necessitated this unavoidable course of action, namely, a shortfall in money for salaries and benefits, the divestiture of the Bell Operating Companies (BOC's) from American Telephone and Telegraph (AT&T) and a potentially expensive (to ratepayers) reorganization of the Montana Dakota Utilities' (MDU) natural gas operations.

Shortly after the 47th session adjourned, Troy McGee held a meeting to explain your office's approach to the pay plan allocation under House Bill 840 for the fiscal years 1982 and 1983. At that time, we expressed our concern that the proposed allocation would place a serious burden on our 1983 budget, unless money saved from vacancy savings in 1982 were transferred to the 1983 budget at the outset of the allocation of pay plan increases.

The Commission was in the unique situation of having received five new FTE's during the session. It appeared to us the only reasonable solution (to make ends meet for both years) was to postpone the hiring of the new FTE's until the needed vacancy savings for the biennium was accrued, and then allocate the pay plan shortfall for the 1983 year from the 1982 budget. I personally discussed this option with members of your staff as well as Judy Rippingale. It was suggested to them that if they had a different solution that we would welcome their input. None was forthcoming.

Since the pay plan increases were not allocated as we suggested at the outset, we now must approach the Legislature for a supplemental appropriation to cover the wage increases experienced by this agency. I would like to point out that we reverted over

Consumer Complaints (406) 449-4672

"AN EQUAL EMPLOYMENT OPPORTUNITY/AFFIRMATIVE ACTION EMPLOYER"

Mr. Dave Lewis

-2-

December 9, 1982

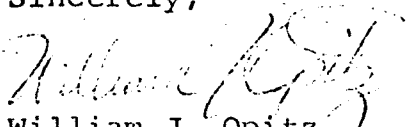
\$59,000 to the general fund at the end of FY82. Your office has approved a transfer of \$5,950 of this amount to our FY83 budget, and we understand how this amount was calculated. Had this methodology been utilized to make up our 83 shortfall, we would have had to keep one-third of our staff off the payroll for the entire 1982 fiscal year! Hardly a reasonable approach for an agency which had been evaluated as understaffed by the Legislature. Our estimate is that we will be \$30,000 short of meeting a full payroll for 1983, after taking into consideration the transfer of the \$5,950 from FY82 into FY83.

The Commission has entered into a contract with other Western states to have our interests represented before Judge Green in the AT&T-Justice Department anti-trust lawsuit. The cost has been projected to be \$10,000 and the Commission feels the potential benefits of this representation may result in millions of dollars of savings to future telephone ratepayers in Montana.

Finally, the Commission has also determined that the State must be represented before the Federal Energy Regulatory Commission (FERC) in a docket involving a proposed reorganization of MDU. In this case, MDU is proposing to make its natural gas transmission system a wholly-owned subsidiary of MDU. This subsidiary would then be subject to FERC regulation, thus escaping the historical regulatory scheme of things where these facilities were under the State's jurisdiction. Appropriate backup materials have been provided to our budget analyst for these latter two contracts, but we stand ready to provide any additional documentation that might be needed.

Dave, we realize that for uniformity's sake, your office dealt with all agencies on an equal basis. We only hope you can appreciate the dilemma with which we find ourselves confronted, and can now lend your support to our request for a supplemental appropriation.

Sincerely,

  
William J. Opitz,  
Executive Director

WJO:imb

*1,400,000 Total budget  
44 FTE including 5 commission*



LANGLOIS vs STATE

1.	Judgement awarded by state district courts total amount of gross salary for David Beatty from 6/28/77 to 3/5/82.		\$71,753.40
	With interest at 6% from 6/28/77 to 6/30/79	\$1,432.29	
	With interest at 10% from 7/1/79 to 3/5/82	<u>\$4,788.18</u>	
	Subtotal		<u>\$ 6,220.47</u> <u>\$77,973.87</u>
2.	Plus: Benefits		
	Annual Leave plus Interest at 10% (2,197.17 + 219.72)	\$2,416.89	
	Sick Leave plus Interest at 10% (1007.03 + 200.70)	<u>\$1,107.73</u>	
	Subtotal		<u>\$ 3,524.62</u> <u>\$81,498.49</u>
3.	Less: Interim earning of Plaintiff (6/28/77 through 3/5/82)		[23,416.32] \$58,082.17
	3/6/82 - 6/22/82 (Add'l salary and interest)		<u>\$ 3,272.27</u>
	Total Judgment		\$61,354.44
4(a)	Principal		\$61,354.44
	Interest at 10% per annum 6-23-82 - 2-11-83		<u>\$ 3,933.37</u> <u>\$65,287.81</u>
	Attorney Fees	\$17,145.71	
	Interest @ 10% per annum 7-27-82 - 2-11-83	<u>934.79</u>	
	Total Payoff 2-11-83	<u>\$18,080.50</u>	<u>\$83,368.31</u>
(b)	Principal		\$61,354.44
	Interest @ 10% per annum 6-23-82 - 2-25-83		<u>4,168.73</u> <u>\$65,523.17</u>
	Attorney Fees	\$17,145.71	
	Interest @ 10% per annum 7-27-82 - 2-25-83	<u>1,000.56</u>	
	Total Payoff 2-25-83	<u>\$18,146.27</u>	<u>\$83,669.44</u>

(c) Principal		\$61,354.44
Interest @ 10% per annum 6-23-82 - 3-11-83		<u>4,404.08</u>
		\$65,758.52
Attorney Fees	\$17,145.71	
Interest @ 10% per annum 7-27-82 - 3-11-83	<u>1,066.32</u>	
	\$18,212.03	
Total Payoff 3-11-83		<u>\$83,970.55</u>
(d) Principal		\$61,354.44
Interest @ 10% per annum 6-23-82 - 3-25-83		<u>4,639.38</u>
		\$65,993.82
Attorney Fees	\$17,145.71	
Interest @ 10% per annum 7-27-82 - 3-25-83	<u>1,132.08</u>	
	\$18,277.79	
Total Payoff 3-25-83		<u>\$84,271.61</u>
(e) Principal		\$61,354.44
Interest @ 10% per annum 6-23-82 - 4-8-83		<u>4,874.73</u>
		\$66,229.17
Attorney Fees	\$17,145.71	
Interest @ 10% per annum 7-27-82 - 4-8-83	<u>1,197.85</u>	
	\$18,343.56	
Total Payoff		<u>\$84,572.73</u>
(f) Principal		\$61,354.44
Interest @ 10% per annum 7-27-82 - 4-30-83		<u>5,244.52</u>
		\$66,598.96
Attorney Fees	\$17,145.71	
Interest @ 10% per annum 7-27-82 - 4-30-83	<u>1,301.19</u>	
	\$18,446.90	
Total Payoff		<u>\$85,045.86</u>
(g) Principal		\$61,354.44
Interest @ 10% per annum 6-23-82 - 5-14-83		<u>5,479.87</u>
		\$66,834.31
Attorney Fees	\$17,145.71	
Interest @ 10% per annum 7-27-82 - 5-14-83	<u>1,366.96</u>	
	\$18,512.67	
Total Payoff		<u>\$85,346.98</u>
(h) Principal		\$61,354.44
Interest @ 10% per annum 6-23-82 - 5-28-83		<u>5,715.17</u>
		\$67,069.61
Attorney Fees	\$17,145.71	
Interest @ 10% per annum 7-27-82 - 5-28-83	<u>1,432.72</u>	
	\$18,578.43	
Total Payoff		<u>\$85,648.04</u>

(i) Principal		\$61,354.44
Interest @ 10% per annum 6-23-82 - 6-11-83		<u>5,950.52</u>
		\$67,304.96
Attorney Fees	\$17,145.71	
Interest @ 10% per annum 6-23-82 - 6-11-83	<u>1,498.48</u>	
	\$18,644.19	
Total Payoff 6-11-83		<u>\$85,949.15</u>
(j) Principal		\$61,354.44
Interest @ 10% per annum 6-23-82 - 6-30-83		<u>6,269.93</u>
		\$67,624.37
Attorney Fees	\$17,145.71	
Interest @ 10% per annum 7-27-82 - 6-30-83	<u>1,587.74</u>	
	\$18,733.45	
Total Payoff 6-30-83		<u>\$86,357.82</u>

**\*\*MONTANA ARTS COUNCIL\*\*  
BUDGET FOR MOVE TO HELENA**

*Sept. 1982*  
*6/29/82*

PERSONNEL		
<u>SL/AL PAY-OFF</u>	<u>10237</u>	
TRAINING PERIOD/1 MO	3909	
*PERSONNEL		14146
FRINGE BENEFITS		
<u>SL/AL PAY-OFF</u>	<u>2047</u>	
TRAINING PERIOD/1 MO	782	
*FRINGE BENEFITS		2829
CONTRACTED SERVICES		
<u>MOVERS/INCL PACKING/OFFICE</u>	<u>1361</u>	
MOVERS/INCL PACKING/STAFF	4000	
SPACE RENOVATION		
CONSULTING/CURRENT STAFF/HELENA	10036	
*CONTRACTED SERVICES		15397
COMMUNICATIONS		
<u>INSTALLATION</u>	<u>917</u>	
*COMMUNICATIONS		917
TRAVEL		
RELOCATION (4)		
30 DAYS LODGING&PERDIEM	3780	
SPACE HUNTING, ETC (3 TRIPS)	405	
*TRAVEL		4185
*OTHER		3852
EQUIPMENT		
REPLACEMENT OF EQUIPMENT	250	
CONVENER	800	
*EQUIPMENT		1050

14,562

\*\*\*MOVE #42376

\*\*\*\*\*

NOTE: THESE FIGURES ARE ALL BASED UPON APRIL, 1982 COSTS, WITH THE EXCEPTION OF PERSONNEL AND FRINGE CATEGORIES—THESE ARE PROJECTED AT FY 84 LEVELS. INFLATION FACTORS WILL HAVE TO BE APPLIED TO ALL OTHER CATEGORIES.

AN AMOUNT FOR RENOVATION OF THE SPACE IN HELENA, IF REQUIRED, HAS NOT BEEN INCLUDED IN THE ABOVE.

#LFA Option B was 31376

PROPOSED AMENDMENTS TO HOUSE BILL 447 (BLUE COPY)  
(Central Stores and Publications)

1. Page 22, line 22, (item 7, Central Stores)

Strike: 1,847,106 1,847,106 and 1,986,591 1,986,591  
Insert: 1,901,191 1,901,191 and 2,041,863 2,041,863

2. Page 25, line 15 (item 26, Publications)

Strike: 1,501,189 1,501,189 and 1,613,894 1,613,894  
Insert: 1,523,317 1,523,317 and 1,618,818 1,618,818

Adjust totals as necessary.



STATE OF MONTANA

DEPARTMENT OF ADMINISTRATION

# Memorandum

TED SCHWINDEN  
GOVERNOR

**TO:** Morris L. Brusett, Director  
Department of Administration

**FROM:** D. R. Breiby, Administrator  
Publications & Graphics Division

**DATE:** March 31, 1983

**SUBJECT:** Division Relocation

Presently the Publications & Graphics Division occupies 9,772 square feet in the Liquor Warehouse. The proposed new building, "Dodge City", is 18,820 square feet, which the Division and Central Stores would divide equally, or 9,410 square feet each. Central Stores presently rents 9,406 square feet on the second floor of the warehouse and would increase its holdings on that floor to 17,987 square feet with the Publications & Graphics move. Mail & Messenger presently has 1,437 square feet. The Division move would give them a total of 2,688 square feet.

There are three issues which demonstrate the necessity of the move. Firstly is the approval by the Legislature of a Central Stores expansion to include rough paper and janitorial products. Without additional space, this expansion would not be possible. Stores was already looking for more space prior to this approval because of the growth of existing operations. Second, the Mail & Messenger service is presently very cramped in their existing space so that it is impractical for them to take on additional agency work. The move would mean almost doubling their space. Finally, the Publications & Graphics Division is a manufacturing operation. The Liquor Warehouse was designed for the purpose of warehousing, not manufacturing. The Division had requested that monies be added to the Long Range Building Program to upgrade the electrical system for the building. Architecture & Engineering Division estimated it would take from \$80,000 to \$100,000 to bring the electrical up to Division needs. However, this appropriation was struck from the budget so no funds exist for the upgrade. The three pieces of equipment the Legislature approved for the Division will not be usable without additional wiring.

As I see it, there are two options, to move Publications & Graphics or to move Central Stores. Central Stores presently pays approximately \$16,500 for their space on the second floor. In FY 84, that will increase to \$19,000. The addition of 8,490 square feet

in the warehouse and 9,410 square feet in Dodge City will bring their additional rent to \$62,000. However, if they are forced to split their operation and move out on their own, an equal amount of space will probably cost them at least \$66,000.

Publications & Graphics presently pays \$28,500 for its space. This will increase to \$31,000 next year and to \$34,000 in FY 85. We estimate the Dodge City building will cost us \$38,500 annually. However, we would not have any additional costs of re-wiring as the building would be designed specifically for our operation.

All of these figures are, of course, estimates. However, it appears a Publications & Graphics move to Dodge City would save Central Stores \$4,000 per year and would cost Publications & Graphics \$7,000 more per year as opposed to a Central Stores relocation. Additionally, it saves the costs of re-wiring the building to our needs. As these funds were taken out of the building program, it would be necessary for Publications & Graphics to incur these costs. As I understand it, there is very little room left to band-aid the system, which makes a total re-wire necessary.

If we can reach an agreement on the Dodge City building to keep rates relatively constant throughout the 10 year period, the only variables are utilities and maintenance. This would make the move much more attractive, as in three or four years state rental rates will equal or surpass these rates. We have examined several other potential sites and this is far and away the lowest rate we can find.

xc: Dave Ashley  
Deane Blanton  
Laurie Ekanger  
Terry Howell  
Terry Whitaker

Attachments

Annual Costs

	P & G Cost	Per Sq. Ft.	Central Stores Cost	Per Sq. Ft.
<u>Lease Base Rate</u>	<u>\$23,337.00</u>	<u>\$2.48</u>	<u>\$23,337.00</u>	<u>\$2.48</u>
<u>Needed Improvements</u>				
Elevator	6,000.00		6,000.00	
Flooring	11,000.00			
Electrical	10,000.00		1,500.00	
Partitions	<u>13,163.00</u>		<u>1,500.00</u>	
Total Cost Improvements	40,163.00		9,000.00	
Annual Amortized Amount 13½% - 10 yr.	<u>4,558.00</u>	<u>.48</u>	<u>1,021.00</u>	<u>.11</u>
<u>Utilities</u>				
Annual Utilities Cost	<u>7,000.00</u>	<u>.74</u>	<u>2,000.00</u>	<u>.21</u>
<u>Maintenance</u>				
Annual Cost	<u>3,764.00</u>	<u>.40</u>	<u>375.00</u>	<u>.04</u>
TOTAL ANNUAL COSTS	<u>\$38,659.00</u>	<u>\$4.10</u>	<u>\$26,733.00</u>	<u>\$2.84</u>



Projected One-Time Moving Costs  
for P & G to Dodge Building

Move Press Equipment	\$ 6,000.00
Move Typesetting Equipment	1,500.00
Move Office Furniture	3,288.00
Telephone Hook-ups	1,500.00
New Office Equipment Needed	<u>2,000.00</u>
Total One-Time Costs	<u>\$14,288.00</u>

PROPOSED AMENDMENTS TO HOUSE BILL 447 (BLUE COPY)  
(Central Administration and Accounting)

1. Page 21, line 13 (item a., Operations)

Strike: 277,523    277,523            279,552    279,552

Insert: 278,323    278,323            280,352    280,352

2. Page 21, lines 16 and 17

Strike: c. Travel  
          1,600            1,600

3. Page 21, line 23

Strike: 904,169    904,169            915,580    915,580

Insert: 904,859    904,859            915,270    916,270

4. Page 21, lines 24 and 25

Strike: b. Travel  
          1,380            1,380

Adjust totals as necessary.

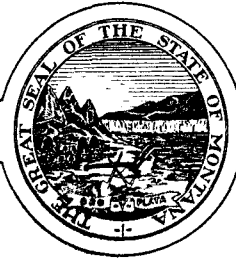
JUSTIFICATION FOR THE PROPOSED AMENDMENTS TO HOUSE BILL 447  
(Central Administration and Accounting)

These amendments do not alter the recommended appropriation for the Central Administration or the Accounting Division of the Department of Administration. The purpose of the amendments is to simply incorporate the amounts allocated for travel in the biennium into the operations category of the respective budgets.

This change, we believe, is consistent with the intent of the House Appropriations Committee.

This amendment will provide these two offices with the flexibility to shift these monies, if necessary, to more critical areas within their operations.

# DEPARTMENT OF COMMERCE



TED SCHWINDEN, GOVERNOR

CAPITOL STATION  
1424 9TH AVENUE

## STATE OF MONTANA

(406) 449-3494

HELENA, MONTANA 59620-0401

March 30, 1983

MEMORANDUM

TO: Gary Buchanan, Director

FROM: Brian McCullough, Administrator  
Centralized Services Division

*Brian McCullough*

RE: Amendments to HB 447 - Senate Finance and Claims

<u>Sponsor</u>	<u>Program</u>	<u>FY 84</u>	<u>FY 85</u>
✓ Senator Ed Smith	Transportation Division	1,145,000	2,008,403
✓ Senator Ed Smith	Community Assistance	1,400,000	-0-
Rep. Rex Manual	Centralized Services Div.	27,150	(27,150)
✓ Rep. Rex Manual	Indian Affairs	<del>29,301</del> 29,299	<del>30,165</del> 29,411
<del>Rep. Harrison Fagg</del>	<del>Economic Bonding Authority (HB 871)</del>	<del>205,395</del>	<del>202,910</del>
Sen. Paul Boylan	Licensing Pub. Contractors (SB 398)	26,939	26,939
Senator Leo Lane	Prof. & Occupational Lic. HB 699, HB 452, HB 523, HB 284	40,120	41,071

/rv

PROPOSED AMENDMENTS TO HOUSE BILL 447 - (Blue Copy)

Page 56, lines 14 and 15.

Strike: "3,331,800" "3,762,248" "3,339,830" "3,764,059"  
Insert: "4,476,800" "4,907,248" "5,348,233" "5,772,462"

Amend totals to conform.

This amendment will add \$1,145,000 in fiscal 1984 and \$2,008,403 in fiscal 1985. These increases come from three independent actions:

1. The 1.1 million for fiscal 1984 comes from year-end discretionary program funds made available by the Secretary of Transportation. Montana is competing for these monies and is hopeful of receiving this grant to supplement existing allocations.
2. Congress is currently being asked to expand funding for the Section "803" program to assist in rebuilding the nation's transportation infrastructure and provide construction. Favorable acceptance of this request would generate and estimated \$2 million additional program dollars to Montana's program.
3. The Maritime Administration, U.S. Department of Transportation will provide a grant of \$53,403 to identify export markets for Montana projects and to study transportation alternatives that would allow Montana products to better compete. An equal amount has to be matched by the state in either money or in kind services.

Summary of Increase in Federal Authority

	<u>FY 1984</u>	<u>FY 1985</u>
Section 803	\$1,100,000	\$2,000,000
Maritime Administration	<u>45,000</u>	<u>8,403</u>
Total	<u>\$1,145,000</u> =====	<u>\$2,008,403</u> =====

PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

Page 57, lines 5 and 6.

Strike: "6,492,122" "18,956,721"

Insert: "7,892,122" "20,356,721"

Amend totals to conform.

This amendment will add \$1.4 million in additional flow-through funds for the state-administered CDBG program in fiscal 1984.

PROPOSED AMENDMENTS TO HOUSE BILL 447

1. Page 57, line 19.

Strike:	"414,598"	"414,598"	"451,130"	"451,130"
Insert:	"441,748"	"441,748"	"423,980"	"423,980"

In preparation of Centralized Services Division budget, audit cost for the Department of Commerce was split 50/50 to each fiscal (\$27,150 FY 84 and \$27,150 FY 85). To set out this total cost of \$54,300 as a separate line item the total of \$54,300 was taken out of the FY 84 operating budget rather than reducing FY 84 and FY 85 each by \$27,150.

To correctly align the budget, FY 84 should be increased by \$27,150 and FY 85 should be decreased by \$27,150.

PROPOSED AMENDMENTS TO HOUSE BILL 447

1. Page 57, line 14.

Strike: "67,198" "67,198" "68,435" "68,435"

Insert: "96,497" "96,497" "97,846" "97,846"

HB 313 proposed that the Indian Affairs Coordinator be moved from the Department of Commerce to the Governor's Office. If HB 313 passed, their budget was to be cut by \$30,236 in FY 84 and \$30,795 in FY 85. Since HB 313 has not passed it is being requested that the budget be reinstated to provide the funding for 1 FTE and related operating cost. The actual reinstatement of budget being requested is \$29,299 in FY 84 and \$29,411 in FY 85.



PROPOSED AMENDMENT TO HOUSE BILL 447 - (Blue Copy)

Page 56.

Following: line 25

Insert: "18. Licensing Public contractor"

<u>General Fund</u>	<u>Total</u>	<u>General Fund</u>	<u>Total</u>
26,939	26,939	26,939	26,939

Amend totals to conform.

This amendment implements Senate Bill 398 which transfers the function of licensing public contractors from the Department of Revenue to the Department of Commerce.

PROPOSED AMENDMENTS TO HOUSE BILL 447 - (Blue Copy)

Page 56, line 10.

Strike: "1,878,769"      "1,878,769"      "1,940,156"      "1,940,156"  
Insert: "1,918,889"      "1,918,889"      "1,981,227"      "1,981,227"

Amend totals to conform.

This amendment provides funding for the following boards:

	<u>FY 1984</u>	<u>FY 1985</u>
HB 691 - Board of Athletics	\$ 8,598	\$ 9,084
HB 452 - Board of Polygraph Exam.	3,000	3,000
HB 523 - Board of Private Invest.	25,372	25,887
HB 284 - Board of Social Workers	<u>3,150</u>	<u>3,100</u>
Total	\$40,120 =====	\$41,071 =====

MEMORANDUM

TO Senator Dover

FROM: Col. Robert Landon, Montana Highway Patrol  
John Neraas, Communications Division, Department of  
Administration *John Neraas* *R.W. Landon*

DATE: April 7, 1983

SUBJECT: COMMUNICATIONS LAND/MOBILE RADIO

The Highway Patrol has requested additional FTE for the next biennium. These FTE are absolutely necessary to staff the communications facilities for the following state agencies working in the Billings, Glendive, and Helena regions: Highway Department; Highway Patrol; Fish, Wildlife and Parks; Revenue Investigators; and Brand Inspectors. In addition, the National Guard and Emergency Services will be served in Helena. This will improve communications for these state agencies in approximately two-thirds of the state.

All of the state government will benefit from improved communications resulting in better management decisions and more timely services rendered to the public. All the state agencies listed above have met and support this integrated communications system.

The Communications Division of the Department of Administration will coordinate the radio frequency allocations, the purchasing of equipment, and site locations. The Highway Department will work with the Highway Patrol on installations; the National Guard will provide the facility in Helena; the Highway Patrol will provide the facilities in Glendive and Billings, and will provide the dispatchers to serve all of the state agencies. By providing 24 hour service in both Billings and Glendive, there will be more revenue coming into the state from interstate trucks purchasing trip, fuel, size, and weight permits.

The dispatchers will be funded from an earmarked revenue fund because most of their functions will be highway related.

Memorandum to Senator Dover

Page 2

April 7, 1983

Continuing to ask the sheriffs to dispatch for the Patrol is not satisfactory because many want to be paid for their services rendered and it doesn't give the Patrol the necessary command and control of Patrol Officers to continually direct their activities toward highway related activities.

By going to this cooperative communications package, those state dollars spent will improve operations for all state agencies included in the program.

The attached summary outlines the basic funding and FTE levels requested for the 84/85 biennium to fund this package.

LAND/MOBILE RADIO PROGRAM FY 84-85

DEPARTMENT/AGENCY	EQUIPMENT (84)	EQUIPMENT (85)	F. T. E. (84)	F. T. E. (85)	TOTAL (84)	TOTAL (85)	TOTAL	SOURCE
FISH, WILDLIFE & PARKS	\$110,967	\$47,238			\$110,967	\$47,238	\$158,205	Earmarked
HIGHWAYS	417,388	417,318	\$22,171 (1)	\$22,171	439,559	439,489	879,048	Earmarked
HIGHWAY PATROL	218,663	143,853	114,210 (7)	172,637 (12)	332,873	316,490	649,363	Earmarked
INSTITUTIONS	34,449	1,118			34,449	1,118	35,567	Earmarked
STATE LANDS	79,750	85,100			79,750	85,100	164,850	General Fund
LIVESTOCK	50,500				50,500		50,500	Earmarked

Highway Patrol funding of \$649,363 from Dept. of Highways earmarked revenue.

Requests reduced by \$166,151 for Highway Patrol because of regional dispatch and sharing of sites with Highway Dept.

NOTE: COST OF DISPATCHING: It is estimated that contracting for dispatching would cost \$196,000 per year for the Glendive Region.  
FTE costs, per year, would be \$81,580.

# DEPARTMENT OF MILITARY AFFAIRS



TED SCHWINDEN, GOVERNOR

P.O. BOX 4789

## STATE OF MONTANA

OFFICE OF THE ADJUTANT GENERAL

HELENA, MONTANA 59604

DMA-AG

31 March 1983

MEMORANDUM TO: Senators Dover, Van Valkenburg, Keating, Stimatz

FROM: MG James W. Duffy, The Adjutant General

I am writing this memo to bring you up to date on the status of the Military Affairs budget since the Joint Sub-Committee adjourned.

When our budget went to the House Appropriations Committee the Legislative Fiscal Analyst's office recommended that the three new maintenance positions and the contract administrator position be cut out of the budget. Per the attached letter to Representative Quilici we determined that the Maintenance Supervisor and the Contract Administrator were critical to our operations and should be saved. I also determined that we could supplement the other two positions by contracted services and a shifting of duties. Only one of the positions was cut by the Appropriations Committee.

At the same time we determined that due to saving in utilities this fiscal year which are being spent on energy measures and with an energy retrofit program submitted to the Long Range Building Program Committee we could reduce our FY 84/85 utility expense and therefore voluntarily reduce our operating budget.

I am sure more cuts will be recommended by the Legislative Fiscal Analyst; however the Department cannot absorb further reductions and still accomplish what we told the sub-committee we would do.

I urge you to support our agency and oppose further cuts in our budget.

If I can be of further assistance please let me know.

cc: Sen Haffey  
Rep Quilici

# DEPARTMENT OF MILITARY AFFAIRS



TED SCHWINDEN, GOVERNOR

P.O. BOX 4789

## STATE OF MONTANA

OFFICE OF THE ADJUTANT GENERAL

HELENA, MONTANA 59604

March 17, 1983

Representative Joe Quilici  
House Appropriations Committee  
Capitol Station  
Helena, MT 59620

Dear Representative Quilici:

I have just learned that a proposed reduction in the Department Budget is to cut the four FTE's which were added to the Army Program. I suggest the following compromise and the reasons for the compromise.

1. Retain the Maintenance Supervisor in the Budget. We need the supervisor to put together and operate our maintenance and energy conservation programs effectively. This position will supervise 12 maintenance employees and will have direct control of the maintenance budget so that he can coordinate all assets for successful accomplishment of our maintenance program.

2. Retain the Contract Administrator position in the Budget. This position will more than pay for itself in increased Federal revenue. We were criticized by the Legislative Auditor for our administration of the Federal/State contracts and this position will allow us to get these contracts in order. Also, our 84/85 Budget shows substantial increase in Federal revenue and this increase is based on this position's ability to generate these funds. The service provided by this position could not be absorbed into our existing situation.

3. Cut the Carpenter position. We will be somewhat hampered in our ability to do what we want but will adjust.

4. Cut the Maintenance position.

Based upon our LRBP request for spending authority for energy conservation measures for our non-Army facilities and our plan to use utility savings from the 82/83 open winter, we will save some utility costs in FY84 and FY85. We can take a chance and cut utility funding in FY84 by \$25,000. and FY85 by \$30,000. See attached sheet.

I urge you to accept this compromise and fund our program as presented above.

Sincerely,

JAMES W. DUFFY  
MG, MT NG  
The Adjutant General

*Done by  
House Comm. H*



JUDY RIPPINGALE  
LEGISLATIVE FISCAL ANALYST

STATE OF MONTANA  
*Office of the Legislative Fiscal Analyst*

STATE CAPITOL  
HELENA, MONTANA 59620  
406/449-2986

April 6, 1983

TO: Representative Francis Bardanoue  
FROM: Pamela D. Joehler, Assistant Analyst *PJ*  
SUBJECT: Lake Elmo - Maintenance Personnel

The Department of Fish, Wildlife, and Parks has requested an additional 2.0 FTE maintenance personnel at a cost of \$52,000 each year of the 1985 biennium for maintenance and operation of Lake Elmo. The funding for this request is proposed to come from user fees and is classified as state special revenue. The agency indicated the current owner of Lake Elmo received approximately \$52,000 in revenue from user fees in 1982. Fish, Wildlife, and Parks will continue to charge a user fee and anticipates the same revenue level in fiscal 1984 and 1985.

The agency indicated the FTE would be hired to the extent user fee revenue was available. Under Fish, Wildlife, and Parks' proposal, there is no apparent savings from the state operating the program.

There is no impact on the general fund with this proposed amendment to HB 447.

PDJ:rc:v



# DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION



TED SCHWINDEN, GOVERNOR

32 SOUTH EWING

STATE OF MONTANA

(406) 449-3712

HELENA, MONTANA 59620

## MEMORANDUM

TO: Members of Senate Finance & Claims Committee

FROM: Leo Berry, Director *AB*

RE: Amendments to HB 447

DATE: April 5, 1983

The Department of Natural Resources appropriation needs three adjustments to accommodate legislative action taken on other bills affecting the Department and other funds that have become available.

The largest amendment will provide \$1,275,588 of general fund each year of the biennium to process water right claims and prepare documents for adjudication. The appropriation for the water adjudication program includes \$1,275,588 in both FY84 and 85 of earmarked funds intended to be generated from the passage of HB711. The bill has now been tabled and no earmarked funds will be forthcoming. General fund monies need to be put into the budget in place of earmarked appropriations. (See amendment #1.)

Senate Bill 401 will require the Department to record any transfers in the ownership of water rights. There is no record upon which to base an estimate of the workload related to processing the transfers. We have conservatively proposed \$172,000 per year anticipating 39,000 transfers annually. (See amendment #2 and letter to Senator Boylan.) If the work load is less than projected the Department will not fill the positions requested.

The final change relates to unanticipated federal funds coming to the Department. Montana has recently received \$867,800 from out-of-town settlements by oil companies for overcharges on oil products that occurred in the late 1970's. The U.S. Justice Department has been litigating several overcharge cases for about three years. A condition on the expenditure of the funds is that they must be spent to supplement current federal energy conservation programs managed by the states. Both DNRC and SRS administer the federal conservation programs.

The departments have agreed to split the funds by allocating \$500,000 to SRS and \$367,800 to DNRC. DNRC will use the money for grants to public schools and hospitals for energy conservation audits, technical reviews and retrofits as a supplement to the current Institutional Building Grant Program. We feel that this program would result in the most direct public benefit as money saved schools and hospitals in energy costs would be reflected in either lower taxes or hospital bills or at least a slower rate of growth of each.

Memorandum  
April 5, 1983  
Page Two

The energy division appropriation needs to be increased by \$367,800 in FY84 for the grants and operating expenses. One FTE will be needed for the year to review applications and monitor retrofits. (See amendment #3.)

gn

#1

Amendment to HB No. 447 as follows:

1) Page 54, line 14 under State Special Revenue

columns

strike: 3,627,836 4,300,739

insert: 2,352,248 3,025,151

2) Page 54, line 15, under general fund

strike: 1,496,512 522,406

insert: 2,772,100 1,797,994

#2

Amendment to HB 447

amend page 54, line 14 under State Special Revenue Column

strike:	3,627,836	4,300,739
insert:	3,799,836	4,472,739

amend page 54, line 15, under Total Column

strike:	5,203,562	4,875,971
insert:	5,375,562	5,047,971

DEPARTMENT OF NATURAL RESOURCES  
AND CONSERVATION



TED SCHWINDEN, GOVERNOR

32 SOUTH EWING

STATE OF MONTANA

(406) 449-3712

HELENA, MONTANA 59620

MEMORANDUM

TO: Senator Paul Boylan  
FROM: Leo Berry, Director  
RE: Appropriation to Implement SB 401  
DATE: April 4, 1983

Senate Bill 401 expands the duties of the Department of Natural Resources by requiring central recordation of water right transfers. We have no data or experience upon which to estimate the additional work but have done some research and made some assumptions in order to develop a rough estimate.

Information we have received from the Department of Revenue indicates that 120,000 real property transfers occur annually in Montana and approximately 25% of those transfers occur in rural areas.

If we assume most rural transfers and 10% of the municipal transfers include water rights or permits approximately 39,000 transfers would have to be recorded.

Most transfers would be very simple to record. The only change would be the name of the property owner of record. Others, especially partial ownership transfers, would be more complicated and require staff time to verify for accuracy. We estimate about 30% (11,700) of the property transfers with water rights would require analysis and verification. We also anticipate most of those would occur in areas with high subdivision activity.

If 39,000 property and water transfers are recorded and 11,700 were partial transfers requiring verification the Department's high estimate anticipates 15½ FTE and nearly \$90,000 in operating expenses for an annual total of \$330,000. Nine of the 15 FTE would be field office staff whose primary function would be verifying and assisting those involved with property transfers. The workload is estimated at one transfer per 1½ work hours per field office employee. This estimate only considers partial interest transfers as total interest transfers would require little field staff time.

In addition, four records clerk analysts, two microfilm clerks and ½ FTE key punch operators would be necessary to process the transfers.

Because of the uncertainty of the workload related to recording transfers, we suggest that a conservative budget and number of FTE's be added to the Water Resources Division budget. None of the positions would be filled or funds spent other than for form development and distribution, until the transfer documents begin flowing into the Department.

The budget we propose includes:

four field office staff (Gr. 10)	\$ 66,513
four record/clerk analysts (Gr. 8)	57,331
operating expenses	19,953
form printing, special postage, computer service	28,225
TOTAL	<u>\$ 172,022</u>

This budget is \$157,978 and 7½ FTE less than what the Department feels is a safe estimate.

If more transfers are submitted than anticipated or we cannot handle the work with the reduced budget we will attempt to obtain a budget amendment for authority for more FTE's and more money to meet our legal responsibility. I assume this would constitute an emergency situation in order to clear property titles on land transfers.

Attached is an amendment for \$172,000 to be added each year of the coming biennium.

cc: Senator Hims1  
Rep. Manuel  
Rep. Bardanouve

#3  
Amendment to House Bill No. 447 as follows:

1. Page 54, Line 25, under Federal Special Revenue Column

Strike: \$1,462,899

Insert: \$1,830,699

2. Page 55, line 5, under Total column

Strike: \$6,009,713

Insert: \$6,377,513

OFFICE OF THE GOVERNOR  
MENTAL DISABILITIES BOARD OF VISITORS



TED SCHWINDEN, GOVERNOR

CAPITOL STATION

STATE OF MONTANA

(406) 449-3955

HELENA, MONTANA 59620

April 4, 1983

TO: Senator Keating  
FROM: Kelly Moorse *Kelly Moorse*  
RE: Board of Visitors Budget  
House Bill 447, page 8, lines 9 - 11

We are sending this background information regarding the Board of Visitors in case there are any questions during the Senate Finance and Claims hearings. The Board members feel that the budget approved by the sub-committee and subsequently by the House is acceptable.

1. Board Composition By law the Board is required to have a five member Board: two members must be consumers, one representing the interests of the developmentally disabled and the other representing the interests of the mentally ill; the three other members represent professional fields such as the behavioral sciences, medicine and lawyers.

Our present Board includes: Allen Bertelsen, Chairman, representing the interests of the developmentally disabled (parent of a D.D. child); Joe DeLong represents the interests of the interests of the mentally ill; Virginia Kenyon, M.S. R.N., is the former bureau chief of the Department of Nursing; Mary Chronister, Ph.D., a clinical psychologist; L.P. Noonan, behaviorist, works with D.D. people in Region I (Miles City).

2. Facilities Reviewed by the Board of Visitors The mental health facilities include: Warm Springs State Hospital, Galen State Hospital, Center for the Aged, the five regional mental health centers and their satellite offices. The developmental disabilities facilities include: Boulder River School and Hospital, Eastmont Human Services Center and the developmentally disabled population at Galen State Hospital.

An increase of \$11,473 was granted by the sub-committee and the House. This money is needed to conduct the the facility reviews. Last year the Board only had money to conduct seven out of the ten required reivevs. This money would give us the needed amount to comply with the law.





STATE OF MONTANA

Office of the Legislative Fiscal Analyst

STATE CAPITOL  
HELENA, MONTANA 59620  
406/449-2986

JUDY RIPPINGALE  
LEGISLATIVE FISCAL ANALYST

April 5, 1983

TO: Senator Jacobson  
FROM: Curtis M. Nichols, Principal Analyst *CMN*  
SUBJECT: Amendments to Transfer Funding for Renal Program from  
SRS to Health

Amend House Bill 447, third Reading Copy

Page 36.

Following: line 16

Insert: "13. Renal Program.

"125,000" (1984 General Fund)

"125,000" (1984 Total)

"125,000" (1985 General Fund)

"125,000" (1985 Total )

Page 43, Line 15,

Strike: "867,213" "911,746"

Insert: "742,213" "786,746"

Amend totals to conform.

This amendment moves \$125,000 general fund per year appropriation to SRS for the chronic renal disease program to the Department of Health and Environmental Sciences.



STATE OF MONTANA  
*Office of the Legislative Fiscal Analyst*

STATE CAPITOL  
 HELENA, MONTANA 59620  
 406/449-2986

JULY RIPPINGALE  
 LEGISLATIVE FISCAL ANALYST

April 5, 1983

TO: Senator Jacobson  
 FROM: Curtis M. Nichols, Principal Analyst *CMN*  
 SUBJECT: Amendments to Transfer Funding for Renal Program from  
 SRS to Health

Amend House Bill 447, third Reading Copy

Page 36.  
 Following: line 16  
 Insert: "13. Renal Program.  
           "125,000" (1984 General Fund)  
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 Strike: "867,213" "911,746"  
 Insert: "742,213" "786,746"

Amend totals to conform.

This amendment moves \$125,000 general fund per year appropriation to SRS for the chronic renal disease program to the Department of Health and Environmental Sciences.



STATE OF MONTANA  
DEPARTMENT OF ADMINISTRATION

*Memorandum*

447  
TED SCHWINDEN  
GOVERNOR

TO: Senate Subcommittee Members (Senator Van Valkenburg,  
Senator Stimatz, Senator Keating, Senator Dover)

FROM: Morris L. Brusett, Director <sup>MRB</sup>  
Department of Administration

DATE: April 4, 1983

SUBJECT: CENTRAL STORES AND PUBLICATIONS & GRAPHICS - CENTRAL  
ADMINISTRATION AND ACCOUNTING - AMENDMENTS

Attached are the proposed amendments we discussed Friday concerning rent for Central Stores and Publications & Graphics and travel for Central Administration and Accounting.

Attached to each amendment is an explanation of the need for the amendment.

Attachments

cc Representative Joe Quilici, Chairman  
Cliff Roessner  
Doug Booker

APRIL 4, 1983

AMENDMENT TO HB #447 - AppropriationsDEPARTMENT OF AGRICULTURE

## 1. CENTRALIZED SERVICES

	<u>Fiscal 1984</u>	<u>Fiscal 1985</u>
	General Fund	General Fund
Amend to increase	40,680	40,524

This amendment will reinstate the salary and benefits of the Deputy Director.

The need for Deputy Director was recognized prior to Director McOmber's tenure. He attempted to operate without a deputy and came back with a request to reinstate the Deputy Director at which time the committee recognized and concurred with the need. The sub-committee recognize and concurred when they passed a motion to retain the Deputy Director.

Salary	-	34,474	34,134
Benefits	-	6,205	6,390

## 5. MARKETING AND TRANSPORTATION

	<u>Fiscal 1984</u>	<u>Fiscal 1985</u>
	Federal Special	Federal Special
Amend to Increase	14,200	14,200

This amendment will provide the Department authority to continue the Grain Movement Report for the Wheat Research & Marketing Committee.

This project was authorized previously through the Budget Amendment process.

It is understood that the Committee will continue to require this service from the Department.

April 4, 1983

AMENDMENT TO HB #447 - Appropriations

## 7. Environmental Management

	<u>Fiscal 1984</u>	<u>Fiscal 1985</u>
	General Fund	General Fund
Amend to Increase	25,000	25,000

Contingent upon increased fees as provided in HB #802 which will generate \$140,544 to enable the Department's response to public demand for entomologist support to pest and chemical problems.

HB #802 - Revenue Increase	- 140,544
Expenditures	
Personal Services	(40,836)
Operations	( 9,164)
Balance to General Fund	<u>90,544</u>

## 8. Plant Industry

	<u>Fiscal 1984</u>	<u>Fiscal 1985</u>
	General Fund	General Fund
Amend to Increase	33,350	30,010

Fee increases as provided in HB #673 will generate \$54,864 to enable the Department's response to recent elevator bankruptcy issues.

HB #673 - Revenue Increase	- 54,864
Expenditures	
Personal Services	(44,152)
Operations	(19,208)
	<u>( 8,496)</u>



# STATE OF MONTANA

OFFICE OF  
E. V. "SONNY" OMHOLT

STATE AUDITOR  
COMMISSIONER OF INSURANCE  
SECURITIES COMMISSIONER  
CENTRAL PAYROLL SYSTEM

HELENA, MONTANA 59604

DATE: April 5, 1983

TO: SENATOR MATT HIMSL  
CHAIRMAN, SENATE FINANCE & CLAIMS

FROM: KATHLEEN M. BEHM *KMB*  
ADMINISTRATOR, CENTRAL PAYROLL DIVISION

RE: Central Payroll Division Budget

Listed below are answers to some of the questions about the PPP System.

## WHAT IS THE PPP SYSTEM?

The PPP System (Payroll, Personnel, Position Control) is an integrated data base system incorporating all the requirements and data elements of three systems. This system was designed and implemented as a financial and human resource system to comply with legislation and regulations at the State and Federal level relative to the payment of salaries and the employment of workers, to comply with Legislative Audit recommendations, to provide agency managers with a fiscal and personnel management tool, and to make available reliable and timely information to the Legislative Branch and the Executive Branch for projections in making decisions.

## WHY DOES THE STATE OF MONTANA NEED SUCH A SYSTEM?

EXHIBIT A Summary: This analysis of the previous payroll system calls for a "major redesign" of that system into an integrated data base system to better serve management needs of the State of Montana.

EXHIBIT B Summary:

- (a) Standardized payroll forms, procedures, and reports
- (b) Payroll Procedures Manual
- (c) Automation of sick and vacation leave earned and taken
- (d) Interface with Statewide Budgeting & Accounting System
- (e) Efficient payroll accruals
- (f) Direct bank deposits

April 5, 1983

EXHIBIT C Summary: Attached is general information relating to a Bill introduced into the U. S. Senate. If this Bill passes, a change will have to be made to the programs of the PPP System so that proper tax withholdings can continue according to the provisions of law. This is but one instance where an employee's personal data (marital status, dependents, etc.) required by the Personnel portion of the System is needed for proper tax withholding. A modification to the previous payroll system to accommodate such a law would have been extensive and expensive.

The PPP System reduces duplication;  
provides for data consistency;  
improves reliability and accuracy;  
enables data to be kept current and readily available;  
provides flexibility for future use.

#### HOW DOES THE PPP SYSTEM SAVE THE STATE MONEY?

The System performs duties which were previously accomplished by hand with some agencies managing their own automated systems. The manual effort in most cases required many hours of overtime work. Some of these duties are as follows.

Automated system of sick and vacation leave earned and taken with biweekly notification of leave balances for the employee on the payroll warrant stub

Automatic salary increase transaction program for July salary matrix and step increases (eliminates keypunching)

Advance notice as to which employees may be entitled to merit service and/or longevity pay increases

Assurance that the employee is receiving the correct rate of pay for regular time and overtime

EXHIBIT D attached

#### WHY IS THE BUDGET REQUEST FOR THE PPP SYSTEM SO HIGH?

The budget for the PPP System was placed in one Agency, State Auditor, because there is no logical and equitable way of separating the costs of running this integrated system between three functions. Therefore, included in the budget request for contracted services for this system is \$378,187 for the operation of the personnel and position control portions of the system. This amount is not included in the budget request for the Personnel Division of the Department of Administration which controls these two functions. FY 1982 expenditures for contracted services cannot be used as a basis for comparison with this budget request because the FY 1982 expenditures for contracted services includes but six months of operating the payroll portion of the PPP System and none of the costs related to the personnel and position control portions of the system.

cc: COMMITTEE MEMBERS

Attache.

1979 Biennium

# BUDGET ANALYSIS

Presented to

## THE 1977 LEGISLATURE



OFFICE OF THE LEGISLATIVE FISCAL ANALYST

Helena, Montana

January, 1977



We recommend that the central payroll function be transferred to the department of administration from the state auditor's office, and major redesign be undertaken during the current fiscal year to generally modernize the reporting capabilities and enable the university system payroll to be incorporated into the state's payroll system in fiscal 1978.

There are several reasons why we believe a major redesign should be undertaken on the existing system, and why the function should reside in the department of administration:

1. The payroll system does not presently interface with the state-wide budgeting and accounting system (SBAS). There are 26 payroll periods and only 12 SBAS reporting periods. Payroll costs (personnel services) which generally comprise 80 to 85 percent of program costs are not accurately reported monthly by SBAS. During fiscal 1976 approximately \$414,000 was spent on SBAS and another \$183,000 on payroll, yet neither reporting system provides unified management reporting.

2. It is recommended elsewhere that a major design effort be undertaken to automate as many personnel-related functions as possible. This effort would reduce the number of personnel positions required throughout state government and provide adequate reporting and management capabilities. Many of the subsystems needed could be derived from a payroll data base (e.g. pay administration, EEO data, labor relations).

3. During fiscal year 1976 an automated position accounting system was instituted which provided the basis for projecting personal services

costs for the 1979 biennium. Efforts are underway to expand this system into a position control system designed to provide budgetary and pay administration controls, derived from the payroll data base. However, SBAS is the primary budgetary control mechanism in state government. Again, the lack of interface between SBAS and payroll lessens the usefulness of the position control system.

4. The university system's accounting system is currently being merged into SBAS. We are recommending that the university system's payroll and a position control system be merged within the state's payroll system. However, there are existing university system requirements that dictate that some modification to the standard bi-weekly state system be made. This could best be accomplished by the same staff currently working on the university system's accounting merger.

5. Because of the present organizational structure there is a degree of duplication in records and effort. Section 82-110(6) R.C.M. 1947 requires the department of administration to "keep in its office the names of and amount of salary paid to each person regularly employed by the state and every agency." This is essentially the same data that is maintained by the auditor's office.

6. The personnel division and the budget director have shared responsibilities under Title 59-9 R.C.M. 1947 in regards to positions, classifications, and salaries. The record base to which the controls apply are not controlled by either responsible party.

It is recommended that the department of administration begin a major redesign effort in payroll and the personnel administration during fiscal 1977 by utilizing existing financial resources. The authority to do so is contained within Sections 82-110(1) and (2), and 59-913, R.C.M. 1947. The department of administration should attempt to gain the support, assistance and financial resources of the office of budget and program planning and the university system in this effort.

The funds recommended for approval include \$199,833 for fiscal 1978 and \$206,446 for fiscal 1979 to support the current level effort. These amounts represent an increase of 6.4 percent over the 1977 biennium. Additionally, \$50,000 is being recommended for this program for each fiscal year to complete the redesign and implementation of a revised, integrated system.

Exhibit B

STATE OF MONTANA

Office of the Legislative Auditor

STATE CAPITOL  
HELENA, MONTANA 59601  
406/449-3122



MORRIS L. BRUSETT  
LEGISLATIVE AUDITOR

December 8, 1977

DEPUTY LEGISLATIVE AUDITORS:  
JOSEPH J. CALNAN  
ADMINISTRATION AND  
PROGRAM AUDITS

ELLEN FEAVER  
FINANCIAL-COMPLIANCE AND  
CONTRACTED AUDITS

STAFF LEGAL COUNSEL  
JOHN W. NORTHEY

Kathy Behm, Administrator  
Central Payroll Division  
Room 17 Sam W. Mitchell Building  
Helena, Montana 59601

Dear Ms. Behm:

In response to your letter requesting comments on a proposed new payroll system, we ask your consideration of the areas discussed in the enclosed attachment.

If you have any questions, please contact me.

Sincerely,

*Morris*

Morris L. Brusett  
Legislative Auditor

MLB/sk

Enclosure

## AREAS THAT SHOULD BE CONSIDERED

### IN THE DEVELOPMENT OF A NEW CENTRAL PAYROLL SYSTEM

#### STANDARDIZED PAYROLL FORMS, PROCEDURES AND REPORTS

The various state agencies have developed their own payroll systems within the basic requirements of the present central payroll system. These systems include varying procedures, forms and summary reports not provided by the Central Payroll Division.

By standardizing these procedures and forms, the state payroll function can be made more effective and efficient. The Central Payroll Division should consider implementing standardized time forms for all state employees. These forms could be completed in a machine readable form and approved by a supervisor. Each agency would need only a minimum payroll staff to review these forms for propriety and submit them to the Central Payroll Division. The division could directly input these forms into the payroll system to generate the required output. These forms should include leave activity so the planned automated leave system can be updated without additional input forms.

Some of the individual payroll systems used by the state agencies include manual and computerized reporting systems to provide essential cost and summary information not available from the central payroll system. The Central Payroll Division should review the informational needs of all state agencies and ensure that the new payroll system will meet these needs to the greatest extent possible. The new system should be flexible to provide information on at least a program, appropriation and project basis.

#### PAYROLL PROCEDURES MANUAL

The Central Payroll Division should provide a procedures manual for

the new payroll system so that the system and its required forms can be understood by agency personnel. The division has not provided a procedures manual for the present system and as a result, agency payroll staff can only base their procedures on past experience or call the Central Payroll Division for assistance. By issuing a procedures manual, the division can make the overall payroll process more efficient and free itself from answering numerous questions.

#### LEAVE ACCOUNTING

It is essential that the Central Payroll Division include in the new payroll system an automated system to record sick and vacation leave earned and taken each month. Based on time forms submitted by each employee, bi-weekly leave balances would be maintained by the computerized system. This system should include the following:

1. Controls to prevent negative leave balances.
2. Notification of employees who exceed the maximum allowable leave balances.

It would also be beneficial if leave balances would be listed on bi-weekly warrant stubs.

#### INTERFACE WITH SBAS

It is essential that the Central Payroll Division work closely with the Department of Administration to ensure that the new payroll system properly interfaces with SBAS. The present system is not compatible with SBAS in the area of program codes and expenditure cutoffs. Some agencies such as the Department of Fish and Game have to manually revise payroll detail information so they can break down expenditures to the proper program level on SBAS. All payroll costs paid during a

particular month are not necessarily included in SBAS expenditure reports for that month. The new Central Payroll System must be compatible with SBAS so that management receives the most current and meaningful expenditure information.

#### PAYROLL ACCRUALS

The new payroll system should provide payroll accruals on a monthly and fiscal year-end basis so that management will have the most current expenditure information. Payrolls are a significant expense and unreported expenditures might result in improper management decisions or overexpenditures. The Central Payroll Division should also work with the Department of Administration on providing projections of total fiscal year expenditures based on to-date expenditures. Such information would be a useful management tool for making long range decisions.

#### DIRECT BANK DEPOSITS

We support the implementation of a direct bank deposit system for state payroll warrants. Such a system should be optional so that employees can choose the method they like best. Under such a system it will be essential that all employees choosing the deposit method know when their money will actually be deposited.

1983 could receive additional weeks equal to three-fourths of their former FSC entitlement, up to a maximum of:

- 13 weeks in 14 week states
- 8 weeks in 13 and 11 week states
- 6 weeks in 10 and 8 week states

(c) Individuals who begin receiving FSC prior to April 1, 1983, and who have FSC entitlement after that date, could also receive additional weeks under (b) above. However, the combination of their basic FSC entitlement received after April 1, 1983, and the additional weeks provided in (b), cannot exceed the maximum number of weeks of basic FSC benefits payable in their state.

*Option for voluntary health insurance program.*—The committee approved an amend-

ment that provides states the option of deducting an amount from the unemployment compensation benefits otherwise payable to an individual and using the amount deducted to pay for health insurance, if the individual elects to have such a deduction made from his benefits.

*Treatment of certain organizations that were retroactively granted 501(c)(3) status.*—The committee approved an amendment that allows a nonprofit organization that elects to switch from the contribution to the reimbursement method of financing unemployment benefits, to apply any accumulated balance in its state unemployment account to costs incurred after it switches to the reimbursement method, under certain conditions.

Back references: ¶ 5, 6, 927, 1311, and 4476-4505.

— CCH —

— Federal Taxable Payroll —

**[¶ 9723] EMPLOYER HEALTH PLAN COSTS PROPOSED TO BE INCLUDED IN EMPLOYEE'S INCOME**

Senator Dole, Chairman of the Senate Finance Committee, has introduced a bill, S. 640, which would provide for the inclusion of certain employer contributions to health plans in an employee's gross income.

Employer contributions to a health plan would be includible in gross income to the extent that they exceed \$70 per month (\$840 per year) for an individual employee, or \$175 per month (\$2,100 per year) for family coverage. These amounts would be subject to FICA, FUTA, and federal income tax withholding.

The proposal, part of the President's health incentives reform program, would generally be effective January 1, 1984. However, to allow renegotiation of existing contracts, the proposal would not be effective for employer contributions to health plans, the amounts of which are fixed by a legally binding contract entered into on or before January 1, 1983, until the earlier of January 1, 1986, or the first date after January 31, 1983, on which such amounts cease to be fixed by the contract.

Back references: ¶ 689 and 690.

— CCH —

**[¶ 9724] PAYORS MAY DESIGN PENSION WITHHOLDING FORMS**

Payors of pensions and annuities may continue to design and use their own forms for recipient elections, withholding allowance claims, and requests for additional withholding. The IRS has indicated that forms prepared by payors in conformity with temporary regulations implementing the new withholding rules will be accepted

until applicable requirements are changed through the adoption of final regulations or further temporary regulations (.01).

Source: (.01) IRS News Release IR-83-32, February 24, 1983.

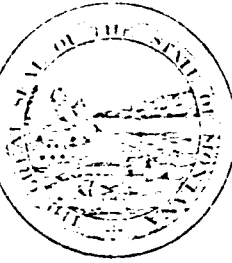
Back reference: ¶ 743.

— CCH —



DEPARTMENT OF ADMINISTRATION  
ACCOUNTING DIVISION

Exhibit D



TED SCHWINDEN, GOVERNOR

ROOM 255, MITCHELL BUILDING

STATE OF MONTANA

(406) 449-3092

HELENA, MONTANA 59620

MEMORANDUM

TO: Kathy Behm, Administrator  
Central Payroll Division

FROM: Terry Cannon, Administrator  
Accounting Division

DATE: January 19, 1983

SUBJECT: PPP Aids GAAP

A handwritten signature in dark ink, appearing to be "TC", is written over the "FROM" line of the memorandum.

The main thrust of the Accounting Division in this and the next few years, is to issue the State's annual financial report in accordance with generally accepted accounting principles (GAAP), and have an unqualified auditor's opinion thereon. Recently, authoritative literature notified us of the necessity to either record or footnote the State's liability for accrued vacation and sick leave.

Prior to PPP this requirement would have presented a huge manual effort by many people to produce figures that may not be accurate or timely. Today, thanks to PPP, we are able to extract the needed data timely and accurately with little or no manual effort.

We are truly thankful that PPP was implemented at this appropriate time.

TC/taf

# DEPARTMENT OF COMMERCE



TED SCHWINDEN, GOVERNOR

CAPITOL STATION  
1424 9TH AVENUE

## STATE OF MONTANA

(406) 449-3494

HELENA, MONTANA 59620-0401

March 28, 1983

### MEMORANDUM

TO: Senate Finance and Claims Committee

FROM: Department of Commerce  
Indian Affairs Coordinator

RE: Reinstatement of Executive Budget Request

HB 313 proposed that the Indian Affairs Coordinator be moved from the Department of Commerce to the Governor's Office. If HB 313 passed, their budget was to be cut by \$30,236 in FY 84 and \$30,795 in FY 85. Since HB 313 has not passed it is being requested that the budget be reinstated to provide the funding for 1 FTE and related operating cost. The actual reinstatement of budget being requested is \$29,299 in FY 84 and \$29,411 in FY 85.

Please note attached letters from Governor Ted Schwinden and the Inter Tribal Council.

Amendment to HB 447:

	<u>FISCAL 1984</u>		<u>FISCAL 1985</u>	
	<u>General Fund</u>	<u>Total</u>	<u>General Fund</u>	<u>Total</u>
Strike line 22 page 48	67,400	67,400	68,855	68,855
Insert line 22 page 48	96,901	96,901	98,690	98,690

/rv

# Montana Inter-Tribal Policy Board

2303 Grand Ave., Suite 5 • Billings, MT 59102 • (406) 652-3113

HB 313

## MEMBER TRIBES

Blackfeet  
Crow  
Flathead  
Fort Belknap  
Fort Peck  
Little Shell  
Northern Cheyenne  
Rocky Boy

March 11, 1983

Honorable Representative Francis Bardanouve, Chairman  
House Appropriations Committee  
Room 104  
Montana House of Representatives  
Capitol Station  
Helena, Montana 59620

Dear Representative Bardanouve:

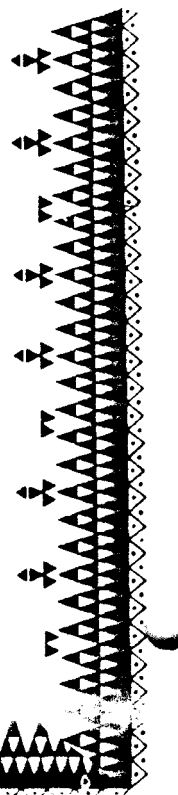
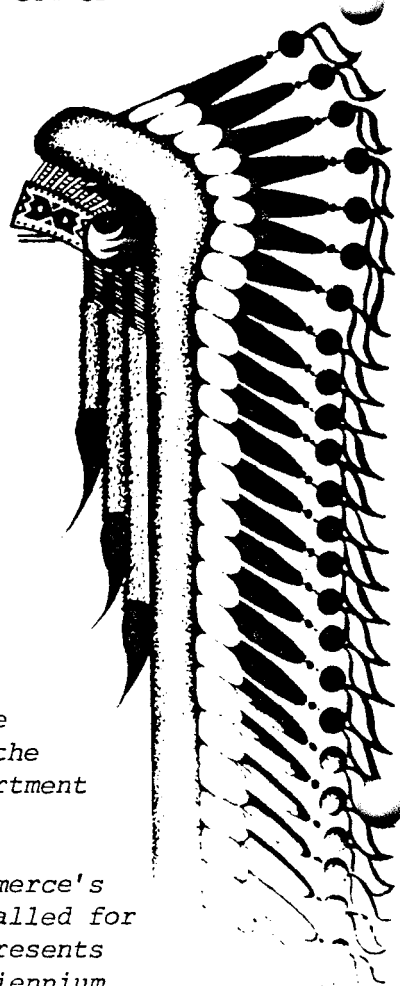
The eight Tribes of Montana have instructed me to ask the Appropriations Committee's consideration for full funding of the Office of the State Coordinator of Indian Affairs in the Department of Commerce.

The Tribes are fully supportive of the Department of Commerce's original budget request for the Coordinator's Office, which called for \$106,117.00 in FY 1984, and \$109,041.00 in FY 1985. This represents basically a maintenance level in comparison to the previous biennium funding.

In this era of increasing numbers of issues of mutual concern to the Tribes and the State, the Tribes are very much interested in enhancing an atmosphere of communication and cooperation, rather than confrontation and adversity. The Coordinator of Indian Affairs Office is a crucial element of liason between the Tribes and the State of Montana.

Since the history of this budget request is somewhat complex, perhaps a recap of events would be helpful to clarify any confusion.

1. The Department of Commerce submitted the original budget request (\$215,158 for the biennium).
2. HB 313 was introduced, proposing to move the Coordinator of Indian Affairs to the Governor's Office.
3. The Governor proposed a reduction of one FTE in the Coordinator's Office (the Coordinator's Assistant), with a corresponding budget adjustment.



4. The Tribes expressed concern, not with the proposed move to the Governor's Office, per se, but with the reduction of necessary staff. The Tribes testified in opposition to HB 313.
5. The Governor has now recommended that HB 313 be tabled and that the original budget be restored.

The Tribes remain supportive for the Office of the Coordinator of Indian Affairs, and respectfully request your consideration for complete funding to allow the office to be as effective as possible.

I apologize for not having been able to deliver this testimony personally; other obligations have forced me to return to Billings before this particular budget matter came to the attention of your committee.

Respectfully,

*William P. Yellowtail, Jr.*  
William P. Yellowtail, Jr.  
Executive Director

## INDIAN JURISDICTION PROJECT

### I. WHAT IS IT?

The Indian jurisdiction project was established to provide the State of Montana with expert legal advice and representation in matters involving Indian law. The Indian law area is so complex and unique that it is extremely difficult for non-specialists to adequately assist and defend the state.

This Indian law resource provided to state agencies has served two primary functions; the first and most significant function is to serve as a litigation unit in the event that the state is named as a defendant in a lawsuit. The litigating attorneys are intimately familiar with both Indian law and federal court practice. The second function is to provide legal advice to state agencies about their routine contacts with Indian reservations. This legal service provides advice to agencies that is useful in avoiding confrontation and litigation.

The project is composed of two contract attorneys, the Chief Counsel, and a staff attorney from the Governor's Office, and an attorney from the Attorney General's office.

The four major cases in which the project has been actively involved and an issue summary of those cases are set forth below:

#### (1) CROW TRIBE OF INDIANS V. MONTANA

The Crow Tribe is challenging Montana's right to impose the coal severance tax and gross proceeds tax on the Crow Reservation and ceded strip which includes the Westmoreland Resources mining operation. The state collects about \$10 million per year in coal severance tax from this mine and Big Horn County collects about \$1.5 million per year in gross proceeds tax. While this case began in 1978, the costs grew sharply as a result of a U.S. Supreme Court action in October, 1982. The court sent the case back to the federal district court for a full hearing.

On January 6, 1983, the Federal District Court granted the Crow Tribe an injunction enjoining defendants State of Montana and Department of Revenue from taking any action to enforce or collect the Montana coal severance tax from Westmoreland Resources, Inc., to the extent that the tax is imposed on coal produced on the ceded strip. The Court ordered all tax payments to be made to the Court in the interim.

#### (2) NORTHERN CHEYENNE TRIBE OF INDIANS V. ADSIT

This case involves seven different suits brought in Federal District Court by the United States and various Indian tribes against the State of Montana and thousands of individual water users within the State. Three suits were filed in 1975, and four more were added in April of 1979. The Jurisdiction Project entered the cases as attorney of record in the 1979 cases, and assumed responsibility for the 1975 cases at the same time. The

Federal District Court dismissed all seven cases on November 29, 1979, in deference to the Montana Water Use Act (Senate Bill 76), and five different appellants appealed to the Ninth Circuit. The Project filed Montana's Appellee Brief on July 24, 1980.

The case was argued on July 15, 1981, and the decision was issued on February 22, 1982. The Court held that Montana could not adjudicate Indian water rights in state courts. The Project filed a petition for certiorari in the Supreme Court on May 24, 1981. This petition for review was granted by the U.S. Supreme Court in October of 1982. The Project filed its brief in November, 1982 and will file another brief in January. The case will probably be argued in March of 1983.

### (3) BLACKFEET TRIBE V. MONTANA

The Blackfeet Tribe has challenged the application of five state oil and gas taxes to production on the reservation. The case was filed in November, 1978 in Federal District Court in Great Falls. In January of 1981, the judge granted summary judgment for the state. In December of 1982, the Ninth Circuit affirmed. The Blackfeet may petition the United States Supreme Court for review. The Project will oppose this petition. If the court grants review, however, the Project will brief the matter and attend the oral argument in Washington, D.C.

### (4) THE ASSINIBOINE & SIOUX TRIBES V. MONTANA

This case involves a tribal challenge to Montana's new car sales tax and the motor vehicle property tax. The Jurisdiction Project on behalf of the state made a motion to dismiss or, in the alternative, motion for summary judgment. Plaintiff's made a motion for partial summary judgment. Oral arguments were made on April 30, 1982, in Federal District Court in Great Falls. A decision is pending.

## II. Funding for the 1983 Biennium

The Indian Legal Jurisdiction Project's budget for FY 83 was \$65,698. As of today the entire budget has been committed. In addition, the Governor has agreed to pay from his budget, \$12,900 for immediate and necessary expenses including attorneys' fees and printing costs incurred prior to January 1, 1983.

### Immediate Costs

Maclay	\$4,000
Printing	8,000
Roth (Namen Case)	900
	<u>\$12,900</u>

Remaining costs of \$136,000 will be incurred in the remaining six months of FY 83.

Jan - June 30.

Maclay	\$26,000
Boggs	11,600
Retained Counsel for Crow Coal Case	60,000
Operating Expenses	18,000
Randolph (Adsit)	17,500
Agency Legal Services	<u>3,000</u>
<b>TOTAL</b>	<b>\$ 136,100</b>

III. Supplemental Request

In order for the state to continue to defend its right to impose the coal severance and gross proceeds tax on the Crow Reservation and ceded strip, a supplemental of \$149,000 is requested.

This supplemental fund will allow the Governor's Office to continue to contract with the retained counsel to prepare and present the state's position in this case and pay other associated costs. The supplemental will also allow the Project to continue its efforts in the cases involving (1) adjudication of Indian water rights (Adsit), and (2) payment of state taxes on reservations such as the new car sales tax (Assiniboine) and oil and gas taxes (Blackfeet).

Without this additional funding, the state will be unable to continue its defense of its positions.

DEPARTMENT OF COMMERCE



TED SCHWINDEN, GOVERNOR

CAPITOL STATION  
1424 9TH AVENUE

STATE OF MONTANA

(406) 449-3494

HELENA, MONTANA 59620-0401

March 30, 1983

MEMORANDUM

TO: Senate Finance and Claims Committee

FROM: Department of Commerce

RE: Funding For SB 398

SB 398 transfers the function of licensing public contractors from the Department of Revenue to the Department of Commerce.

Amendment to HB 447

	<u>Fiscal 1984</u>		<u>Fiscal 1985</u>	
	<u>General Fund</u>	<u>Total</u>	<u>General Fund</u>	<u>Total</u>
Page 10, Following line 10				
Insert Licensing Public Contractor				
Insert	26,939	26,939	26,939	26,939

NOTE: Amendment is based on yellow second reading copy of HB 447.

/rv

*Revenue still does  
Commissioner License Tax*



*Senator Keating -  
These are costs for implementing  
bills that are still alive or are  
signed by the Governor already.*

*Ellen 4/5*

Department of Revenue  
Administrative Cost of 1983  
Session Laws

Income Tax Division

		<u>FY 84</u>	<u>FY 85</u>
	House Bills		
377	- Provide Funds for preservation and management of nongame wildlife		
	Personal Services	3,868	3,868
	Operating Expenses	5,770	2,370
740	- ACRS add back		
	Operating Expenses	10,700	10,700
685	- Capital Company Act		
	Operating Expenses	12,860	9,460
755	- Electrical Generation from Wind Credit		
	Operating Expenses	5,770	2,370
	Senate Bills	<u>FY 84</u>	<u>FY 85</u>
316	- Sales to Beginning Farmers		
	Operating Expenses	\$ 5,279	\$ 1,879
247	- E.C. Retroactive Adjustment for Railroad Retirement		
	Personal Services (1 FTE)	13,000	
	Operating Expenses	2,000	
242	- Estates and Trusts		
	Operating Expenses	4,850	1,450
244	- Lump-Sum Distribution		
	Operating Expenses	<u>1,000</u>	<u>          </u>
	Total Operating Expenses	48,229	\$28,229
	Total Personal Services	<u>16,868</u>	<u>3,868</u>
	Total Costs	<u>\$65,097</u>	<u>\$32,097</u>

note: The estimated costs do not include monies for data processing programmers.

Natural Resources and Corporation Tax Division

Administrative Costs	<u>FY 84</u>	<u>FY 85</u>
Credit Bills (HB 685 and 755)*		
Operating Expenses	\$ 2,000	\$ 2,000
SB 148 - Oil and Gas Tax Transfer		
Personal Services (.5 FTE)	8,250	8,250
Operating Expenses	<u>2,000</u>	<u>2,000</u>
Total Operating Expenses	4,000	4,000
Total Personal Services	<u>8,250</u>	<u>8,250</u>
Total Costs	<u>\$12,250</u>	<u>\$12,250</u>

\*Assumes passage of only one of these credit bills

Motor Fuels Division

Administrative Costs	<u>FY 84</u>	<u>FY 85</u>
House Bills		
17 - Alternative Fuel Fees		
Operating Expenses	\$ 2,000	\$ 2,500
290 - Wholesale gasoline distributors		
Personal Services (3.5 FTE)	55,000	55,000
Operating Expenses	<u>6,000</u>	<u>6,000</u>
Total Operating Expense	8,500	8,500
Total Personal Services	<u>55,000</u>	<u>55,000</u>
Total Costs	<u>\$63,500</u>	<u>\$63,500</u>

Property Tax Division

House Bills		
925 - Local appraisal of railroad property		
Personal Services	\$108,822	\$217,644
Operating Expenses	<u>29,270</u>	<u>58,540</u>
	<u>\$138,092</u>	<u>\$276,184</u>
 TOTAL COSTS FOR THE FOUR TAX DIVISIONS	 <u>\$278,939</u>	 <u>\$384,031</u>