MINUTES OF THE MEETING
APPROPRIATIONS COMMITTEE
MONTANA STATE
HOUSE OF REPRESENTATIVES

March 19, 1985

The meeting of the Appropriations Committee was called to order by Chairman Bardanouve on March 19, 1985 at 8:05 a.m. in Room 104 of the State Capitol.

ROLL CALL: All members were present.

(Tape 36:A:428)

GENERAL: Representative Menahan had requested documentation to show the change from the 1985 biennium to the 1987 biennium. Judy Rippingale, Legislative Fiscal Analyst, (452) presented this inflation which is outlined on Exhibit 1. The numbers do not tie precisely to HB 500 because inflation was set at 4-3-3% for the Department of Institutions during executive session on March 18, 1985.

HEALTH AND HUMAN SERVICES SUBCOMMITTEE

DEPARTMENT OF SOCIAL AND REHABILITATION SERVICES: Representative Winslow, Chairman, Health and Human Services Subcommittee, resumed reviewing the modifieds for this area of the budget which are outlined on Exhibit 2.

Disability Determination: Representative Winslow (499) went over the modified for the disability determination hearing unit which is outlined on page 81 of Exhibit 2. This was added by budget amendment in FY 1984 and is funded with federal funds.

Representative Winslow made a motion to authorize the expenditure of $171,157 in FY 1986 and $171,549 in FY 1987 from federal funds for disability determination hearing unit.

A voice vote was taken and the motion carried unanimously.

Developmental Disabilities: Representative Winslow (540) went over the modifieds for this division which are outlined on page 83 of Exhibit 2. This is one division which has had a substantial decrease in general fund. Representative Winslow explained the first modified.

Representative Winslow made a motion to appropriate $169,000 in FY 1986 and $175,760 in FY 1987 for Specialized Foster Care and $40,789 in FY 1986 and $42,420 in FY 1987 for innovative training procedures for a total appropriation of $209,789 in FY 1986 and $218,180 in FY 1987 from federal funds.

Representative Winslow said there is a cost savings if we don't have to keep these kids in group homes.

A voice vote was taken and the motion carried unanimously.

Representative Winslow made a motion to authorize the expenditure of donations and registration fees of $14,388 in FY 1986 and $16,605 in FY 1987 for the Montana Conference on Developmental Disabilities.

A voice vote was taken and the motion carried unanimously.

Representative Winslow (582) explained the third modified from page 83 of Exhibit 2. This is one of the top priorities of the Priorities for People (PFP). This is a mechanism to get some unserved and underserved people off the developmental disabilities waiting list per the recommendations of the HB 909 study. This is a Medicaid waiver program. We will see a $200,000 savings in general fund and pick up the cost the second year.

Mike Muszkiewicz, Administrator, Developmental Disabilities Division (DDD), (650) said this is a phase-in process across the biennium. This would create new group homes and expand the higher level services. This would allow people now in group homes to move up to the higher level services, thereby creating vacancies in the group homes to accommodate people on the waiting list. The Vocational Placement Program would take people out of the shelter care programs and place them in jobs, which is cheaper than the shelter care programs.

(Tape 37:A:000)

This modified proposes to target 285 people. If there is a decrease in the current appropriation, less people will be served. There are over 800 on that list now, half are underserved and half are unserved. Representative Waldron asked how many of the unserved will be affected by this modified. Mr. Muszkiewicz said all but 70 of the 285 are unserved. The 70 are underserved. The general fund is matching funds for federal funds. There is no limit to the federal funds as long as we have matching money.

Dave Lewis, Director, Department of Social and Rehabilitation Services, said it takes at least two years of waiting before a person can get into a group home. He said it is causing problems with the counties because these people are leaving the special education classes and need further services.

Mr. Muszkiewicz said group homes are very expensive and additional services prevent us from having to establish new group homes.

Representative Winslow made a motion to reduce the DDD waiting list with $200,000 in general fund for the biennium.

A roll call vote was taken and the motion carried with 14 members approving and 6 members opposing the motion.

Next biennium the general fund cost would be $770,840 each year because the base was increased by this action.

Representative Winslow made a motion to adjust the figures for Medicaid reimbursement by $170,834 in FY 1986 and $71,902 in FY 1987 because of adjustments made to the Youth Treatment Center budget.

The average daily population is budgetted at 40 in FY 1986 and 55 in FY 1987.

Representative Menahan made a substitute motion to fund the Youth Treatment Center at an average daily population of 40 in FY 1986 and 50 in FY 1987.

Representative Waldron said the cost of 50 is greater than 55 because of the incremental costs for the 5 additional. He said they have to have the same amount of staff at 50 as they would at 55 but they would not have the Medicaid reimbursement for the 5 difference.

Representative Menahan withdrew his motion.

A voice vote was taken and the motion carried unanimously.

Representative Peck made a motion to retain the poverty level at 47%.

Representative Peck (268) said the basis for his motion was because the Olson Decision in Butte changed the dollar figure from $164 to $212 per month which is a 30% increase. If we retain the poverty level at 47% instead of 49% proposed by the subcommittee, we can save money.

Representative Winslow said the levels for AFDC and General Assistance (GA) have to be the same. The move from 49% to 47% would save $1 million.

There was a good deal of discussion regarding this motion. Representative Bradley (347) said, if the proposed GA bill passes, taking all able bodied people under 35 years old off GA, the only people left on GA will not be able bodied. She said, with the poverty level at 49%, the benefits are only $275 per month and, she said, it is hard to even rent an apartment for that amount of money. She asked that we don't take money from the non-able bodied people. Representative Waldron said people on GA do get food stamps, etc.

Representative Winslow said the average payment in GA for 47% would be $254 in FY 1986 and $260+ in FY 1987. Chairman Bardanouve said there is a $100 per month increase even at the 47% level.

Mr. Lewis (429) said the GA caseload is about 2,000 cases and the AFDC caseload is about 7,700 cases. He said he is not comfortable with this proposal due to the AFDC situation. He would rather take more singles off GA than lower the poverty level. Chairman Bardanouve said we are not cutting payments back; we are merely allowing less increase. Representative Peck noted other benefits have also been increased.

A roll call vote was taken and the motion carried with 15 members approving the motion and 5 members opposing the motion

The Department has inflation set at 4-3-3% for administration but not for benefits. Benefits were left where they were. Representative Quilici (562) said, if we cut the benefits, which include medical costs, these people simply will not be able to get by. If we set inflation of 4-3-3%, we would be drastically cutting the program.

Chairman Bardanouve (579) proposed we cut the contingency fund for the Deficit Reduction Act of 1984 of $1.1 million. He said he felt this contingency is iffy and, if we don't give the Department this contingency to fall back on, they may just tighten their belts and live within their appropriation. If the contingency funds are needed, the Department can come in for a supplemental next session.

Mr. Lewis (679) said they will need the supplemental anyway because the budget is only for 18 months. He said the contingency will probably cost about $2 million.

(Tape 37:B:000)

Representative Winslow said we are tying the Department's hands by this action and deferring payment ot the next session of the legislature.

Representative Moore made a motion to delete the $1.1 million contingency fund for the Deficit Reduction Act of 1984.

A roll call vote was taken and the motion carried with 17 members approving and 3 members opposing the motion.

Representative Waldron said the Department can transfer funds between programs if necessary.

Representative Bradley made a motion to reconsider our action reducing the poverty level to 47%.

Representative Bradley said she would like to set the poverty level at 48% and change the GA bill to remove all able bodied people under 40 from GA. Chairman Bardanouve said he would have the Legislative Fiscal Analyst's Office work up the figures on this proposal and asked Representative Bradley to hold her motion until these figures can be analyzed.

Representative Bradley postponed her motion.

Representative Winslow said, without the contingency funds, the Department will have to find the money somewhere else and he did not want any changes made in the Medicaid Other Program. He said these are policy decisions which the legislature should be making, not the Department. Chairman Bardanouve said the Department should be able to make some responsible decisions on their own.

Representative Winslow made a motion to tell the Department not to change the Medicaid Other Program because of funds needed for the Deficit Reduction Act.

Representative Peck made a substitute motion that the Department not make any changes in optional services without the review of the Legislative Finance Committee.

There was a lot of discussion regarding this motion. It was determined that the Legislative Finance Committee cannot approve or disapprove anything.

A roll call vote was taken and the motion carried with 12 members approving and 8 members opposing the motion.

Representative Menahan disapproved of this motion because he said he felt we are turning government over to the bureaucrats. He said they are serving our constituents better than we are. Representative Winslow said we have given up our responsibility.

EDUCATION SUBCOMMITTEE

Representative Donaldson, Chairman, Education Subcommittee, (250) went over the modifieds for this area of the budget which are outlined on Exhibit 3. He noted that the subcommittee cut half of the modifieds in their last meeting.

BOARD OF PUBLIC EDUCATION: Representative Donaldson (269) went over the modifieds for this board which are outlined on page 1 of Exhibit 3.

Representative Donaldson made a motion to appropriate $2,125 in each fiscal year for contracted legal services.

A voice vote was taken and the motion carried with Representative Nathe opposing the motion.

Representative Donaldson made a motion to appropriate $2,500 in FY 1986 for a word processor.

A voice vote was taken and the motion carried unanimously.

Representative Spaeth (313) said the Board needed a researcher management analyst.

Representative Spaeth made a motion to appropriate $29,109 in FY 1986 and $28,599 in FY 1987 for a researcher management analyst position.

Representative Spaeth said the Administrative Code Committee, of which he is a member, has made requests to the Board that they could not handle due to their lack of staff.

A roll call vote was taken and the motion failed with 14 members opposing and 5 members approving the motion.

Fire Services Training School: Representative Donaldson (395) went over the modified request for a .5 FTE secretary which is outlined on page 2 of Exhibit 3.

Representative Donaldson made a motion to appropriate $8,660 in FY 1986 and $8,663 in FY 1987 for a .5 FTE secretary.

A roll call vote was taken and the motion failed with 13 members opposing and 7 members approving the motion.

School for the Deaf and Blind: Representative Donaldson (444) went over the modifieds for this agency which are outlined on page 8 of Exhibit 3.

Representative Donaldson made a motion to appropriate $30,250 in each fiscal year for phonic ear equipment.

A roll call vote was taken and the motion carried unanimously.

Representative Donaldson made a motion to appropriate $40,014 in FY 1986 and $40,038 in FY 1987 for 1.46 FTE teachers.

The reason for the increase is primarily due to an increase in enrollment and an increase in babies born. 4% of all babies born are handicapped, some of which are visually and/or hearing impaired.

A roll call vote was taken and the motion carried with 12 members approving and 7 members opposing the motion.

Office of Public Instruction: Representative Donaldson (655) went over the modified which is outlined on page 16 of Exhibit 3. The modified requests $63,000 start-up money. The program should be self-supporting after FY 1987.

Representative Donaldson made a motion to appropriate $50,000 in FY 1986 and $12,500 in FY 1987 start-up money for testing.

(Tape 38:A:000)

There was some discussion regarding this motion and what the program does. Senator Pat Regan, Chairman, Legislative Finance and Claims, said half of the program would test graduate teachers before certification. The other part of the program deals with starting testing programs in rural schools. Bob Anderson, Office of Public Instruction, handed out a breakdown of the program costs (Exhibit 4). There was some discussion regarding Exhibit 4.

Representative Donaldson withdrew his motion.

Vocational Education: Representative Donaldson (084) went over the modified which is outlined on page 17 of Exhibit 3. The modified would replace 2 of the 4 people cut by the loss of federal funds. The subcommittee wanted all four people replaced with general fund money.

Representative Donaldson made a motion to appropriate $128,763 in FY 1986 and $129,130 for 4 FTEs.

A roll call vote was taken and the motion failed with 11 members opposing and 8 members approving the motion.

Representative Swift made a motion to appropriate $64,381 in FY 1986 and $64,565 in FY 1987 for 2 FTEs.

Representative Miller made a substitute motion to add 3 FTEs.

A roll call vote was taken and the substitute motion failed with 11 members opposing and 8 members approving the motion.

A roll call vote was taken and the original motion carried with 16 members approving the motion and 2 members opposing.

Distribution to Public Schools: Representative Donaldson (195) went over the distribution of programs to public schools which is outlined on pages 21 through 23 of Exhibit 3.

Representative Peck made a motion to appropriate $100,000 each fiscal year for the Gifted and Talented Program.

There was a good deal of discussion regarding this program. This money is used as grants to start-up these programs.

The school districts pick up the costs after the initial start-up. Chairman Bardanouve said maybe we could take a little bit out of each of the other programs to fund this one. The committee looked at the contingency fund.

Tom Chesbro, Budget and Accounting Director, Office of Public Instruction, (268) said $500,000 is allocated 100% from the contingency fund every year. If the money is not used, it reverts.

Representative Lory made a substitute motion to take $100,000 from the Special Education Program to fund the Gifted and Talented Program.

Representative Menahan said this program is not mandated and Representative Moore said the Special Education Program is mandated by the federal government. Representative Donaldson explained the contingency funds are available for children who move in the middle of a school year from one school district to another. Representative Spaeth said he opposes taking the money from the Special Education Program but he would support taking it from the Special Education Contingency.

A roll call vote was taken and the substitute motion failed with 13 members opposing and 4 members approving the motion.

Representative Spaeth made a substitute motion to take $100,000 from the Special Education Contingency fund to fund the Gifted and Talented Program.

Representative Donaldson did not like this motion because he said the contingency fund needs to be there. If it is not, the cost is passed on to local property taxpayers.

A roll call vote was taken and the substitute motion failed with 10 members opposing and 7 members approving the motion.

Representative Donaldson said most school districts do have a Gifted and Talented Program in place. He said this money is to try and get rural school districts to start programs like this. Representative Peck said this is the "carrot" to urge the school districts to start these programs.

Representative Peck withdrew his original motion and made a motion to fund the Gifted and Talented Program at $100,000 per fiscal year from the general fund.

A roll call vote was taken and the motion carried with 9 members approving and 8 members opposing the motion.

Postsecondary Vocational Technical Centers: Representative Donaldson (519) went over the modified for this agency which is outlined on page 27 of Exhibit 3. Representative Waldron said $750,000 is not that much money if you spread it over all the counties. Representative Donaldson said the $750,000 may not be adequate to provide a match. This issue will be analyzed by the Legislative Fiscal Analyst's Office.

Adult Basic Education: Representative Donaldson (605) went over this program. There may be federal funds of about $50,000 available. These would come from the Carl Perkins Act.

Vocational Technical Centers: Representative Donaldson (660) said the reason for the change in the centers is because funding has been erratic. Caps have been put in place to alleviate this problem.

(Tape 38:B:000)

Representative Donaldson went over the modified which is outlined on page 27 of Exhibit 3.

A 1:1 match is required for federal funds. There was a lot of discussion regarding the funding for vocational technical education. The subcommittee tried to maximize federal funds. The voted levies funding has decreased.

Representative Donaldson made a motion to replace lost federal funds of $376,990 and $371,853 with general fund.

This money would be used as match and would allow this program to use $802,000 in FY 1986 and $807,000 in FY 1987 from federal funds. This is a decrease from last year.

Representative Waldron said there are a number of other states who are experiencing similar funding problems. He asked if we could not use boilerplate language to allow the agency to spend federal funds if they become available. Representative Donaldson said he felt boilerplate language would be premature at this point. Representative Rehberg opposed the motion because this is just another case where we build up programs with federal funds and, when those funds drop off, general fund money is used to pick it up. Representative Moore said the vocational technical centers were built up with general fund money. About $135,000 has been lost each year from federal funds and was replaced by coal tax money.

Representative Donaldson said the issue here is not where the funding comes from but adequate funding of the vocational technical centers.

Representative Thoft said the issue is neither federal funding nor general funding; it is the taxpayers' ability to pay that is at issue here. Representative Quilici said, if we don't put this money in the budget, the local school districts will have to pick up the costs.

A roll call vote was taken and the motion failed with 10 members opposing and 9 members approving the motion.

Representative Donaldson said they are exploring ways of finding federal funds. There has been a 20% decrease in enrollments.

Ms. Rippingale referred to the figures on page 24 of Exhibit 3 and said the voted levies are included in the FY 1984 base so there was really not such a drastic decrease in funding. The figures on page 24 do not include the voted levies. The actual decrease is 3%.

Commissioner of Higher Education - Administration: Representative Donaldson (227) went over the modified for increased rent which is outlined on page 3 of Exhibit 5. He noted there has not been an increase in rent for three years. Also, the option of moving the office was researched but it was found to be more costly to move than to pay the increased rent. The $6,500 for janitorial and snow removal was inadvertently left out of contracted services. It was noted that janitorial service costs are less than if it was contracted with General Services, Department of Administration.

Representative Menahan made a motion to recommend the agency look for another location with more space.

Representative Donaldson said they have already checked into moving but the moving costs were too expensive to accept this option. Part of the high cost of moving is because the phone system is tied to the Department of Labor and Industry and it would cost over $20,000 to move the phone system.

Representative Menahan withdrew his motion.

Representative Donaldson made a motion to appropriate $16,137 in each fiscal year for increased rent and janitorial and snow removal expenses.

A roll call vote was taken and the motion carried with 11 members approving and 7 members opposing the motion.

Student Assistance: Representative Donaldson (424) said there was a reduction in student slots for WICHE. They were reduced 1 dental and 1 medical in FY 1986 and 3 dental, 1 veterinarian, and 4 medical in FY 1987.

Representative Connelly opposed the reductions. Representative Winslow said we should be reimbursed for this program as is done with student loans. He said, if we don't start requesting repayment, we are going to lose this program. Representative Donaldson said some states require reimbursement but it is usually not successful.

Community Colleges - State Assistance: Representative Donaldson (494) went over this program which is outlined on pages 8 and 9 of Exhibit 5. The state portion of student costs was decreased from 53% to 51%. This created a savings of $132,000 in FY 1986 and $144,000 in FY 1987.

Senator Regan said she looked into the costs for the community colleges and found some problem areas. One of these is the double counting of the tribal college FTEs at Miles City. The Indian college is funded 100% with federal funds.

Representative Donaldson said the subcommittee did give the Miles City Community College 7 additional FTE to let them down easy. Representative Menahan (681) said we are just rewarding them for trying to pull the wool over our eyes.

Representative Menahan made a motion to delete 7 FTE students from the Miles City Community College.

(Tape 39:A:000)

A voice vote was taken and the motion carried with Representative Hand opposing the motion.

Ms. Rippingale (084) said there are some loose ends to tie up in the Health and Human Services portion of the budget. Representative Winslow said one of the requests was to find $90,000 from the Preventive Health Block Grant and the Maternal and Child Health Care Block Grant. There are some options which are outlined on Exhibit 6 which were proposed by the Department.

DEPARTMENT OF HEALTH AND ENVIRONMENTAL SCIENCES: Taryn Purdy, Associate Analyst, Legislative Fiscal Analyst's Office, (124) said the Handicapped Children's Program provides services as they are required so the Department cannot make a determination of what services could be cut.

Representative Donaldson made a motion to adopt Option A of Exhibit 6.

A roll call vote was taken and the motion carried with 12 members approving and 5 members opposing the motion.

DEPARTMENT OF LABOR AND INDUSTRY: Ms. Purdy (220) went over Job Training Partership Act (JTPA) funds. There are Title IIA funds which require no general fund match. From those, we get all of the funding for Displaced Homemakers Program. Another type of JTPA funds are Title IIB funds which also do not require a general fund match. The 3% older worker funds do not require a general fund match but the 8% education requires a 80:20 match with 20% general fund. The Dislocated Workers funds require a dollar for dollar match. Of the $334,000 of general fund in each year of the biennium, $125,000 in each year was used to match Title III for Dislocated Workers.

There was no motion on this issue.

DEPARTMENT OF SOCIAL AND REHABILITATION SERVICES: Representative Winslow (345) outlined a proposal to phase in social workers every six months (Exhibit 7). This would save about $140,000.

Peter Blouke, Sr. Analyst, Legislative Fiscal Analyst's Office, (367) outlined a change for the vocational rehabilitation from the committee's suggestion to $75,000 per year. The committee moved to reduce the general fund portion from $75,000 to $35,000 with the option of using industrial accident funds to recoop the costs. The recommendation is to reduce the general fund to $35,000 per year and retain the funding for the original modified for industrial accident vocational rehabilitation funds.

In FY 1986, general fund would be $35,000, federal vocational rehabilitation funds would be $281,251, and industrial accident funds would be $79,524 for a total of $395,775. In FY 1987, general fund would be $35,000, federal vocational rehabilitation funds would be $419,072, and industrial accident funds would be $79,524 for a total of $533,596.

Representative Winslow (410) went over the impact of reducing general fund by reducing the poverty level from 49% to 47% (Exhibit 8). The savings from this would be $1,032,773.

Representative Bradley had requested an analysis for increasing the poverty level to 48% and eliminating able-bodied people under the age of 40 from general assistance (Exhibit 9). The cost for this is $287,368 from the aforementioned $1,032,773 savings realized by reducing the poverty level from 49% to 47%. This proposal would actually cut the savings.

Representative Winslow (485) said we need language on the Deficit Reduction Act contingency fund.

Representative Lory made a motion to reconsider our action on the Deficit Reduction Act contingency fund.

A voice vote was taken and the motion carried unanimously.

The Legislative Fiscal Analyst's Office will look at various language and bring the most appropriate before this committee.

Representative Winslow (600) said the Department said they may be able to get some federal funds for the Services to Special Populations Program which serves the brain-injured, MS, etc. They requested that we give them spending authority should federal funds become available.

Representative Winslow made a motion to authorize the spending of $96,000 for the biennium for Services to Special Populations.

A voice vote was taken and the motion carried unanimously.

(Tape 39:B:000)

Bureau of Mines and Geology: Representative Donaldson went over the modified for this bureau which is outlined on page 10 of Exhibit 5.

Representative Donaldson made a motion to appropriate $102,000 from general funds for earthquake hazard evaluation as a biennial appropriation.

Representative Spaeth (030) said this request includes $21,000 per year for the present monitoring program and $80,000 for a new program to map and identify hazardous areas in Montana.

Representative Spaeth made a substitute motion to appropriate $42,000 for the biennium from general fund money for the presnt earthquake monitoring program.

It was determined that this money is presently in the budget for Montana College of Mineral Science and Technology. Dr. Henry McKlernan of the Bureau of Mines and Geology said Montana Tech's budget has been cut and he anticipates this money being cut out of this budget.

Represenative Spaeth withdrew his motion.

A roll call vote was taken and the motion failed with 14 members opposing and 5 members approving.

Representative Lory made a motion to appropriate $42,000 for the biennium from general fund money for the present earthquake monitoring program.

A roll call vote was taken and the motion failed with 14 members opposing and 6 members approving the motion.

Agricultural Experiment Station: Representative Donaldson (266) said there was concern regarding the equipment level. The equipment budget represents a three year average for equipment expenditures inflated for FY 1986 and FY 1987. There are some changes in personal services, primarily due to vacancy savings. Representative Donaldson said no vacancy savings were taken on instructional people nor graduate students. The dairy was closed and the stock moved to the Prison. The hog facility in Miles City was also closed.

Representative Moore (308) said, if we close the agricultural experiment stations at Huntley and Conrad, 18 FTE can be deleted for a savings of $1.4 million.

Representative Moore made a motion to decrease the budget for the Agricultural Experiment Station by $500,000 in FY 1986 and $500,000 in FY 1987.

This would allow the head of the station to decide where the cuts are to be taken. Representative Manuel said the station has been in operation for 30 years. He said it would not be so bad for the older farmer/rancher because he was around before this service. But, Representative Manuel said he thought, the younger farmer/ranchers did not go through the school of hard knocks and they depend a great deal on this station and its services. He said we need to keep up on new technology and the station provides that service.

Representative Manuel noted that Montana agriculture represents one third of Montana's economy but they only receive about 3% of the state's general fund.

There was a good deal of discussion on this issue. Representative Donaldson opposes a flat cut because, he said, that is bad budgeting. President Tietz, Montana State University, (464) said there have been tremendous advances in geneology. Representative Rehberg, a rancher/farmer, said he agrees there is a need for the station to get information. But he said there is also a need to control ever-increasing taxes. Representative Rehberg said Representative Moore's proposal is tough but he said he felt it was necessary to try and alleviate some of the problems facing this committee.

A roll call vote was taken and the motion failed with 17 members opposing and 3 members approving the motion.

Representative Moore made a motion to take a 2% vacancy savings on faculty and research graduate students in the Agricultural Experiment Station.

Representative Donaldson said all the other agricultural experiment stations have had the same vacancy savings set and he did not know why Representative Moore was picking on this particular one.

Representative Waldron said 4% vacancy savings was applied to these positions last session.

A roll call vote was taken and the motion carried with 12 members approving and 8 members opposing the motion.

(Tape 40:A:000)

Chairman Bardanouve asked why we are still funding the dairy FTE when there's no dairy. Representative Donaldson said the dairy people went on to work on other research projects. The special revenue was attributed to the dairy and hog operations. It was noted the general fund has increased substantially (Exhibit 10). Representative Spaeth said it is costing us money to delete a program. Bill Sykes, Assistant Analyst, Legislative Fiscal Analyst's Office, said the growth of the geneneral fund was partially due to the fact that the dairy had not been self-supporting and was losing money.

Cooperative Extension Service: Representative Donaldson (100) said the one area of concern in this budget, which is outlined on pages 15 and 16 of Exhibit 5, was the pesticide specialist. At one time, that position was funded with federal funds and it was understood that the state would eventually have to pick up those costs. If we don't have this individual, who offers training for individuals to purchase pesticides and herbicides, the training will not take place and pesticides and herbicides cannot be purchased.

Representative Manuel made a motion to include $40,800 in FY 1986 and $42,228 in FY 1987 for a pesticide specialist.

The outline for this position is found on Exhibit 11. There was some discussion regarding this position. Dr. Hoffman of Montana Tech said Montana ranks 49th in resources to agriculture, followed only by Alaska. This person requires special training which is the reason for the high salary. Dr. Hoffman said the training is ongoing and they can't take the time to train someone.

A roll call vote was taken and the motion carried with 17 members approving and 3 members opposing the motion.

Representative Bradley made a motion to put $40,000 in each fiscal year for the microcomputer specialist for AGNET.

Representative Bradley said user fees are generating about $250,000 right now. She said she felt it was absolutely necessary to have a specialist on hand. Representative Lory said there are computer specialists at the college and he felt this money could be saved by utilizing the people on hand.

A roll call vote was taken and the motion failed with 13 members opposing and 7 members approving the motion.

Representative Connelly made a motion to appropriate $51,309 for a forester for nine months.

Federal funds for this position run out in October of 1987. Representative Donaldson said they are trying to round up the federal funds and include language that, if the federal money is available, the general fund will revert.

A roll call vote was taken and the motion failed with 11 members opposing and 8 members approving the motion.

UNIVERSITY SYSTEM: Representative Donaldson (369) said the major issue facing the University System is support. We are currently funding instruction at 97% and support at 95%. 21% is tuition and fees of the unrestricted budget.

Representative Donaldson went over the modified which is outlined on page 24 of Exhibit 5.

Representative Donaldson made a motion to accept the funding outlined on modified (1) Full Funding on page 24 of Exhibit 5.

Representative Spaeth said student fees were 19%, then 21%, then 23%. He said he felt a 2% increase every two years was putting more on the students' backs than necessary. Representative Donaldson said the motion would do two things: bring funding up to our peer schools and bring tuition in line with our peer schools.

Representative Donaldson said we are behind the average in setting tuition. This is a gradual processing of bringing out University System up to the level of the average of our peers.

Representative Waldron (540) noted we spend one-fourth of the general fund on the University System. He said he felt there are some real inefficiencies in this area. He said we have a state population of 780,000 and we have 6 universities, not to mention the community colleges. He said we aren't getting as much for our money as our peer schools. In short, we are spreading out funding for higher education too thinly among too many units to do the job right.

Representative Bradley said this area is getting less in the coming biennium than any other area. She said this motion cuts general fund and uses tuition. She did not feel it was right to use tuition to fund state agencies. She noted students are paying almost one-fourth of their education and we are making it so only the rich can afford higher education. Representative Moore said the Board of Regents raised the fees; we did not.

(Tape 40:B:000)

A roll call vote was taken and the motion carried with 15 members approving and 5 members opposing the motion.

Representative Donaldson made a motion to appropriate $25,000 each fiscal year from general fund to provide clinical education services to law students.

This motion would only affect the University of Montana. Neil Bucklew, President of the University of Montana, (055) said the faculty:student ratio for the Law School was very high and this motion attempts to alleviate that problem. The faculty:student ratio is 800 student credit hours per faculty member. The second highest ratio is 400:1. This modified would give $400 per year per student to ease this problem.

A voice vote was taken and the motion carried with Representatives Connelly and Nathe opposing the motion.

Representative Donaldson (076) went over the modified for Western Montana College which is outlined on page 25 of Exhibit 5. This primarily helps small rural schools.

Representative Donaldson made a motion to appropriate $29,000 in FY 1986 and $31,000 in FY 1987 from general fund to support the Rural Education Center at Western Montana College.

A roll call vote was taken and the motion failed with 11 members opposing and 9 members approving the motion.

Representative Donaldson went over the modified for a phase down of Montana Tech which is outlined on page 25 of Exhibit 5. He said this is a good school but the phase down is just reflective of our economy.

Representative Quilici said Montana Tech is a good school but the economy in that area is not very strong. He said, if we don't phase down for the universities that are losing enrollment, we would have a real problem. This will help the university through the rough times. He noted Montana Tech will lose $2 million and 19 faculty this biennium.

There was a great deal of discussion regarding this issue. Several reasons were cited for the budget problems at this facility. One of the problems is that many of the faculty are engineers. Consequently, the salaries are higher than other faculty. Also, President DeMoney said they have not been adequately funded for three years and they cannot operate at their appropriated level.

Representative Moore made a motion to have the Legislative Fiscal Analyst and the university heads work out the actual figures for the phase down and present them to this committee.

A voice vote was taken and the motion carried unanimously.

Representative Bardanouve said he thought there were some unobligated funds in this budget. Representative Waldron said, if funds are obligated, the legislature cannot touch the money. There was a lot of discussion regarding funding for this university.

Adjourn: The meeting was adjourned at 10:00 p.m.

Francis Bardanouve
FRANCIS BARDANOUVE, Chairman

DAILY ROLL CALL

APPROPRIATIONS COMMITTEE

49th LEGISLATIVE SESSION -- 1985

Date March 19, 1985

NAME	PRESENT	ABSENT	EXCUSED
BARDANOUVE	X		
DONALDSON	X		
BRADLEY	X		
CONNELLY	X		
ERNST	X		
HAND	X		
LORY	X		
MANUEL	X		
MENAHAN	X		
MILLER	X		
MOORE	X		
NATHE	X		
PECK	X		
QUILICI	X		
REHBERG	X		
SPAETH	X		
SWIFT	X		
THOFT	X		
WALDRON	X		
WINSLOW	X		

CS-30

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY	X	
CONNELLY, MARY ELLEN	X	
ERNST, GENE	X	
HAND, BILL		X
LORY, EARL	X	
MANUEL, REX	X	
MENAHAN, WILLIAM	X	
MILLER, RON	X	
MOORE, JACK	X	
NATHE, DENNIS		X
PECK, RAY	X	
QUILICI, JOE	X	
REHBERG, DENNIS	X	
SPAETH, GARY	X	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE		X
WINSLOW, CAL	X	
	14	6

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Winslow made a motion to reduce the Developmentally Disabled Division waiting list with $200,000 in general fund for the biennium.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY		X
CONNELLY, MARY ELLEN		X
ERNST, GENE	X	
HAND, BILL	X	
LORY, EARL	X	
MANUEL, REX	X	
MENAHAN, WILLIAM		X
MILLER, RON	X	
MOORE, JACK	X	
NATHE, DENNIS	X	
PECK, RAY	X	
QUILICI, JOE		X
REHBERG, DENNIS	X	
SPAETH, GARY	X	
SWIFT, BERNIE	X	
THOFT, BOB	X	
WALDRON, STEVE	X	
WINSLOW, CAL		X
	15	5

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Peck made a motion to retain the poverty level at 47%.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY	X	
CONNELLY, MARY ELLEN		X
ERNST, GENE	X	
HAND, BILL	X	
LORY, EARL	X	
MANUEL, REX	X	
MENAHAN, WILLIAM	X	
MILLER, RON	X	
MOORE, JACK	X	
NATHE, DENNIS	X	
PECK, RAY	X	
QUILICI, JOE		X
REHBERG, DENNIS	X	
SPAETH, GARY	X	
SWIFT, BERNIE	X	
THOFT, BOB	X	
WALDRON, STEVE	X	
WINSLOW, CAL		X
	17	3

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Moore made a motion to delete the $1.1 million contingency fund for the Deficit Reduction Act of 1984.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)		X
BRADLEY, DOROTHY	X	
CONNELLY, MARY ELLEN		X
ERNST, GENE		X
HAND, BILL		X
LORY, EARL		X
MANUEL, REX	X	
MENAHAN, WILLIAM		X
MILLER, RON	X	
MOORE, JACK	X	
NATHE, DENNIS	X	
PECK, RAY	X	
QUILICI, JOE		X
REHBERG, DENNIS	X	
SPAETH, GARY	X	
SWIFT, BERNIE	X	
THOFT, BOB	X	
WALDRON, STEVE	X	
WINSLOW, CAL		X
	12	8

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Peck made a substitute motion that the Department not make any changes in optional services without the review of the Legislative Finance Committee.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)		X
BRADLEY, DOROTHY	X	
CONNELLY, MARY ELLEN	absent	
ERNST, GENE		X
HAND, BILL		X
LORY, EARL		X
MANUEL, REX		X
MENAHAN, WILLIAM	X	
MILLER, RON		X
MOORE, JACK		X
NATHE, DENNIS		X
PECK, RAY	X	
QUILICI, JOE		X
REHBERG, DENNIS		X
SPAETH, GARY	X	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE		X
WINSLOW, CAL		X
	5	14

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Spaeth made a motion to appropriate $29,109 in FY 1986 and $28,599 in FY 1987 for a researcher management analyst position from the Board of Education.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY	X	
CONNELLY, MARY ELLEN	X	
ERNST, GENE		X
HAND, BILL		X
LORY, EARL	X	
MANUEL, REX		X
MENAHAN, WILLIAM	X	
MILLER, RON		X
MOORE, JACK		X
NATHE, DENNIS		X
PECK, RAY	X	
QUILICI, JOE	X	
REHBERG, DENNIS		X
SPAETH, GARY		X
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE		X
WINSLOW, CAL		X
	7	13

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Donaldson made a motion to appropriate $8,660 in FY 1986 and $8,663 in FY 1987 for a .5 FTE secretary.

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ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY	X	
CONNELLY, MARY ELLEN	X	
ERNST, GENE	X	
HAND, BILL	X	
LORY, EARL	X	
MANUEL, REX	X	
MENAHAN, WILLIAM	X	
MILLER, RON	X	
MOORE, JACK	X	
NATHE, DENNIS	X	
PECK, RAY	X	
QUILICI, JOE	X	
REHBERG, DENNIS	X	
SPAETH, GARY	X	
SWIFT, BERNIE	X	
THOFT, BOB	X	
WALDRON, STEVE	X	
WINSLOW, CAL	X	
	20	0

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Donaldson made a motion to appropriate $30,250 in each fiscal year for phonic ear equipment.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY	absent	
CONNELLY, MARY ELLEN	X	
ERNST, GENE	X	
HAND, BILL		X
LORY, EARL	X	
MANUEL, REX	X	
MENAHAN, WILLIAM	X	
MILLER, RON	X	
MOORE, JACK	X	
NATHE, DENNIS		X
PECK, RAY	X	
QUILICI, JOE	X	
REHBERG, DENNIS		X
SPAETH, GARY		X
SWIFT, BERNIE	X	
THOFT, BOB	X	
WALDRON, STEVE		X
WINSLOW, CAL		X
	12	7

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Donaldson made a motion to appropriate $40,014 in FY 1986 and $40,038 in FY 1987 for 1.46 FTE teachers.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY		X
CONNELLY, MARY ELLEN	X	
ERNST, GENE	X	
HAND, BILL		X
LORY, EARL	X	
MANUEL, REX		X
MENAHAN, WILLIAM	X	
MILLER, RON	X	
MOORE, JACK	X	
NATHE, DENNIS		X
PECK, RAY		X
QUILICI, JOE		X
REHBERG, DENNIS		X
SPAETH, GARY		X
SWIFT, BERNIE		X
THOFT, BOB	X	
WALDRON, STEVE		X
WINSLOW, CAL	X	
	9	11

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Donaldson made a motion to appropriate $128,763 in FY 1986 and $129,130 for 4 FTEs for the Vocational Education Program.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY	absent	
CONNELLY, MARY ELLEN	X	
ERNST, GENE	X	
HAND, BILL		X
LORY, EARL	X	
MANUEL, REX		X
MENAHAN, WILLIAM	X	
MILLER, RON	X	
MOORE, JACK	X	
NATHE, DENNIS		X
PECK, RAY		X
QUILICI, JOE		X
REHBERG, DENNIS		X
SPAETH, GARY		X
SWIFT, BERNIE		X
THOFT, BOB	X	
WALDRON, STEVE		X
WINSLOW, CAL		X
	8	11

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Miller made a substitute motion to add 3 FTEs for the Vocational Education Program.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY	absent	
CONNELLY, MARY ELLEN	X	
ERNST, GENE	X	
HAND, BILL		X
LORY, EARL	X	
MANUEL, REX	X	
MENAHAN, WILLIAM	X	
MILLER, RON	X	
MOORE, JACK	X	
NATHE, DENNIS	X	
PECK, RAY	X	
QUILICI, JOE	X	
REHBERG, DENNIS		X
SPAETH, GARY	X	
SWIFT, BERNIE	X	
THOFT, BOB	absent	
WALDRON, STEVE	X	
WINSLOW, CAL	X	
	16	2

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Swift made a motion to appropriate $64,381 in FY 1986 and $64,565 in FY 1987 for 2 FTEs for the Vocational Education Program.

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ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)		X
BRADLEY, DOROTHY	absent	
CONNELLY, MARY ELLEN	X	
ERNST, GENE		X
HAND, BILL		X
LORY, EARL	X	
MANUEL, REX	absent	
MENAHAN, WILLIAM		X
MILLER, RON		X
MOORE, JACK		X
NATHE, DENNIS	X	
PECK, RAY		X
QUILICI, JOE		X
REHBERG, DENNIS		X
SPAETH, GARY		X
SWIFT, BERNIE		X
THOFT, BOB	absent	
WALDRON, STEVE	X	
WINSLOW, CAL		X
	4	13

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Lory made a substitute motion to take $100,000 from the Special Education Program to fund the Gifted and Talented Program.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)		X
BRADLEY, DOROTHY	absent	
CONNELLY, MARY ELLEN		X
ERNST, GENE		X
HAND, BILL		X
LORY, EARL		X
MANUEL, REX	absent	
MENAHAN, WILLIAM		X
MILLER, RON		X
MOORE, JACK		X
NATHE, DENNIS	X	
PECK, RAY		X
QUILICI, JOE	X	
REHBERG, DENNIS	X	
SPAETH, GARY	X	
SWIFT, BERNIE	X	
THOFT, BOB	absent	
WALDRON, STEVE	X	
WINSLOW, CAL		X
	7	10

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Spaeth made a substitute motion to take $100,000 from the Special Education Contingency fund to fund the Gifted and Talented Program.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)		X
BRADLEY, DOROTHY	absent	
CONNELLY, MARY ELLEN	X	
ERNST, GENE		X
HAND, BILL		X
LORY, EARL	X	
MANUEL, REX	absent	
MENAHAN, WILLIAM	X	
MILLER, RON	X	
MOORE, JACK		X
NATHE, DENNIS		X
PECK, RAY	X	
QUILICI, JOE	X	
REHBERG, DENNIS		X
SPAETH, GARY	X	
SWIFT, BERNIE	X	
THOFT, BOB	absent	
WALDRON, STEVE		X
WINSLOW, CAL	X	
	9	8

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Peck made a motion to fund the Gifted and Talented Program at $100,000 per year from the general fund.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY	absent	
CONNELLY, MARY ELLEN	X	
ERNST, GENE	X	
HAND, BILL		X
LORY, EARL	X	
MANUEL, REX	X	
MENAHAN, WILLIAM	X	
MILLER, RON	X	
MOORE, JACK	X	
NATHE, DENNIS		X
PECK, RAY		X
QUILICI, JOE	X	
REHBERG, DENNIS		X
SPAETH, GARY		X
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE		X
WINSLOW, CAL		X
	9	10

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Donaldson made a motion to replace lost federal funds of $376,990 and $371,853 with general fund for the Vocational Technical Centers.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY	absent	
CONNELLY, MARY ELLEN	X	
ERNST, GENE	X	
HAND, BILL	X	
LORY, EARL	X	
MANUEL, REX	X	
MENAHAN, WILLIAM		X
MILLER, RON	X	
MOORE, JACK	X	
NATHE, DENNIS		X
PECK, RAY		X
QUILICI, JOE		X
REHBERG, DENNIS		X
SPAETH, GARY	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL	X	
	11	7

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Donaldson made a motion to appropriate $16,137 in each fiscal year for increased rent and janitorial and snow removal expenses for the Commissioner of Higher Education.

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY		X
CONNELLY, MARY ELLEN	X	
ERNST, GENE	absent	
HAND, BILL		X
LORY, EARL	X	
MANUEL, REX	X	
MENAHAN, WILLIAM	absent	
MILLER, RON	X	
MOORE, JACK	X	
NATHE, DENNIS	X	
PECK, RAY	X	
QUILICI, JOE		X
REHBERG, DENNIS	X	
SPAETH, GARY	X	
SWIFT, BERNIE	X	
THOFT, BOB	absent	
WALDRON, STEVE		X
WINSLOW, CAL		X
	12	5

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Donaldson made a motion to adopt Option A of Exhibit 6.

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY		X
CONNELLY, MARY ELLEN		X
ERNST, GENE		X
HAND, BILL	X	
LORY, EARL	X	
MANUEL, REX		X
MENAHAN, WILLIAM	X	
MILLER, RON		X
MOORE, JACK		X
NATHE, DENNIS		X
PECK, RAY		X
QUILICI, JOE	X	
REHBERG, DENNIS		X
SPAETH, GARY		X
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE		X
WINSLOW, CAL	absent	
	5	14

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Donaldson made a motion to appropriate $102,000 from general funds for earthquake hazard evaluation as a biennial appropriation.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY		X
CONNELLY, MARY ELLEN	X	
ERNST, GENE		X
HAND, BILL	X	
LORY, EARL	X	
MANUEL, REX		X
MENAHAN, WILLIAM	X	
MILLER, RON		X
MOORE, JACK		X
NATHE, DENNIS		X
PECK, RAY		X
QUILICI, JOE	X	
REHBERG, DENNIS		X
SPAETH, GARY		X
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE		X
WINSLOW, CAL		X
	6	14

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Lory made a motion to appropriate $42,000 for the biennium from general fund money for the present earthquake monitoring program.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)		X
BRADLEY, DOROTHY		X
CONNELLY, MARY ELLEN		X
ERNST, GENE		X
HAND, BILL	X	
LORY, EARL		X
MANUEL, REX		X
MENAHAN, WILLIAM		X
MILLER, RON		X
MOORE, JACK	X	
NATHE, DENNIS		X
PECK, RAY		X
QUILICI, JOE		X
REHBERG, DENNIS		X
SPAETH, GARY		X
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL		X
	3	17

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Moore made a motion to decrease the budget for the Agricultural Experiment Station by $500,000 in both fiscal years.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)		X
BRADLEY, DOROTHY		X
CONNELLY, MARY ELLEN	X	
ERNST, GENE		X
HAND, BILL		X
LORY, EARL	X	
MANUEL, REX		X
MENAHAN, WILLIAM		X
MILLER, RON		X
MOORE, JACK	X	
NATHE, DENNIS	X	
PECK, RAY	X	
QUILICI, JOE	X	
REHBERG, DENNIS	X	
SPAETH, GARY	X	
SWIFT, BERNIE	X	
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL	X	
	12	8

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Moore made a motion to take a 2% vacancy savings on faculty and research graduate students in the Agricultural Experiment Station.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY	X	
CONNELLY, MARY ELLEN	X	
ERNST, GENE	X	
HAND, BILL		X
LORY, EARL	X	
MANUEL, REX	X	
MENAHAN, WILLIAM	X	
MILLER, RON	X	
MOORE, JACK	X	
NATHE, DENNIS	X	
PECK, RAY		X
QUILICI, JOE	X	
REHBERG, DENNIS	X	
SPAETH, GARY	X	
SWIFT, BERNIE	X	
THOFT, BOB	X	
WALDRON, STEVE	X	
WINSLOW, CAL	X	
	17	3

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Manuel made a motion to include $40,800 in FY 1986 and $42,228 in FY 1987 for a pesticide specialist.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY	X	
CONNELLY, MARY ELLEN		X
ERNST, GENE	X	
HAND, BILL		X
LORY, EARL	X	
MANUEL, REX	X	
MENAHAN, WILLIAM	X	
MILLER, RON	X	
MOORE, JACK		X
NATHE, DENNIS		X
PECK, RAY		X
QUILICI, JOE		X
REHBERG, DENNIS		X
SPAETH, GARY		X
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE		X
WINSLOW, CAL		X
	7	13

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Bradley made a motion to put $40,000 in each fiscal year for the microcomputer specialist for AGNET.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY		X
CONNELLY, MARY ELLEN	X	
ERNST, GENE		X
HAND, BILL		X
LORY, EARL	X	
MANUEL, REX	X	
MENAHAN, WILLIAM	X	
MILLER, RON	X	
MOORE, JACK		X
NATHE, DENNIS		X
PECK, RAY		X
QUILICI, JOE	X	
REHBERG, DENNIS		X
SPAETH, GARY	X	
SWIFT, BERNIE	X	
THOFT, BOB		X
WALDRON, STEVE		X
WINSLOW, CAL		X
	9	11

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Connelly made a motion to appropriate $51,309 for a forester for nine months.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY		X
CONNELLY, MARY ELLEN	X	
ERNST, GENE	X	
HAND, BILL	X	
LORY, EARL	X	
MANUEL, REX	X	
MENAHAN, WILLIAM	X	
MILLER, RON	X	
MOORE, JACK	X	
NATHE, DENNIS		X
PECK, RAY	X	
QUILICI, JOE	X	
REHBERG, DENNIS		X
SPAETH, GARY		X
SWIFT, BERNIE	X	
THOFT, BOB	X	
WALDRON, STEVE	X	
WINSLOW, CAL	X	
	15	5

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Donaldson made a motion to accept the funding outlined on modified (1) Full Funding on page 24 of Exhibit 5.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 19, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	X	
BRADLEY, DOROTHY		X
CONNELLY, MARY ELLEN		X
ERNST, GENE	X	
HAND, BILL	X	
LORY, EARL	X	
MANUEL, REX	X	
MENAHAN, WILLIAM	X	
MILLER, RON		X
MOORE, JACK		X
NATHE, DENNIS		X
PECK, RAY		X
QUILICI, JOE	X	
REHBERG, DENNIS		X
SPAETH, GARY		X
SWIFT, BERNIE	X	
THOFT, BOB	X	
WALDRON, STEVE		X
WINSLOW, CAL		X
	9	11

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Donaldson made a motion to appropriate $29,000 in FY 1986 and $31,000 in FY 1987 from general fund to support the Rural Education Center at Western Montana College.

CS-31

[redacted]

EXHIBIT 1
March 19, 1985
All Agencies

REPORT LRSUB01C.1 STATE OF MONTANA RUN DAT
OFFICE OF THE LEGISLATIVE FISCAL ANALYST TIM
LEGISLATIVE INTERACTIVE BUDGETING SYSTEM PAG
BUDGET ANALYSIS REPORT TABLES

SBC	AGENCY	GROUP	PGM	PAGE		CONTENTS DESCRIPTION
A	1101	..	..	1		LEGISLATIVE AUDITOR
A	1102	..	..	2		LEGISLATIVE FISCAL ANALYST
~~A~~	~~1104~~	~~..~~	~~..~~	~~3~~		~~LEGISLATIVE COUNCIL~~
A	1111	..	..	4		ENVIRONMENTAL QUALITY COUNCIL
A	1112	..	..	5		CONSUMER COUNCIL
~~A~~	~~2110~~	~~..~~	~~..~~	~~6~~		~~JUDICIARY~~
A	3101	..	..	7		GOVERNOR'S OFFICE
A	3201	..	..	8		SECRETARY OF STATE
~~A~~	~~3202~~	~~..~~	~~..~~	~~9~~		~~COMMISSIONER OF POL PRACTICES~~
A	3401	..	..	10		STATE AUDITOR'S OFFICE
A	4107	..	..	11		CRIME CONTROL DIVISION
~~A~~	~~4108~~	~~..~~	~~..~~	~~12~~		~~HIGHWAY TRAFFIC SAFETY~~
A	4110	..	..	13		DEPARTMENT OF JUSTICE
A	5401	..	..	14		DEPARTMENT OF HIGHWAYS
~~A~~	~~5801~~	~~..~~	~~..~~	~~15~~		~~DEPARTMENT OF REVENUE~~
A	6101	..	..	16		DEPARTMENT OF ADMINISTRATION
A	6104	..	..	17		PUBLIC EMPLOYMENT RETIREMENT
~~A~~	~~6105~~	~~..~~	~~..~~	~~18~~		~~TEACHERS RETIREMENT SYSTEM~~
A	6701	..	..	19		ADJUTANT GENERAL
A	6702	..	..	20		DISASTER & EMERGENCY SERV DIV
~~A~~	~~....~~	~~..~~	~~..~~	~~21~~		~~LEGISLATIVE, JUDICIAL, & ADMIN~~
B	5301	..	..	22		DEPT OF HEALTH & ENVIR SCIENCE
B	6601	..	..	23		DOLI/COMMISSIONER'S OFFICE
~~B~~	~~6602~~	~~..~~	~~..~~	~~24~~		~~DOLI/EMPLOYMENT SECURITY~~
B	6603	..	..	25		DIVISION OF WORKERS' COMP
B	6901	..	..	26		DEPT OF SOCIAL & REHAB SERV
~~B~~	~~....~~	~~..~~	~~..~~	~~27~~		~~HUMAN SERVICES~~
C	4201	..	..	28		DEPT OF PUBLIC SERVICE REGUL
C	5201	..	..	29		DEPT OF FISH, WILDLIFE, PARKS
~~C~~	~~5501~~	~~..~~	~~..~~	~~30~~		~~DEPARTMENT OF STATE LANDS~~
C	5603	..	..	31		DEPARTMENT OF LIVESTOCK
C	5706	..	..	32		DEPT OF NATURAL RES & CONSERV
~~C~~	~~6201~~	~~..~~	~~..~~	~~33~~		~~DEPARTMENT OF AGRICULTURE~~
C	6501	..	..	34		DEPARTMENT OF COMMERCE
C	....	..	..	35		NATURAL RESOURCES AND BUSINESS
~~D~~	~~5115~~	~~..~~	~~..~~	~~36~~		~~MONTANA STATE LIBRARY~~
D	5117	..	..	37		MONTANA HISTORICAL SOCIETY
D	6401	..	..	38		DEPARTMENT OF INSTITUTIONS
~~D~~	~~6402~~	~~..~~	~~..~~	~~39~~		~~BOULDER RIVER SCHOOL & HOSP~~
D	6404	..	..	40		CENTER FOR THE AGED
D	6405	..	..	41		EASTMONT TRAINING CENTER
~~D~~	~~6407~~	~~..~~	~~..~~	~~42~~		~~MOUNTAIN VIEW SCHOOL~~
D	6408	..	..	43		PINE HILLS SCHOOL
D	6409	..	..	44		MONTANA STATE PRISON
~~D~~	~~6410~~	~~..~~	~~..~~	~~45~~		~~SWAN RIVER YOUTH FOREST CAMP~~
D	6411	..	..	46		VETERANS' HOME
D	6412	..	..	47		MONTANA STATE HOSPITAL
~~D~~	~~6413~~	~~..~~	~~..~~	~~48~~		~~BOARD OF PARDONS~~
D	6414	..	..	49		MONTANA YOUTH TREATMENT CENTER
D	....	..	..	50		INSTITUTIONS
~~E~~	~~3501~~	~~..~~	~~..~~	~~51~~		~~OFFICE OF PUBLIC INSTRUCTION~~
E	3511	..	..	52	***	BILLINGS VO-TECH
E	3512	..	..	53	***	BUTTE VO-TECH

BUDGET ANALYSIS REPORT TABLES

REPORT LRSUE01C.2

STATE OF MONTANA
OFFICE OF THE LEGISLATIVE FISCAL ANALYST
LEGISLATIVE INTERACTIVE BUDGETING SYSTEM
MAIN TABLE REPORT

RUN DATE: 03/18/85
TIME: 16:32:25
PAGE: 1

SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 1101 - LEGISLATIVE AUDITOR

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	65.00	65.00	65.00	100.00
EXPENSES					
PERSONAL SERVICES	+1,529,726	+1,983,111	+1,727,599	+1,727,599	(1.64)
OPERATING EXPENSE	+322,578	+535,691	+385,084	+381,464	(10.68)
EQUIPMENT	+30,318	+4,500	+9,394	+18,550	(19.74)
INFLATION	+0	+0	+10,875	+16,050	100.00
TOTAL OPER COSTS	+1,882,622	+2,523,302	+2,132,952	+2,143,663	(2.93)
TOTAL EXPENSES**	+1,882,622	+2,523,302	+2,132,952	+2,143,663	(2.93)
FUND SOURCES					
GENERAL FUND	+1,085,455	+1,692,776	+1,305,700	+1,275,324	(7.09)
STATE SPECIAL FUND	+797,167	+830,526	+827,252	+868,339	4.17
TOTAL FUNDING***	+1,882,622	+2,523,302	+2,132,952	+2,143,663	(2.93)

STATE OF MONTANA
OFFICE OF THE LEGISLATIVE FISCAL ANALYST
LEGISLATIVE INTERACTIVE BUDGETING SYSTEM
MAIN TABLE REPORT

SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 1102 - LEGISLATIVE FISCAL ANALYST

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	15.50	15.50	15.50	100.00
EXPENSES					
PERSONAL SERVICES	+407,646	+471,281	+522,888	+523,386	19.03
OPERATING EXPENSE	+101,217	+141,219	+143,372	+146,460	19.54
EQUIPMENT	+37,290	+2,750	+2,750	+2,750	(86.26)
INFLATION	+0	+0	+5,733	+8,406	100.00
TOTAL OPER COSTS	+546,153	+615,250	+674,743	+681,002	16.73
TOTAL EXPENSES**	+546,153	+615,250	+674,743	+681,002	16.73
FUND SOURCES					
GENERAL FUND	+546,153	+615,250	+674,743	+681,002	16.73
TOTAL FUNDING***	+546,153	+615,250	+674,743	+681,002	16.73

REPORT LRSUE01C.2

STATE OF MONTANA
OFFICE OF THE LEGISLATIVE FISCAL ANALYST
LEGISLATIVE INTERACTIVE BUDGETING SYSTEM
MAIN TABLE REPORT

RUN DATE: 03/18/85
TIME: 16:32:25
PAGE: 3

SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 1104 - LEGISLATIVE COUNCIL

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	57.00	57.00	57.00	100.00
EXPENSES					
PERSONAL SERVICES	+1,045,566	+1,431,680	+1,327,855	+1,566,696	16.84
OPERATING EXPENSE	+1,039,436	+860,266	+1,565,022	+637,877	15.96
EQUIPMENT	+93,370	+13,538	+35,776	+28,193	(40.16)
INFLATION	+0	+0	+231	+376	100.00
TOTAL OPER COSTS	+2,178,372	+2,305,484	+2,928,884	+2,233,142	15.12
TOTAL EXPENSES**	+2,178,372	+2,305,484	+2,928,884	+2,233,142	15.12
FUND SOURCES					
GENERAL FUND	+1,643,441	+2,126,484	+1,947,884	+2,233,142	10.90
STATE SPECIAL FUND	+534,931	+179,000	+981,000	+0	37.40
TOTAL FUNDING***	+2,178,372	+2,305,484	+2,928,884	+2,233,142	15.12

SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 1111 - ENVIRONMENTAL QUALITY COUNCIL

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	6.25	6.25	6.25	100.00
EXPENSES					
PERSONAL SERVICES	+140,468	+164,062	+168,297	+168,299	10.52
OPERATING EXPENSE	+62,556	+69,179	+64,749	+63,825	(2.40)
EQUIPMENT	+11,776	+0	+0	+0	(100.00)
INFLATION	+0	+0	+2,397	+3,572	100.00
TOTAL OPER COSTS	+214,800	+233,241	+235,443	+235,696	5.15
TOTAL EXPENSES**	+214,800	+233,241	+235,443	+235,696	5.15
FUND SOURCES					
GENERAL FUND	+214,800	+233,241	+235,443	+235,696	5.15
TOTAL FUNDING***	+214,800	+233,241	+235,443	+235,696	5.15

STATE OF MONTANA
OFFICE OF THE LEGISLATIVE FISCAL ANALYST
LEGISLATIVE INTERACTIVE BUDGETING SYSTEM
MAIN TABLE REPORT

SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 1112 - CONSUMER COUNCIL

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	4.25	4.25	4.25	100.00
EXPENSES					
PERSONAL SERVICES	+151,845	+174,006	+178,354	+192,134	13.69
OPERATING EXPENSE	+481,949	+529,350	+638,946	+639,822	26.44
EQUIPMENT	+3,019	+900	+20,000	+1,000	435.85
INFLATION	+0	+0	+44,476	+64,614	100.00
TOTAL OPER COSTS	+636,813	+704,256	+881,776	+897,570	32.68
TOTAL EXPENSES**	+636,813	+704,256	+881,776	+897,570	32.68
FUND SOURCES					
STATE SPECIAL FUND	+636,813	+704,256	+881,776	+897,570	32.68
TOTAL FUNDING***	+636,813	+704,256	+881,776	+897,570	32.68

STATE OF MONTANA
OFFICE OF THE LEGISLATIVE FISCAL ANALYST
LEGISLATIVE INTERACTIVE BUDGETING SYSTEM
MAIN TABLE REPORT

SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 2110 - JUDICIARY

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	90.50	91.00	91.00	101.10
EXPENSES					
PERSONAL SERVICES	+3,035,705	+3,290,754	+3,517,598	+3,528,273	11.37
OPERATING EXPENSE	+685,833	+997,059	+907,807	+912,911	8.18
EQUIPMENT	+262,814	+240,293	+251,437	+218,878	(6.51)
INFLATION	+0	+0	+65,533	+97,720	100.00
TOTAL OPER COSTS	+3,984,352	+4,528,106	+4,742,375	+4,757,782	11.60
NON-OPERATING COSTS	+96,855	+98,933	+97,542	+100,885	1.34
TOTAL EXPENSES**	+4,081,207	+4,627,039	+4,839,917	+4,858,667	11.37
FUND SOURCES					
GENERAL FUND	+3,833,793	+3,998,123	+4,252,974	+4,255,722	8.64
STATE SPECIAL FUND	+247,414	+628,916	+586,943	+602,945	35.78
TOTAL FUNDING***	+4,081,207	+4,627,039	+4,839,917	+4,858,667	11.37

STATE OF MONTANA
OFFICE OF THE LEGISLATIVE FISCAL ANALYST
LEGISLATIVE INTERACTIVE BUDGETING SYSTEM
MAIN TABLE REPORT

SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 3101 - GOVERNOR'S OFFICE

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	CURRENT LEVEL FISCAL 1986	CURRENT LEVEL FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	57.50	58.90	58.90	104.86
EXPENSES					
PERSONAL SERVICES	+1,604,305	+1,710,191	+1,845,923	+1,855,361	11.66
OPERATING EXPENSE	+800,049	+809,193	+891,724	+913,053	12.15
EQUIPMENT	+36,449	+4,295	+5,000	+4,200	(77.42)
INFLATION	+0	+0	+29,648	+45,169	100.00
TOTAL OPER COSTS	+2,440,803	+2,523,679	+2,772,295	+2,817,783	12.60
TOTAL EXPENSES**	+2,440,803	+2,523,679	+2,772,295	+2,817,783	12.60
FUND SOURCES					
GENERAL FUND	+2,122,505	+2,111,679	+2,330,556	+2,354,033	10.63
FEDERAL REVENUE	+318,298	+412,000	+441,739	+463,750	23.98
TOTAL FUNDING***	+2,440,803	+2,523,679	+2,772,295	+2,817,783	12.60

STATE OF MONTANA
OFFICE OF THE LEGISLATIVE FISCAL ANALYST
LEGISLATIVE INTERACTIVE BUDGETING SYSTEM
MAIN TABLE REPORT

SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 3201 - SECRETARY OF STATE

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	30.00	30.00	29.50	98.33
EXPENSES					
PERSONAL SERVICES	+570,176	+619,515	+631,094	+625,252	5.60
OPERATING EXPENSE	+417,498	+465,807	+356,056	+379,714	(16.70)
EQUIPMENT	+16,802	+0	+5,600	+1,796	(55.98)
INFLATION	+0	+0	+11,664	+17,049	100.00
TOTAL OPER COSTS	+1,004,476	+1,085,322	+1,004,414	+1,023,811	(2.94)
NON-OPERATING COSTS	+70,220	+0	+51,600	+51,600	46.96
TOTAL EXPENSES**	+1,074,696	+1,085,322	+1,056,014	+1,075,411	(1.32)
FUND SOURCES					
GENERAL FUND	+901,609	+872,397	+894,010	+913,721	1.90
STATE SPECIAL FUND	+173,087	+212,925	+162,004	+161,690	(16.14)
TOTAL FUNDING***	+1,074,696	+1,085,322	+1,056,014	+1,075,411	(1.32)

SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 3202 - COMMISSIONER OF POL PRACTICES

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	5.00	4.75	4.75	90.00
EXPENSES					
PERSONAL SERVICES	+124,866	+122,872	+123,977	+124,136	0.15
OPERATING EXPENSE	+15,919	+18,153	+21,613	+15,660	9.39
EQUIPMENT	+195	+0	+195	+0	0.00
INFLATION	+0	+0	+655	+973	100.00
TOTAL OPER COSTS	+140,980	+141,025	+146,440	+140,769	1.84
TOTAL EXPENSES**	+140,980	+141,025	+146,440	+140,769	1.84
FUND SOURCES					
GENERAL FUND	+140,804	+140,275	+145,156	+139,769	1.36
STATE SPECIAL FUND	+176	+750	+1,284	+1,000	146.65
TOTAL FUNDING***	+140,980	+141,025	+146,440	+140,769	1.84

REPORT LRSUB01C.2

STATE OF MONTANA
OFFICE OF THE LEGISLATIVE FISCAL ANALYST
LEGISLATIVE INTERACTIVE BUDGETING SYSTEM
MAIN TABLE REPORT

RUN DATE: 03/18/85
TIME: 16:32:25

SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 3401 - STATE AUDITOR'S OFFICE

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	59.00	59.00	59.00	100.00
EXPENSES					
PERSONAL SERVICES	+1,255,449	+1,274,507	+1,310,645	+1,312,211	3.67
OPERATING EXPENSE	+932,131	+1,010,287	+888,436	+852,365	(10.38)
EQUIPMENT	+11,271	+2,119	+11,934	+1,000	(3.40)
INFLATION	+0	+0	+19,021	+28,204	100.00
TOTAL OPER COSTS	+2,198,851	+2,286,913	+2,230,036	+2,193,780	(1.38)
TOTAL EXPENSES**	+2,198,851	+2,286,913	+2,230,036	+2,193,780	(1.38)
FUND SOURCES					
GENERAL FUND	+1,965,524	+2,058,509	+1,925,036	+1,888,780	(5.22)
STATE SPECIAL FUND	+233,327	+228,404	+305,000	+305,000	32.11
TOTAL FUNDING***	+2,198,851	+2,286,913	+2,230,036	+2,193,780	(1.38)

SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 4107 - CRIME CONTROL DIVISION

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	13.00	14.00	14.00	115.38
EXPENSES					
PERSONAL SERVICES	+348,708	+364,131	+400,767	+401,287	12.51
OPERATING EXPENSE	+141,482	+145,876	+167,213	+157,677	13.06
EQUIPMENT	+4,577	+0	+500	+500	(78.15)
INFLATION	+0	+0	+6,170	+9,120	100.00
TOTAL OPER COSTS	+494,767	+510,007	+574,650	+568,584	13.78
TOTAL EXPENSES**	+494,767	+510,007	+574,650	+568,584	13.78
FUND SOURCES					
GENERAL FUND	+412,304	+424,367	+492,150	+486,084	16.91
FEDERAL REVENUE	+82,463	+85,640	+82,500	+82,500	(1.84)
TOTAL FUNDING***	+494,767	+510,007	+574,650	+568,584	13.78

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SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 4108 - HIGHWAY TRAFFIC SAFETY

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	8.50	8.50	8.50	100.00
EXPENSES					
PERSONAL SERVICES	+232,729	+225,344	+246,570	+247,277	7.80
OPERATING EXPENSE	+151,899	+160,288	+154,596	+152,538	(1.61)
EQUIPMENT	+0	+0	+10,000	+0	100.00
INFLATION	+0	+0	+9,212	+13,628	100.00
TOTAL OPER COSTS	+384,628	+385,632	+420,378	+413,443	8.25
NON-OPERATING COSTS	+479,922	+1,058,554	+1,100,000	+1,100,000	42.99
TOTAL EXPENSES**	+864,550	+1,444,186	+1,520,378	+1,513,443	31.40
FUND SOURCES					
STATE SPECIAL FUND	+68,316	+70,283	+71,466	+70,691	2.56
FEDERAL REVENUE	+796,234	+1,373,903	+1,448,912	+1,442,752	33.24
TOTAL FUNDING***	+864,550	+1,444,186	+1,520,378	+1,513,443	31.40

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SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 4110 - DEPARTMENT OF JUSTICE

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	523.35	522.35	522.35	99.61
EXPENSES					
PERSONAL SERVICES	+13,108,844	+13,003,985	+13,612,255	+13,664,216	4.45
OPERATING EXPENSE	+4,737,105	+4,780,866	+4,766,736	+4,314,912	(4.58)
EQUIPMENT	+1,188,132	+876,655	+1,160,212	+1,180,570	13.36
INFLATION	+0	+0	+176,343	+304,284	100.00
TOTAL OPER COSTS	+19,034,081	+18,661,506	+19,715,546	+19,463,982	3.93
TOTAL EXPENSES**	+19,034,081	+18,661,506	+19,715,546	+19,463,982	3.93
FUND SOURCES					
GENERAL FUND	+8,991,637	+9,059,920	+8,574,150	+8,294,895	(6.55)
STATE SPECIAL FUND	+9,317,179	+9,027,301	+10,486,622	+10,513,847	14.47
FEDERAL REVENUE	+347,249	+208,803	+243,425	+244,845	(12.19)
PROPRIETARY FUNDS	+378,016	+365,482	+411,349	+410,395	10.52
TOTAL FUNDING***	+19,034,081	+18,661,506	+19,715,546	+19,463,982	3.93

SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 5401 - DEPARTMENT OF HIGHWAYS

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	1,971.85	1,971.85	1,943.85	98.58
EXPENSES					
PERSONAL SERVICES	+46,840,651	+50,677,591	+50,924,290	+50,351,405	3.85
OPERATING EXPENSE	+162,038,137	+203,222,147	+238,019,624	+203,082,785	20.76
EQUIPMENT	+5,860,036	+4,906,336	+6,291,002	+5,779,994	12.11
INFLATION	+0	+0	+1,742,791	+2,637,414	100.00
TOTAL OPER COSTS	+214,738,824	+258,806,074	+296,977,707	+261,851,598	18.00
NON-OPERATING COSTS	+9,514,270	+3,795,675	+19,289,536	+19,647,389	192.54
TOTAL EXPENSES**	+224,253,094	+262,601,749	+316,267,243	+281,498,987	22.78
FUND SOURCES					
STATE SPECIAL FUND	+103,265,032	+118,031,694	+176,733,556	+153,686,367	49.31
FEDERAL REVENUE	+108,018,074	+130,426,754	+126,328,033	+114,173,497	0.86
PROPRIETARY FUNDS	+12,969,988	+14,143,301	+13,205,654	+13,639,123	(0.99)
TOTAL FUNDING***	+224,253,094	+262,601,749	+316,267,243	+281,498,987	22.78

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SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 5801 - DEPARTMENT OF REVENUE

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	759.97	757.47	757.47	99.34
EXPENSES					
PERSONAL SERVICES	+15,253,607	+25,035,019	+15,540,881	+15,464,370	(23.04)
OPERATING EXPENSE	+3,297,860	+6,360,810	+4,154,374	+3,754,104	(18.12)
EQUIPMENT	+628,703	+555,102	+357,259	+200,969	(52.84)
INFLATION	+0	+0	+140,463	+213,701	100.00
TOTAL OPER COSTS	+19,180,170	+31,950,931	+20,192,977	+19,633,144	(22.11)
NON-OPERATING COSTS	+111,119	+240,000	+155,000	+160,000	(10.28)
TOTAL EXPENSES**	+19,291,289	+32,190,931	+20,347,977	+19,793,144	(22.03)
FUND SOURCES					
GENERAL FUND	+16,828,429	+28,309,738	+17,597,727	+17,076,447	(23.18)
STATE SPECIAL FUND	+781,567	+795,961	+857,156	+865,114	9.17
FEDERAL REVENUE	+1,093,800	+2,289,456	+1,212,398	+1,206,840	(28.49)
PROPRIETARY FUNDS	+587,493	+795,776	+680,696	+644,743	(4.18)
TOTAL FUNDING***	+19,291,289	+32,190,931	+20,347,977	+19,793,144	(22.03)

SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 6101 - DEPARTMENT OF ADMINISTRATION

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	411.59	403.84	409.09	97.50
EXPENSES					
PERSONAL SERVICES	+9,450,735	+16,084,145	+10,257,605	+10,361,452	(19.25)
OPERATING EXPENSE	+12,658,643	+20,607,855	+15,893,415	+16,207,057	(3.50)
EQUIPMENT	+1,377,134	+2,207,315	+1,821,585	+1,177,316	(16.33)
INFLATION	+0	+0	+685,452	+1,139,648	100.00
TOTAL OPER COSTS	+23,486,512	+38,899,315	+28,658,057	+28,885,473	(7.76)
NON-OPERATING COSTS	+1,561,622	+216,908	+14,584,256	+14,657,821	1544.17
TOTAL EXPENSES**	+25,048,134	+39,116,223	+43,242,313	+43,543,294	35.25
FUND SOURCES					
GENERAL FUND	+4,032,020	+5,919,740	+16,065,846	+16,093,691	223.15
STATE SPECIAL FUND	+1,561,053	+2,537,553	+1,897,287	+1,743,725	(11.16)
OTHER APPROP FUNDS	+49,996	+100,000	+568,503	+573,324	661.23
PROPRIETARY FUNDS	+19,405,065	+30,558,930	+24,710,677	+25,132,554	(0.24)
TOTAL FUNDING***	+25,048,134	+39,116,223	+43,242,313	+43,543,294	35.25

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SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 6104 - PUBLIC EMPLOYMENT RETIREMENT

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	0.00	23.00	23.00	100.00
EXPENSES					
PERSONAL SERVICES	+0	+457,743	+514,183	+515,095	124.85
OPERATING EXPENSE	+0	+323,420	+319,437	+275,021	83.80
EQUIPMENT	+0	+500	+6,969	+2,500	1793.80
TOTAL OPER COSTS	+0	+781,663	+840,589	+792,616	108.93
TOTAL EXPENSES**	+0	+781,663	+840,589	+792,616	108.93
FUND SOURCES					
OTHER APPROP FUNDS	+0	+781,663	+840,589	+792,616	108.93
TOTAL FUNDING***	+0	+781,663	+840,589	+792,616	108.93

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SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 6105 - TEACHERS RETIREMENT SYSTEM

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	10.58	11.00	11.00	107.93
EXPENSES					
PERSONAL SERVICES	+187,258	+212,323	+237,921	+237,312	18.93
OPERATING EXPENSE	+308,328	+143,759	+199,124	+130,464	(27.09)
EQUIPMENT	-619	+16,146	+1,248	+0	(91.96)
INFLATION	+0	+0	+23,206	+39,043	100.00
TOTAL OPER COSTS	+494,967	+372,228	+461,499	+406,819	0.12
NON-OPERATING COSTS	+33,021,885	+0	+0	+0	(100.00)
TOTAL EXPENSES**	+33,516,852	+372,228	+461,499	+406,819	(97.43)
FUND SOURCES					
OTHER APPROP FUNDS	+33,516,852	+372,228	+461,499	+406,819	(97.43)
TOTAL FUNDING***	+33,516,852	+372,228	+461,499	+406,819	(97.43)

SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 6701 - ADJUTANT GENERAL

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	59.00	57.50	57.50	94.91
EXPENSES					
PERSONAL SERVICES	+1,183,527	+1,231,524	+1,231,196	+1,233,040	2.03
OPERATING EXPENSE	+1,465,779	+1,716,956	+1,379,575	+1,385,162	(13.13)
EQUIPMENT	+132,984	+800	+0	+6,000	(95.51)
INFLATION	+0	+0	+95,791	+141,574	100.00
TOTAL OPER COSTS	+2,782,290	+2,949,280	+2,706,562	+2,765,776	(4.52)
NON-OPERATING COSTS	+2,280	+2,280	+2,280	+2,280	0.00
TOTAL EXPENSES**	+2,784,570	+2,951,560	+2,708,842	+2,768,056	(4.52)
FUND SOURCES					
GENERAL FUND	+1,733,614	+1,809,316	+1,620,292	+1,648,889	(7.72)
FEDERAL REVENUE	+1,050,956	+1,142,244	+1,088,550	+1,119,167	0.66
TOTAL FUNDING***	+2,784,570	+2,951,560	+2,708,842	+2,768,056	(4.52)

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SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN
AGENCY: 6702 - DISASTER & EMERGENCY SERV DIV

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	21.00	21.00	21.00	100.00
EXPENSES					
PERSONAL SERVICES	+524,528	+529,903	+543,260	+544,946	3.20
OPERATING EXPENSE	+123,283	+139,546	+119,738	+111,476	(12.02)
EQUIPMENT	+12,359	+943	+21,500	+898	68.38
INFLATION	+0	+0	+7,461	+11,120	100.00
TOTAL OPER COSTS	+660,170	+670,392	+691,959	+668,440	2.24
NON-OPERATING COSTS	+826,221	+0	+0	+0	(100.00)
TOTAL EXPENSES**	+1,486,391	+670,392	+691,959	+668,440	(36.92)
FUND SOURCES					
GENERAL FUND	+216,003	+222,525	+223,534	+222,867	1.79
FEDERAL REVENUE	+1,270,388	+447,867	+468,425	+445,573	(46.80)
TOTAL FUNDING***	+1,486,391	+670,392	+691,959	+668,440	(36.92)

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SUBCOMMITTEE: A -- LEGISLATIVE, JUDICIAL, & ADMIN

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	CURRENT LEVEL FISCAL 1986	CURRENT LEVEL FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	4,168.84	4,182.16	4,158.91	100.08
EXPENSES					
PERSONAL SERVICES	+96,996,339	+119,063,687	+104,863,158	+104,643,747	(3.03)
OPERATING EXPENSE	+189,781,682	+243,037,727	+271,036,641	+234,514,347	16.80
EQUIPMENT	+9,706,610	+8,832,192	+10,012,361	+8,625,114	0.53
INFLATION	+0	+0	+3,077,122	+4,791,665	100.00
TOTAL OPER COSTS	+296,484,631	+370,933,606	+388,989,282	+352,574,873	11.10
NON-OPERATING COSTS	+45,684,394	+5,412,350	+35,280,214	+35,719,975	38.95
TOTAL EXPENSES**	+342,169,025	+376,345,956	+424,269,496	+388,294,848	13.08
FUND SOURCES					
GENERAL FUND	+44,668,091	+59,594,340	+58,285,201	+57,800,062	11.33
STATE SPECIAL FUND	+117,616,062	+133,247,569	+193,791,346	+169,716,288	44.90
FEDERAL REVENUE	+112,977,462	+136,386,667	+131,313,982	+119,178,924	0.45
OTHER APPROP FUNDS	+33,566,848	+1,253,891	+1,870,591	+1,772,759	(89.53)
PROPRIETARY FUNDS	+33,340,562	+45,863,489	+39,008,376	+39,826,815	(0.46)
TOTAL FUNDING***	+342,169,025	+376,345,956	+424,269,496	+388,294,848	13.08

REPORT LRSUB01C.2

STATE OF MONTANA
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SUBCOMMITTEE: B -- HUMAN SERVICES
AGENCY: 5301 - DEPT OF HEALTH & ENVIR SCIENCE

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	CURRENT LEVEL FISCAL 1986	CURRENT LEVEL FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	224.18	216.75	216.75	93.37
EXPENSES					
PERSONAL SERVICES	+5,895,656	+3,466,636	+5,889,745	+5,901,819	25.94
OPERATING EXPENSE	+7,763,559	+5,915,551	+7,205,364	+7,151,845	4.95
EQUIPMENT	+174,701	+8,179	+95,867	+12,305	(40.85)
INFLATION	+0	+0	+156,826	+221,245	100.00
TOTAL OPER COSTS	+13,833,916	+9,390,366	+13,347,802	+13,287,214	14.68
NON-OPERATING COSTS	+6,160,650	+4,280,585	+5,737,731	+5,739,506	9.92
TOTAL EXPENSES**	+19,994,566	+13,670,951	+19,085,533	+19,026,720	13.20
FUND SOURCES					
GENERAL FUND	+3,466,390	+2,281,382	+3,452,813	+3,473,233	20.08
STATE SPECIAL FUND	+1,291,340	+176,530	+2,056,599	+2,016,597	177.49
FEDERAL REVENUE	+15,215,516	+11,213,039	+13,576,121	+13,536,890	2.58
OTHER APPROP FUNDS	+1,320	+0	+0	+0	(100.00)

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SUBCOMMITTEE: B -- HUMAN SERVICES
AGENCY: 6601 - DOLI/COMMISSIONER'S OFFICE

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	44.50	42.75	42.75	92.13
EXPENSES					
PERSONAL SERVICES	+1,139,855	+992,608	+1,160,445	+1,163,242	8.96
OPERATING EXPENSE	+374,438	+358,963	+385,227	+388,808	5.54
EQUIPMENT	+16,589	+1,500	+346	+0	(98.08)
INFLATION	+0	+0	+12,390	+18,336	100.00
TOTAL OPER COSTS	+1,530,882	+1,353,071	+1,558,408	+1,570,386	8.48
TOTAL EXPENSES**	+1,530,882	+1,353,071	+1,558,408	+1,570,386	8.48
FUND SOURCES					
GENERAL FUND	+986,635	+1,013,719	+1,043,160	+1,058,618	5.07
STATE SPECIAL FUND	+2,800	+2,800	+3,250	+3,250	16.07
FEDERAL REVENUE	+541,447	+333,052	+508,498	+505,018	15.89
PROPRIETARY FUNDS	+0	+3,500	+3,500	+3,500	100.00
TOTAL FUNDING***	+1,530,882	+1,353,071	+1,558,408	+1,570,386	8.48

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SUBCOMMITTEE: B -- HUMAN SERVICES
AGENCY: 6602 - DOLI/EMPLOYMENT SECURITY

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	560.90	563.90	563.90	101.06
EXPENSES					
PERSONAL SERVICES	+11,991,568	+12,620,792	+12,841,594	+12,861,818	4.43
OPERATING EXPENSE	+2,969,354	+3,514,143	+3,325,946	+3,346,198	2.90
EQUIPMENT	+1,356,719	+823,103	+508,627	+448,275	(56.10)
INFLATION	+0	+0	+165,207	+241,768	100.00
TOTAL OPER COSTS	+16,317,641	+16,958,038	+16,841,374	+16,898,059	1.39
NON-OPERATING COSTS	+10,328,922	+16,398,638	+7,514,000	+7,514,000	(43.77)
TOTAL EXPENSES**	+26,646,563	+33,356,676	+24,355,374	+24,412,059	(18.72)
FUND SOURCES					
GENERAL FUND	+312,013	+303,164	+334,000	+334,000	8.58
FEDERAL REVENUE	+26,334,550	+33,053,512	+24,021,374	+24,078,059	(19.00)
TOTAL FUNDING***	+26,646,563	+33,356,676	+24,355,374	+24,412,059	(18.72)

SUBCOMMITTEE: B -- HUMAN SERVICES
AGENCY: 6603 - DIVISION OF WORKERS' COMP

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	168.00	168.00	168.00	100.00
EXPENSES					
PERSONAL SERVICES	+3,413,481	+3,394,110	+3,548,575	+3,556,790	4.37
OPERATING EXPENSE	+2,120,512	+2,140,801	+2,388,301	+2,414,272	12.70
EQUIPMENT	+172,228	+37,717	+184,642	+133,445	51.50
TOTAL OPER COSTS	+5,706,221	+5,572,628	+6,121,518	+6,104,507	8.39
NON-OPERATING COSTS	+907,613	+1,325,971	+1,133,901	+1,101,158	0.06
TOTAL EXPENSES**	+6,613,834	+6,898,599	+7,255,419	+7,205,665	7.02
FUND SOURCES					
GENERAL FUND	+783,743	+725,308	+716,179	+681,194	(7.40)
STATE SPECIAL FUND	+5,761,559	+6,076,756	+6,467,122	+6,452,634	9.13
FEDERAL REVENUE	+68,532	+96,535	+72,118	+71,837	(12.79)
TOTAL FUNDING***	+6,613,834	+6,898,599	+7,255,419	+7,205,665	7.02

SUBCOMMITTEE: B -- HUMAN SERVICES
AGENCY: 6901 - DEPT OF SOCIAL & REHAB SERV

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	1,041.12	1,039.82	1,036.82	1,036.82	(0.35)
EXPENSES					
PERSONAL SERVICES	+22,301,459	+22,276,064	+23,064,759	+23,106,416	3.57
OPERATING EXPENSE	+7,789,238	+8,256,066	+8,499,869	+8,387,224	5.24
EQUIPMENT	+359,997	+17,755	+104,215	+50,500	(59.04)
INFLATION	+0	+0	+447,100	+657,236	100.00
TOTAL OPER COSTS	+30,450,694	+30,549,885	+32,115,943	+32,201,376	5.43
NON-OPERATING COSTS	+169,844,250	+171,582,154	+198,594,626	+203,635,326	17.80
TOTAL EXPENSES**	+200,294,944	+202,132,039	+230,710,569	+235,836,702	15.93
FUND SOURCES					
GENERAL FUND	+67,288,558	+67,565,448	+79,884,681	+82,796,977	20.63
STATE SPECIAL FUND	+6,067,454	+6,950,778	+462,367	+484,142	(92.73)
FEDERAL REVENUE	+126,938,932	+127,615,813	+150,363,521	+152,555,583	18.99
TOTAL FUNDING***	+200,294,944	+202,132,039	+230,710,569	+235,836,702	15.93

SUBCOMMITTEE: B -- HUMAN SERVICES

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	1,041.12	2,037.40	2,028.22	2,028.22	31.76
EXPENSES					
PERSONAL SERVICES	+44,742,019	+42,750,210	+46,505,118	+46,590,085	6.40
OPERATING EXPENSE	+21,017,101	+20,185,524	+21,804,707	+21,688,347	5.55
EQUIPMENT	+2,080,234	+888,254	+893,697	+644,525	(48.18)
INFLATION	+0	+0	+781,523	+1,138,585	100.00
TOTAL OPER COSTS	+67,839,354	+63,823,988	+69,985,045	+70,061,542	6.36
NON-OPERATING COSTS	+187,241,435	+193,587,348	+212,980,258	+217,989,990	13.16
TOTAL EXPENSES**	+255,080,789	+257,411,336	+282,965,303	+288,051,532	11.41
FUND SOURCES					
GENERAL FUND	+72,857,339	+71,889,021	+85,430,833	+88,344,022	20.05
STATE SPECIAL FUND	+13,123,153	+13,206,864	+8,989,338	+8,956,623	(31.84)
FEDERAL REVENUE	+169,098,977	+172,311,951	+188,541,632	+190,747,387	11.09
OTHER APPROP FUNDS	+1,320	+0	+0	+0	(100.00)
PROPRIETARY FUNDS	+0	+3,500	+3,500	+3,500	100.00
TOTAL FUNDING***	+255,080,789	+257,411,336	+282,965,303	+288,051,532	11.41

STATE OF MONTANA
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SUBCOMMITTEE: C -- NATURAL RESOURCES AND BUSINESS
AGENCY: 4201 - DEPT OF PUBLIC SERVICE REGUL

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	46.84	49.00	46.00	46.00	(4.00)
EXPENSES					
PERSONAL SERVICES	+1,162,210	+1,269,992	+1,299,233	+1,301,844	6.94
OPERATING EXPENSE	+371,086	+357,621	+295,840	+283,801	(20.45)
EQUIPMENT	+65,081	+14,220	+16,282	+25,762	(46.98)
INFLATION	+0	+0	+9,166	+13,563	100.00
TOTAL OPER COSTS	+1,598,377	+1,641,833	+1,620,521	+1,624,970	0.16
TOTAL EXPENSES**	+1,598,377	+1,641,833	+1,620,521	+1,624,970	0.16
FUND SOURCES					
GENERAL FUND	+1,498,924	+1,604,859	+1,573,893	+1,574,051	1.42
FEDERAL REVENUE	+99,453	+36,974	+46,628	+50,919	(28.49)
TOTAL FUNDING***	+1,598,377	+1,641,833	+1,620,521	+1,624,970	0.16

SUBCOMMITTEE: C -- NATURAL RESOURCES AND BUSINESS
AGENCY: 5201 - DEPT OF FISH, WILDLIFE, PARKS

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	511.29	460.47	459.47	459.47	(5.43)
EXPENSES					
PERSONAL SERVICES	+12,250,852	+12,576,731	+11,950,744	+11,970,926	(3.64)
OPERATING EXPENSE	+7,449,499	+7,221,013	+6,999,892	+6,510,969	(7.90)
EQUIPMENT	+1,141,021	+629,296	+1,153,384	+1,061,914	25.13
INFLATION	+0	+0	+375,113	+605,408	100.00
TOTAL OPER COSTS	+20,841,372	+20,427,040	+20,479,133	+20,149,217	(1.55)
NON-OPERATING COSTS	+1,425,083	+1,148,122	+3,416,082	+3,324,009	161.93
TOTAL EXPENSES**	+22,266,455	+21,575,162	+23,895,215	+23,473,226	8.04
FUND SOURCES					
GENERAL FUND	+624,724	+659,430	+512,330	+533,553	(18.55)
STATE SPECIAL FUND	+14,399,260	+14,276,737	+15,056,266	+14,697,495	3.75
FEDERAL REVENUE	+5,308,088	+4,842,776	+6,534,220	+6,428,413	27.69
PROPRIETARY FUNDS	+1,934,383	+1,796,219	+1,792,399	+1,813,765	(3.33)
TOTAL FUNDING***	+22,266,455	+21,575,162	+23,895,215	+23,473,226	8.04

SUBCOMMITTEE: C -- NATURAL RESOURCES AND BUSINESS
AGENCY: 5501 - DEPARTMENT OF STATE LANDS

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	260.35	266.43	266.43	266.43	1.15
EXPENSES					
PERSONAL SERVICES	+5,917,006	+6,004,344	+6,332,295	+6,345,364	6.34
OPERATING EXPENSE	+4,599,646	+5,009,807	+4,986,627	+4,766,516	1.49
EQUIPMENT	+500,231	+546,598	+448,580	+422,398	(16.79)
INFLATION	+0	+0	+130,308	+211,591	100.00
TOTAL OPER COSTS	+11,016,883	+11,560,749	+11,897,810	+11,745,869	4.72
NON-OPERATING COSTS	+3,558,715	+5,793,869	+6,668,769	+7,255,176	48.87
TOTAL EXPENSES**	+14,575,598	+17,354,618	+18,566,579	+19,001,045	17.65
FUND SOURCES					
GENERAL FUND	+5,033,534	+5,405,024	+6,373,344	+6,346,495	21.85
STATE SPECIAL FUND	+2,742,560	+3,269,511	+2,950,462	+2,890,497	(2.84)
FEDERAL REVENUE	+6,696,949	+8,590,023	+9,088,516	+9,578,175	22.10
PROPRIETARY FUNDS	+102,555	+90,060	+154,257	+185,878	76.58
TOTAL FUNDING***	+14,575,558	+17,354,618	+18,566,579	+19,001,045	17.65

LEGISLATIVE INTERACTIVE BUDGETING SYSTEM
MAIN TABLE REPORT

SUBCOMMITTEE: C -- NATURAL RESOURCES AND BUSINESS
AGENCY: 5603 - DEPARTMENT OF LIVESTOCK

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	CURRENT LEVEL FISCAL 1986	CURRENT LEVEL FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	122.61	121.61	121.61	121.61	(0.41)
EXPENSES					
PERSONAL SERVICES	+2,922,626	+2,955,939	+3,086,133	+3,092,863	5.11
OPERATING EXPENSE	+1,366,950	+1,504,660	+1,479,697	+1,448,686	1.97
EQUIPMENT	+77,090	+126,670	+136,605	+131,542	31.59
INFLATION	+0	+0	+38,210	+68,943	100.00
TOTAL OPER COSTS	+4,366,666	+4,587,269	+4,740,645	+4,742,034	5.90
NON-OPERATING COSTS	+3,377	+2,000	+2,300	+2,300	(14.45)
TOTAL EXPENSES**	+4,370,043	+4,589,269	+4,742,945	+4,744,334	5.89
FUND SOURCES					
GENERAL FUND	+593,536	+622,190	+613,918	+618,309	1.35
STATE SPECIAL FUND	+3,258,112	+3,447,579	+3,541,027	+3,538,025	5.56
FEDERAL REVENUE	+518,395	+519,500	+588,000	+588,000	13.30
TOTAL FUNDING***	+4,370,043	+4,589,269	+4,742,945	+4,744,334	5.89

SUBCOMMITTEE: C -- NATURAL RESOURCES AND BUSINESS
AGENCY: 5706 - DEPT OF NATURAL RES & CONSERV

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	CURRENT LEVEL FISCAL 1986	CURRENT LEVEL FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	266.90	253.79	248.09	248.59	(4.61)
EXPENSES					
PERSONAL SERVICES	+5,808,159	+6,019,109	+6,154,005	+6,173,893	4.23
OPERATING EXPENSE	+3,032,862	+4,382,527	+4,875,910	+4,583,603	27.56
EQUIPMENT	+140,580	+67,845	+107,261	+51,497	(23.83)
INFLATION	+0	+0	+72,409	+115,554	100.00
TOTAL OPER COSTS	+8,981,601	+10,469,481	+11,209,585	+10,924,547	13.79
NON-OPERATING COSTS	+3,616,736	+3,891,940	+2,372,714	+1,479,206	(48.70)
TOTAL EXPENSES**	+12,598,337	+14,361,421	+13,582,299	+12,403,753	(3.61)
FUND SOURCES					
GENERAL FUND	+4,318,642	+3,488,353	+5,559,093	+5,393,803	40.29
STATE SPECIAL FUND	+6,817,966	+9,342,345	+6,756,897	+5,864,614	(21.89)
FEDERAL REVENUE	+1,448,525	+1,530,723	+1,266,309	+1,145,336	(19.05)
OTHER APPROP FUNDS	+13,204	+0	+0	+0	(100.00)
TOTAL FUNDING***	+12,598,337	+14,361,421	+13,582,299	+12,403,753	(3.61)

SUBCOMMITTEE: C — NATURAL RESOURCES AND BUSINESS
AGENCY: 6201 - DEPARTMENT OF AGRICULTURE

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	97.77	95.74	85.74	85.74	(11.38)
EXPENSES					
PERSONAL SERVICES	+2,017,053	+2,356,968	+2,081,354	+2,070,645	(5.07)
OPERATING EXPENSE	+705,538	+867,439	+738,766	+728,570	(6.71)
EQUIPMENT	+114,203	+15,645	+86,056	+73,144	22.60
INFLATION	+0	+0	+27,364	+44,872	100.00
TOTAL OPER COSTS	+2,836,794	+3,240,052	+2,933,540	+2,917,231	(3.72)
NON-OPERATING COSTS	+937,993	+668,486	+766,000	+766,000	(4.63)
TOTAL EXPENSES**	+3,774,787	+3,908,538	+3,699,540	+3,683,231	(3.91)
FUND SOURCES					
GENERAL FUND	+1,514,204	+1,687,702	+1,503,201	+1,472,256	(7.07)
STATE SPECIAL FUND	+467,608	+704,436	+558,631	+565,832	(4.06)
FEDERAL REVENUE	+1,494,708	+1,089,538	+1,234,958	+1,235,639	(4.39)
OTHER APPROP FUNDS	+217,875	+283,852	+256,855	+256,632	2.34
PROPRIETARY FUNDS	+80,392	+143,010	+145,895	+152,872	33.73
TOTAL FUNDING***	+3,774,787	+3,908,538	+3,699,540	+3,683,231	(3.91)

MAIN TABLE REPORT

SUBCOMMITTEE: C -- NATURAL RESOURCES AND BUSINESS
AGENCY: 6501 - DEPARTMENT OF COMMERCE

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	233.63	233.83	233.83	233.83	0.04
EXPENSES					
PERSONAL SERVICES	+5,618,769	+6,203,842	+6,361,634	+6,368,058	7.67
OPERATING EXPENSE	+5,155,449	+6,177,064	+6,072,923	+5,739,079	4.23
EQUIPMENT	+183,730	+82,433	+114,846	+51,805	(37.38)
INFLATION	+0	+0	+164,165	+274,936	100.00
TOTAL OPER COSTS	+10,957,948	+12,463,339	+12,713,568	+12,433,878	7.37
NON-OPERATING COSTS	+35,990,028	+46,590,296	+41,520,387	+39,048,255	(2.43)
TOTAL EXPENSES**	+46,947,976	+59,053,635	+54,233,955	+51,482,133	(0.27)
FUND SOURCES					
GENERAL FUND	+9,479,624	+6,574,735	+7,541,446	+7,449,645	(6.62)
STATE SPECIAL FUND	+26,269,052	+30,643,930	+25,301,628	+24,296,583	(12.85)
FEDERAL REVENUE	+9,026,616	+18,904,799	+18,207,579	+16,665,011	24.85
PROPRIETARY FUNDS	+2,172,684	+2,930,171	+3,183,302	+3,070,894	22.56
TOTAL FUNDING***	+46,947,976	+59,053,635	+54,233,955	+51,482,133	(0.27)

SUBCOMMITTEE: C -- NATURAL RESOURCES AND BUSINESS

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	1,539.39	1,480.87	1,461.17	1,461.67	(3.22)
EXPENSES					
PERSONAL SERVICES	+35,696,675	+37,386,925	+37,265,398	+37,323,593	2.05
OPERATING EXPENSE	+22,681,030	+25,520,131	+25,449,655	+24,061,224	2.71
EQUIPMENT	+2,221,936	+1,482,707	+2,063,014	+1,818,062	4.76
INFLATION	+0	+0	+816,735	+1,334,867	100.00
TOTAL OPER COSTS	+60,599,641	+64,389,763	+65,594,802	+64,537,746	4.11
NON-OPERATING COSTS	+45,531,932	+58,094,713	+54,746,252	+51,874,946	2.88
TOTAL EXPENSES**	+106,131,573	+122,484,476	+120,341,054	+116,412,692	3.55
FUND SOURCES					
GENERAL FUND	+23,063,188	+20,042,293	+23,677,225	+23,388,112	9.18
STATE SPECIAL FUND	+53,954,558	+61,684,538	+54,164,911	+51,853,046	(8.32)
FEDERAL REVENUE	+24,592,734	+35,514,333	+36,966,210	+35,691,493	20.88
OTHER APPROP FUNDS	+231,079	+283,852	+256,855	+256,632	(0.28)
PROPRIETARY FUNDS	+4,290,014	+4,959,460	+5,275,853	+5,223,409	13.51
TOTAL FUNDING***	+106,131,573	+122,484,476	+120,341,054	+116,412,692	3.55

SUBCOMMITTEE: D -- INSTITUTIONS
AGENCY: 5115 - MONTANA STATE LIBRARY

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	CURRENT LEVEL FISCAL 1986	CURRENT LEVEL FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	29.50	29.50	29.50	100.00
EXPENSES					
PERSONAL SERVICES	+667,575	+639,291	+687,313	+688,763	5.29
OPERATING EXPENSE	+557,653	+597,636	+511,554	+495,573	(12.82)
EQUIPMENT	+100,607	+86,856	+88,381	+88,449	(5.67)
INFLATION	+0	+0	+33,310	+49,014	100.00
TOTAL OPER COSTS	+1,325,835	+1,323,783	+1,320,558	+1,321,799	(0.27)
NON-OPERATING COSTS	+878,693	+1,254,300	+896,351	+799,934	(20.47)
TOTAL EXPENSES**	+2,204,528	+2,578,083	+2,216,909	+2,121,733	(9.28)
FUND SOURCES					
GENERAL FUND	+658,068	+664,722	+648,056	+640,374	(2.59)
STATE SPECIAL FUND	+638,231	+1,159,218	+448,104	+446,175	(50.24)
FEDERAL REVENUE	+908,229	+754,143	+1,120,749	+1,035,184	29.69
TOTAL FUNDING***	+2,204,528	+2,578,083	+2,216,909	+2,121,733	(9.28)

SUBCOMMITTEE: D -- INSTITUTIONS
AGENCY: 5117 - MONTANA HISTORICAL SOCIETY

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	44.00	42.50	42.50	93.18
EXPENSES					
PERSONAL SERVICES	+1,000,906	+965,452	+1,008,245	+1,010,184	2.64
OPERATING EXPENSE	+528,425	+548,065	+514,724	+538,744	(2.13)
EQUIPMENT	+18,983	+18,030	+12,106	+9,473	(41.69)
INFLATION	+0	+0	+24,077	+35,408	100.00
TOTAL OPER COSTS	+1,548,314	+1,531,547	+1,559,152	+1,593,809	2.37
NON-OPERATING COSTS	+631,618	+0	+0	+0	(100.00)
TOTAL EXPENSES**	+2,179,932	+1,531,547	+1,559,152	+1,593,809	(15.04)
FUND SOURCES					
GENERAL FUND	+979,892	+1,014,978	+1,080,626	+1,113,240	9.97
STATE SPECIAL FUND	+38,127	+42,033	+0	+0	(100.00)
FEDERAL REVENUE	+253,436	+216,086	+194,144	+196,519	(16.79)
OTHER APPROP FUNDS	+631,618	+0	+0	+0	(100.00)
PROPRIETARY FUNDS	+276,859	+258,450	+284,382	+284,050	6.18
TOTAL FUNDING***	+2,179,932	+1,531,547	+1,559,152	+1,593,809	(15.04)

SUBCOMMITTEE: D -- INSTITUTIONS
AGENCY: 6401 - DEPARTMENT OF INSTITUTIONS

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	173.45	171.95	161.40	161.40	(6.54)
EXPENSES					
PERSONAL SERVICES	+3,908,300	+3,972,865	+3,841,445	+3,849,306	(2.41)
OPERATING EXPENSE	+1,788,289	+2,364,143	+1,887,731	+1,829,036	(10.49)
EQUIPMENT	+105,704	+9,097	+103,832	+4,990	(5.20)
INFLATION	+0	+0	+104,283	+154,024	100.00
TOTAL OPER COSTS	+5,802,293	+6,346,105	+5,937,291	+5,837,356	(3.07)
NON-OPERATING COSTS	+8,717,892	+9,400,080	+7,636,495	+7,667,183	(15.53)
TOTAL EXPENSES**	+14,520,185	+15,746,185	+13,573,786	+13,504,539	(10.53)
FUND SOURCES					
GENERAL FUND	+9,953,831	+10,885,486	+10,777,178	+10,838,471	3.72
STATE SPECIAL FUND	+1,927,979	+2,111,895	+330,289	+344,633	(83.29)
FEDERAL REVENUE	+2,604,823	+2,715,172	+2,466,319	+2,321,435	(10.00)
PROPRIETARY FUNDS	+33,552	+33,632	+0	+0	(100.00)
TOTAL FUNDING***	+14,520,185	+15,746,185	+13,573,786	+13,504,539	(10.53)

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SUBCOMMITTEE: D -- INSTITUTIONS
AGENCY: 6402 - BOULDER RIVER SCHOOL & HOSP

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	441.40	441.40	440.40	440.15	(0.25)
EXPENSES					
PERSONAL SERVICES	+8,705,134	+9,117,716	+9,118,207	+9,145,047	2.47
OPERATING EXPENSE	+1,645,089	+1,728,210	+1,696,355	+1,650,043	(0.79)
EQUIPMENT	+47,059	+11,991	+20,000	+0	(66.13)
INFLATION	+0	+0	+65,602	+111,602	100.00
TOTAL OPER COSTS	+10,397,282	+10,857,917	+10,900,164	+10,906,692	2.59
NON-OPERATING COSTS	+39,061	+0	+0	+0	(100.00)
TOTAL EXPENSES**	+10,436,343	+10,857,917	+10,900,164	+10,906,692	2.40
FUND SOURCES					
GENERAL FUND	+10,376,227	+10,828,345	+10,814,551	+10,842,541	2.13
STATE SPECIAL FUND	+7,548	+12,400	+33,844	+20,324	171.54
FEDERAL REVENUE	+52,568	+17,172	+51,769	+43,827	37.07
TOTAL FUNDING***	+10,436,343	+10,857,917	+10,900,164	+10,906,692	2.40

SUBCOMMITTEE: D -- INSTITUTIONS
AGENCY: 6404 - CENTER FOR THE AGED

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	102.93	102.93	100.24	100.24	(2.61)
EXPENSES					
PERSONAL SERVICES	+1,889,249	+1,952,557	+1,952,450	+1,958,986	1.81
OPERATING EXPENSE	+519,118	+579,395	+539,449	+526,798	(2.93)
EQUIPMENT	+17,168	+2,809	+7,803	+622	(57.82)
INFLATION	+0	+0	+34,940	+51,872	100.00
TOTAL OPER COSTS	+2,425,535	+2,534,761	+2,534,642	+2,538,278	2.27
TOTAL EXPENSES**	+2,425,535	+2,534,761	+2,534,642	+2,538,278	2.27
FUND SOURCES					
GENERAL FUND	+2,415,501	+2,523,258	+2,527,256	+2,530,543	2.41
STATE SPECIAL FUND	+6,510	+11,503	+7,386	+7,735	(16.05)
OTHER APPROP FUNDS	+3,524	+0	+0	+0	(100.00)
TOTAL FUNDING***	+2,425,535	+2,534,761	+2,534,642	+2,538,278	2.27

SUBCOMMITTEE: D -- INSTITUTIONS
AGENCY: 6405 - EASTMONT TRAINING CENTER

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	95.02	94.02	93.02	93.02	(1.58)
EXPENSES					
PERSONAL SERVICES	+1,657,917	+1,753,642	+1,732,781	+1,735,784	1.67
OPERATING EXPENSE	+281,956	+304,015	+330,406	+323,308	11.56
EQUIPMENT	+20,991	+6,742	+4,082	+559	(83.26)
INFLATION	+0	+0	+16,435	+24,246	100.00
TOTAL OPER COSTS	+1,960,864	+2,064,399	+2,083,704	+2,083,897	3.53
TOTAL EXPENSES**	+1,960,864	+2,064,399	+2,083,704	+2,083,897	3.53
FUND SOURCES					
GENERAL FUND	+1,934,656	+2,059,415	+2,080,704	+2,080,897	4.19
STATE SPECIAL FUND	+0	+0	+3,000	+3,000	100.00
FEDERAL REVENUE	+24,336	+4,984	+0	+0	(100.00)
OTHER APPROP FUNDS	+1,872	+0	+0	+0	(100.00)
TOTAL FUNDING***	+1,960,864	+2,064,399	+2,083,704	+2,083,897	3.53

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SUBCOMMITTEE: D -- INSTITUTIONS
AGENCY: 6407 - MOUNTAIN VIEW SCHOOL

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	64.05	64.05	64.49	64.49	0.68
EXPENSES					
PERSONAL SERVICES	+1,274,535	+1,345,407	+1,388,582	+1,392,790	6.16
OPERATING EXPENSE	+238,737	+262,757	+236,538	+226,632	(7.64)
EQUIPMENT	+20,920	+1,015	+2,526	+2,150	(78.68)
INFLATION	+0	+0	+13,271	+20,360	100.00
TOTAL OPER COSTS	+1,534,192	+1,609,179	+1,640,917	+1,641,932	4.43
TOTAL EXPENSES**	+1,534,192	+1,609,179	+1,640,917	+1,641,932	4.43
FUND SOURCES					
GENERAL FUND	+1,423,512	+1,579,923	+1,573,331	+1,574,168	4.79
STATE SPECIAL FUND	+0	+0	+2,000	+2,000	100.00
FEDERAL REVENUE	+110,680	+29,256	+65,586	+65,764	(6.13)
TOTAL FUNDING***	+1,534,192	+1,609,179	+1,640,917	+1,641,932	4.43

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SUBCOMMITTEE: D -- INSTITUTIONS
AGENCY: 6408 - PINE HILLS SCHOOL

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	113.75	113.75	116.97	116.97	2.83
EXPENSES					
PERSONAL SERVICES	+2,417,154	+2,385,666	+2,558,011	+2,565,299	6.67
OPERATING EXPENSE	+583,938	+662,711	+593,016	+580,666	(5.85)
EQUIPMENT	+33,218	+3,834	+14,928	+0	(59.71)
INFLATION	+0	+0	+42,659	+63,456	100.00
TOTAL OPER COSTS	+3,034,310	+3,052,211	+3,208,614	+3,209,421	5.44
TOTAL EXPENSES**	+3,034,310	+3,052,211	+3,208,614	+3,209,421	5.44
FUND SOURCES					
GENERAL FUND	+2,510,098	+2,677,685	+2,680,303	+2,680,399	3.33
STATE SPECIAL FUND	+24,962	+24,962	+41,455	+41,467	66.09
FEDERAL REVENUE	+499,250	+349,564	+486,856	+487,555	14.79
TOTAL FUNDING***	+3,034,310	+3,052,211	+3,208,614	+3,209,421	5.44

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SUBCOMMITTEE: D -- INSTITUTIONS
AGENCY: 6409 - MONTANA STATE PRISON

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	332.45	332.45	363.78	401.53	15.10
EXPENSES					
PERSONAL SERVICES	+7,196,088	+7,653,901	+8,568,597	+9,428,710	21.19
OPERATING EXPENSE	+4,006,869	+4,633,046	+4,342,303	+4,353,709	0.64
EQUIPMENT	+678,890	+322,180	+784,990	+713,850	49.72
INFLATION	+0	+0	+239,597	+360,434	100.00
TOTAL OPER COSTS	+11,881,847	+12,609,127	+13,935,487	+14,856,703	17.56
NON-OPERATING COSTS	+72,185	+0	+0	+0	(100.00)
TOTAL EXPENSES**	+11,954,032	+12,609,127	+13,935,487	+14,856,703	17.21
FUND SOURCES					
GENERAL FUND	+9,029,994	+9,396,378	+10,713,612	+11,637,233	21.29
STATE SPECIAL FUND	+689,687	+1,023,300	+736,737	+753,032	(13.03)
FEDERAL REVENUE	+99,872	+39,869	+142,527	+90,996	67.11
PROPRIETARY FUNDS	+2,134,479	+2,149,580	+2,342,611	+2,375,442	10.13
TOTAL FUNDING***	+11,954,032	+12,609,127	+13,935,487	+14,856,703	17.21

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SUBCOMMITTEE: D -- INSTITUTIONS
AGENCY: 6410 - SWAN RIVER YOUTH FOREST CAMP

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	26.33	26.33	26.83	26.83	1.89
EXPENSES					
PERSONAL SERVICES	+608,660	+616,631	+657,117	+658,221	7.34
OPERATING EXPENSE	+239,667	+281,670	+265,380	+259,825	0.74
EQUIPMENT	+11,339	+2,815	+22,394	+3,650	84.00
INFLATION	+0	+0	+21,446	+30,900	100.00
TOTAL OPER COSTS	+859,666	+901,116	+966,337	+952,596	8.98
TOTAL EXPENSES**	+859,666	+901,116	+966,337	+952,596	8.98
FUND SOURCES					
GENERAL FUND	+787,552	+821,875	+855,039	+838,862	5.24
STATE SPECIAL FUND	+39,673	+50,475	+73,773	+74,284	64.23
FEDERAL REVENUE	+32,441	+28,766	+37,525	+39,450	25.76
TOTAL FUNDING***	+859,666	+901,116	+966,337	+952,596	8.98

SUBCOMMITTEE: D -- INSTITUTIONS
AGENCY: 6411 - VETERANS' HOME

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	CURRENT LEVEL FISCAL 1986	CURRENT LEVEL FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	65.68	74.00	74.50	74.50	6.67
EXPENSES					
PERSONAL SERVICES	+1,160,605	+1,355,429	+1,347,060	+1,351,243	7.24
OPERATING EXPENSE	+348,588	+444,816	+506,640	+473,823	23.57
EQUIPMENT	+22,099	+1,431	+0	+12,000	(49.00)
INFLATION	+0	+0	+37,054	+53,932	100.00
TOTAL OPER COSTS	+1,531,292	+1,801,676	+1,890,754	+1,890,998	13.46
TOTAL EXPENSES**	+1,531,292	+1,801,676	+1,890,754	+1,890,998	13.46
FUND SOURCES					
GENERAL FUND	+556,413	+535,560	+485,975	+476,719	(11.84)
STATE SPECIAL FUND	+0	+0	+20,764	+20,764	100.00
FEDERAL REVENUE	+974,879	+1,266,116	+1,384,015	+1,393,515	23.94
TOTAL FUNDING***	+1,531,292	+1,801,676	+1,890,754	+1,890,998	13.46

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SUBCOMMITTEE: D -- INSTITUTIONS
AGENCY: 6412 - MONTANA STATE HOSPITAL

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	754.60	707.20	701.20	701.20	(4.06)
EXPENSES					
PERSONAL SERVICES	+16,493,283	+16,055,885	+16,370,664	+16,431,804	0.77
OPERATING EXPENSE	+3,047,541	+3,478,775	+2,960,525	+2,938,953	(9.60)
EQUIPMENT	+24,062	+26,479	+130,000	+0	157.21
INFLATION	+0	+0	+125,220	+204,622	100.00
TOTAL OPER COSTS	+19,564,886	+19,561,139	+19,586,409	+19,575,379	0.09
TOTAL EXPENSES**	+19,564,886	+19,561,139	+19,586,409	+19,575,379	0.09
FUND SOURCES					
GENERAL FUND	+17,876,128	+17,838,961	+17,888,308	+17,884,144	0.16
STATE SPECIAL FUND	+1,634,829	+1,704,281	+1,692,998	+1,686,132	1.19
FEDERAL REVENUE	+53,929	+17,897	+5,103	+5,103	(85.79)
TOTAL FUNDING***	+19,564,886	+19,561,139	+19,586,409	+19,575,379	0.09

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SUBCOMMITTEE: D -- INSTITUTIONS
AGENCY: 6413 - BOARD OF PARDONS

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	4.00	4.00	4.00	4.00	0.00
EXPENSES					
PERSONAL SERVICES	+114,977	+114,664	+127,335	+127,444	10.94
OPERATING EXPENSE	+32,213	+33,584	+38,524	+36,011	13.28
EQUIPMENT	+662	+0	+0	+0	(100.00)
INFLATION	+0	+0	+1,815	+2,726	100.00
TOTAL OPER COSTS	+147,852	+148,248	+167,674	+166,181	12.75
TOTAL EXPENSES**	+147,852	+148,248	+167,674	+166,181	12.75
FUND SOURCES					
GENERAL FUND	+147,852	+148,248	+167,674	+166,181	12.75
TOTAL FUNDING***	+147,852	+148,248	+167,674	+166,181	12.75

SUBCOMMITTEE: D -- INSTITUTIONS
AGENCY: 6414 - MONTANA YOUTH TREATMENT CENTER

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	109.43	112.26	112.26	105.17
EXPENSES					
PERSONAL SERVICES	+0	+1,658,660	+2,111,384	+2,112,381	154.64
OPERATING EXPENSE	+0	+159,626	+355,818	+345,084	339.09
EQUIPMENT	+0	+33,708	+0	+0	(100.00)
INFLATION	+0	+0	+39,001	+54,242	100.00
TOTAL OPER COSTS	+0	+1,851,994	+2,506,203	+2,511,707	170.94
TOTAL EXPENSES**	+0	+1,851,994	+2,506,203	+2,511,707	170.94
FUND SOURCES					
GENERAL FUND	+0	+1,813,983	+2,436,784	+2,442,087	168.95
FEDERAL REVENUE	+0	+38,011	+41,354	+41,555	118.11
PROPRIETARY FUNDS	+0	+0	+28,065	+28,065	100.00
TOTAL FUNDING***	+0	+1,851,994	+2,506,203	+2,511,707	170.94

SUBCOMMITTEE: D -- INSTITUTIONS

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	CURRENT LEVEL FISCAL 1986	CURRENT LEVEL FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	2,173.66	2,315.01	2,331.09	2,368.59	4.70
EXPENSES					
PERSONAL SERVICES	+47,094,383	+49,587,766	+51,469,191	+52,455,962	7.49
OPERATING EXPENSE	+13,818,083	+16,078,449	+14,778,963	+14,578,205	(1.80)
EQUIPMENT	+1,101,702	+526,987	+1,191,042	+835,743	24.44
INFLATION	+0	+0	+798,710	+1,216,838	100.00
TOTAL OPER COSTS	+62,014,168	+66,193,202	+68,237,906	+69,086,748	7.11
NON-OPERATING COSTS	+10,339,449	+10,654,380	+8,532,846	+8,467,117	(19.02)
TOTAL EXPENSES**	+72,353,617	+76,847,582	+76,770,752	+77,553,865	3.43
FUND SOURCES					
GENERAL FUND	+58,649,724	+62,788,817	+64,729,397	+65,745,859	7.44
STATE SPECIAL FUND	+5,007,546	+6,140,067	+3,390,350	+3,399,546	(39.09)
FEDERAL REVENUE	+5,614,443	+5,477,036	+5,995,947	+5,720,903	5.63
OTHER APPROP FUNDS	+637,014	+0	+0	+0	(100.00)
PROPRIETARY FUNDS	+2,444,890	+2,441,662	+2,655,058	+2,687,557	9.33
TOTAL FUNDING***	+72,353,617	+76,847,582	+76,770,752	+77,553,865	3.43

SUBCOMMITTEE: E -- EDUCATION
AGENCY: 3501 - OFFICE OF PUBLIC INSTRUCTION

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	136.10	131.10	131.10	92.65
EXPENSES					
PERSONAL SERVICES	+3,305,193	+3,468,420	+3,459,172	+3,465,374	2.22
OPERATING EXPENSE	+1,335,438	+1,560,709	+1,508,527	+1,406,771	0.66
EQUIPMENT	+111,974	+75,465	+57,193	+59,710	(37.63)
INFLATION	+0	+0	+74,533	+120,127	100.00
TOTAL OPER COSTS	+4,752,665	+5,104,594	+5,099,425	+5,051,982	2.98
NON-OPERATING COSTS	+411,656	+453,088	+445,666	+443,738	2.85
TOTAL EXPENSES**	+5,164,261	+5,557,682	+5,545,091	+5,495,720	2.97
FUND SOURCES					
GENERAL FUND	+2,214,690	+2,307,847	+2,287,511	+2,288,015	1.17
STATE SPECIAL FUND	+680,064	+762,992	+756,620	+758,609	5.00
FEDERAL REVENUE	+2,269,507	+2,486,843	+2,500,960	+2,449,096	4.07
TOTAL FUNDING***	+5,164,261	+5,557,682	+5,545,091	+5,495,720	2.97

SUBCOMMITTEE: E -- EDUCATION
AGENCY: 3511 - BILLINGS VO-TECH

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	0.00	49.69	49.69	100.00
EXPENSES					
PERSONAL SERVICES	+1,287,465	+1,342,701	+1,238,395	+1,239,402	(5.79)
OPERATING EXPENSE	+363,230	+348,601	+360,075	+337,681	(1.97)
EQUIPMENT	+27,858	+42,670	+48,724	+51,321	41.85
INFLATION	+0	+0	+36,913	+55,048	100.00
TOTAL OPER COSTS	+1,678,553	+1,733,972	+1,684,107	+1,683,452	(1.31)
TOTAL EXPENSES**	+1,678,553	+1,733,972	+1,684,107	+1,683,452	(1.31)
FUND SOURCES					
GENERAL FUND	+0	+766,231	+766,690	+723,294	94.45
STATE SPECIAL FUND	+0	+717,040	+0	+0	(100.00)
FEDERAL REVENUE	+0	+163,000	+0	+0	(100.00)
CURRENT UNRESTRICTD	+1,678,553	+0	+917,417	+960,158	11.85
TOTAL FUNDING***	+1,678,553	+1,646,271	+1,684,107	+1,683,452	1.28

SUBCOMMITTEE: E -- EDUCATION
AGENCY: 3512 - BUTTE VO-TECH

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	0.00	35.96	35.96	100.00
EXPENSES					
PERSONAL SERVICES	+1,141,906	+1,122,761	+1,038,082	+1,038,898	(8.28)
OPERATING EXPENSE	+188,781	+245,716	+234,276	+212,073	2.72
EQUIPMENT	+12,108	+11,319	+14,110	+14,940	24.00
INFLATION	+0	+0	+29,854	+43,879	100.00
TOTAL OPER COSTS	+1,342,795	+1,379,796	+1,316,322	+1,309,790	(3.54)
TOTAL EXPENSES**	+1,342,795	+1,379,796	+1,316,322	+1,309,790	(3.54)
FUND SOURCES					
GENERAL FUND	+0	+661,238	+742,660	+707,349	119.28
STATE SPECIAL FUND	+0	+383,375	+0	+0	(100.00)
FEDERAL REVENUE	+0	+263,075	+0	+0	(100.00)
CURRENT UNRESTRICTD	+1,342,795	+0	+573,662	+602,441	(12.41)
TOTAL FUNDING***	+1,342,795	+1,307,688	+1,316,322	+1,309,790	(0.92)

SUBCOMMITTEE: E -- EDUCATION
AGENCY: 3513 - GREAT FALLS VO-TECH

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	0.00	47.25	47.25	100.00
EXPENSES					
PERSONAL SERVICES	+1,213,369	+1,282,842	+1,083,138	+1,083,976	(13.18)
OPERATING EXPENSE	+275,924	+299,442	+251,739	+227,704	(16.67)
EQUIPMENT	+46,719	+42,769	+45,732	+48,153	4.91
INFLATION	+0	+0	+29,202	+44,372	100.00
TOTAL OPER COSTS	+1,536,012	+1,625,053	+1,409,811	+1,404,205	(10.97)
TOTAL EXPENSES**	+1,536,012	+1,625,053	+1,409,811	+1,404,205	(10.97)
FUND SOURCES					
GENERAL FUND	+0	+734,449	+754,529	+716,245	100.25
STATE SPECIAL FUND	+0	+565,993	+0	+0	(100.00)
FEDERAL REVENUE	+0	+236,910	+0	+0	(100.00)
CURRENT UNRESTRICTD	+1,536,012	+0	+655,282	+687,960	(12.55)
TOTAL FUNDING***	+1,536,012	+1,537,352	+1,409,811	+1,404,205	(8.43)

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SUBCOMMITTEE: E -- EDUCATION
AGENCY: 3514 - HELENA VO-TECH

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	CURRENT LEVEL FISCAL 1986	CURRENT LEVEL FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	0.00	56.51	56.51	100.00
EXPENSES					
PERSONAL SERVICES	+1,658,709	+1,683,837	+1,499,249	+1,500,548	(10.25)
OPERATING EXPENSE	+403,044	+476,560	+440,704	+419,042	(2.25)
EQUIPMENT	+154,980	+58,628	+53,790	+56,685	(48.28)
INFLATION	+0	+0	+39,745	+60,541	100.00
TOTAL OPER COSTS	+2,216,733	+2,219,025	+2,033,488	+2,036,816	(8.23)
TOTAL EXPENSES**	+2,216,733	+2,219,025	+2,033,488	+2,036,816	(8.23)
FUND SOURCES					
GENERAL FUND	+0	+1,191,338	+1,239,889	+1,194,409	104.33
STATE SPECIAL FUND	+0	+671,189	+0	+0	(100.00)
FEDERAL REVENUE	+0	+273,672	+0	+0	(100.00)
CURRENT UNRESTRICTD	+2,216,733	+0	+793,599	+842,407	(26.19)
TOTAL FUNDING***	+2,216,733	+2,136,199	+2,033,488	+2,036,816	(6.49)

SUBCOMMITTEE: E -- EDUCATION
AGENCY: 3515 - MISSOULA VO-TECH

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	0.00	62.14	62.14	100.00
EXPENSES					
PERSONAL SERVICES	+1,920,500	+1,725,253	+1,417,745	+1,418,922	(22.19)
OPERATING EXPENSE	+458,971	+493,896	+377,718	+350,095	(23.61)
EQUIPMENT	+57,754	+56,986	+51,614	+54,381	(7.62)
INFLATION	+0	+0	+53,326	+80,317	100.00
TOTAL OPER COSTS	+2,437,225	+2,276,135	+1,900,403	+1,903,715	(19.29)
TOTAL EXPENSES**	+2,437,225	+2,276,135	+1,900,403	+1,903,715	(19.29)
FUND SOURCES					
GENERAL FUND	+0	+1,203,438	+818,573	+776,128	32.51
STATE SPECIAL FUND	+0	+733,253	+0	+0	(100.00)
FEDERAL REVENUE	+0	+242,000	+0	+0	(100.00)
CURRENT UNRESTRICTD	+2,437,225	+0	+1,081,830	+1,127,587	(9.34)
TOTAL FUNDING***	+2,437,225	+2,178,691	+1,900,403	+1,903,715	(17.58)

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SUBCOMMITTEE: E -- EDUCATION
AGENCY: 3599 - DISTRIBUTION TO PUBLIC SCHOOLS

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	0.00	0.00	0.00	100.00
EXPENSES					
OPERATING EXPENSE	+308,954	+0	+0	+0	(100.00)
TOTAL OPER COSTS	+308,954	+0	+0	+0	(100.00)
NON-OPERATING COSTS	+226,169,160	+53,144,686	+40,861,747	+40,372,574	(70.91)
TOTAL EXPENSES**	+226,478,114	+53,144,686	+40,861,747	+40,372,574	(70.94)
FUND SOURCES					
GENERAL FUND	+45,205,595	+52,995,416	+36,826,800	+36,251,733	(25.58)
STATE SPECIAL FUND	+156,591,067	+149,270	+148,535	+155,962	(99.80)
FEDERAL REVENUE	+0	+0	+3,886,412	+3,964,879	100.00
OTHER APPROP FUNDS	+24,681,452	+0	+0	+0	(100.00)
TOTAL FUNDING***	+226,478,114	+53,144,686	+40,861,747	+40,372,574	(70.94)

SUBCOMMITTEE: E -- EDUCATION
AGENCY: 5100 - COMMUNITY COLLEGE ASSISTANCE

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	0.00	113.33	114.92	100.00
EXPENSES					
PERSONAL SERVICES	+0	+0	+2,278,405	+2,310,200	100.00
TOTAL OPER COSTS	+0	+0	+2,278,405	+2,310,200	100.00
NON-OPERATING COSTS	+3,128,240	+3,326,277	+889,131	+859,211	(72.91)
TOTAL EXPENSES**	+3,128,240	+3,326,277	+3,167,536	+3,169,411	(1.82)
FUND SOURCES					
GENERAL FUND	+3,128,240	+3,326,277	+3,167,536	+3,169,411	(1.82)
TOTAL FUNDING***	+3,128,240	+3,326,277	+3,167,536	+3,169,411	(1.82)

SUBCOMMITTEE: E -- EDUCATION
AGENCY: 5101 - BOARD OF PUBLIC EDUCATION

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	2.00	2.00	2.00	100.00
EXPENSES					
PERSONAL SERVICES	+59,612	+62,083	+66,004	+66,030	8.49
OPERATING EXPENSE	+37,941	+35,899	+35,487	+33,688	(6.31)
EQUIPMENT	+197	+0	+0	+0	(100.00)
INFLATION	+0	+0	+1,383	+2,090	100.00
TOTAL OPER COSTS	+97,750	+97,982	+102,874	+101,808	4.57
TOTAL EXPENSES**	+97,750	+97,982	+102,874	+101,808	4.57
FUND SOURCES					
GENERAL FUND	+97,750	+97,982	+102,874	+101,808	4.57
TOTAL FUNDING***	+97,750	+97,982	+102,874	+101,808	4.57

SUBCOMMITTEE: E -- EDUCATION
AGENCY: 5102 - COMMISSIONER OF HIGHER EDUCATI

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	24.50	26.50	26.50	116.32
EXPENSES					
PERSONAL SERVICES	+764,597	+769,688	+840,926	+842,687	9.73
OPERATING EXPENSE	+680,355	+1,161,304	+1,224,056	+1,272,810	35.57
EQUIPMENT	+8,533	+3,044	+9,894	+10,307	74.49
INFLATION	+0	+0	+13,009	+19,283	100.00
TOTAL OPER COSTS	+1,453,485	+1,934,036	+2,087,885	+2,145,087	24.95
NON-OPERATING COSTS	+4,171,019	+4,641,880	+4,716,135	+4,710,438	6.96
TOTAL EXPENSES**	+5,624,504	+6,575,916	+6,804,020	+6,855,525	11.95
FUND SOURCES					
GENERAL FUND	+3,069,665	+2,913,212	+2,873,959	+2,603,561	(8.44)
STATE SPECIAL FUND	+1,686,455	+2,294,805	+2,421,642	+2,681,373	28.17
FEDERAL REVENUE	+703,075	+1,157,899	+1,298,419	+1,360,591	42.88
OTHER APPROP FUNDS	+165,309	+210,000	+210,000	+210,000	11.90
TOTAL FUNDING***	+5,624,504	+6,575,916	+6,804,020	+6,855,525	11.95

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SUBCOMMITTEE: E -- EDUCATION
AGENCY: 5103 - UNIVERSITY OF MONTANA

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	0.00	928.51	924.15	100.00
EXPENSES					
PERSONAL SERVICES	+24,737,309	+32,684,604	+24,952,002	+24,825,762	(13.31)
OPERATING EXPENSE	+7,809,763	+8,416,287	+8,405,342	+8,344,112	3.22
EQUIPMENT	+1,407,498	+1,727,273	+1,654,897	+1,708,970	7.30
INFLATION	+0	+0	+385,195	+612,016	100.00
TOTAL OPER COSTS	+33,954,570	+42,828,164	+35,397,436	+35,490,860	(7.67)
NON-OPERATING COSTS	+36,087	+0	+39,219	+41,180	122.79
TOTAL EXPENSES**	+33,990,657	+42,828,164	+35,436,655	+35,532,040	(7.61)
FUND SOURCES					
GENERAL FUND	+0	+0	+23,233,182	+23,268,408	100.00
CURRENT UNRESTRICTD	+33,990,657	+34,980,952	+12,203,473	+12,263,632	(64.52)
TOTAL FUNDING***	+33,990,657	+34,980,952	+35,436,655	+35,532,040	2.89

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SUBCOMMITTEE: E -- EDUCATION
AGENCY: 5104 - MONTANA STATE UNIVERSITY

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	0.00	1,217.43	1,205.86	100.00
EXPENSES					
PERSONAL SERVICES	+32,971,634	+42,490,423	+32,664,546	+32,349,754	(13.84)
OPERATING EXPENSE	+8,373,122	+8,900,271	+9,701,669	+9,735,013	12.52
EQUIPMENT	+1,536,482	+1,382,469	+1,870,369	+1,990,990	32.28
INFLATION	+0	+0	+323,913	+513,249	100.00
TOTAL OPER COSTS	+42,881,238	+52,773,163	+44,560,497	+44,589,006	(6.80)
NON-OPERATING COSTS	+238,611	+0	+220,238	+231,250	89.21
TOTAL EXPENSES**	+43,119,849	+52,773,163	+44,780,735	+44,820,256	(6.56)
FUND SOURCES					
GENERAL FUND	+0	+0	+28,649,276	+28,628,358	100.00
CURRENT UNRESTRICTD	+43,119,849	+44,768,964	+16,131,459	+16,191,898	(63.22)
TOTAL FUNDING***	+43,119,849	+44,768,964	+44,780,735	+44,820,256	1.94

SUBCOMMITTEE: E -- EDUCATION
AGENCY: 5105 - MONTANA COLLEGE OF SCI & TECH

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	0.00	241.93	245.14	100.00
EXPENSES					
PERSONAL SERVICES	+6,329,369	+10,449,200	+6,318,763	+6,390,918	(24.25)
OPERATING EXPENSE	+2,091,170	+2,073,790	+1,452,325	+1,525,082	(28.51)
EQUIPMENT	+574,637	+382,472	+456,161	+457,071	(4.58)
INFLATION	+0	+0	+156,041	+250,132	100.00
TOTAL OPER COSTS	+8,995,176	+12,905,462	+8,383,290	+8,623,203	(22.34)
NON-OPERATING COSTS	+0	+233,588	+0	+0	(100.00)
TOTAL EXPENSES**	+8,995,176	+13,139,050	+8,383,290	+8,623,203	(23.16)
FUND SOURCES					
GENERAL FUND	+0	+0	+5,116,778	+5,283,955	100.00
CURRENT UNRESTRICTD	+8,995,176	+11,697,163	+3,266,512	+3,339,248	(68.07)
TOTAL FUNDING***	+8,995,176	+11,697,163	+8,383,290	+8,623,203	(17.81)

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SUBCOMMITTEE: E -- EDUCATION
AGENCY: 5106 - EASTERN MONTANA COLLEGE

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	0.00	367.94	367.33	100.00
EXPENSES					
PERSONAL SERVICES	+9,116,813	+13,020,537	+9,775,276	+9,763,561	(11.73)
OPERATING EXPENSE	+3,422,822	+3,457,042	+3,180,351	+3,113,685	(8.51)
EQUIPMENT	+414,234	+257,803	+431,835	+433,058	28.69
INFLATION	+0	+0	+280,263	+444,229	100.00
TOTAL OPER COSTS	+12,953,869	+16,735,382	+13,667,725	+13,754,533	(7.63)
TOTAL EXPENSES**	+12,953,869	+16,735,382	+13,667,725	+13,754,533	(7.63)
FUND SOURCES					
GENERAL FUND	+0	+0	+8,850,032	+8,901,452	100.00
CURRENT UNRESTRICTD	+12,953,869	+13,576,872	+4,817,693	+4,853,081	(63.54)
TOTAL FUNDING***	+12,953,869	+13,576,872	+13,667,725	+13,754,533	3.36

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SUBCOMMITTEE: E -- EDUCATION
AGENCY: 5107 - NORTHERN MONTANA COLLEGE

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	0.00	211.26	211.89	100.00
EXPENSES					
PERSONAL SERVICES	+4,672,332	+6,648,684	+5,609,050	+5,635,981	(0.67)
OPERATING EXPENSE	+1,585,113	+1,508,495	+1,437,037	+1,419,170	(7.67)
EQUIPMENT	+504,427	+519,890	+337,338	+339,262	(33.94)
INFLATION	+0	+0	+120,858	+196,562	100.00
TOTAL OPER COSTS	+6,761,872	+8,677,069	+7,504,283	+7,590,975	(2.22)
TOTAL EXPENSES**	+6,761,872	+8,677,069	+7,504,283	+7,590,975	(2.22)
FUND SOURCES					
GENERAL FUND	+0	+0	+5,062,244	+5,122,811	100.00
CURRENT UNRESTRICTD	+6,761,872	+7,354,224	+2,442,039	+2,468,164	(65.21)
TOTAL FUNDING***	+6,761,872	+7,354,224	+7,504,283	+7,590,975	6.93

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SUBCOMMITTEE: E -- EDUCATION
AGENCY: 5108 - WESTERN MONTANA COLLEGE

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	0.00	112.09	113.22	100.00
EXPENSES					
PERSONAL SERVICES	+2,705,768	+3,478,266	+2,833,482	+2,864,719	(7.85)
OPERATING EXPENSE	+696,502	+744,163	+843,922	+828,665	16.09
EQUIPMENT	+186,589	+158,690	+182,724	+183,293	6.00
INFLATION	+0	+0	+60,474	+98,613	100.00
TOTAL OPER COSTS	+3,588,859	+4,381,119	+3,920,602	+3,975,290	(0.93)
TOTAL EXPENSES**	+3,588,859	+4,381,119	+3,920,602	+3,975,290	(0.93)
FUND SOURCES					
GENERAL FUND	+0	+0	+2,632,668	+2,671,648	100.00
CURRENT UNRESTRICTD	+3,588,859	+3,697,596	+1,287,934	+1,303,642	(64.43)
TOTAL FUNDING***	+3,588,859	+3,697,596	+3,920,602	+3,975,290	8.36

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SUBCOMMITTEE: E -- EDUCATION
AGENCY: 5109 - AGRICULTURAL EXPERIMENT STN

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	298.29	301.29	294.29	294.29	(1.83)
EXPENSES					
PERSONAL SERVICES	+6,886,916	+7,027,424	+7,233,543	+7,233,543	3.97
OPERATING EXPENSE	+1,903,355	+2,123,014	+1,726,493	+1,746,079	(13.75)
EQUIPMENT	+247,068	+262,143	+318,862	+334,655	28.33
INFLATION	+0	+0	+157,874	+229,673	100.00
TOTAL OPER COSTS	+9,037,339	+9,412,581	+9,436,772	+9,543,950	2.87
NON-OPERATING COSTS	+27,224	+18,686	+0	+0	(100.00)
TOTAL EXPENSES**	+9,064,563	+9,431,267	+9,436,772	+9,543,950	2.62
FUND SOURCES					
GENERAL FUND	+5,644,006	+5,930,543	+6,212,954	+6,202,058	7.26
STATE SPECIAL FUND	+1,757,343	+1,770,984	+0	+0	(100.00)
FEDERAL REVENUE	+1,663,214	+1,729,740	+0	+0	(100.00)
CURRENT UNRESTRICTD	+0	+0	+3,223,818	+3,341,892	100.00
TOTAL FUNDING***	+9,064,563	+9,431,267	+9,436,772	+9,543,950	2.62

SUBCOMMITTEE: E -- EDUCATION
AGENCY: 5110 - COOPERATIVE EXTENSION SERVICE

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	134.08	132.36	132.36	97.43
EXPENSES					
PERSONAL SERVICES	+3,286,434	+3,397,726	+3,502,288	+3,502,288	4.79
OPERATING EXPENSE	+581,797	+675,581	+597,337	+594,941	(5.17)
EQUIPMENT	+24,181	+25,016	+20,222	+14,881	(28.64)
INFLATION	+0	+0	+46,184	+67,844	100.00
TOTAL OPER COSTS	+3,892,412	+4,098,323	+4,166,031	+4,179,954	4.44
NON-OPERATING COSTS	+2,838	+3,439	+0	+0	(100.00)
TOTAL EXPENSES**	+3,895,250	+4,101,762	+4,166,031	+4,179,954	4.36
FUND SOURCES					
GENERAL FUND	+2,132,052	+2,184,973	+2,189,809	+2,146,432	0.44
FEDERAL REVENUE	+1,763,198	+1,916,789	+0	+0	(100.00)
CURRENT UNRESTRICTD	+0	+0	+1,976,222	+2,033,522	100.00
TOTAL FUNDING***	+3,895,250	+4,101,762	+4,166,031	+4,179,954	4.36

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SUBCOMMITTEE: E -- EDUCATION
AGENCY: 5111 - FORESTRY & CONSERV EXP STATION

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	22.20	20.14	20.14	81.44
EXPENSES					
PERSONAL SERVICES	+510,531	+520,485	+529,612	+529,612	2.73
OPERATING EXPENSE	+137,032	+134,245	+126,288	+126,288	(6.89)
EQUIPMENT	+25,694	+32,958	+19,609	+17,500	(36.73)
INFLATION	+0	+0	+9,271	+13,532	100.00
TOTAL OPER COSTS	+673,257	+687,688	+684,780	+686,932	0.79
TOTAL EXPENSES**	+673,257	+687,688	+684,780	+686,932	0.79
FUND SOURCES					
GENERAL FUND	+673,257	+687,688	+684,780	+686,932	0.79
TOTAL FUNDING***	+673,257	+687,688	+684,780	+686,932	0.79

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SUBCOMMITTEE: E -- EDUCATION
AGENCY: 5113 - SCHOOL FOR THE DEAF AND BLIND

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	85.36	85.36	85.36	100.00
EXPENSES					
PERSONAL SERVICES	+1,889,597	+1,832,493	+1,938,461	+1,939,445	4.18
OPERATING EXPENSE	+916,429	+1,414,839	+1,072,156	+1,033,352	(9.68)
EQUIPMENT	+9,262	+4,004	+23,937	+7,710	138.55
INFLATION	+0	+0	+80,968	+117,698	100.00
TOTAL OPER COSTS	+2,815,288	+3,251,336	+3,115,522	+3,098,205	2.42
TOTAL EXPENSES**	+2,815,288	+3,251,336	+3,115,522	+3,098,205	2.42
FUND SOURCES					
GENERAL FUND	+2,397,856	+2,862,040	+2,633,028	+2,640,705	0.26
FEDERAL REVENUE	+417,432	+389,296	+482,494	+457,500	16.51
TOTAL FUNDING***	+2,815,288	+3,251,336	+3,115,522	+3,098,205	2.42

SUBCOMMITTEE: E -- EDUCATION
AGENCY: 5116 - STATE COUNCIL FOR VO-ED

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	2.00	2.00	2.00	100.00
EXPENSES					
PERSONAL SERVICES	+55,865	+55,150	+58,857	+59,380	6.50
OPERATING EXPENSE	+38,826	+38,550	+56,175	+54,825	43.45
EQUIPMENT	+449	+1,531	+0	+0	(100.00)
INFLATION	+0	+0	+1,318	+2,145	100.00
TOTAL OPER COSTS	+95,140	+95,231	+116,350	+116,350	22.23
TOTAL EXPENSES**	+95,140	+95,231	+116,350	+116,350	22.23
FUND SOURCES					
FEDERAL REVENUE	+95,140	+95,231	+116,350	+116,350	22.23
TOTAL FUNDING***	+95,140	+95,231	+116,350	+116,350	22.23

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SUBCOMMITTEE: E -- EDUCATION
AGENCY: 5118 - BOARD OF REGENTS OF HIGHER ED

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	0.00	0.00	0.00	100.00
EXPENSES					
PERSONAL SERVICES	+5,525	+4,350	+5,525	+5,525	11.89
OPERATING EXPENSE	+18,914	+21,740	+18,209	+18,209	(10.42)
INFLATION	+0	+0	+703	+1,083	100.00
TOTAL OPER COSTS	+24,439	+26,090	+24,437	+24,817	(2.52)
TOTAL EXPENSES**	+24,439	+26,090	+24,437	+24,817	(2.52)
FUND SOURCES					
GENERAL FUND	+24,439	+26,090	+24,437	+24,817	(2.52)
TOTAL FUNDING***	+24,439	+26,090	+24,437	+24,817	(2.52)

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SUBCOMMITTEE: E -- EDUCATION
AGENCY: 5119 - FIRE SERVICES TRAINING

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	CURRENT LEVEL FISCAL 1986	CURRENT LEVEL FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	6.00	6.00	6.00	100.00
EXPENSES					
PERSONAL SERVICES	+149,139	+163,766	+178,624	+179,110	14.32
OPERATING EXPENSE	+56,674	+47,911	+62,218	+50,218	7.50
EQUIPMENT	+13,579	+5,000	+4,700	+4,000	(53.17)
INFLATION	+0	+0	+2,217	+3,540	100.00
TOTAL OPER COSTS	+219,392	+216,677	+247,759	+236,868	11.13
TOTAL EXPENSES**	+219,392	+216,677	+247,759	+236,868	11.13
FUND SOURCES					
GENERAL FUND	+218,898	+216,677	+230,759	+231,868	6.21
FEDERAL REVENUE	+494	+0	+14,000	+2,000	3138.86
PROPRIETARY FUNDS	+0	+0	+3,000	+3,000	100.00
TOTAL FUNDING***	+219,392	+216,677	+247,759	+236,868	11.13

REPORT LBSUE01C.2

STATE OF MONTANA
OFFICE OF THE LEGISLATIVE FISCAL ANALYST
LEGISLATIVE INTERACTIVE BUDGETING SYSTEM
MAIN TABLE REPORT

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SUBCOMMITTEE: E -- EDUCATION
AGENCY: 5199 - BUREAU OF MINES

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	0.00	31.91	31.91	31.91	100.00
EXPENSES					
PERSONAL SERVICES	+861,900	+874,140	+879,572	+879,572	1.33
OPERATING EXPENSE	+562,975	+574,294	+555,413	+555,413	(2.32)
EQUIPMENT	+24,148	+41,566	+25,833	+20,830	(28.99)
INFLATION	+0	+0	+38,513	+56,215	100.00
TOTAL OPER COSTS	+1,449,023	+1,490,000	+1,499,331	+1,512,030	2.46
TOTAL EXPENSES**	+1,449,023	+1,490,000	+1,499,331	+1,512,030	2.46
FUND SOURCES					
GENERAL FUND	+1,396,693	+1,433,821	+1,446,331	+1,459,030	2.64
STATE SPECIAL FUND	+52,330	+56,179	+0	+0	(100.00)
CURRENT UNRESTRICTD	+0	+0	+53,000	+53,000	100.00
TOTAL FUNDING***	+1,449,023	+1,490,000	+1,499,331	+1,512,030	2.46

SUBCOMMITTEE: E -- EDUCATION

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	298.29	745.44	4,175.70	4,165.72	699.19
EXPENSES					
PERSONAL SERVICES	+105,530,483	+134,104,833	+109,400,717	+109,125,207	(8.80)
OPERATING EXPENSE	+32,247,132	+34,752,349	+33,667,517	+33,404,916	0.10
EQUIPMENT	+5,388,371	+5,091,696	+5,627,544	+5,807,717	9.11
INFLATION	+0	+0	+1,941,757	+3,032,188	100.00
TOTAL OPER COSTS	+143,165,986	+173,948,878	+150,637,535	+151,370,028	(4.76)
NON-OPERATING COSTS	+234,184,835	+61,821,644	+47,172,136	+46,658,391	(68.30)
TOTAL EXPENSES**	+377,350,821	+235,770,522	+197,809,671	+198,028,419	(35.43)
FUND SOURCES					
GENERAL FUND	+66,203,141	+79,539,260	+136,547,299	+135,800,427	86.86
STATE SPECIAL FUND	+160,767,259	+8,105,080	+3,326,797	+3,595,944	(95.90)
FEDERAL REVENUE	+6,912,060	+8,954,455	+8,298,635	+8,350,416	4.93
OTHER APPROP FUNDS	+24,846,761	+210,000	+210,000	+210,000	(98.32)
CURRENT UNRESTRICTD	+118,621,600	+116,075,771	+49,423,940	+50,068,632	(57.60)
PROPRIETARY FUNDS	+0	+0	+3,000	+3,000	100.00
TOTAL FUNDING***	+377,350,821	+212,884,566	+197,809,671	+198,028,419	(32.93)

REPORT LBSUE01C.2

STATE OF MONTANA
OFFICE OF THE LEGISLATIVE FISCAL ANALYST
LEGISLATIVE INTERACTIVE BUDGETING SYSTEM
MAIN TABLE REPORT

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S T A T E   T O T A L S

BUDGET ITEM	ACTUAL FISCAL 1984	APPROPRIATED FISCAL 1985	------CURRENT LEVEL------ FISCAL 1986	FISCAL 1987	% CHANGE 1985-87 BIENNIUM
F.T.E.	5,052.46	10,747.56	14,178.34	14,183.11	79.50
EXPENSES					
PERSONAL SERVICES	+330,059,899	+382,893,421	+349,503,582	+350,138,594	(1.86)
OPERATING EXPENSE	+279,545,028	+339,574,180	+366,737,483	+328,247,039	12.25
EQUIPMENT	+20,498,853	+16,821,836	+19,787,658	+17,731,161	0.53
INFLATION	+0	+0	+7,415,847	+11,514,143	100.00
TOTAL OPER COSTS	+630,103,780	+739,289,437	+743,444,570	+707,630,937	5.96
NON-OPERATING COSTS	+522,982,045	+329,570,435	+358,711,706	+360,710,419	(15.61)
TOTAL EXPENSES**	+1,153,085,825	+1,068,859,872	+1,102,156,276	+1,068,341,356	(2.31)
FUND SOURCES					
GENERAL FUND	+265,441,483	+293,853,731	+368,669,955	+371,078,482	32.26
STATE SPECIAL FUND	+350,468,578	+222,384,118	+263,662,742	+237,521,447	(12.51)
FEDERAL REVENUE	+319,195,676	+358,644,442	+371,116,406	+359,689,123	7.81
OTHER APPROP FUNDS	+59,283,022	+1,747,743	+2,337,446	+2,239,391	(92.50)
CURRENT UNRESTRICTD	+118,621,600	+116,075,771	+49,423,940	+50,068,632	(57.60)
PROPRIETARY FUNDS	+40,075,466	+53,268,111	+46,945,787	+47,744,281	1.44
TOTAL FUNDING***	+1,153,085,825	+1,045,973,916	+1,102,156,276	+1,068,341,356	(1.29)

EXHIBIT 2
March 19, 1985
Health & Human Services

NARRATIVE FOR HOUSE BILL 500
on the
Departments of Health and Environmental Sciences,
Labor and Industry, and
Social and Rehabilitation Services

March 12, 1985

Agency: Department of Health and Environmental Sciences | Program: Agency Summary

	FY 1984	- - Fiscal 1986 - -			- - Fiscal 1987 - -			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	224.35	240.25	216.35	216.75	240.25	215.35	216.75	(3.4)
Personal Services	$ 5,863,879	$ 6,486,142	$ 5,872,931	$ 5,889,745	$ 6,486,452	$ 5,867,064	$ 5,901,819	.4
Operating Expenses	6,949,215	10,870,525	7,505,831	7,362,190	11,559,970	7,599,136	7,373,090	5.9
Equipment	174,301	142,129	86,435	95,867	10,655	17,878	12,305	(4.5)
Grants	5,437,300	5,871,611	5,682,050	5,737,731	5,927,764	5,716,148	5,739,506	5.5
Total Exp.	$18,424,695	$23,370,407	$19,147,247	$19,085,533	$23,984,841	$19,200,226	$19,026,720	3.6
FUNDING								
General Fund	$ 3,486,390	$ 3,761,154	$ 3,298,854	$ 3,452,813	$ 3,685,258	$ 3,241,618	$ 3,473,233	(1.0)
State Special Rev.	1,292,364	1,999,200	1,717,102	2,056,599	2,093,724	1,746,338	2,016,597	59.3
Federal Revenue	13,645,941	17,610,053	14,131,292	13,576,121	18,205,859	14,212,270	13,536,890	(.4)
Total Funding	$18,424,695	$23,370,407	$19,147,247	$19,085,533	$23,984,841	$19,200,226	$19,026,720	3.7

Program Description: The Department of Health and Environmental Sciences is responsible for promoting and protecting the health of Montanans through public health laws, environmental regulations and enforcement activities. It is composed of five divisions: The Director, Financial Management, Environmental Sciences, Management Services, and Health Services and Medical Facilities.

Current Level Budget: The Superfund and Hazardous Waste Dump Inventory Programs were appropriated for by the 1983 legislature, but are presented as modified requests in the 1987 biennium due to significant program expansion. Total expenditures rise 3.7 percent over the fiscal 1984 level.

Funding

State special revenue rises due primarily to three factors: (1) the addition of resource indemnity trust fund monies as Section 15-38-202, MCA allocates 6 percent of all interest earned on the account to the department's Hazardous Waste Program in the Solid Waste Bureau; (2) increased utilization of the Junk Vehicle fund balance in the Solid Waste and Environmental Sciences Division Administration Bureaus; and (3) the reclassification of mircobiology and chemistry laboratory fee income, which had been classified as federal revenue, to state special revenue.

The department receives two federal block grants: (1) the maternal and child health and (2) preventive health block grants. Tables 1 and 2 summarize actual fiscal 1984 and appropriated fiscal 1985, 1986, and 1987 expenditures.

Table 1
Maternal and Child Health Block Grants

	Fiscal 1984	Fiscal 1985	Fiscal 1986	Fiscal 1987
Beginning Balance	$ -0-	$ -0-	$ -0-	$ 23,258
Grant Award	2,034,402	1,994,507	1,897,421	1,897,421
Total Funds Available	$2,034,402	$1,994,507	$1,897,421	$1,920,679
Current Level Programs				
Director's Division				
Administration	$ 28,264	$ 28,264	$ 30,000	$ 30,000
Grants to Counties	1,272,076*	1,189,203**	717,922	685,599
Health Services Division				
Administration	-0-	-0-	23,683	23,727
Nursing Administration	25,146	25,971	28,000	28,000
Family Planning	25,787	27,334	28,000	29,000
Clinical Administration	36,574	41,257	105,756	80,634
Handicapped Children	646,555	682,478	700,276	725,191
Newborn Transport	-0-	-0-	66,000	66,000
Total Current Level	$2,034,402	$1,994,507	$1,699,637	$1,668,151
Modified Programs				
Mouthrinse	-0-	-0-	$ 15,000	$ -0-
Cleft Palate	-0-	-0-	52,500	52,500
Perinatal	-0-	-0-	107,026	200,028
Total Modified Expenditures	-0-	-0-	$ 174,526	$ 252,528
Total Disbursements	2,034,402	1,944,507	1,874,163	1,920,679
Ending Balance	-0-	-0-	$ 23,258	$ -0-

*Includes budget amendment of $490,350
**Includes budget amendment of $586,762

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Table 2
Preventive Health Block Grant

	Fiscal 1984	Fiscal 1985	Fiscal 1986	Fiscal 1987
Beginning Balance	$ -0-	$ -0-	$ -0-	$ 30
Grant Award	605,457	758,418	632,187	632,187
Total Available	$ 605,452	$ 758,418	$ 632,187	$ 632,217
Current Level Programs				
Director's Division				
Rape Crisis	$ 10,260	$ 11,542	$ 11,970	$ 11,970
Administration	44,975	44,975	43,557	48,645
Management Services Division				
Microbiology Laboratory	33,999	34,000	34,000	34,000
Health Services Division				
Administration	-0-	-0-	-0-	-0-
Hypertension	76,661	24,810	-0-	-0-
Risk Reduction	34,309	35,759	48,714	49,257
Family Planning	203,968	203,048	189,105	190,308
Diabetes	34,157	19,157	-0-	-0-
Emergency Medical Services	167,128	235,255	185,439	204,855
EMS Grants to Counties	-0-	149,872	-0-	-0-
Total Current Level Expenditures	$ 605,457	$ 758,418	$ 522,935	$ 549,203
Modified Programs				
Mouthrinse	$ -0-	$ -0-	$ -0-	$ 15,000
Nursing	-0-	-0-	-0-	35,414
Family Planning	-0-	-0-	11,649	11,653
Perinatal	-0-	-0-	97,573	20,791
Total Modified Expenditures	-0-	-0-	$ 109,222	$ 82,858
Total Disbursements	605,457	758,418	632,157	632,061
Ending Balance	-0-	-0-	$ 30	$ 156

Table ws the total federal funds included in the Department of He h and Environmental Sciences appropriation for fiscal 1986 1987.

Table 3

Federal Funds - Department of Health and Enviormental Sciences

Fund	Fiscal 1986	Fiscal 1987
1. Indirect Revenue	$ 474,336	$ 436,959
2. Death Index	2,333	2,333
3. National Center for Health Statistics	61,090	61,090
4. EPA Hazardous Waste	175,826	176,254
5. Bureau of State Lands	31,502	31,516
6. EPA Air Quality	475,063	477,813
7. EPA Safe Drinking Water	292,312	294,840
8. EPA 106	313,337	314,245
9. EPA 205g	398,294	397,241
10. EPA 205j	107,012	107,426
11. Film Library	26,815	19,892
12. Data Processing	36,213	33,600
13. Title X Family Planning	787,340	787,030
14. Vaccination	192,542	196,859
15. Venereal Disease	52,346	52,334
16. Rabies Vaccine	45,430	47,374
17. Women, Infants and Children	5,451,752	5,449,067
18. Child Nutrition	1,914,275	1,914,678
19. Health Planning	213,258	213,916
20. Medicare Title XVIII	182,470	184,010
21. Medicaid Title XIX	120,003	121,059
22. Maternal and Child Health Block Grant	1,699,637	1,668,151
23. Preventive Health Block Grant	522,935	549,203
Total Other Federal Funds	$13,576,121	$13,536,890

Agency: Department of Health and Environmental Sciences

Program: Director's Office

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	9.00	9.00	9.00	9.00	9.00	9.00	9.00	0.00
Personal Services	$278,722	$ 301,727	$301,759	$ 301,759	$ 302,425	$302,461	$ 302,461	8.3
Operating Expenses	292,278	168,029	182,946	159,309	168,520	185,713	160,894	(45.6)
Grants	10,260	638,509	11,970	729,892	663,571	11,970	697,569	7,013.9
Total Exp.	$581,260	$1,108,265	$496,675	$1,190,960	$1,134,516	$500,144	$1,160,924	104.8
FUNDING								
General Fund	$497,761	$ 396,169	$405,752	$ 387,511	$ 392,300	$407,985	$ 384,710	(22.2)
Federal Revenue	83,499	712,096	90,923	803,449	742,216	92,159	776,214	862.2
Total Funding	$581,260	$1,108,265	$496,675	$1,190,960	$1,134,516	$500,144	$1,160,924	104.8

Program Description: The Director's Office is responsible for overall management and program support for the Department of Health and Environmental Sciences.

Current Level Budget: General fund and operating expenses decline due to the expiration of two bills enacted by the 1983 legislature for the duration of one fiscal year: the Family Practice Residency, which provided training to physicians in family practice, and the Health Information Center which provided a centralized information source for professionals and lay persons. Expenditures totaled $112,400 in fiscal 1984. Legal expenses of $22,716 were deleted as part of the reorganization of the Legal Services Bureau. The legal expenses were funded by general fund and the federal maternal and child health and preventive health block grants.

Direct grants to counties are funded from the federal Maternal and Child Health block grant to provide services to women and children at health risk. The counties receive all monies of the Maternal and Child Health block grant which are not allocated to programs in the department of health. The federally mandated Rape Crises grants are funded by the federal Preventive Health block grant. The following table shows actual fiscal 1984 and appropriated fiscal 1985, 1986 and 1987 grant totals.

Table 1
Grants--Director's Office

Recipient	Fiscal 1984	Fiscal 1985	Fiscal 1986	Fiscal 1987
Rape Crisis	$ 10,260	$ 11,542	$ 11,970	$ 11,970
Grants to Counties	1,272,076*	1,189,203	717,922	685,599
Total Grants	$1,282,336	$1,200,745	$729,892	$697,569

*Budget amended $490,350 in fiscal 1984 and $586,762 in fiscal 1985. As per the intent of the legislature, this entire amount was allocated to the counties. During the 1985 biennium, these grants were in the Clinical Bureau.

Federal revenue consists of the two grants and administrative costs of $30,000 each year from the Maternal and Child Health block grant and $43,557 in fiscal 1986 and $48,645 in fiscal 1987 of the Preventive Health block grant.

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Agency: Department of Health and Environmental Sciences

Program: Board of Health

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Personal Services	$2,800	$ 3,150	$ 4,200	$ 3,150	$ 3,150	$ 4,200	$ 3,150	12.5
Operating Expenses	6,017	15,488	17,455	15,488	15,488	17,927	15,488	12.5
Equipment	-0-	-0-	-0-	-0-	-0-	-0-	-0-	0.0
Total	$8,817	$18,638	$21,655	$18,638	$18,638	$22,127	$18,638	111.4
FUNDING								
General Fund	$8,817	$18,638	$21,655	$18,638	$18,638	$22,127	$18,638	111.4

Program Description: The Board of Health is a quasi-judicial board appointed by the Governor to advise the department of health in public health matters.

Current Level Budget: Per-diem expenses of the board were raised $350 per year and other expenses were raised $1,638 per year to allow for a greater number of board meetings. The board is mandated to meet five times each year, but met only four times in fiscal 1984. The contract the board maintains with a private legal firm was restored to the fiscal 1984 appropriated level of $8,000 from the actual fiscal 1984 expenditures level of $455 in anticipation of additional lawsuits related to certificate of need. The Legal Services Bureau cannot represent the Board of Health in certain cases due to the possibility of a conflict of interest.

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Agency: Department of Health and Environmental Sciences

Program: Legal Services Bureau

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	5.00	3.00	5.00	3.00	3.00	5.00	3.00	(40.0)
Personal Services	$145,529	$ 93,901	$151,814	$ 93,817	$ 94,303	$152,491	$ 94,295	(35.5)
Operating Expenses	17,388	10,262	18,088	10,665	10,442	18,941	11,294	(38.7)
Total	$162,917	$104,163	$169,902	$104,482	$104,745	$171,432	$105,589	(35.9)
FUNDING								
General Fund	$ -0-	$104,163	$ -0-	$104,482	$104,745	$ -0-	$105,589	100.0
Federal Revenue	162,917	-0-	169,902	-0-	-0-	171,432	-0-	(100.0)
Total Funding	$162,917	$104,163	$169,902	$104,482	$104,745	$171,432	$105,589	(35.9)

Language in Bill: The Department of Health and Environmental Sciences shall use the Attorney General's legal fee rate to charge federal programs for services performed by the Legal Services Division. Use of federal appropriation authority of $42,701 in fiscal 1986 and $52,472 in fiscal 1987 shall be used only to purchase legal services from the department of health legal services bureau. All legal services performed for federal programs shall be billed and all fees collected shall be deposited into the general fund.

Program Description: The Legal Services Bureau provides all aspects of legal representation to all divisions of the department of health with the exception of the Environmental Sciences Division.

Current Level Budget: This bureau was reorganized in order to provide stability to the funding base and ensure that all programs of the department of health would have adequate legal resources. Previously, programs were allocated funds for legal expenses based upon the availability of funds and the program's anticipated needs. The programs would then reimburse legal services on a $42.50 per hour basis. This system did not always ensure that each program would have adequate funds to meet legal needs as they arose. Also, income of the Legal Services Bureau could be erratic.

The reorganization deletes all general fund legal support from each program with the exception of the Environmental Sciences Division. Within that division all legal fees are eliminated. One FTE lawyer and 1 FTE legal support staff and related expenses are transferred to the Water Quality, Solid Waste and Air Quality Bureaus to handle all legal work of the division. The positions and related expenses are supported by the funds mix in each of the Bureaus.

Table 1
Expenses Movement

Program	Transferred from Legal Services Fiscal 1986	Transferred from Legal Services Fiscal 1987	Deleted From Fiscal 1986	Deleted From Fiscal 1987
Water Quality	$39,986	$40,251	$ 66,478	$ 69,802
Solid Waste	14,234	14,326	26,883	28,227
Air Quality	14,218	14,310	15,646	16,428
Division Administration	-0-	-0-	3,375	3,544
Occupational Health	-0-	-0-	1,152	1,210
Food and Consumer Safety	-0-	-0-	11,030	11,581
Total	$68,438	$68,887	$124,564	$130,792

In addition, two modified requests were approved to add .5 FTE lawyer to the Solid Waste and Air Quality Bureaus.

Table 2
Modified Additions

Solid Waste	$15,414	$15,420
Air Quality	15,414	15,420
Total	$30,828	$30,840

The general fund support to legal expense of all other programs of the department were deleted, totaling $29,035 in fiscal 1986 and $32,748 in fiscal 1987. The remaining federal funds totaling $42,701 in fiscal 1986 and $52,472 in fiscal 1987, will be used specifically for legal expenses. As they were paid, the funds will be deposited into the general fund.

If a program is 50 percent supported by federal funds, the rate paid will be 50 percent of the hourly fee. When the legal funds are deleted, the program receives free legal assistance.

The remaining FTE and expenses of the Legal Service Bureau are supported by general fund.

Agency: Department of Health & Environmental Sciences

Program: Financial Management Administration

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	3.00	3.00	3.00	3.00	3.00	3.00	3.00	0.00
Personal Services	$ 94,925	$ 93,169	$ 93,220	$ 93,220	$ 93,250	$ 93,302	$ 93,302	(1.8)
Operating Expenses	46,565	52,339	52,980	52,751	54,687	55,875	55,585	13.3
Equipment	-0-	-0-	-0-	-0-	-0-	-0-	-0-	--
Total Exp.	$141,490	$145,508	$146,200	$145,971	$147,937	$149,177	$148,887	3.2
FUNDING								
General Fund	$ 55,138	$ 45,508	$ 30,331	$ -0-	$ 17,937	$ 11,656	$ -0-	(100)
Federal Revenue	86,352	100,000	115,869	145,971	130,000	137,521	148,887	74.3
Total Funding	$141,490	$145,508	$146,200	$145,971	$147,937	$149,177	$148,887	3.2

Program Description: This program provides technical fiscal support to all other programs within the department of health.

Current Level Budget: The department negotiates an indirect cost rate with the federal government each year. This rate, which equaled 13.1 percent in fiscal 1984, 8.7 percent in fiscal 1985, 17.6 percent in fiscal 1986, and is expected to equal 17 percent in fiscal 1987, is applied against that portion of federal and state funds used to fund personal services, with the exception of federal block grants and National Center for Health Statistics funds. If a program is 50 percent federally funded, 50 percent general funded, the indirect rate is applied against the 50 percent of personal services supported by federal funds. The resulting amount is then taken by this bureau and the Fiscal Services Bureau to fund agency-wide administrative costs. The rate negotiated depends upon a number of factors, including previous rates, total administrative costs and the sufficiency of previous levels of indirect funds. In fiscal 1984, this bureau was partially funded by general fund due to the comparatively low indirect rates. The program will be completely funded by indirect charges in the 1987 biennium, eliminating all general fund support. The reduction in general fund does not cause a corresponding increase in general fund elsewhere in the department. The rise in operating expenses is due to an increase of $6,870 in Department of Administration insurance expenses.

Agency: Department of Health and Environmental Sciences

Program: Fiscal Services Bureau

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	11.00	11.00	11.00	11.00	11.00	11.00	11.00	0.00
Personal Services	$238,983	$246,446	$246,582	$246,582	$246,948	$247,099	$247,099	3.2
Operating Expenses	69,701	107,826	81,660	81,784	66,170	41,454	40,973	17.3
Total Exp.	$308,684	$354,272	$328,242	$328,366	$313,118	$288,553	$288,072	6.4
FUNDING								
Federal Revenue	$308,684	$354,272	$328,242	$328,366	$313,118	$288,553	$288,072	6.4

Program Description: The Fiscal Services Bureau maintains the accounting system and provides centralized purchasing, mailroom, cashier, and auditing functions for the department of health.

Current Level Budget: Operating expenses rise in fiscal 1986 due to the addition of audit costs of $42,000. Audit costs were $32,908 in fiscal 1984. This program is entirely funded by indirect charges.

Modified Recommendations: Child Nutrition 1 FTE child nutrition auditor and operating expenses totaling $25,000 in fiscal 1986 and 1987, was approved. The position, which was added by budget amendment in fiscal 1984, is mandated by the federal government and funded by federal child nutrition funds.

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Agency: Department of Health and Environmental Sciences

Program: Records and Statistics Bureau

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	14.5	13.5	13.5	13.5	13.5	13.5	13.5	(6.9)
Personal Services	$295,537	$281,135	$281,303	$281,303	$281,568	$281,747	$281,747	(4.8)
Operating Expenses	59,637	70,936	61,718	67,059	81,476	64,123	78,041	12.4
Equipment	-0-	17,916	728	-0-	-0-	728	-0-	0.0
Total	$355,174	$369,987	$343,749	$348,362	$363,044	$346,598	$359,788	(1.9)
FUNDING								
General Fund	$210,481	$234,295	$198,326	$212,670	$227,418	$201,175	$224,162	1
State Special	81,360	72,269	82,000	72,269	72,203	82,000	72,203	(11.2)
Federal Revenue	63,333	63,423	63,423	63,423	63,423	63,423	63,423	.1
Total	$355,174	$369,987	$343,749	$348,362	$363,044	$346,598	$359,788	(1.9)

Program Description: The Records and Statistics Bureau maintains the state's vital statistics system, produces statistical publications and analyses based upon this data, and provides statistical and consultative services.

Current Level Budget: A 1 FTE programmer position was deleted from current level at the department's request, resulting in the personal services decrease. Microfilming and computer processing charges were raised $3,849. A one-time expense of $9,905 was added in fiscal 1987 to print the vital statistics forms, which are updated every ten years.

State special revenue consists of fees charged to the public for copies of birth and death certificates. The total amount available is anticipated to decrease primarily due to a higher rate of indirect costs taken. The department contracts with the National Center for Health Statistics each year to provide them with health data. This contract totals $61,090 each year of the biennium. The balance of federal revenue consists of the Center for Disease Control Death Index totaling $2,333 each year.

Modified Recommendations: System Update A modified request of $21,848 in fiscal 1986 and $3,996 in fiscal 1987 of general fund to update the bureau's data entry capability was approved. The modified consists of $17,916 in equipment and $3,932 in operating expenses in fiscal 1986 and $3,996 in operating expenses in fiscal 1987.

DEPARTMENT: Department of Health and Environmental Sciences PROGRAM: Environmental Sciences Division Administration

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	3.00	3.00	3.00	3.00	3.00	3.00	3.00	0.00
Personal Services	$ 98,517	$102,624	$102,632	$102,729	$102,873	$102,882	$102,979	4.2
Operating Expenses	13,814	10,903	15,994	10,916	10,889	15,984	11,020	(20.7)
Total	$112,331	$113,527	$118,626	$113,645	$113,762	$118,866	$113,999	1.2
FUNDING								
General Fund	$ 59,002	$ -0-	$ 59,002	$ -0-	$ -0-	$59,055	$ -0-	(100.0)
State Special	22,171	78,763	25,084	113,645	78,881	27,094	113,999	412.5
Federal Funds	31,158	34,764	34,540	-0-	34,881	32,717	-0-	(100.0)
Total	$112,331	$113,527	$118,626	$113,645	$113,762	$118,866	$113,999	1.2

Program Description: This bureau is responsible for overall administrative, management, and coordinating support for the Environmental Sciences Division.

Current Level Budget: Operating expenses decline due to less travel, Governor's inflation factors, and the removal of $3,000 in legal expenses as a result of the reorganization of the Legal Services Bureau. This bureau will now use the services of the 1.0 FTE division lawyer and 1.0 FTE legal support staff supported by the Air Quality, Solid Waste, and Water Quality Bureaus.

This bureau does not receive a specific federal grant, but incorporates portions of grant monies received by other bureaus of the division. The federal funds are incorporated as they become available. In fiscal 1984 the bureau used EPA Montana Operator's Certification funds, EPA East Helena Blood Lead Study funds, EPA Hazardous Waste funds, and EPA Safe Drinking Water funds. Since it is not known how much if any federal funds would be available for this bureau in the 1987 biennium, they have been replaced by state Resource Indemnity Trust (RIT) and Junk Vehicle funds from the Solid Waste Bureau due to the surety of their availability. If federal funds become available during the biennium, they will replace state RIT funds. Any federal matching requirements will be met with Junk Vehicle funds. RIT funds become statutorily available to the Environmental Sciences Division beginning in fiscal 1986. This new availability allowed for the total replacement of general fund in this biennium.

Agency: Department of Health and Environmental Sciences

Program: Solid Waste Bureau

	FY 1984 Actual	Fiscal 1986 Executive	Fiscal 1986 Current Level	Fiscal 1986 Subcommittee	Fiscal 1987 Executive	Fiscal 1987 Current Level	Fiscal 1987 Subcommittee	FY 84-86 % Change
FTE	13.3	19.0	11.0	11.5	19.0	11.0	11.5	(13.5)
Personal Services	$ 341,363	$ 486,976	$ 294,821	$ 305,612	$ 487,598	$ 295,298	$ 306,115	(10.5)
Operating Expenses	530,186	2,298,762	229,328	213,773	2,977,817	240,094	219,716	(59.7)
Equipment	1,316	14,604	1,500	6,405	-0-	-0-	-0-	386.7
Grants	574,165	782,885	782,885	782,885	814,983	814,983	814,983	36.4
Total Exp.	$1,447,030	$3,583,227	$1,308,534	$1,308,675	$4,280,398	$1,350,375	$1,340,814	(9.6)
FUNDING								
General Fund	$ 125,991	$ 75,172	$ 75,435	$ 73,128	$ 75,029	$ 76,056	$ 72,962	(42.0)
State Special Rev.	705,871	1,328,056	1,061,393	1,059,721	1,420,105	1,097,431	1,091,598	50.1
Federal Revenue	615,168	2,179,999	171,706	175,826	2,785,264	176,888	176,254	(71.4)
Total Funding	$1,447,030	3,583,227	$1,308,534	$1,308,675	$4,280,398	$1,350,375	$1,340,814	(9.6)

Language in Bill: Resource Indemnity Trust funds allocated to the Department of Health and Environmental Sciences as per 15-38-202, MCA, received in excess of $358,240 in fiscal 1986, and $417,192 in fiscal 1987 are appropriated for use by the Solid Waste Bureau for the Hazardous Waste and Superfund Programs.

Program Description: This bureau is responsible for the licensing, inspection, and enforcement duties concerning the 200 waste disposal sites in the state; enforcement of federal and state hazardous waste statutes; and the junk vehicle recycling program.

Current Level Budget: The Superfund and Hazardous Waste Dump Inventory Programs were appropriated for by the 1983 legislature, but are included as modified requests for the 1987 biennium due to a substantial program expansion. Therefore, 2.3 FTE and related operating expenses of $409,009 were removed from current level.

Two .25 FTE legal support personnel and expenses totaling $14,234 in fiscal 1986 and $14,326 in fiscal 1987 were transferred to this bureau as part of the reorganization of the Legal Services Bureau. Legal fees of $26,883 in fiscal 1986 and $28,227 in fiscal 1987 were commensurately removed. Funds totaling $10,000 each year of the biennium were added to plan and design an in-state hazardous waste dump site.

The Junk Vehicle Program contracts with counties to provide free junk vehicle graveyards and provides grants to the counties for their upkeep. The income from the sale of the vehicles as scrap metal supports administration of the program and the grants to counties. A total of $100,000 of junk vehicle funds is included in operating expenses as a contingency should the price of steel fall and the program no longer be self-sufficient.

State special revenue consists of Resource Indemnity Trust and junk vehicle funds. As per Section 15-38-202, MCA, starting in fiscal 1986 6 percent of all interest from the Resource Indemnity Trust (RIT) fund will be available to match federal superfund and hazardous waste funds. Federal revenue consists of EPA hazardous waste funds, which require a 25 percent state match. Table 1 shows the Resource Indemnity Trust fund for the Health Department.

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Table 1
Resource Indemnity Trust Funds

	Current Level Fiscal 1986	Current Level Fiscal 1987	Modified Fiscal 1986	Modified Fiscal 1987
Beginning Balance	$ -0-	$ 8,155	-0-	-0-
Anticipated Revenue	366,395	412,556	-0-	-0-
Total Available	$366,395	$420,711	-0-	-0-
Disbursements				
Hazardous Waste	$ 58,610	$ 58,754	$ 33,871	$ 32,295
Superfund	-0-	-0-	203,858	264,122
Legal	-0-	-0-	5,138	5,140
Division Administration	56,763	56,881	-0-	-0-
Total Disbursements	$115,373	$115,635	$242,867	$301,557
Balance	$251,022	$305,076	$ 8,155	$ 3,519

Table 2 shows the current level cash flow for the junk vehicle account.

Table 2
Junk Vehicle Funds

	Fiscal 1984	Fiscal 1985	Fiscal 1986	Fiscal 1987
Beginning Balance	$1,609,051	$1,641,624	$1,237,554	$ 799,574
Revenue	738,459	620,000	620,000	620,000
Total Available	$2,347,510	$2,261,624	$1,857,554	$1,419,574
Disbursements				
Junk Vehicle	$ 705,851	$1,001,585	$1,001,111	$1,032,844
Division Administration	22,187	22,485	56,869	56,987
Total Disbursements	$ 728,038	$1,024,070	$1,057,980	$1,089,831
Adjustment	22,152	-0-	-0-	-0-
Ending Balance	$1,641,624	$1,237,554	$ 799,574	$ 329,743

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Modified Rec endations: (1) Hazardous Waste - 1 FTE environmental en er, 2 FTE environmental specialists, a .5 FTE administr ve aide, and operating expenses totaling $135,486 in fiscal 1986, $33,871 of RIT and $101,165 of EPA hazardous waste funds; and $129,181 in fiscal 1987, $32,295 of RIT and $96,886 of EPA hazardous waste funds, was approved due to a change in federal regulations bringing more businesses under the jurisdiction of the Hazardous Waste Program.

(2) Hazardous Waste Dump Inventory 1.5 FTE, an environmental specialist and an administrative aide, and related expenses totaling $41,941 in fiscal 1986 and $41,801 in fiscal 1987 of EPA hazardous waste dump inventory funds to complete the Hazardous Waste Dump Inventory project were approved.

(3) Superfund 2.0 FTE environmental engineers and expenses totaling $2,082,558 in fiscal 1986, $203,858 of RIT and $1,878,700 of superfund, and $2,759,270 in fiscal 1987, $264,122 of RIT and $2,495,148 of superfund, to continue the cleanup of Milltown and Silverbow Creek superfund projects and expand the program to include new sites on the federal superfund list were approved.

(4) Lawyer A .5 FTE lawyer and expenses totaling $15,414 in fiscal 1986 and $15,420 in fiscal 1987 to handle all legal needs of this bureau and other bureaus of the Environmental Sciences Division was approved. The position is supported by general fund totaling $5,138 in fiscal 1986 and $5,140 in fiscal 1987; the remaining costs are funded by RIT, EPA hazardous waste and junk vehicle funds.

Agency: Department of Health and Environmental Science

Program: Air Quality Bureau

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	17.50	19.50	17.50	18.00	19.50	17.50	18.00	2.90
Personal Services	$ 471,306	$548,457	$498,173	$508,948	$549,748	$499,371	$510,172	8.0
Operating Expenses	419,943	241,386	246,408	217,774	242,679	256,898	218,814	(48.2)
Equipment	111,154	6,305	5,500	5,500	400	5,000	5,000	(947.2)
Grants	95,000	95,000	95,000	95,000	95,000	95,000	95,000	0.0
Total Exp.	$1,097,403	$891,148	$845,081	$827,222	$887,827	$856,269	$829,986	(24.6)
FUNDING								
General Fund	$ 280,110	$326,071	$ 310,657	$320,657	$326,077	$310,657	$320,657	14.5
Federal Funds	817,293	565,077	1,051,089	506,565	561,750	545,612	509,329	(78.8)
Total Funding	$1,097,403	$891,148	$ 845,081	$827,222	$887,827	$856,269	$829,986	(24.6)

Program Description: The Air Quality Bureau is responsible for maintaining outdoor air quality levels considered safe to the public health and welfare through permit review, inspections, monitoring, and information dissemination.

Current Level Budget: Three temporary projects that were appropriated for by the 1983 legislature and completed in fiscal 1984 have been removed from current level: 1) United Minerals variance; 2) Scobey Air Monitoring; 3) East Helena Blood Lead Study. The three projects totaled $190,498 in operating expenses and $101,969 in equipment. A .5 FTE legal support staff and operating expenses totaling $14,218 in fiscal 1986 and $14,308 in fiscal 1987 were added as part of the reorganization of the Legal Services Bureau. Legal expenses of $15,646 in fiscal 1986 and $16,428 in fiscal 1987 were correspondingly removed from current level. Grants are made to local governments with approved programs that perform air monitoring. General fund increases due to maintenance of effort provisions in federal law, which state that state contributions must equal the prior year's level in order to receive the EPA air quality grant. The figure of $320,657 represents the anticipated level of expenditure in fiscal 1985. Federal revenue consists of the EPA air quality grants, expected to total $475,063 in fiscal 1986 and $477,813 in fiscal 1987, and Bureau of State Lands, which supports a shared FTE. This source totals $31,502 in fiscal 1986 and $31,516 in fiscal 1987.

Modified Recommendations: (1) Tribal Air Monitoring Project--A modification was approved to continue the Tribal Air Monitoring Project, started by budget amendment in fiscal 1984, which monitors air quality on Indian reservations. The project is supported by EPA air quality funds totaling $48,412 in fiscal 1986 and $48,509 in fiscal 1987.

(2) Lawyers--A .5 FTE lawyer at a cost of $15,414 in fiscal 1986 and $15,420 in fiscal 1987 of EPA air quality funds was approved to provide legal support exclusively to this bureau.

(3) Scobey Air Monitoring Project--A continuation of the Scobey Air Monitoring Project totaling $15,000 in general fund in fiscal 1987 was approved to monitor air quality from the Saskatchewan Power plant, which emits pollutants. This expenditure will not raise the EPA Air Quality grant maintenance of effort requirements because it is not considered part of the federal program.

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Agency: Department of Health and Environmental Sciences

Program: Occupational Health Bureau

	FY 1984 Actual	Fiscal 1986 Executive	Fiscal 1986 Current Level	Fiscal 1986 Subcommittee	Fiscal 1987 Executive	Fiscal 1987 Current Level	Fiscal 1987 Subcommittee	FY 84-86 % Change
FTE	4.00	5.00	4.00	4.00	5.00	4.00	4.00	0.00
Personal Services	$125,285	$152,570	$124,269	$124,269	$152,691	$124,269	$124,380	(.8)
Operating Expenses	40,693	53,738	50,092	46,373	53,651	47,637	47,661	14.0
Equipment	1,900	14,500	2,200	2,200	-0-	-0-	-0-	15.8
Total Exp.	$167,878	$220,808	$176,561	$172,842	$206,342	$171,906	$172,041	3.0
FUNDING								
General Fund	$167,878	$220,808	$176,561	$172,842	$206,342	$171,906	$172,041	3.0

Program Description: This bureau is responsible for administering the Radiological and Occupational Health Programs. Primary emphasis is on the inspection of x-ray machines and the provision of measurement and technical expertise to ensure safety in homes and workplaces.

Current Level Budget: Operating expenses rise due to the addition of $2,000 each year of the biennium to purchase lab gas that had previously been stockpiled for the Beckman Low Level Alpha Beta counter, and the addition of $2,700 for the purchase of a maintenance contract on laboratory equipment. Legal expenses of $1,152 in fiscal 1986 and $1,210 in fiscal 1987 were removed as part of the reorganization of the Legal Services Bureau.

Modified Recommendations: (1) X-Ray Inspector There are currently over 2,000 x-ray units in the state. A modified request to add 1 FTE x-ray inspector and related expenses totaling $41,072 in fiscal 1986 and $34,084 in fiscal 1987 was approved to help alleviate the workload of the health physicist who currently inspects the units. This expansion is funded by general fund.

Agency: Department of Health & Environmental Sciences | Program: Water Quality Bureau

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	37.25	40.25	37.25	38.25	39.25	36.25	38.25	2.7
Personal Services	$ 994,362	$1,132,675	$1,042,615	$1,079,759	$1,107,572	$1,027,044	$1,082,182	8.6
Operating Expenses	327,753	431,999	360,716	306,423	372,896	377,908	316,798	(6.5)
Equipment	271	10,805	6,500	6,500	3,100	1,700	1,700	2.3
Grants	154,357	200,420	197,960	200,420	200,420	197,960	200,420	29.8
Total Exp.	$1,476,743	$1,775,899	$1,607,791	$1,593,102	$1,683,988	$1,604,612	$1,601,100	7.9
FUNDING								
General Fund	$ 211,213	$ 304,861	$ 216,010	$ 293,972	$ 305,558	$ 218,307	$ 296,531	39.2
State Special Rev.	168,066	177,115	222,232	188,175	177,538	211,420	190,817	12.1
Federal Revenue	1,097,464	1,293,923	1,169,549	1,110,955	1,200,892	1,174,885	1,113,752	1.2
Total Funding	$1,476,743	$1,775,899	$1,607,791	$1,593,102	$1,683,988	$1,604,612	$1,601,100	7.9

Program Description: This bureau is responsible for Montana's safe drinking and water pollution laws, the Subdivision Program, wastewater operator licensing, water quality management, and administration of the federal construction grants program.

Current Level Budget: One FTE lawyer position and related expenses totaling $39,986 in fiscal 1986 and $40,251 in fiscal 1987 was transferred to this bureau as part of the reorganization of the Legal Services Bureau. Commensurately, $65,656 in fiscal 1986 and $68,921 in fiscal 1987 in legal costs were removed from operating expenses. Laboratory expenses of $10,056 in fiscal 1986 and $10,558 in fiscal 1987 were added.

General fund rises due to two factors: 1) the Subdivision Program, which had been entirely funded by developer fees, was allocated $30,000 each year to supplement the fee income and provide some stability to the funding base; 2) the Water Quality Management section's general fund contribution was increased from $36,039 in fiscal 1984 to $94,679 in fiscal 1986 and $97,558 in fiscal 1987. The section is partially funded by federal 205j funds, which will be available at a reduced level in the 1987 biennium from the level available in the 1985 biennium. The increase in general fund will allow the section to maintain current level operations.

State special revenue includes subdivision developers fees of $168,736 in fiscal 1986 and $171,077 in fiscal 1987; and waste water operators certification fees of $19,439 in fiscal 1986 and $19,740 in fiscal 1987. Federal revenue consists of the following:

Table 1
Federal Funds--Water Quality Bureau

Fund	Recipient	Fiscal 1984	Fiscal 1986	Fiscal 1987
205j	Water Quality Mgmt.	$ 155,962	$ 107,012	$ 107,426
205g	Construction Grants Water Pollution Control	286,085	398,294	397,241
106	Water Pollution Control	377,733	313,337	314,245
Safe Drinking Water	Safe Drinking Water	276,364	292,312	294,840
Total		$1,096,144*	$1,110,955	$1,113,752

*Balance of federal revenue of $1,320 is a one-time payment from Champion International

Safe drinking water requires a 25 percent state match, 106 funds require a maintenance of effort equal to the 1971 level of effort, and 205g funds require the 106 fund 1977 maintenance of effort.

Modified Recommendation: (1) Clark Fork - The state monitors the Clark Fork River for contaminants emanating from Champion International. A modified request to add 1 FTE environmental specialist and operating expenses to complete the project at a cost of $93,004 in fiscal 1986 of federal 106 funds was approved.

(2) Groundwater Pollution Control - Complaints of ground water pollution are under the jurisdiction of this bureau and have increased in recent years. Federal 106 funds totaling $92,778 in fiscal 1986 and $92,842 in fiscal 1987 were approved to expand the Groundwater Pollution Control Program by 1 FTE environmental engineer and operating expenses.

Agency: Department of Health & Environmental Sciences

Program: Food and Consumer Safety Bureau

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	10.00	9.00	9.00	9.00	9.00	9.00	9.00	(10.0)
Personal Services	$281,100	$275,419	$275,649	$275,649	$276,294	$276,551	$276,551	(1.9)
Operating Expenses	60,886	52,665	64,624	52,684	53,364	67,099	54,087	(13.5)
Equipment	155	155	500	155	155	-0-	155	0.0
Grants	181,841	204,000	204,000	204,000	206,000	206,000	206,000	12.2
Total Exp.	$523,982	$532,239	$544,773	$532,488	$535,813	$549,650	$536,793	1.7
FUNDING								
General Fund	$342,141	$328,239	$340,773	$328,488	$329,813	$343,650	$330,793	(3.9)
State Special Rev.	181,841	204,000	204,000	204,000	206,000	206,000	206,000	12.2
Total Funding	$523,982	$532,239	$544,773	$532,488	$535,813	$549,650	$536,793	1.7

Program Description: This bureau is responsible for (1) issuing licenses to food establishments, hotels, motels, trailer parks, pools and spas, and (2) training and support services to local health inspectors.

Current Level Budget: A 1 FTE word processor operator position was transferred to the word processing pool of the Management Services Division. The major cause of the decrease in operating expenses of 13.5 percent is the removal of $10,000 in legal fees due to the reorganization of the Legal Services Bureau. Grants to counties are from the local board inspection fees account. All hotels, motels, tourist and retirement homes, and rooming houses pay a fee of $30, of which 85 percent goes into the account and the balance to the general fund. Counties are reimbursed from the fund to pay their local inspection costs. The increase in grants is due to an anticipated increase of 175 licensed establishments.

Agency: Department of Health & Environmental Sciences

Program: Management Services Administration

	FY 1984 Actual	Fiscal 1986 Executive	Fiscal 1986 Current Level	Fiscal 1986 Subcommittee	Fiscal 1987 Executive	Fiscal 1987 Current Level	Fiscal 1987 Subcommittee	FY 84-86 % Change
FTE	8.5	9.00	9.00	9.00	9.00	9.00	9.00	5.9
Personal Services	$172,173	$186,126	$186,121	$186,121	$186,250	$186,249	$186,249	2.3
Operating Expenses	42,313	46,277	45,867	48,075	49,116	49,318	50,898	13.6
Equipment	48,520	8,400	8,400	8,400	-0-	-0-	-0-	(82.7)
Total Exp.	$263,006	$240,803	$240,388	$242,596	$235,366	$235,567	$237,147	(7.8)
FUNDING								
General Fund	$164,973	$165,931	$159,761	$167,781	$164,336	$160,844	$166,255	1.7
State Special Rev.	48,520	18,000	30,000	48,000	18,000	30,000	51,000	(1.1)
Federal Revenue	49,513	56,872	50,627	26,815	53,030	44,723	19,892	(45.7)
Total Funding	$263,006	$240,803	$240,388	$242,596	$235,366	$235,567	$237,147	(7.8)

Program Description: This program is responsible for word processing services for the health department, maintenance and distribution of audio visual aids to private and public health organizations, and administration of the chemistry and microbiology laboratories.

Current Level Budget: The number of FTE increases due to the transfer of 1 FTE word processor operator from the Food and Consumer Safety Bureau and 1 FTE office manager position from the Data Processing Bureau, and the deletion at the agency's request of 1 FTE administrative clerk and .5 FTE film library clerk.

The increase in operating expenses is due to maintenance contracts on existing equipment of $1,585 in fiscal 1986 and $1,664 in fiscal 1987 and an increase in rent of $664 in fiscal 1986 and $1,040 in fiscal 1987 over the fiscal 1984 level. The rent figure represents an increase of $2,987 in fiscal 1986 and $3,108 in fiscal 1987 due to a reallocation of space. Equipment is a film maintenance machine, funded by film library fees.

State special revenue is water test fees and laboratory fee income of the microbiology and chemistry laboratories. In the 1987 biennium $18,000 of the water test fees will be used to fund this program each year. The remainder of the fees will be for the support of the microbiology lab. Table 1 shows the fund balance for water test fees.

Table 1
Water Test Fees

	FY 84	FY 85	FY 86	FY 87
Beginning Balance	$ 84,440	$ 70,905	$ 70,905	$ 35,584
Revenue	99,875	61,530	70,000	70,000
Total Available	$184,315	$132,435	$140,905	$105,584
Disbursements				
Administration	$ 48,520	$ -0-	$ 18,000	$ 18,000
Microbiology Lab	51,797	61,530	75,400	75,400
Chemistry Lab	9,628	-0-	-0-	-0-
Indirect Costs	-0-	-0-	11,921	11,514
Total Disbursements	$109,945	$ 61,530	$105,321	$104,914
Adjustments	(3,465)	-0-	-0-	-0-
Ending Balance	$ 70,905	$ 70,905	$ 35,584	$ 670

Table 2 shows the fund balance for laboratory fee income.

Table 2
Laboratory Fees

	FY 84	FY 85	FY 86	FY 87
Beginning Balance	$ 12,953	$ 54,432	$ 95,938	$ 35,934
Revenue	190,891	204,800	243,800	193,800
Total Available	$203,844	$259,232	$339,738	$229,734
Disbursements				
Administration	$ 34,895	$ 20,082	$ 30,000	$ 33,000
Chemistry Lab	114,398	143,212	200,217	171,013
Microbiology Lab	-0-	-0-	50,000	-0-
Indirect Costs	-0-	-0-	23,587	22,902
Total Disbursements	$149,293	$163,294	$303,804	$226,915
Adjustments	119	-0-	-0-	-0-
Ending Balance	$ 54,432	$ 95,938	$ 35,934	$ 2,819

Laboratory fee income had been classified as federal revenue in the 1985 biennium, but will be classified as state special revenue in the 1987 biennium. Fiscal 1986 revenue includes $50,000 biennial contingency fund, included in the microbiology laboratory.

Federal revenue consists of film library fees, which are charged to the Department of Institutions and the Clinical and Emergency Medical Services Bureaus of the Health Services Division. Charges are based upon the funds needs of the film library and are expected to total $26,815 in fiscal 1986 and $19,892 in fiscal 1987.

Agency: Department of Health & Environmental Sciences

Program: Microbiology Lab Bureau

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	9.00	9.00	9.00	9.00	9.00	9.00	9.00	0.00
Personal Services	$231,881	$234,019	$234,096	$234,096	$234,343	$234,428	$234,428	4.1
Operating Expenses	97,610	91,349	93,883	143,254	91,940	98,202	96,424	47.6
Equipment	-0-	7,000	7,400	7,400	-0-	-0-	-0-	100
Total Exp.	$329,491	$332,368	$335,379	$384,750	$326,283	$332,630	$330,852	17.0
FUNDING								
General Fund	$243,691	$222,968	$230,773	$225,350	$216,883	$228,024	$221,452	(7.5)
State Special Rev.	51,799	75,400	70,606	125,400	75,400	70,606	75,400	45.6
Federal Revenue	34,001	34,000	34,000	34,000	34,000	34,000	34,000	0.0
Total Funding	$329,491	$332,368	$335,379	$384,750	$326,283	$332,630	$330,852	17.0

Language in Bill: A $50,000 biennial contingency fund is line-itemed for reimburseable laboratory work in excess of $253,804 in fiscal 1986 and $226,915 in fiscal 1987. This laboratory work does not include water testing fees.

Program Description: This bureau provides testing, consultation and coordination for disease control and environmental programs, and approves and certifies laboratories within the state.

Current Level Budget: Operating expenses rise due to the inclusion of $50,000 in state special revenue contingency funds in fiscal 1986. Equipment consists of a Brightfield microscope and a CO_2 incubator. All equipment purchases of this bureau had been funded in Management Services Division administration in fiscal 1984 for reporting purposes. State special revenue consists of water test fees of $75,400 each year and $50,000 of laboratory fee contingency funds in fiscal 1986. General fund decreases due to an anticipated increase in water test fee income due to the utilization of carryover funds and an increase in the lab handling charge from $1.50 to $1.75. Federal revenue consists of the Preventive Health block grant.

Modified Recommendations: (1) PKU Testing--The Clinical Bureau currently contracts with Oregon State Labs to perform PKU testing on newborns. A modified request to make the microbiology laboratory capable of performing PKU tests was approved. Start up costs of $145,600 in fiscal 1986, funded by general fund, were approved. Correspondingly, general fund of $69,068 in fiscal 1986 and $72,521 in fiscal 1987 was deleted from the Clinical Bureau, which had paid for the tests. Fees will now be paid to the labs by medical service providers for the cost of performing the tests. This fee income is expected to total $21,550 in fiscal 1986 and $75,973 in fiscal 1987. It is the intent of the legislature that the PKU testing program be completely self sufficient and that no general fund be requested after fiscal 1986.

Agency: Department of Health Environmental Sciences | Program: Chemistry Lab Bureau

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	6.00	6.00	6.00	6.00	6.00	6.00	6.00	0.00
Personal Services	$163,749	$166,012	$166,097	$166,097	$166,466	$166,565	$166,565	1.4
Operating Expenses	68,897	81,213	81,539	83,031	81,610	85,422	85,825	20.5
Equipment	-0-	37,500	35,000	37,500	-0-	-0-	-0-	100
Total Exp.	$232,646	$284,725	$282,636	$286,628	$248,076	$251,987	$252,390	23.2
FUNDING								
General Fund	$108,619	$ 84,550	$ 74,967	$ 86,411	$ 77,063	$ 36,118	$ 81,377	(20.4)
State Special Rev.	9,630	-0-	-0-	200,217	-0-	-0-	171,013	197.9
Federal Revenue	114,397	200,175	207,669	-0-	171,013	215,869	-0-	100
Total Funding	$232,646	$284,725	$282,636	$286,628	$248,076	$251,987	$252,390	23.2

Program Description: This bureau provides analytical and consulting services to various divisions within the department of health and other state agencies. Private air and water samples are also analyzed.

Current Level Budget: The rise in operating expenses is due to the inclusion of a maintenance contract on laboratory equipment for $8,895 in fiscal 1986 and 1987, and an increase in rent of $2,371 in fiscal 1986 and $2,472 in fiscal 1987. Equipment consists of a gas chromatograph, a purge and trap concentrator and a calculator. All equipment purchases of this bureau were funded in Management Services Division administration in fiscal 1984 for reporting purposes. State revenue allocated to this program in fiscal 1984 consisted of water test fees, all of which are used to fund division administration and the microbiology laboratory in fiscal 1986 and 1987. State special revenue in the 1987 biennium consists of laboratory fee income, which had been classified as federal revenue in the 1985 biennium. Laboratory fee income is anticipated to increase based upon the use of carryover funds and an increase in the handling charge from $1.50 to $1.75. The rise in lab income allows for a decrease in general fund.

Agency: Department of Health & Environmental Science

Program: Data Processing Bureau

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	2.00	1.00	1.00	1.00	1.00	1.00	1.00	(100)
Personal Services	$31,732	$24,016	$24,019	$24,019	$24,026	$24,028	$24,028	(24.3)
Operating Expenses	6,249	9,306	9,033	9,094	9,360	9,537	9,572	46.3
Equipment	-0-	3,100	-0-	3,100	-0-	5,000	-0-	100
Total Exp.	$37,981	$36,422	$33,052	$36,213	$33,386	$38,565	$33,600	(4.6)
FUNDING								
Federal Revenue	$37,981	$36,422	$33,052	$36,213	$33,386	$38,565	$33,600	(4.6)

Program Description: This bureau provides systems analysis, design, development and maintenance to the programs of the department of health.

Current Level Budget: A 1.0 FTE office manager position, which had been 20 percent supported by this bureau, but for reporting purposes appeared as a full FTE, was transferred to division administration resulting in the reduction in personal services. The rise in operating expenses of 44.5 percent is due to a reallocation of rent charges from $2,020 to $4,196 per year and an increase in computer processing charges of $470 in fiscal 1986 and 1987.

Federal revenue consists of fees charged to programs within the department of health. The bureau determines what needs to be charged in order to provide the service, based on the number of FTE required and the hours of actual billing. These fees appear as operating expenses in the contributor programs.

Agency: Department of Health and Environmental Sciences

Program: Health Services and Medical Facilities Division Administration

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	2.65	1.9	0.0	1.9	1.9	0.0	1.9	(28.3)
Personal Services	$22,833	$62,796	$ -0-	$62,843	$62,919	$ -0-	$62,965	175.5
Operating Expenses	-0-	4,719	-0-	4,724	4,734	-0-	4,794	100.0
Total Exp.	$22,833	$67,515	$ -0-	$67,567	$67,653	$ -0-	$67,759	196.9
FUNDING								
General Fund	$ 7,167	$33,682	$ -0-	$33,734	$33,758	$ -0-	$33,864	370.6
Federal Revenue	15,666	33,833	-0-	33,833	33,895	-0-	33,895	116.0
Total Funding	$22,833	$67,515	$ -0-	$67,567	$67,653	$ -0-	$67,759	196.9

Program Description: This bureau supervises, organizes, and directs the individual activities of the Health Services and Medical Facilities Division.

Current Level Budget: In fiscal 1984 several programs were consolidated within the existing Health Services Division, which included the Health Planning and Licensing and Certification Bureaus, to create the Health Services and Medical Facilities Division. The Health Services Division administrator became the new division administrator and consequently took on division-wide responsibilities. The following shows the FTE of each program as allocated by the 1983 legislature and as reorganized by the 1985 legislature.

Table 2
FTE Allocation - 1987 Biennium

Positions	Health Planning Bureau Prior to Reorganization	To Division Administration Bureau	Licensing and Certification Bureau Prior to Reorganization	To Division Administration Bureau	Total Administration Bureau
Division Administrator	.5	.25	.5	.25	.5
Assistant Administrator	1.0	.50	.0	.00	.5
Secretarial and Support	1.3	.50	.8	.40	.9
	2.8	1.25	1.3	.65	1.9

In ad .on, .05 FTE support staff was transferred from the Health F ning Bureau to the Emergency Medical Services Bureau.

Since the duties of each position have expanded and diversified, the federal authorities indicated they would no longer continue federal financial support to the prior extent given. Therefore, 1.9 FTE were transferred to the new health services and Medical Facilities Division Administration bureau to reduce the contribution of federal health planning and licensing and certification funds to their support.

Operating expenses include rent of $1,716 in fiscal 1986 and $1,786 in fiscal 1987 and travel of $3,007 in fiscal 1986 and 1987.

This bureau is funded 50 percent by general fund and the balance by federal Maternal and Child Health and Preventive Health Block Grants.

Agency: Department of Health and Environmental Science

Program: Dental and Risk Reduction Bureau

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	2.5	2.4	2.0	2.4	2.4	2.0	2.4	(.4)
Personal Services	$ 89,361	$ 89,391	$ 75,405	$ 89,442	$ 89,624	$ 75,630	$ 89,674	0.0
Operating Expenses	26,008	58,406	24,260	24,959	27,374	25,194	25,613	(4.0)
Equipment	2,058	-0-	-0-	-0-	-0-	-0-	-0-	(100.0)
Grants	58,919	26,495	1,233	1,233	23,488	1,233	1,233	(97.9)
Total Exp.	$176,346	$174,292	$100,898	$115,634	$140,486	$102,057	$116,520	(34.3)
FUNDING								
General Fund	$ 65,374	$ 68,370	$ 67,640	$ 66,920	$ 67,373	$ 68,273	$ 67,263	2.4
Federal Revenue	110,972	105,922	33,258	48,714	73,113	33,784	49,257	(56.1)
Total Funding	$176,346	$174,292	$100,898	$115,634	$140,486	$102,057	$116,520	(34.3)

Program Description: This bureau consists of two programs: (1) Dental which consists of prevention and educational projects aimed at school children; and (2) Health Education and Risk Reduction which promotes healthy lifestyles in the state.

Current Level Budget: A vacant 0.1 FTE secretarial position was deleted from current level. All operating expenses and grants associated with the Hypertension Program totaling $60,788 in fiscal 1984, which had been funded by the federal Preventive Health block grant, were deleted as the program is no longer federally mandated as a condition of receiving the Preventive Health Block grant. Remaining grants are within the Health Education and Risk Reduction Program for community health promotion.

Modified Recommendations: (1) Mouthrinse Program. Thirty thousand dollars for the biennium was approved to purchase and distribute supplies for the Mouthrinse Program for school children, an ongoing project of the Dental Program. The modified is funded by $15,000 of the maternal and child health block grant and $15,000 of the preventive health block grant.

(2) Epidemiological Study The federal government has announced the availability of $12,000 in fiscal 1986 with which the Health Education and Risk Reduction Program will conduct an epidemiological study of health risk problems. Information from this study will be used for future planning of health services.

Agency: Department of Health and Environmental Sciences

Program: Nursing Bureau

	FY 1984 Actual	Fiscal 1986 Executive	Fiscal 1986 Current Level	Fiscal 1986 Subcommittee	Fiscal 1987 Executive	Fiscal 1987 Current Level	Fiscal 1987 Subcommittee	FY 84-86 % Change
FTE	15.00	18.5	15.00	15.00	18.50	15.00	15.00	0.00
Personal Services	$ 410,390	$ 495,087	$ 416,938	$ 416,938	$ 495,555	$ 417,386	$ 417,386	1.6
Operating Expenses	162,096	300,113	279,117	279,527	301,078	290,656	286,890	72.4
Equipment	1,790	3,100	1,500	1,500	1,550	1,000	1,000	(16.2)
Grants	734,857	818,964	818,964	818,964	818,964	818,964	818,964	11.4
Total Exp.	$1,309,133	$1,617,264	$1,516,519	$1,516,929	$1,617,147	$1,528,006	$1,524,240	15.9
FUNDING								
General Fund	$ 182,068	$ 195,961	$ 188,387	$ 194,166	$ 196,765	$ 185,991	$ 193,335	6.6
Federal Revenue	1,127,065	1,421,303	1,328,132	1,322,763	1,420,382	1,342,015	1,330,905	17.4
Total Funding	$1,309,133	$1,617,264	$1,516,519	$1,516,929	$1,617,147	$1,528,006	$1,524,240	15.9

Program Description: The Nursing Bureau consists of: 1) administration; 2) nursing operations, which provides for continuing education and training of health care professionals; 3) communicable disease, which maintains surveillance and outbreak control of communicable disease; 4) childhood immunization, which provides for the prevention and control of vaccine preventable childhood disease; 5) venereal disease control, which provides for prevention and control of sexually transmitted diseases; 6) family planning, which provides education, counseling and medical services to women; and 7) rabies vaccine, which provides rabies vaccine to those in need.

Current Level Budget: Operating expenses rise due to two factors: 1) $54,000 of federal funds was added each year of the biennium to the Childhood Immunization Program to purchase whooping cough vaccine; 2) $42,000 was added each year of the biennium to purchase rabies vaccine. The Rabies Vaccine Program is supported by a proprietary account and had been in the Clinical Bureau in the 1985 biennium. Vaccine is made available to those persons in need and the state is reimbursed for the cost. Grants consist of Family Planning grants made to local family planning offices around the state. Federal funds are comprised of the following:

Table 1
Federal Funds--Nursing Bureau

	Program Supported	Fiscal 1984	Fiscal 1986	Fiscal 1987
1. Vaccination	Childhood Immunization	$123,973	$192,542	$196,859
2. Venereal Disease	Venereal Disease	58,524	52,346	523,344
3. Title ~~XX~~ X (10.X)	Family Planning	685,466	787,340	787,030
4. Maternal and Child Health				
Block Grant	Administration	25,146	28,000	28,000
	Family Planning	25,787	28,000	29,000
5. Preventive Health				
Block Grant	Family Planning	203,968	189,105	190,308
6. Rabies	Rabies Vaccine	27,067	45,430	47,374

The Family Planning Program total $1,004,445 in fiscal 1986 and $1,006,338 in fiscal 1987.

General fund supports the Communicable Disease Program and the remainder of the Administration Program, and provides the 20 percent match on personnel services and travel in the childhood vaccination and venereal disease programs.

Modified Recommendations: (1) Nursing Operations A modified request to add 1 FTE nurse consultant and related expenses totaling $35,414 in fiscal 1987 was approved. The nurse consultant will provide support services to local public health nurses, alleviate the current workload on traveling staff and allow the Bureau Chief, who currently performs many of the duties the staff will perform, to assume more Helena-based bureau responsibilities. The position is funded by the federal Preventive Health block grant.

(2) Family Planning A .5 FTE public health nurse and related expenses to expand the Family Planning Program staff was approved at a cost of $11,649 in fiscal 1986 and $11,653 in fiscal 1987. The staff would provide program support to local family planning offices. The position is funded by the Preventive Health block grant.

Agency: Department of Health and Environmental Sciences

Program: Clinical Bureau

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	19.5	21.5	16.5	16.5	22.5	16.5	16.5	(15.4)
Personal Services	$ 496,636	$ 557,560	$ 411,561	411,561	$ 574,006	$ 412,400	$ 412,400	(17.1)
Operating Expenses	4,207,188	6,222,381	5,075,912	5,025,305	6,325,127	5,121,701	5,047,414	19.6
Equipment	2,381	16,544	16,507	16,507	1,000	-0-	-0-	593.3
Grants	3,827,901	3,105,338	3,570,038	2,905,337	3,105,338	3,570,038	2,905,337	(24.1)
Total Exp.	$8,534,106	$9,901,823	$9,074,018	$8,358,710	$10,005,471	$9,104,139	$8,365,151	(2)
FUNDING								
General Fund	$ 230,533	$ 224,708	$ 189,268	$ 120,651	$ 212,289	$ 181,980	$ 129,581	(47.7)
Federal Revenue	8,303,573	9,677,115	8,884,750	8,238,059	9,793,182	8,922,159	8,235,570	(.8)
Total Funding	$8,534,106	$9,901,823	$9,074,018	$8,358,710	$10,005,471	$9,104,139	$8,365,151	(2)

Program Description: The Clinical Bureau is an administrative entity consisting of: 1) Administration; 2) Tumor Registry, which collects cancer data from medical facilities around the state; 3) handicapped children, which provides diagnosis, evaluation and treatment services to chronically handicapped children; 4) Women, Infants, and Children, which provides low income women and children at risk with nutritional counseling, education, and food supplements; and 5) Child Nutrition, which provides cash reimbursements to those facilities that provide nutritional supplements for children.

Current Level Budget: Three FTE associated with the Improved Pregnancy Outcome Program were removed from current level as the program has been phased out due to the expiration of federal funding.

Operating expenses rise due to: (1) the removal of all operating expenses of the Improved Pregnancy Outcome (IPO) Program which totaled $159,914 in fiscal 1984; (2) increased Women, Infants and Children funds of $946,236; (3) the addition of $66,000 for Newborn Transport, which had been a part of the IPO Program in fiscal 1984; and (4) the reduction of PKU testing costs of $63,704. The state microbiology lab will now perform the tests.

Operating expenses without WIC food payments are $932,313 in fiscal 1986 and $970,622 in fiscal 1987. All maternal and child health grants to counties, which had totaled $781,727 before budget amendments, in fiscal 1984, were transferred to the Director's Office. Remaining grants are illustrated in Table 1.

Table 1
Grants--Clinical Bureau

Recipient	Fiscal 1984	Fiscal 1985	Fiscal 1986	Fiscal 1987
Grants to Counties	$ 781,727	$ 602,441	$ -0-	$ -0-
Women, Infants, Children	1,040,471	953,229	1,081,919	1,081,919
Child Nutrition	2,005,703	1,823,418	1,823,418	1,823,418
Total	$3,827,901	$3,379,088	$2,905,337	$2,905,337

Table 2 shows the Clinical Bureau funding from federal sources.

Table 2
Federal Funding--Clinical Bureau

Source	Recipient	Fiscal 1984	Fiscal 1986	Fiscal 1987
Women, Infants, Children	WIC	$4,436,986	$5,451,752	$5,449,067
Child Nutrition	Child Nutrition	209,982	1,914,275	1,914,678
Maternal and Child Health Block Grant	Administration	36,573	105,756	80,634
	Handicapped Children	646,555	700,276	725,191
	Newborn Transport	-0-	66,000	66,000
	Grants to Counties	781,726	-0-	-0-
Improved Prenancy Outcome	IPO	248,797	-0-	-0-
Preventive Health Block Grant	Diabetes	34,157	-0-	-0-
Rabies Fund	Rabies	18,956	-0-	-0-
Total		$8,303,573	$8,238,059	$8,235,570

The Improved Pregnancy Outcome Program contained Newborn Transport. The program is not included in current level due to the discontinuance of its funding. Diabetes is no longer federally mandated. Rabies is now in the Nursing Bureau.

Modified Re nendations: (1) Perinatal Program--Three FTE, a medical ector, public health nurse, and administrative aide, and ated expenses totaling $163,216 of maternal and child health block and $41,383 of preventive health block funds in fiscal 1986 and an additional 1 FTE administrative aide and operating expenses totaling $220,819 of maternal and child health block funds in fiscal 1987 was approved. The program is designed to increase the knowledge of health care specialists and lay persons in preventing prematurity and handicaps in infants.

(2) Women, Infants and Children--Two FTE, an administrative officer and a public health nutritionist, and increased food benefits, totaling $818,399 in fiscal 1986 and $818,419 in fiscal 1987 for the WIC program was approved. WIC is a federal program and the expansion was requested by the federal government.

(3) Child Nutrition--A .5 FTE program manager and grants totaling $213,805 in fiscal 1986 and $213,811 in fiscal 1987 was approved at the request of the federal government for this federal program.

(4) Cleft Palate - The Handicapped Children Program currently performs initial closure of cleft palates. This expansion, totaling $52,500 of maternal and child health block grant each year of the biennium, will provide for follow-up orthodontic or dental work.

Agency: Department of Health and Environmental Sciences

Program: Emergency Medical Services Bureau

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	9.30	9.35	9.30	9.35	9.35	9.30	9.35	.5
Personal Services	$200,635	$228,065	$226,982	$228,136	$228,242	$227,161	$228,315	13.7
Operating Expenses	266,389	313,344	292,361	297,747	334,492	300,861	320,313	11.8
Equipment	4,035	700	700	700	4,450	4,450	4,450	(82.6)
Total Exp.	$471,059	$542,109	$520,043	$526,583	$567,184	$532,472	$553,078	11.8
FUNDING								
General Fund	$282,142	$293,654	$299,143	$295,972	$300,001	$301,520	$303,656	4.9
State Special Rev.	21,787	45,597	21,787	45,172	45,597	21,787	44,567	107.3
Federal Revenue	167,130	202,858	199,113	185,439	221,586	209,165	204,855	11.0
Total Funding	$471,059	$542,109	$520,043	$526,583	$567,184	$532,472	$553,078	11.8

Program Description: This bureau is responsible for the planning, implementation, and coordination of statewide emergency medical services; managing the ambulance licensing program; providing training and certifying emergency medical technicians; and administering the Montana Poison Control System.

Current Level Budget: A .05 FTE was transferred to this bureau from the Licensing and Certification Bureau as part of the reallocation of division administrative costs. Operating expenses rise primarily due to (1) an increase in the costs of the contract with the Rocky Mountain Poison Center and the WATS line of $10,936 in fiscal 1986 and $18,309 in fiscal 1987 and (2) expanded advanced medical training and certification costs of $23,385 in fiscal 1986 and $22,780 in fiscal 1987. Funds of $10,000 were added in fiscal 1987 to print the state emergency medical services plan.

State revenue consists of emergency medical training and certification fees. The bureau anticipates an expansion in the number of persons taking advanced medical training and certification, resulting in the rise in income. Federal revenue consists of the preventive health block grant.

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Agency: Department of Health and Environmental Sciences

Program: Health Planning Bureau

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	10.3	9.0	10.3	9.0	9.0	10.3	9.0	(12.6)
Personal Services	$264,521	$253,005	$296,670	$253,608	$253,605	$297,258	$254,162	(4.1)
Operating Expenses	82,309	84,705	86,492	86,051	82,221	86,876	85,189	4.5
Equipment	5	-0-	-0-	-0-	-0-	-0-	-0-	(100.0)
Total Exp.	$346,835	$337,710	$383,162	$339,659	$335,826	$384,134	$339,351	(2.1)
FUNDING								
General Fund	$118,414	$123,886	$122,003	$126,401	$120,581	$122,003	$125,435	6.7
Federal Health Planning	228,421	213,824	261,159	213,258	215,245	262,131	213,916	(6.6)
Total Funding	$346,835	$337,710	$383,162	$339,659	$335,826	$384,134	$339,351	(2.1)

Program Description: This bureau produces the state health plan and related plans; administers the Certificate of Need Program; and collects, maintains and distributes health facility service and manpower data.

Current Level Budget: In fiscal 1984, .5 of the division administrator was supported by this bureau, the assistant administrator fully supported, and secretarial staff of 1.3 FTE supported. In the 1987 biennium, .25 FTE of the administrator, .5 FTE of his assistant, and .5 FTE secretarial have been transferred to the Division Administration Bureau and .05 to the emergency medical services bureau at the direction of the federal authorities to reduce the contribution of federal health planning funds to their support. Operating expenses rise due to an additional $7,500 in fiscal 1986 for the Governor's Conference on Health Care and $4,550 in fiscal 1987 to print and distribute the state health plan. Rent was reduced due to a reallocation to Division Administration.

Federal funds consist of health planning funds and decline due to an anticipated cap on their availability. The funds carry a state maintenance of effort requirement which is the average of the previous three years expenditures, and totals $122,033 in fiscal 1986.

Agency: Department of Health and Environmental Sciences

Program: Licensing and Certification Bureau

	FY 1984	- - - Fiscal 1986	- - -	- - -	- - - Fiscal 1987	- - -	- - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	15.00	17.35	15.00	14.35	17.35	15.00	14.35	(4.3)
Personal Services	$411,537	$471,816	$418,528	$400,087	$472,996	$419,659	$401,214	(2.8)
Operating Expenses	105,293	144,379	135,358	125,424	144,839	141,716	128,787	19.1
Equipment	716	1,500	-0-	-0-	-0-	-0-	-0-	(100.0)
Total	$517,546	$617,695	$553,886	$525,511	$617,835	$561,375	$530,001	1.5
FUNDINC								
General Fund	$124,876	$293,520	$132,933	$223,038	$292,352	$134,706	$224,932	78.6
Federal Funds	392,670	324,175	420,953	302,473	325,483	426,669	305,069	(23.0)
Total Funding	$517,546	$617,695	$553,886	$525,511	$617,835	$561,375	$530,001	1.5

Program Description: This program is responsible for the issuing of licenses, the granting of medicaid certification, and the recommending of medicare certification to a variety of health care providers. It is also responsible for legal enforcement duties concerning state, local, and federal laws governing health care providers.

Current Level Budget: A .6 FTE was transferred to health services administration and .05 FTE was transferred to the Emergency Medical Services Bureau as part of the division administration reorganization. Operating expenses rise due to two factors: 1) federally mandated travel associated with the training staff on medicaid or medicare regulations was increased by $12,200 in fiscal 1986 and fiscal 1987; 2) contract services were raised $8,000 in fiscal 1986 and fiscal 1987 to increase the payment to the building construction consultant who reviews building plans to ensure that design and construction meet minimum standards. General fund rises in order to raise the state contribution of medicaid certification costs to the federal guidelines of 30 percent and to fully fund licensing costs, which is entirely a state function. Federal funds consist of medicaid, totaling $120,003 in fiscal 1986 and $121,059 in fiscal 1987, and medicare, totaling $182,470 in fiscal 1986 and $184,010 in fiscal 1987.

Modified Recommendations: Additional Surveyors--A modified request to add 2 FTE surveyors and related expenses was approved at a cost of $27,405 in general fund and $33,901 in federal funds in fiscal 1986; and $25,763 in general fund and $32,080 in federal funds in fiscal 1987. Federal laws require annual certification and recommendation for certification surveys of all medicare and medicaid eligible facilities. The federal authorities had indicated that the current level of staff was insufficient to maintain federal certification inspections at an acceptable standard.

Agency: Department of Labor and Industry

Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	45.25	44.00	42.00	42.75	44.00	42.00	42.75	(5.5)
Personal Services	$1,139,855	$1,206,101	$1,121,859	$1,160,445	$1,208,758	$1,124,538	$1,163,242	1.8
Operating Expenses	374,438	395,511	372,815	397,617	398,651	378,836	407,144	6.2
Equipment	16,589	346	400	346	-0-	-0-	-0-	(97.9)
Total Exp.	$1,530,882	$1,601,958	$1,495,074	$1,558,408	$1,607,409	$1,503,374	$1,570,386	1.8
FUNDING								
General Fund	$ 986,635	$1,062,768	$ 953,994	$1,043,160	$1,072,008	$ 961,224	$1,058,618	5.7
State Special Rev.	2,800	3,250	3,250	3,250	3,250	3,250	3,250	16.1
Federal Revenue	541,447	532,440	534,330	508,498	528,651	535,400	505,018	(6.0)
Proprietary	---	3,500	3,500	3,500	3,500	3,500	3,500	100.0
Total Funding	$1,530,882	$1,601,958	$1,495,074	$1,558,408	$1,607,409	$1,503,374	$1,570,386	1.8

Program Description: The Department of Labor and Industry is comprised of four divisions: Commissioner's Office, Labor Standards Division, Appeals Division, and Human Rights Commission.

Current Level Budget: FTE increase .75 over current level due to the deletion of .25 FTE associated with federal Veterans' Administration funds and the retention of 1 FTE compliance specialist position deleted in current level, both in the Labor Standards Division.

Federal funds decline due to reduction in total expenses of the Commissioner's Office, which is totally supported by federal revenue, the loss of federal Veterans' Administration funds in the Labor Standards Division, an overall reduction in total expenses of the Appeals Division, which is partially supported by federal funds, and a change in Housing and Urban Development reimbursement in the Human Rights Commission from a flat grant award to a case-by-case basis. A proprietary account for the sale of Appeals Division case decisions was added in fiscal 1985.

Agency: Department of Labor and Industry

Program: Commissioner's Office

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	4.00	4.00	3.00	4.00	4.00	3.00	4.00	0.00
Personal Services	$120,736	$153,547	$106,208	$136,712	$153,807	$106,447	$137,018	13.2
Operating Expenses	56,710	36,662	26,502	30,298	35,449	25,462	29,372	(46.6)
Equipment	---	---	---	---	---	---	---	--
Total Exp.	$177,446	$190,209	$132,710	$167,010	$189,256	$131,909	$166,390	(5.9)
FUNDING								
Federal Revenue	$177,446	$190,209	$132,710	$167,010	$189,256	$131,909	$166,390	(5.9)

Program Description: The Commissioner's Office is responsible for overall administration of the Department of Labor and Industry.

Current Level Budget: This program was authorized 4.0 FTE in fiscal 1984, but did not fill the deputy commissioner position. The subcommittee added an administrative assistant position instead of the deputy commissioner in the 1987 biennium. Operating expenses decline due to two factors: 1) an office automation study was conducted for $21,000 in fiscal 1984; 2) Interstate Conference of Employment Security Agencies dues of $8,000 were paid from this program in fiscal 1984. The dues will be paid in the Centralized Services Program in fiscal 1986 and 1987. Operating expenses increase over current level as the indirect charges which are based on FTE increased with additional FTE. Indirect charges are $18,707 in fiscal 1986 and $19,362 in fiscal 1987 compared with the initial current level of $14,813 in fiscal 1986 and $15,216 in fiscal 1987.

Federal revenue consists of charges levied against the other programs of the department on an FTE allocation basis. The charges appear as expenses in the budgets of those contributor programs.

Agency: Department of Labor and Industry

Program: Labor Standards Division

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	16.25	16.00	14.75	15.50	16.00	14.75	15.50	(1.5)
Personal Services	$368,921	$398,728	$372,290	$388,088	$399,781	$373,353	$389,197	5.2
Operating Expenses	127,820	151,442	145,438	153,936	152,144	146,942	157,880	20.4
Equipment	-0-	346	400	346	-0-	-0-	-0-	100.0
Total Exp.	$496,741	$550,516	$518,128	$542,370	$551,925	$520,295	$547,077	9.2
FUNDING								
General Fund	$479,214	$547,266	$460,301	$539,120	$548,675	$462,255	$543,827	12.5
State Special Rev.	2,800	3,250	3,250	3,250	3,250	3,250	3,250	16.1
Federal Revenue	14,727	-0-	54,577	-0-	-0-	54,790	-0-	(100.0)
Total Funding	$496,741	$550,516	$518,128	$542,370	$551,925	$520,295	$547,077	9.2

Program Description: The Labor Standards Division consists of two bureaus: Standards and Apprenticeship. The Standards Bureau enforces all state laws pertaining to wages and hours; wage payments; bar, restaurant, tavern, and contractor bonds; and private employment agencies. The Apprenticeship Bureau provides for apprenticeships and on-the-job training for workers.

Current Level Budget: A .5 FTE clerical position was deleted due to efficiency savings. A 1 FTE compliance specialist position deleted from current level was retained. A .25 FTE position associated with the Veterans' Administration which had been included in current level has been deleted. The federal government is phasing out Veterans' Administration funds, which will be available through fiscal 1986 to reimburse the state for activities specifically related to securing apprenticeship positions for veterans. The federal government will support up to .75 FTE and travel expenses. Due to the federal fund availability decline, the strict accountability required by the federal government, the availability of federal staff to perform the veterans' functions, and the declining number of veterans, the state will no longer participate in the federal program.

Operating expenses rise due primarily to an increase of $11,832 each year for legal fees to meet increased wage cases and an increase in this division's contribution to the support of the Commissioner's Office and Centralized Services Program. Both the Commissioner's Office and Centralized Services allocate their costs to other programs in the department based upon FTE levels. FTE totalling 1.5 were transferred to this division at the end of fiscal 1984. Indirect costs above the rate charged in fiscal 1984, which was based on 14.75 FTE, are $19,687 in fiscal 1986 and $22,307 in fiscal 1987 from the fiscal 1984 level of $58,085.

State special revenue consists of license fees paid by private employment agencies. The total available rises due to the incorporation of the present fund balance.

Agency: Department of Labor and Industry

Program: Appeals Division

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	14.50	13.50	14.50	13.50	13.50	14.50	13.50	(6.9)
Personal Services	$444,725	$401,376	$417,561	$400,962	$402,248	$418,465	$401,859	(9.8)
Operating Expenses	123,154	126,242	128,499	136,079	128,750	132,163	139,856	10.5
Equipment	---	---	---	---	---	---	---	---
Total Exp.	$567,879	$527,618	$546,060	$537,041	$530,998	$550,628	$541,715	(5.4)
FUNDING								
General Fund	$331,258	$307,763	$309,617	$305,024	$309,735	$312,967	$308,308	(7.9)
Federal Revenue	236,621	216,355	232,943	228,517	217,763	234,161	229,907	(3.4)
Proprietary	-0-	3,500	3,500	3,500	3,500	3,500	3,500	100.0
Total Funding	$567,879	$527,618	$546,060	$537,041	$530,998	$550,628	$541,715	(5.4)

Program Description: The Appeals Division is composed of two boards: The Board of Personnel Appeals, which hears classification appeals for state employees and administers the Montana Collective Bargaining Act for public employees and the Nurse's Employment Practices Act; and the Board of Labor Appeals, which hears disputes involving Montana's unemployment insurance laws.

Current Level Budget: A 1.0 FTE secretarial position was deleted due to efficiency savings when the Board of Labor Appeals was transferred to this division from the Unemployment Insurance Program in fiscal 1984.

Operating expenses rise due primarily to: (1) an increase of $3,938 each year in consultant fees to reimburse fact-finders for the two boards; and (2) an increase of $10,628 in fiscal 1986 and $11,895 in fiscal 1987 in indirect charges used to fund the Commissioner's Office and Centralized Services over the fiscal 1984 level of $33,478. Rent of $8,000 was transferred to Centralized Services.

Federal revenue consists of two funds: Board of Personnel Appeals, which are payments received from the federal government to reimburse persons doing contract work for the division and which are expected to total $7,280 in fiscal 1986 and 1987; and Unemployment Insurance funds that support the Board of Labor Appeals. The proprietary funds consist of income from the sale of case decisions. The sale of case decisions is authorized to begin in fiscal 1985.

SUBCOMMITTEE ACTION

Agency: Department of Labor and Industry

Program: Human Rights Commission

	FY 1984 Actual	Fiscal 1986 Executive	Fiscal 1986 Current Level	Fiscal 1986 Subcommittee	Fiscal 1987 Executive	Fiscal 1987 Current Level	Fiscal 1987 Subcommittee	FY 84-86 % Change
FTE	10.50	10.50	9.75	9.75	10.50	9.75	9.75	(7.1)
Personal Services	$205,473	$252,450	$225,800	$234,683	$252,922	$226,273	$235,168	14.2
Operating Expenses	66,754	81,165	72,376	77,304	82,308	74,269	80,036	15.8
Equipment	16,589	---	---	---	---	---	---	(100.0)
Total Exp.	$288,816	$333,615	$298,176	$311,987	$335,230	$300,542	$315,204	8.1
FUNDING								
General Fund	$176,163	$207,739	$184,076	$199,016	$213,598	$186,002	$206,483	13.0
Federal Revenue	112,653	125,876	114,100	112,971	121,632	114,540	108,721	.3
Total Funding	$288,816	$333,615	$298,176	$311,987	$335,230	$300,542	$315,204	8.1

Program Description: The Human Rights Commission is charged with enforcement of state and federal laws designed to eliminate discrimination in the areas of employment, public accommodations, housing, financing and credit transactions, education, and government services.

Current Level Budget: A .75 FTE added on a one-year only basis in fiscal 1984 was deleted. Positions upgrades were awarded to the 4.25 FTE compliance officers by the Board of Personnel Appeals, adding $9,273 in fiscal 1986 and $9,285 in fiscal 1987.

The increase in operating expenses is due primarily to a rise of $2,400 each year for maintenance contracts and $3,600 for increased communications expenses each year of the biennium.

Federal revenue consists of Equal Employment Opportunity Commission (EEOC) and Housing and Urban Development (HUD) funds. The federal government reimburses the state for expenses on a case by case basis for those cases that cross over into federal law. HUD had made a flat grant award prior to the 1987 biennium. This change in HUD reimbursement causes the flattening and decline of federal fund availability. The commission anticipates 220 EEOC cases at $420 per case and 20 HUD cases at $500 per case, plus travel reimbursement of $5,000 each year. The commission will also receive one quarter of the federal HUD grant in fiscal 1986 totaling $5,000.

Modified Recommendations: The committee approved two modifications to reduce the current case backlog, which totaled 309 at the end of fiscal 1984.

1) Part-time Compliance Officer - Funds to add .5 FTE compliance officer to assist the current 4.25 FTE alleviate the human rights complaints case backlog was approved at a cost of $17,207, $4,302 general fund and $12,905 federal fund in fiscal 1984; and $17,215, $4,304 general fund and $12,911 federal funds in fiscal 1987.

2) Part-time Compliance Supervisor - General fund totaling $18,131 in fiscal 1986 and $17,521 in fiscal 1987 was approved to add a .5 FTE compliance supervisor to assist the current 4.25 FTE alleviate the human rights complaint case backlog.

The department did not give any specifics as to the number of cases by which the positions would reduce the backlog.

TPLFC:dcli app par/5

Agency: Department of Labor and Industry--Employment Services

Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	563.15	569.90	557.90	563.90	569.90	557.90	563.90	
Personal Services	$11,864,713	$12,967,713	$12,709,388	$12,841,594	$12,987,679	$12,729,594	$12,861,818	8.2
Operating Expenses	2,929,390	3,545,521	3,304,613	3,491,153	3,600,180	3,431,056	3,587,966	19.2
Equipment	1,353,658	526,763	451,734	508,627	460,640	405,758	448,275	(62.4)
Grants	10,328,922	10,075,000	10,455,000	7,514,000	10,475,000	10,455,000	7,514,000	(27.2)
Total Exp.	$26,476,683	$27,114,997	$26,920,735	$24,355,374	$27,523,499	$27,021,408	$24,412,059	(7.9)
FUNDING								
General Fund	$ 312,013	$ 375,000	$ 375,000	$ 334,000	$ 375,000	$ 375,000	$ 334,000	7.0
Federal Revenue	26,164,670	26,739,997	26,545,735	24,021,374	27,148,499	26,646,408	24,078,059	(8.1)
Total Funding	$26,476,683	$27,114,997	$26,920,735	$24,355,374	$27,523,499	$27,021,408	$24,412,059	(7.9)

Program Description: The Employment Security Division collects and disburses state unemployment funds, acts as an employment agency, provides training, and oversees federal Job Training and Partnership Act (JTPA) grants. It is composed of four programs: Job Service, Unemployment Insurance, Centralized Services, and JTPA Subgrants.

Current Level Budget: FTE rise primarily due to the transfer to this division from the Commissioner of Higher Education of 4 FTE associated with the Montana Career Information System. LFA current level had deleted 2 FTE which had been vacant in fiscal 1984. These FTE were retained by the subcommittee.

Additional operating expenses by the subcommittee over current level include $24,000 in the Job Service Program for non-Department of Administration rent and repair and maintenance, $35,000 in Centralized Services in travel, maintenance contracts and Interstate Conference of Employment Security Agencies dues; and $50,000 in operating costs of the Montana Career Information System. The remainder of the increase is due to indirect charges and Department of Administration rent.

General fund rises ~~20.2~~ 7.0 percent due to an expansion in the Displaced Workers and Displaced Homemakers Programs, which require match on federal JTPA grants. Federal grant figures are inflated in fiscal 1984 due to the double counting of $2.6 million in JTPA grants that were subgranted to the Job Service Program and therefore counted twice.

TPLFC:dol1 app par/6

Agency: Department of Labor and Industry--Employment Security Division — Program: Job Service

	FY 1984 Actual	Fiscal 1986 Executive	Fiscal 1986 Current Level	Fiscal 1986 Subcommittee	Fiscal 1987 Executive	Fiscal 1987 Current Level	Fiscal 1987 Subcommittee	FY 84-86 % Change
FTE	357.00	355.00	355.0	355.00	355.00	355.00	355.00	(.6)
Personal Services	$ 7,743,359	$ 8,203,077	$ 8,206,985	$ 8,206,985	$ 8,216,935	$ 8,221,226	$ 8,221,226	6.0
Operating Expenses	1,639,691	1,904,396	1,808,339	1,845,510	1,927,883	1,875,633	1,892,707	12.6
Equipment	404,867	357,212	355,251	355,251	369,174	356,809	356,809	(12.3)
Grants	2,346,350	2,600,000	80,000	80,000	3,000,000	80,000	80,000	(96.6)
Total Exp.	$12,134,267	$13,064,685	$10,450,575	$10,487,746	$13,513,992	$10,533,668	$10,550,742	(13.6)
FUNDING								
General Fund	$ 40,837	$13,064,685	-0-	-0-	$ -0-	-0-	-0-	(100.0)
Federal Revenue	12,093,430	-0-	$10,450,575	$10,487,746	13,513,992	$10,533,668	$10,550,742	(13.6)
Total Funding	$12,134,267	$13,064,685	$10,450,575	$10,487,746	$13,513,992	$10,533,668	$10,550,742	(13.6)

Language in Bill: Federal spending authority is included to provide for current level operations of all existing job service offices. If federal funds for job services are less than these amounts, the department may supplement federal funds with state unemployment assessments as provided in Section 39-51-404(4), MCA.

Program Description: The Job Service Program acts as a labor exchange through the job service offices throughout the state by listing jobs and referring qualified personnel to employers.

Current Level Budget: The FTE decrease from fiscal 1984 due to the transfer of 2 FTE associated with the State Occupational Information Coordinating Committee to the Centralized Services Program. Operating expenses of $40,612 were also transferred.

Operating expenses rise due primarily to an increase of $49,000 in software and licensing costs and $65,000 in maintenance costs. Both expenses are part of the automation of local job service offices undertaken in fiscal 1984 and continuing in the 1987 biennium. The subcommittee added $14,000 in local job service offices rent and $10,000 in repair and maintenance over current level. The remainder of the increase is due to adjustments to indirect costs.

Job Training and Partnership Act (JTPA) grants are originally allocated to the JTPA Program of the Employment Security Division, which in turn allocates those funds to public and private organizations. In fiscal 1984, a portion of these funds were allocated to the Job Service Program. For budgeting purposes, all available JTPA grants have been appropriated to the JPTA Subgrant Program. The grants in the Job Service Program consist of Work Incentive (WIN) funds.

This program is funded by federal Wagner Peyser and a number of other federal funds. General fund in fiscal 1984 was for the administration costs of the Job Training Partnership Act's share of Build Montana funds. The FTE and related costs remain in the budget but will no longer be supported by general fund.

Modified Rec endations: 1) Management Training - Federal funds totalin 8,880 each year were approved to provide additional manage t training to the 355 employees of the job services offices.

Agency: Department of Labor and Industry--Employment Security Division

Program: Unemployment Insurance

	FY 1984	- - - - Fiscal 1986	- - - -	- - - -	- - - - Fiscal 1987	- - - -	- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	84.9	90.9	84.9	86.9	90.9	84.9	86.9	2.4
Personal Services	$1,624,928	$1,861,599	$1,725,324	$1,782,496	$1,864,097	$1,727,733	$1,784,916	9.7
Operating Expenses	400,479	562,376	455,444	507,232	576,689	468,228	517,153	26.7
Equipment	19,664	98,674	41,406	95,299	83,923	41,406	83,923	384.6
Total Exp.	$2,045,071	$2,522,649	$2,222,174	$2,385,027	$2,524,709	$2,237,367	$2,385,992	16.6
FUNDING								
Federal Revenue	$2,045,071	$2,522,649	$2,222,174	$2,385,027	$2,524,709	$2,237,367	$2,385,992	16.6

Program Description: This program is responsible for the administration of state and federal unemployment insurance laws. It collects unemployment insurance taxes and makes benefit claims to eligible recipients. The program also manages the unemployment insurance trust fund.

Current Level Budget: Two FTE were transferred to this program from the Centralized Services Program due to reassignment of duties. Operating expenses rise due to the addition of $100,000 each year of the biennium to completely automate the system for processing claims. Equipment expenses include the replacement of obsolete data processing equipment and the addition of work station dividers.

Modified Recommendations: 1) Random Audit - Federal funds totaling $183,908 in fiscal 1986 and $181,005 in fiscal 1987 to continue the Random Audit Program initiated by budget amendment in fiscal 1984 was approved. All aspects of randomly chosen unemployment claims will be examined to verify information and ensure that all aspects of the benefit system are functioning properly.

Agency: Department of Labor and Industry--Employment Security Division

Program: Centralized Services

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	121.00	124.00	118.00	122.00	124.00	118.00	122.00	.8
Personal Services	$2,496,426	$2,903,037	$2,777,079	$2,852,113	$2,906,647	$2,780,635	$2,855,676	14.2
Operating Expenses	889,220	1,078,749	1,040,830	1,138,411	1,095,608	1,087,195	1,178,106	28.0
Equipment	918,027	70,877	55,077	58,077	7,543	7,543	7,543	(93.6)
Total Exp.	$4,303,673	$4,052,663	$3,872,986	$4,048,601	$4,009,798	$3,875,373	$4,041,325	(5.9)
FUNDING								
Federal Revenue	$4,303,673	$4,052,663	$3,872,986	$4,048,601	$4,009,798	$3,875,373	$4,041,325	(5.9)

Program Description: This program provides overall management and support services to the Department of Labor and Industry including legal assistance, personnel hiring and training, data processing, auditing, budgeting, and economic forecasting.

Current Level Budget: Since fiscal 1984, two FTE were transferred to the Unemployment Insurance Program due to a reassignment of duties. One FTE was deleted due to the position's vacancy during all of fiscal 1984. Four FTE and related operating expenses totaling $145,954 in fiscal 1986 and $143,811 in fiscal 1987 associated with the Montana Career Information System (MCIS) were transferred to this program from the Commissioner of Higher Education. The MCIS activities correspond to and supplement the activities of the State Occupational Information Coordinating Committee, which is currently within this program. The MCIS is supported by a combination of user fees and federal funds.

The remainder of the rise in operating expenses is due primarily to the addition of $41,253 in fiscal 1986 and $47,000 in fiscal 1987 to update, convert and rewrite statistical programs, $30,000 in maintenance contracts and an increase in rent of $20,550 in fiscal 1986 and $26,150 in fiscal 1987. The rental charges of all the programs in the department, with the exception of Workers' Compensation and the Human Rights Commission will be paid for from this program and funded by indirect charges. Equipment purchases in fiscal 1984 included expenses of the Job Service Program in the automation of the local job service offices. Equipment in fiscal 1986 and 1987 includes computer hardware and general office equipment.

This program is funded entirely by direct and indirect charges against all other programs in the department. Each program contributes on an FTE basis. Direct charges are levied directly on the funding sources of each program, while indirect charges appear as operating expenses in the program budgets. The balance of the Centralized Services funding is federal State Occupational Information Coordinating Committee (SOICC) funds and various funds that support the Montana Career Information System. The following table shows the funding of the Centralized Services Program.

Agency: Department of Labor and Industry--Employment Security Division

Program: Job Training Partnership Act

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
Grants	$7,982,572	$7,475,000	$10,375,000	$7,434,000	$7,475,000	$10,375,000	$7,434,000	(6.9)
FUNDING								
General Fund	$ 271,176	$ 375,000	$ 375,000	$ 334,000	$ 375,000	$ 375,000	$ 334,000	23.2
Federal Revenue	7,711,396	7,100,000	10,000,000	7,100,000	7,100,000	10,000,000	7,100,000	(7.9)
Total Funding	$7,982,572	$7,475,000	$10,375,000	$7,434,000	$7,475,000	$10,375,000	$7,434,000	(6.9)

Program Description: This program formerly passed through federal CETA funds and now passes through federal JTPA funds to the Department of Labor and Industry, state agencies, and non-state organizations that provide training to help individuals enter or reenter the work force.

Current Level Budget: Approximately $850,000 is required to match certain JTPA funds. General fund consists of $209,000 for displaced workers and pre-employment training and $125,000 for displaced homemakers to provide the necessary match on JTPA funds. The remainder of the required match is provided by employer on-the-job training funds and unemployment insurance wages paid to dislocated workers, which do not appear in the agency budget. In fiscal 1984, $147,749 was expended for displaced workers and $123,427 for displaced homemakers. Federal funds are JTPA funds and represent the total amount anticipated in the 1987 biennium.

Agency: Department of Labor and Industry--Division of Workers' Compensation

Program: Workers' Compensation Division

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	167.50	172.00	168.00	168.00	172.00	168.00	168.00	.3
Personal Services	$3,413,481	$3,647,994	$3,548,575	$3,548,575	$3,656,029	$3,556,790	$3,556,790	4.0
Operating Expenses	2,120,511	2,370,166	2,371,678	2,388,301	2,392,539	2,396,596	2,414,272	12.6
Equipment	172,229	176,726	184,642	184,642	113,231	133,445	133,445	7.2
Grants	907,613	1,294,281	1,133,901	1,133,901	1,366,165	1,101,158	1,101,158	24.9
Total Exp.	$6,613,834	$7,489,167	$7,238,796	$7,255,419	$7,527,964	$7,187,989	$7,205,665	9.7
FUNDING								
General Fund	$ 783,743	$ 716,179	$ 716,179	$ 716,179	$ 681,194	$ 681,194	$ 681,194	(8.6)
State Special Rev.	5,761,559	6,700,870	6,439,341	6,467,122	6,774,933	6,423,797	6,452,634	12.2
Federal Revenue	68,532	72,118	83,276	72,118	71,837	82,998	71,837	5.2
Total Funding	$6,613,834	$7,489,167	$7,238,796	$7,255,419	$7,527,964	$7,187,989	$7,205,665	9.7

Program Description: The Division of Workers' Compensation is responsible for several laws relating to Montana's workers. The division enforces occupational safety laws, provides payment to workers injured on the job, monitors private insurer's adequacy of coverage and payments, and provides payments to innocent victims of crime.

Current Level Budget: Grants consist of three programs: Silicosis Benefits, Social Security Offsets, and Crime Victims. The following table shows the grants, each funding source, actual fiscal 1984 expenditures, and appropriated fiscal 1986 and 1987 levels.

Table 1
Grants - Division of Workers' Compensation

Grant	Fund Source	FY 84	FY 86	FY 87
Silicosis Benefits	General Fund	$ 686,900	$ 615,600	$ 580,800
Social Security Offsets	General Fund	84,825	88,301	87,858
Crime Victims	Crime Victims Fund	340,509	347,733	342,196
Crime Victims Administration	Crime Victims Fund	57,113	82,267	90,304
Total Grants		$1,169,347	$1,133,901	$1,101,158

Silicosis benefits are paid to those persons who contracted the disease on the job prior to 1959 and to widows of silicotics.

Table 2
Silicosis Cases, Payment Levels, and Cost

	- - - Cases - - -		- Monthly Payments -		
Fiscal Year	Silicotic	Widow	Silicotic	Widow	Total Cost
1984 Actual	198	166	$200	$100	$686,900
1985 Projected	190	163	200	100	651,000
1986 Projected	180	153	200	100	615,600
1987 Projected	171	142	200	100	580,800

Social security offsets are paid to those persons who were adversely affected by the law in effect from July of 1973 to April of 1974 that stated that workers compensation benefits would be offset 100 percent by any social security payments made for the same purpose. The law was subsequently changed to a 50 percent offset.

Crime victims benefits are paid to those persons who are the innocent victims of crime, and are funded with 18 percent of all fines and citations issued by the highway patrol. The funding levels for the coming biennium reflect the total amount anticipated as revenue and does not reflect any use of the fund balance.

Feder revenue consists of federal study projects, expected to tot $37,293 in fiscal 1986 and $36,897 in fiscal 1987; and Occu ional Safety and Health Administration, expected to total $34,825 in fiscal 1986 and $34,940 in fiscal 1987. State revenue consists of crime victims funds totaling $430,000 in fiscal 1986 and $432,500 in fiscal 1987, and workers' compensation funds, totaling $6,037,122 in fiscal 1986 and $6,020,134 in fiscal 1987.

Modified Recommendations: 1) Crime Victims Fund - Federal funds will be available in the 1987 biennium to supplement Montana's Crime Victims fund by up to 35 percent of the state contribution. A modified request to add $150,000 of these fund each year was approved.

2) Claims Examiners - A request to add 4 FTE claims examiners and related expenses to deal with an increase in workload was approved, at a cost of $94,466 in fiscal 1986 and $94,384 in fiscal 1987, funded by state workers compensation funds.

3) State Insurance Funds - Three FTE legal positions and expenses were added to deal with the increased workload primarily attributable to the Willis court decision, which allowed workers and courts greater discretion in the type and size of workers' compensation payments. This modified is funded by state workers' compensation funds.

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Agency: Department of Social and Rehabilitation Services

Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	1,043.12	1,110.12	1,037.82	1,036.82	1,116.12	1,037.82	1,036.82	(0.6)
Personal Services	$ 22,301,459	$ 24,667,149	$ 23,139,278	$ 23,064,759	$ 25,729,895	$ 23,181,065	$ 23,106,416	3.5
Operating Expenses	7,789,238	10,602,739	8,265,393	8,946,673	9,385,191	8,520,513	9,043,745	14.8
Equipment	359,997	139,336	137,504	104,215	48,204	72,845	50,500	(71.0)
Grants and Benefits	169,844,250	201,453,579	186,478,736	198,594,626	217,353,636	195,440,710	203,635,326	17.8
Total Exp.	$200,294,944	$236,862,803	$218,020,911	$230,710,273	$252,516,926	$227,215,133	$235,835,987	15.1
FUNDING								
General Fund	$ 67,288,558	$ 75,984,588	$ 69,690,618	$ 79,884,681	$ 84,007,005	$ 73,580,521	$ 82,796,977	18.7
State Special Rev.	6,067,454	6,728,192	6,765,447	462,367	6,712,452	6,801,880	484,142	(92.7)
Federal Revenue	126,938,932	154,150,023	141,564,846	150,363,225	161,797,469	146,832,732	152,554,868	18.4
Total Funding	$200,294,944	$236,862,803	$218,020,911	$230,710,273	$252,516,926	$227,215,133	$235,835,987	15.1

Program Description: The Department of Social and Rehabilitation Services administers programs in the area of human services. Services include assistance payments to recipients of the Aid to Families with Dependent Children Program, foster home services, medicaid and other benefits to the aged and indigent, rehabilitation services for the vocationally and visually handicapped, and community-based placement services for the state's developmentally disabled.

Current Level Budget: Two funding issues were approved by the committee that affect funding within several programs of the department. (1) The committee approved depositing, as revenue to the general fund all county mill levy paid to SRS by counties whose welfare programs have been assumed and are administered by the state. Thus funds become part of the general revenue and are replaced within SRS by general fund. This change does not increase general fund costs for the program, but simplify the accounting procedures within the department. (2) All social service block grant funds have been consolidated in a single program, developmental disabilities. Because of the flexibility in use of the block grant, these funds may be considered as similar to general fund in terms of allocation. During fiscal 1984, SRS used social service block grant funds for administrative and/or benefits in six different programs. To simplify accounting procedures and to provide a clear track of block grant expenditures, the committee approved consolidation of these funds in the developmental disabilities program, reduced the general fund in that program, and substituted general fund in the other five programs.

SUBCOMMITTEE ACTION

Agency: Department of Social and Rehabilitation Services — Program: Assistance Payments

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	47.50	49.50	47.50	47.50	49.50	47.50	47.50	0.00
Personal Services	$ 1,186,899	$ 1,293,253	$ 1,255,173	$ 1,255,173	$ 1,295,483	$ 1,257,454	$ 1,257,454	3.2
Operating Expenses	1,603,752	1,845,600	1,659,784	1,766,336	1,849,907	1,729,679	1,807,711	11.4
Equipment	47,122	8,057	8,616	6,500	6,000	8,616	6,000	(86.2)
Grants & Benefits	44,535,066	50,160,019	45,962,761	49,378,650	54,481,385	48,284,420	51,393,949	9.8
Total Exp.	$47,372,839	$53,306,929	$48,886,334	$52,406,659	$57,632,775	$51,280,169	$54,465,114	9.6
FUNDING								
General Fund	$10,316,431	$12,086,033	$11,876,905	$14,128,982	$13,293,706	$12,675,921	$15,254,805	42.8
State Special Rev.	1,607,850	1,819,642	1,819,642	-0-	1,819,642	1,819,642	-0-	
Federal Revenue	35,448,558	39,401,254	35,189,787	38,277,677	42,519,427	36,784,606	39,210,309	5.0
Total Funding	$47,372,839	$53,306,929	$48,886,334	$52,406,659	$57,632,775	$51,280,169	$54,465,114	9.6

Language in Bill: Ten percent of the low income energy block grant shall be transferred to the social services block grant in each fiscal year. If the transfer is greater than $1,169,510 in either fiscal year, a like amount of general fund shall revert.

Ten percent of the low income energy block grant shall be used for the Weatherization Program in each fiscal year.

No funds may be transferred out of the non-resident general assistance program or the state general assistance program.

Program Description: The Assistance Payments Program is administered through the Economic Assistance Division and includes Aid to Families with Dependent Children (AFDC), Day care Services, Food Stamp and Commodity Programs, Non-resident General Assistance, the Low Income Energy Assistance Program (LIEAP), the community service block grants, the Weatherization Program, and the state administered general assistance.

Current Level Budget: General fund increases 36.9 percent from fiscal 1984 to fiscal 1986. The principal cause for this increase is an increased regular AFDC caseload inclusion of the unemployed parent as eligible for AFDC payments, and increased costs associated with the state administered General Assistance Program. The following table compares the fiscal 1984 actual expenditures and the subcommittee approved level for benefits in the Assistance Payments Program.

Assistance Payments Grants and Benefits
Fiscal 1984 Through Fiscal 1987

Grants and Benefits	FY 1984 Actual	FY 1986 Subcommittee	FY 1987 Subcommittee	FY 84-86 % Change
AFDC	$26,429,128	$31,484,707	$33,544,240	19.1
LIEAP	11,999,113	11,256,830	10,513,595	(4.6)
General Assistance	2,179,346	2,934,665	3,528,095	34.6
Weatherization	2,063,583	1,618,712	1,618,073	(21.6)
Community Services Block Grant	1,230,126	1,189,334	1,259,120	(3.3)
Day Care	428,745	465,960	489,258	8.7
Training	162,205	171,984	183,787	6.0
Non-Resident General Assistance	18,475	130,000	130,000	603.6
Food Stamps	24,345	26,458	27,781	8.7
Legal Services	-0-	100,000	100,000	100.0
Total Expenditures	$44,535,066	$49,378,650	$51,393,949	10.8

Aid to Families with Dependent Children (AFDC)

Aid to families with dependent children is a cash assistance program to assist needy families with dependent children. The program is funded jointly by the state and federal government. The average monthly caseload in fiscal 1984 was 7,125 and has been budgeted at 7,940 in fiscal 1986 and 8,083 in fiscal 1987 which include 450 recipients in fiscal 1986 as part of the unemployed parent program and 600 recipients in fiscal 1987 as unemployed parents. The payment level for both years of the 1987 biennium has been set at 49 percent of the poverty index. This represents an increase over the 47 percent of the poverty index that is in effect during fiscal 1985. The AFDC program is funded with approximately 34 percent general fund, 2 percent county funds, and 64 percent federal funds.

Low Income Energy Assistance Program (LIEAP)

The Low Income Energy Assistance Program is a federally funded program to help low income families with fuel and home heating costs. The anticipated grant level for both years of the 1987 biennium is $11,695,105. Ten percent of the grant award is to be transferred to the social services block grant to provide services to the developmentally disabled. Ten percent of the grant award is to be used in conjunction with the Weatherization Program.

Low Income Energy Assistance Program Funds and Expenditures
Fiscal 1984 through Fiscal 1987

Funds Available	Fiscal 1984	Fiscal 1985	Fiscal 1986	Fiscal 1987
Grants	$12,297,691	$12,297,692	$11,695,105	$11,695,105
Carryover	2,858,426	1,737,426	1,318,235	-0-
Oil Overcharge Funds	-0-	-0-	-0-	575,000
Total Funds Available	$15,156,117	$14,035,118	$13,013,340	$12,270,105
Expenditures				
Social ~~Security~~ Services Block Grant	$ 1,229,769	$ 1,229,769	$ 1,169,510	$ 1,169,510
State and Local Administration	956,425	1,000,000	1,000,000	1,000,000
Fuel Assistance Grants	9,881,968	10,217,757	10,037,130	9,321,283
Weatherization	1,698,038	614,939	1,169,510	1,169,510
Refunds	(347,509)	(345,582)	(362,810)	(390,198)
Total Expenditures	$13,418,691	$12,716,883	$13,013,340	$12,270,105
Ending Fund Balance	$ 1,737,426	$ 1,318,235	$ -0-	$ -0-

General Assistance

The General Assistance Program provides basic necessities such as shelter, heat, and personal needs for low income persons. This program was formerly operated as part of the county welfare program. However, during the 1985 biennium 12 counties opted to have their welfare program assumed and administered by the state. Since state assumption of the programs, the caseload has risen significantly. The department anticipates that the caseload will increase at the rate of 12.5 percent per year during the 1987 biennium. The payment level for general assistance has been funded at a level equal to the AFDC payment level of 49 percent of the poverty index. The approved level of funding for the program assumes changes in the legislature governing this programs to include elimination of all able bodied individuals under the age of 35 from the program and able bodied persons between 35 and 50 limited to three months of general assistance in any 12 month period. This program is 100 percent general fund.

Growth of General Assistance Caseload and Average Payment Level
Fiscal 1984 Through Fiscal 1987

	Fiscal 1984	Fiscal 1986	% Change	Fiscal 1987	% Change
Caseload	1,399	904	(35.)	1,033	14.2
Support Payments	$163.00	$270.53	65.9	$284.61	5.2

Weatherization

This federal funded program provides funds to low income families to assist in weatherizing their homes. The anticipated grant award is $1,618,712 in each year of the 1987 biennium.

Community Services Block Grant

The community service block grant includes county anti-poverty programs originally established under the Federal Economic Opportunity Act of 1964. State statute required that 90 percent of the funds be allocated to Human Resource Development Councils in support of local programs, 5 percent is retained by SRS for administrative costs and 5 percent may be used as discretionary funds. The approved level of funding for this federally funded program is $1,252,984 in fiscal 1986 and $1,324,404 in fiscal 1987.

Day Care

Day care is provided to AFDC recipients who are working or participating in work related training programs. Costs associated with employment related day care is considered a work-related expense and is included in the AFDC payment. Training related day care is paid directly to day care providers when the AFDC recipient is participating in such training as vocational technical school or WIN work experience. This program is funded at the same funding rate as AFDC payments and medicaid or approximately 34 percent general fund.

Training

Training is provided to county eligibility technicians regarding changes in eligibility requirements. During the 1985 biennium, the program was funded 50 percent with federal funds and 50 percent from the University of Montana which provided the training. The committee approved the department's request that $15,762 in fiscal 1986 and $16,393 in fiscal 1987 of general fund be used for non-university related training. The balance of the training is for the contract with the university, with 50 percent of the funds ($78,111 in fiscal 1986 and $83,697 in fiscal 1987) being provided by the University of Montana as the required match for federal AFDC funds.

Non-Resident General Assistance

This benefit provides emergency assistance to families or individuals traveling through the state with no intent to establish residency. The committee increased benefits to the program by $100,000 per year to provide a maximum of three days emergency assistance to individuals who might be adversely impacted by changes in the General Assistance eligibility requirements. The additional $100,00 per year is only intended for the 1987 biennium and is not to be considered as part of the base for future budget calculation. This program is 100 percent general fund.

Food Stamps

The Food Stamp Issuance Program is a federally funded program. The committee adopted a funding level reflecting inflation increases of 4, 4.5, and 5 percent in costs.

Legal Services

Funds of $100,000 per year are approved to contract with the Montana Legal Services Association. The contract is intended to assist general assistance clients in receiving federal Social Security benefits and thus remove them from the general assistance caseload. It is expected that a minimum of 180 clients will be removed from the general assistance caseload.

Modified Recommendations: The committee approved three federal funded programs that the department had begun through budget amendment during fiscal 1984: 1. Solar Bank Program. This program would assist low income family replace home heating equipment. This program is funded at $187,500 per year.

2. Temporary ~~Energy~~ Food Assistance. This program is a federally funded program to provide food for low income families. This program is funded at $156,400 per year.

3. Job Search. This program is a federal program, to assist food stamp recipients in finding employment. This program is funded at $174,578 in fiscal 1986 and $231,752 in fiscal 1987.

Agency: Department of Social and Rehabilitation Services — Program: Social Services

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	365.64	394.64	367.64	365.64	421.64	365.64	365.64	0.00
Personal Services	$ 7,701,121	$ 8,580,867	$ 8,018,693	$ 7,961,449	$ 9,169,967	$ 8,027,965	$ 7,975,693	3.4
Operating Expenses	846,217	970,469	848,433	844,844	1,092,251	880,126	862,306	.3
Equipment	4,028	16,050	6,574	11,500	7,050	6,904	2,500	185.5
Grants and Benefits	11,661,197	13,535,247	11,954,011	12,614,892	13,928,520	12,510,123	12,941,698	8.2
Total Exp.	$20,212,563	$23,102,633	$20,827,711	$21,432,685	$24,197,788	$21,425,118	$21,782,197	6.0
FUNDING								
General Fund	$ 5,232,416	$ 7,305,958	$11,328,285	$12,586,650	$ 8,154,344	$11,573,678	$12,834,888	140.5
State Special Rev.	813,214	845,743	845,743	-0-	845,743	845,743	-0-	(100.0)
Federal Revenue	14,166,933	14,950,932	8,653,683	8,846,035	15,197,701	9,005,697	8,947,309	(37.6)
Total Funding	$20,212,563	$23,102,633	$20,827,711	$21,432,685	$24,197,788	$21,425,118	$21,782,197	6.0

Language in Bill: If third party payments received by the department to offset costs of the Foster Care Program are in excess of $320,000 in fiscal 1986 or $320,000 in fiscal 1987 these funds shall revert to the general fund.

Program Description: Services provided through this program include foster care, protective daycare, Big Brother and Sister, legal services to low income groups, services to the elderly, and the supplemental security income program. Except in the 12 counties that have opted for state assumption of their welfare program, funding and supervision of social workers and homemaker field staff is a shared state and county responsibility. Social services for senior citizens are provided through contracts with eleven agencies for aging that are located around the state.

Current Level Budget: The general fund increases 140 percent from fiscal 1984 to fiscal 1986. The major cause of this increase is the transfer of social service block grant funds to the developmental disabilities program and the substitution of general fund for the county mill levy. In total funds the percent increase from fiscal 1984 to fiscal 1986 is 6.0 percent. The department receives credits from families, insurance, and social security to offset some costs of foster care. The committee adjusted the appropriation for foster care to include $320,000 per year of such payments. If these payments exceed $320,000, the excess funds are to be deposited in the general fund.

The reduction of 2 FTE from the LFA current level are the nursing home ombudsman and legal advocate for senior citizens. These positions were added as a budget amendment during fiscal 1984 and are removed from subcommittee current level they are included as a modified recommendation.

The following table compares the fiscal 1984 actual expenditures and the approved level of funding for programs administered by the Social Services Program.

Social Services Grants and Benefits
Fiscal 1984 through Fiscal 1987

Grants and Benefits	FY 1984 Actual	FY 1986 Subcommittee	FY 1987 Subcommittee	FY 84-86 % Change
Day Care	376,597	$ 430,271	$ 457,063	14.3
Child Abuse	64,691	70,306	73,821	8.7
Legal Services	100,000	50,000	50,000	(50.0)
Domestic Violence	121,922	131,871	137,146	2.4
Big Brothers & Sisters	200,913	217,307	226,000	8.2
Home Health	26,933	30,047	31,249	11.6
West Yellowstone	6,395	7,150	7,436	11.8
Refuge	239,999	250,000	250,000	4.2
Subsidized Adoption	115,589	161,245	161,245	39.5
Supplemental Security Income	755,402	901,748	946,446	19.4
Aging	4,433,382	4,456,534	4,472,358	.6
Foster Care	4,920,899	5,649,366	5,856,778	13.3
Training	298,475	259,047	272,156	(13.2)
Total Expenditures	$11,661,197	$12,614,892	$12,941,698	8.1

Day Care

Protective daycare services are provided as an alternative to foster care. Funding for the program is approximately 70 percent general fund with the balance made up of federal Refugee and Title IV A funds. The committee approved a $.50 per day increase over the fiscal 1985 average cost per day for each year of the 1987 biennium. This results in a 6.6 percent increase in total funds for fiscal 1986 and a 6.2 percent increase for fiscal 1987. The average days of daycare were held constant at the fiscal 1984 level.

Comparison of Fiscal 1984 Actual Expenditures with
Days of Care with Fiscal 1986 and 1987

	Fiscal 1984	Fiscal 1986	Fiscal 1987
Days of Care	53,569	53,583	53,583
Rate Per Day	$7.03	$8.03	$8.53
Total Cost	$376,597	$430,271	$457,063

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Child Abuse

Child abuse services are provided through grants to local agencies for training and public awareness of issues surrounding the physical and sexual abuse of children. The committee adopted a funding level that reflects a 4, 4.5, and 5 percent inflation from the fiscal 1984 expenditure level through fiscal 1987. The program is 100 percent federal fund.

Legal Services

This services is provided through a contract with the Montana Legal Services Association, which provides legal services for AFDC and SSI recipients. The committee reduced funding for this program by one-half of the level authorized for fiscal 1984. The program is funded 100 percent with general fund.

Domestic Violence

This program provides protection and counseling services to abused spouses. A $14 fee from the marriage license is deposited in the general fund to offset costs of the program. The committee approved a funding level that was 4 percent above the fiscal 1985 appropriation of $130,875 for fiscal 1986 and a 4 percent inflation of that amount for fiscal 1987. The level of funding was established to maintain the fiscal 1985 contracts the department has with private providers and safe home operators.

Big Brothers and Sisters

The Big Brothers and Sisters Program is intended to provide an appropriate adult role model for youth of single parent families. Funds for this program include a 25 percent local match, with the balance being general fund. The committee approved funding that was 4 percent above the fiscal 1985 appropriated level for fiscal 1986 and a 4 percent increase for fiscal 1987.

Home Health and West Yellowstone

These two programs are grants awarded by SRS to local contractors to fund social services and homemaker services in areas where there is no departmental staff. The Home Health Foundation provides services to Lewis and Clark County and the West Yellowstone Project provides services to the West Yellowstone area. The committee funded both programs at a level corresponding to a 7.5 percent increase from the fiscal 1984 level of $33,328 to fiscal 1985 and 4 percent each year for fiscal 1986 and 1987. The Home Health Program is 100 percent general fund while the West Yellowstone Project is 75 percent general fund and 25 percent local match.

Refugee

Services to the Indo-Chinese are 100 percent federal fund. Services include support for refugee centers, assistance in locating employment and public education programs. The committee approved funding for the program at the anticipated level of available federal funds. The $250,000 per year is 4 percent above the fiscal 1984 actual expenditure level.

Subsidized Adoption

Subsidized adoption is a program designed to assist families in adopting children with special needs such as physical or mental handicaps, or sibling groups. If the child is eligible for federal Title IV-E funding, the program costs are shared at the same percentage as the medicaid rate; if the child is not IV-E eligible, the payment is 100 percent general fund. The actual amount of support is negotiated with the family and depends upon the particular needs of the child. The maximum subsidy in fiscal 1984 was $225 per month which was set at $10.00 less than the foster care payment.

For tl iscal 1987 biennium, the committee adopted a funding leve. ased upon the estimated fiscal 1985 caseload of 55 subsidi d children and maintained this caseload through fiscal 1986 and 1987. The maximum payment level was retained at $225 per month.

Supplemental Security Income

The state supplements federal payments to indigent aged, blind, or disabled persons. The amount of the supplemental payment is determined according to the residence of the recipient. During fiscal 1984, individuals living in residential homes and group home for the mentally ill or developmentally disabled received $94.00 per month; children and adults in foster care receive $52.75 per month; and developmentally disabled in semi-independent living situations received $26.00 per month. The average monthly payment in fiscal 1981, 1982,and 1983 was $93.34. In fiscal 1984, the average monthly payment was reduced to $85.49. The reduction in the fiscal 1984 rate was possible due to a $10 increase in the federal supplement. With the increased federal payment the agency was able to reduce the state's share and still maintain the fiscal 1983 combined federal/state level of payment.

Because the average monthly payment is constant through fiscal 1986 and 1987, the determining factor in calculating the current level benefits is the caseload. The committee adopted the executive estimate of the fiscal 1985 caseload of 841 and then inflated the caseload at 4.5 percent for fiscal 1986 (879 cases) and 5 percent for fiscal 1987 (923 cases). Funding for this program is 100 percent general fund.

Aging Services

Funding for the aging program is partly determined by the level of anticipated federal grants. State general funds are used to support information and referral services, in-home care, and a 5 percent match on federal funds used for social services, congregate nutrition, and home delivered meals. Funding for services during the 1987 biennium were calculated by inflating the fiscal 1984 expenditures at 4 percent for fiscal 1985, 4.5 percent for fiscal 1986, and 5 percent for fiscal 1987, with an adjustment to reflect a slight decrease in available federal funds.

Funding For Aging Service

Federal Funds	Fiscal 1984	Fiscal 1986	Fiscal 1987
Supportive Services	$1,193,558	$1,200,016	$1,200,016
Congregate Units	1,654,444	1,688,819	1,688,819
Home Delivery Meals	283,883	325,462	325,462
Cash in Lieu of Comm	445,344	626,980	626,980
Total Federal Funds	$3,577,229	$3,841,277	$3,841,277
General Funds			
State Match	$ 189,828	$ 189,076	$ 189,076
Information/Referral	126,685	137,681	144,565
In-Home Service	273,600	286,000	297,440
Legacy Leg.	5,000	2,500	-0-
Total General Fund	$ 595,113	$ 615,257	$ 631,081
Total Program	$4,172,342	$4,456,534	$4,472,358

Training

Funds approved for training of the social services staff includes a 25 per match from the University of Montana which provides the training. The following table shows that although the total funds for training have decreased by 13.2 percent, the amount of general fund increased 673 percent. This increase is due to the substitution of social services block grant funds with general fund. Social services block grant funds are transferred to the Developmental Disabilities Program.

Funding for Social Services Training

	Fiscal 1984	Fiscal 1985	Fiscal 1986
General Fund	$ 24,616	$190,345	$200,019
University match	50,002	68,702	72,137
Social Services Block Grant	223,857	-0-	-0-
Total Funds	$298,475	$259,047	$272,156

Foster Care

The following table shows the growth of foster care services from fiscal 1982 through fiscal 1984.

Comparison of Foster Care Service Cost
Fiscal 1982 through 1984

Service	Fiscal '82	Fiscal '83	Fiscal '84	% Change 82--84	Fiscal '86	% Change 84--86	Fiscal '87
Foster Family	$1,713,685	$1,889,308	$1,983,412	15.7	$2,259,137	13.90	$2,386,141
Group Home	403,638	414,269	756,157[1]	87.3	840,110	11.10	880,357
Attention Home	153,120	115,923	193,962	26.6	216,383	11.56	227,551
Receiving Home	118,780	135,353	164,727	38.6	182,979	11.08	192,227
In-state Treatment	1,396,282	1,381,234	1,176,579	(15.7)	1,412,150	20.02	1,559,340
Out-of-state Treatment	238,362	505,264	420,691	76.5	485,687	15.45	344,813
Care & Professional Treatment.	117,167	190,815	225,371	92.3	252,920	12.22	266,349
Total Cost	$4,141,034	$4,632,166	$4,920,899	18.8	$5,649,366	14.80	$5,856,778

[1] Includes $295,940 in grants to District Youth Guidance Homes.

The fu g level approved for foster family, group home, attention e, receiving home, and care and professional treatment was sed upon a 6, 4.5, and 5 percent inflation of fiscal 1984 actual cost through fiscal 1987 and thus adjusted according to anticipated refunds (credits) by each program.. For out-of-state and in-state treatment costs, the committee averaged the costs for in-state and out-of-state treatment and allocated the days of care proportionate to the mix of care days that occurred in fiscal 1984. The total days of care were reduced by 1,825 in fiscal 1986 and 3,650 in fiscal 1987 to adjust for five children in fiscal 1986 and ten children in fiscal 1987 that would be placed in the new Billings Youth Treatment Center. These are 30,500 in state care days in fiscal 1986 and 32,072 state care days in fiscal 1987. Out-of-state care days are 10,490 in fiscal 1986 and 7,092 in fiscal 1987.

Modified Recommendations: (1) Advocacy Assistance: Two FTE are approved to provide advocacy assistance to the elderly, a nursing home ombudsman and a lawyer. These positions were added during fiscal 1984 through a budget amendment. Funding for the additional positions is federal Commissioner on Aging funds of $49,220 in fiscal 1986 and $49,239 in fiscal 1987.

(2) Support Services for Foster Care: Additional funds of $243,090 in fiscal 1986 of which $82,651 are general fund and $254,855 in fiscal 1987 of which $86,651 are general fund, are approved to provide such services as increased psychological services, funds for special nutritional program, increased clothing allowance, and reimbursement to foster families for personal property damages caused by the foster children.

(3) Additional Social Workers: The committee approved 30 additional social worker positions and 2 administrative aid positions. These positions will be phased in during the 1987 biennium. The additional positions were requested by SRS to reduce the caseload of child care workers.

Funding for Additional 32 Positions
During 1987 Biennium

		Fiscal 1986	Fiscal 1987	Biennium
Original Dept Request for 54 FTE	General Fund	$628,007	$1,252,437	$1,880,444
	County Fund	89,715	178,919	268,634
	Total	$717,722	$1,431,356	$2,149,078
Committee Approved funding for 32 Additional Positions	General Fund	$233,018	$ 601,831	$ 834,849
	County Fund	33,288	85,976	119,264
	Total Funds	$266,306	$ 687,807	$ 954,113

As may be seen from the above table, the phasing in of the 32 positions reduces the costs during the 1987 biennium. However, by the 1989 biennium, the annualized costs for these positions will be approximately $848,210.

SUBCOM TEE ACTION

Agency: Department of Social and Rehabilitation Services

Program: Eligibility Determination

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	318.61	336.61	318.61	318.61	354.61	318.61	318.61	0.00
Personal Services	$6,236,285	$6,760,858	$6,443,111	$6,443,111	$7,090,245	$6,454,195	$6,454,195	3.3
Operating Expenses	108,493	117,875	114,196	113,165	124,874	117,779	115,285	5.3
Total Exp.	$6,344,778	$6,878,733	$6,557,307	$6,556,276	$7,215,119	$6,571,974	$6,569,480	3.3
FUNDING								
General Fund	$ 855,687	$1,053,086	$ 766,201	$1,993,101	$1,152,638	$ 765,803	$1,997,107	132.9
State Special Rev.	999,938	1,039,936	1,039,936	-0-	1,039,936	1,039,936	-0-	0.0
Federal Revenue	4,489,153	4,785,711	4,751,170	4,563,175	5,022,545	4,766,235	4,572,373	1.6
Total Funding	$6,344,778	$6,878,733	$6,557,307	$6,556,276	$7,215,119	$6,571,974	$6,569,480	3.3

Language in Bill: No FTE or spending authority may be transferred into or out of this program.

Program Description: This program is responsible for eligibility determination of applicants for AFDC, medicaid, food stamps and general assistance. Expenditures for the programs are for personal services and travel expenses associated with county welfare eligibility staff, clerical staff, and an allocated portion of county welfare director's salaries.

Current Level Budget: The program is maintained at the fiscal 1984 expenditure level adjusted for inflation. Federal funding for this program is a combination of food stamp, AFDC, and medicaid funds in the 12 assumed counties, and 46 percent county funds in the non-assumed counties.

Modified Recommendations: (1)Eligibility Technicians. The executive requested 54 additional eligibility technicians be added during the fiscal 1987 biennium due to increased workload associated with growing AFDC and general assistance caseloads. The subcommittee approved a total of 12 FTE for state assumed counties and 22 FTE in non-state assumed counties. The additional positions in the state assumed counties are to be phased in during each year of the biennium.

Additional Eligibility Technician Positions

	Fiscal 1986					Fiscal 1987				
	FTE	General Fund	Federal	County	Total	FTE	General Fund	Federal	County	Total
State Assumed	6	$35,430	$ 27,837	$ -0-	$ 63,267	12	$96,202	$ 75,587	$ -0-	$171,789
Non-Assumed	11	-0-	91,390	116,315	207,705	22	-0-	182,855	232,729	415,579
Total	17	$35,430	$119,227	$116,315	$270,972	34	$96,202	$258,442	$232,729	$587,368

(2) Authorization for Additional FTE. The committee approved 25 additional FTE within this program. The position are currently located in the county welfare office and are being paid for by SRS with federal LIEAP funds through contracts with county welfare offices. Although the LIEAP grant provides funds for local administration and eligibility determination of applicants, counties have the option of providing this service with county staff, or allowing local HRDC's to administer the program. FTE associated with the modified are in counties when the HRDC does not administer the program. Nineteen FTE are eligibility technicians for the LIEAP Program and 4 FTE are associated with the food stamp program. The FTE associated with issuance of food stamps in assumed counties are currently paid with federal fund that pass through SRS.

Additional FTE for LIEAP and Food Stamp Issuances

	Fiscal 1986		Fiscal 1987	
	General Fund	Other Funds	General Fund	Other Funds
LIEAP (19 FTE)	$ -0-	$ -0-	$ -0-	$ -0-
Food Stamp Issuance (4.0 FTE)	-0-	68,925	-0-	70,303
Total Modification	$ -0-	$ 68,925	$ -0-	$ 70,303

Agency: Department of Social and Rehabilitation Services

Program: Administration and Support Systems

	FY 1984	- - - - Fiscal 1986 - - - -			- - - - Fiscal 1987 - - - -			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	83.5	83.5	83.5	83.5	83.5	83.5	83.5	0.0
Personal Services	$2,019,289	$2,071,655	$2,073,032	$2,073,032	$2,075,774	$2,077,256	$2,077,256	2.7
Operating Expenses	788,666	908,204	869,980	929,454	811,517	791,312	834,150	15.5
Equipment	10,132	47,540	25,704	25,704	18,714	26,989	26,989	153.7
Total Exp.	$2,818,087	$3,027,399	$2,968,716	$3,028,190	$2,906,005	$2,895,557	$2,938,395	6.8
FUNDING								
General Fund	$ 525,276	$ 566,519	$1,271,602	$1,638,889	$ 541,111	$1,228,153	$1,594,114	210.1
State Special Rev.	308,335	320,668	320,668	-0-	320,668	320,668	-0-	(100)
Federal Revenue	1,984,476	2,140,212	1,376,446	1,389,301	2,044,226	1,346,736	1,344,281	(30.4)
Total Funding	$2,818,087	$3,027,399	$2,968,716	$3,028,190	$2,906,005	$2,895,557	$2,938,395	6.8

Program Description: This program provides the overall agency management, budgeting, and planning. Services include data processing, planning and research, personnel management, financial analysis, and overall agency supervision and policy development.

Current Level Budget: The current level includes $41,211 in fiscal 1986 and $43,141 in fiscal 1987 for additional state liability insurance costs and $15,741 in additional Department of Administration rent in fiscal 1986 and an additional $12,627 in Department of Administration rent for fiscal 1987. The increase in the general fund results from the transfer of social service block grant funds to the developmental disabilities programs and the substitution of general fund for the county mill levy.

Agency: Department of Social and Rehabilitation Services

Program: County Assumption--Administration

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Operating Expenses	$ 954,057	$1,263,183	$1,033,033	$1,281,444	$1,278,260	$1,085,475	$1,323,391	36.1
Equipment	196,397	44,200	44,200	44,200	-0-	-0-	-0-	(77.5)
Total Exp.	$1,150,454	$1,307,383	$1,077,233	$1,325,644	$1,278,260	$1,085,475	$1,323,391	16.7
FUNDING								
General Fund	$ 294,756	$ 252,736	$ 235,984	$ 963,626	$ 238,385	$ 240,758	$ 962,009	231.1
State Special Rev.	386,700	402,168	402,168	-0-	402,168	402,168	-0-	(100.0)
Federal Revenue	468,998	652,479	439,081	362,018	637,707	442,549	361,382	(21.8)
Total Funding	$1,150,454	$1,307,383	$1,077,233	$1,325,644	$1,278,260	$1,085,475	$1,323,391	16.7

Program Description: The County Assumption Program includes a portion of the operational costs and all equipment costs associated with administration of the state's assumption of 12 county welfare programs. Personnel and benefit costs associated with the assumed county welfare program are allocated to other divisions in the department.

Current Level Budget: An additional $127,003 in fiscal 1986 and $133,353 in fiscal 1987 was approved for contracts with two assumed counties for annualized costs related to food stamp issuance and expansion of the Food Commodities Program. These additional costs are entirely federally funded. Two of the assumed counties moved the welfare offices which increases rent by $103,585 in fiscal 1986 and $108,763 in fiscal 1987. Repair and maintenance was increased by $34,639 in fiscal 1986 and $36,371 in fiscal 1987 for maintenance contracts on new word processing and duplicating equipment.

The increase in general fund results from the substitution of social service block grant funds transferred to the Developmental Disabilities Program and that substitution of county mill levy funds. If adjustments are made to compensate for the shift of social services block grant and mill levy funds, the general fund increase between fiscal 1984 to fiscal 1986 is 4.6 percent and 68.1 percent for federal funds. Federal funds included in this program are food stamp, AFDC, and medicaid funds.

Agency: Department of Social and Rehabilitation Services

Program: Medical Assistance

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	20.99	33.99	20.99	20.99	36.99	20.99	20.99	0.00
Personal Services	$ 571,153	$ 922,049	$ 622,809	$ 629,012	$ 989,656	$ 623,847	$ 630,036	10.3
Operating Expenses	1,787,499	3,291,384	1,964,948	1,980,394	2,016,126	2,060,413	2,021,854	16.82
Equipment	1,471	5,529	18,000	230	230	-0-	230	(84.4)
Grants & Benefits	96,333,666	117,586,488	110,654,974	118,153,766	125,137,937	115,855,339	120,119,849	22.6
Total Exp.	$98,693,789	$121,805,450	$113,260,731	$120,763,402	$128,143,949	$118,539,599	$122,771,969	22.7
FUNDING								
General Fund	$37,984,575	$ 42,012,512	$ 39,174,690	$ 43,018,177	$ 44,120,059	$ 40,719,678	$ 43,411,584	13.9
State Special Rev.	1,445,520	1,819,643	1,819,643	-0-	1,819,643	1,819,643	-0-	0.0
Federal Revenue	59,263,694	77,973,295	72,266,398	77,745,225	80,204,247	76,000,278	79,360,385	31.4
Total Funding	$98,693,789	$121,805,450	$113,260,731	$120,763,402	$128,143,949	$118,539,599	$122,771,969	22.7

Language in Bill: Funds appropriated in the contingency fund may be used only for documented costs directly attributable to increases in the AFDC or Medicaid Program as a result of the Deficit Reduction Act of 1984. No funds may be expended from the contingency fund until the regular appropriation for AFDC and medicaid is expended.

Program Description: The Medical Assistance Program is administered by the Economic Assistance Division and provides support for a variety of medical programs for the state's low income population. Included under the Medical Assistance Program are medical payments to nursing homes, inpatient hospitals, physicians, and other medical services that provide care and treatment to individuals who qualify for the Aid to Families with Dependent Children Program (AFDC); aged, blind or disabled; or the medically needy.

Current Level Budget: The general fund increased 13.9 percent from fiscal 1984 to fiscal 1986. The principal cause of this increase are attributable to an understatement of the fiscal 1984 medicaid costs, increased caseload for AFDC and the Aged, Blind and Disabled, the expansion of the medicaid waiver program, the addition of the Montana Youth Treatment Center in Billing, and changes in the eligibility criteria for medicaid services required by the Federal Deficit Reduction Act of 1984. With only minor adjustments amounting to less than 2 percent of the total operating costs, the fiscal 1984 operating expenses were carried forward to fiscal 1986 and 1987 with an inflation increase.

The following table shows the fiscal 1984 actual expenditures for benefits and the approved level for fiscal 1986 and 1987.

Medical Assistance Grants and Benefits
Fiscal 1984 through Fiscal 1987

Grants and Benefits	FY 1984 Actual	FY 1986 Subcommittee	FY 1987 Subcommittee	FY 84-86 % Change
DHES Surveys	$ 123,701	$ 133,457	$ 133,744	8.1
Indian Health	1,121,036	1,577,486	1,577,486	40.7
Medicare Buy-in	1,193,629	1,499,040	1,745,280	46.2
Medicaid-Other	40,955,853	51,311,948	54,201,993	26.7
Medicaid-Nursing	39,798,400	43,231,858	44,675,452	12.2
Medicaid-Institutions	10,103,536	13,688,363	14,085,559	39.4
State Medical	2,970,011	2,954,772	3,237,525	29.8
Medicaid Waiver	67,500	1,191,357	1,238,810	1,735.2
DEFRA Contingency	-0-	3,341,487	-0-	0.0
Medicaid-Refunds	-0-	(776,000)	(776,000)	0.0
Total Expenditures	$96,333,666	$118,153,768	$120,119,849	21.5

Department of Health Nursing Home Services

The Department of Health and Environmental Sciences conducts reviews of nursing homes to ensure they are in compliance with federal and state licensing requirements. Funding for the reviews is federal funds that pass through SRS to DHES and matched with general funds in DHES. The approved funding for this program is $133,465 in fiscal 1986 and $133,744 in fiscal 1987. This level of funding is consistent with the amount approved in the health department budget.

Indian Health Services

Administration of various federal health services on Indian reservations is funded through a federal grant that passes through SRS. The department has requested $1,577,486 for each year of the 1987 biennium.

Medicare Buy-In

States have the option of paying the medicare Part-B premiums for individuals qualifying for medicare, but are unable to pay for the premiums themselves. If the state chooses to pay the premiums, then medical expenses and drugs are paid with federal medicare funds rather than medicaid which requires a general fund match. The premium paid by the state is funded according to the eligibility of the individual for other assistance programs. If the individual is already receiving some form of social assistance such as AFDC or SSI, then the premium for the medicare buy-in is a combination of Title XIX and general fund at the same match used for medicaid.

The following table shows the cost of the Part-B premiums from fiscal 1982 through 1984 and the approved funding for the 1987 biennium.

Caseload and Premium Costs for Medicare Part-B Insurance
Fiscal 1982 through Fiscal 1987

Fiscal Year	1982	1983	1984	1986	1987	% Change FY 84-86
Caseload	7,653	7,377	7,423	7,200	7,200	13.0
Premium	$ 11.00	$ 13.40	$ 13.40	$ 17.35	$ 20.20	24.4
General Fund	667,378	722,875	802,968	932,403	1,085,564	16.1
Federal Fund	342,818	357,197	390,658	566,637	659,716	45.0
Total	$1,010,196	$1,080,072	$1,193,626	$1,499,040	$1,745,280	25.6

Medicaid--Other

Medicaid-Other includes costs of inpatient and outpatient hospital services, drugs, and other medically related services for recipients of AFDC, SSI and the medically needy.

Because fiscal 1984 is the base year used to calculate the current level budget for the 1987 biennium, it is critical that the estimate of actual fiscal 1984 expenditures be accurate. Using the most recent data available, January 1985, a revised estimate of fiscal 1984 costs were made to take into account the time lag between when the services were actually provided and when the payment for services was made. The following table compares the original estimate of medicaid--other made during July 1984, and the revised estimate based upon the January 1985 data. The amount SRS recorded as medicaid expenses from their fiscal 1984 appropriation understated the costs by approximately 7.2 percent.

Comparison of Original and Revised Estimates of Fiscal 1984 Expenditure Base

Recipient	Department Original	January Estimate	Difference	% Change
AFDC	$21,215,359	$22,419,829	$1,204,407	5.7
SSI	19,740,494	21,482,147	1,741,653	8.8
Total Cost	$40,955,853	$43,901,976	$2,946,060	7.2

Because the AFDC and SSI populations differ in terms of service utilization and costs, calculation of benefits for these two populations are made separately.

The AFDC medicaid-other costs were based upon a projected caseload of 7,490 in fiscal 1986 and 7,483 in fiscal 1987.

Comparison of Fiscal 1984 Through Fiscal 1987
AFDC Medicaid Caseload and Costs

	Fiscal 1984	Fiscal 1986	Fiscal 1987
Caseload	7,125	7,490	7,483
Costs-Subcommittee	$22,419,829	$25,635,676	$26,892,302
Percent Change		14.3%	4.9%

In calculating the costs for medicaid services, a 4, 4.5, and 5 percent inflation factor was used for the fiscal 1984 base to fiscal 1987. These inflation factors assume that cost containment measures adopted by SRS will be effective in reducing the rate of inflation for health care. The following table shows the cost per service, number of services and total costs by service for AFDC medicaid-other before estimated costs of $1,869,689 in fiscal 1986 and $2,284,193 in fiscal 1987 were added as a result of the addition of the unemployed parent to the AFDC caseload.

AFDC-Medicaid
Cost Per Service, Total Services and Total Costs Fiscal 1984 and 1987 Biennium

	Cost/Service					Total Services					Total Costs			
	Fiscal 1984	Fiscal 1986	Fiscal 1987	% Change 1984-1986	*	Fiscal 1984	Fiscal 1986	Fiscal 1987	% Change 1984-1986	*	Fiscal 1984	Fiscal 1986	Fiscal 1987	% Change 1984-1986
Inpatient	155.32	168.80	177.24	8.7	*	70,115	73,769	73,700	5.2	*	10,890,195	$12,452,258	$13,062,651	14.3
Outpatient	26.36	28.65	30.08	8.7	*	53,748	56,545	56,496	5.2	*	1,416,792	1,620,014	1,699,425	14.3
Physicians	25.66	27.89	29.28	8.7	*	191,740	201,713	201,555	5.2	*	4,920,050	5,625,770	5,901,537	14.3
Other Practices	13.69	14.88	15.62	8.7	*	73,343	77,156	77,104	5.2	*	1,004,062	1,148,083	1,204,360	14.3
Drugs	9.10	9.89	10.38	8.7	*	94,579	99,507	99,457	5.2	*	860,672	984,124	1,032,365	14.3
Dental	21.05	22.88	24.02	8.7	*	83,415	87,751	87,684	5.2	*	1,755,892	2,007,753	2,106,170	14.3
Other	9.95	10.81	11.36	8.7	*	158,007	166,297	166,003	5.2	*	1,572,166	1,797,674	1,885,794	14.3

A procedure similar to that use in calculating AFDC medical costs was used to calculate the Aged, Blind, and Disabled (SSI) medicaid-other. For SSI, however, the caseload was held constant at 10,700 per year and inflation factors of 4, 4, and 4 percent were used. The medicaid-other for the SSI population approved by the committee was $24,059,810 in fiscal 1986 and $25,025,089 in fiscal 1987. The following table shows the cost per service, number of services and total costs for Aged, Blind, and Disabled medicaid-other.

Aged, Blind, and Disabled
Cost per Service, Total Services, and Total Cost for 1984 and 1987 Biennium

	Cost/Service				Total Services				Total Costs			
	Fiscal 1984	Fiscal 1986	Fiscal 1987	% Change 1984-1986	Fiscal 1984	Fiscal 1986	Fiscal 1987	% Change 1984-1986	Fiscal 1984	Fiscal 1986	Fiscal 1987	% Change 1984-1986
Inpatient	216.46	234.12	243.48	8.1	38,158	39,722	39,722	4.1	8,259,681	9,299,715	9,671,513	12.6
Outpatient	37.17	40.21	41.82	8.1	17,606	18,328	18,328	4.1	654,415	736,969	766,477	12.6
Physicians	19.30	20.07	20.87	8.1	103,248	107,479	107,479	4.1	1,992,686	2,157,104	2,243,087	12.6
Other Practices	12.61	13.11	13.63	8.1	42,383	44,120	44,120	4.1	534,450	578,413	601,356	12.6
Drugs	11.06	11.96	12.44	8.1	347,785	362,038	362,038	4.1	3,846,502	4,329,974	4,503,753	12.6
Dental	30.67	31.90	33.18	8.1	347,785	362,038	362,038	4.1	3,846,502	4,329,974	4,503,753	12.6
Other	6.38	6.91	7.19	8.1	878,704	914,716	914,716	4.1	5,606,132	6,320,688	6,576,808	12.6

During the 1987 biennium, the matching rate for the state/federal share in funding the medicaid program will increase from an average rate of 62.75 percent federal funds for the 1985 biennium to 65.89 percent in fiscal 1986 and 66.38 percent in fiscal 1987. The effect of this change will be to increase the federal share of the costs of the program by approximately $1,611,194 in fiscal 1986 and $1,967,532 in fiscal 1987 above what would have been paid had the match rate remained at the 1985 biennium level. However, if the federal government should lower the match rate in future years, the state would have to either increase the general fund to offset the reduced medicaid federal funds or cut services. As may be seen from the following table, although total expenditures for medicaid other increase 16.9 percent, the general fund increase is only 4.4 percent.

The table also shows that although the costs between fiscal 1984 and 1986 increase by 16.9 percent, the total cost change shown from the amount recorded in state accounting records as expenditures in fiscal 1984 to the subcommittee's fiscal 1986 appropriation will be a 25.3 percent increase. The difference between the 16.9 percent and the 25.3 percent increase is due to the costs officially recorded for fiscal 1984 being understated.

Total Medicaid Benefits
1987 Biennium

	Subcommittee Fiscal 1984	Subcommittee Fiscal 1986	Subcommittee Fiscal 1987	Subcommittee % Change 1984/1986	Recorded Fiscal 1984	Subcommittee Fiscal 1986	% Change 1984/1986
AFDC	$22,419,829	$27,252,136	$29,176,495	21.5	$21,215,359	$27,252,136	28.5
SSI	21,471,882	24,059,810	25,025,498	12.1	19,740,494	24,059,810	21.9
Total	$43,891,711	$51,311,946	$54,201,993	16.9	$40,955,853	$51,311,946	25.3
General Fund	$16,757,855	$17,502,505	$18,222,710	4.4	$15,636,945	$17,502,505	11.9
Federal Fund	27,133,856	33,809,441	35,979,283	24.6	25,318,908	33,809,441	33.5
Total Fund	$43,891,711	$51,311,946	$54,201,993	16.9	$40,955,853	$51,311,946	25.3

Medicaid Nursing Home

Caseload and per day costs are the two factors that contribute to the total medicaid costs for nursing homes. During the 1985 biennium, medicaid nursing home rates were established under a formula designed jointly by SRS and the nursing home industry. In 1984, the nursing homes filed a class action suit against SRS to block changes in the formula proposed by SRS. As part of the lawsuit settlement, SRS agreed to provide a 4 percent increase for nursing home operating costs and 2.5 percent property cost increase each year of the 1987 biennium. The funding level approved for fiscal 1986 and 1987 includes these increases in the nursing home rate.

Nursing Homes Reimbursement for Fiscal 1987

	Fiscal 1984	Fiscal 1986	Fiscal 1987	% Change 1984-1986
Per Day Cost	42.33	45.33	47.03	7.0
Patient Contribution	(10.47)	(11.19)	(11.75)	6.9
State Cost Per Day	31.86	$34.14	$35.28	7.2
Number of Care Days	1,215,331	1,266,311	1,266,311	4.2
Nursing Home Cost	$38,722,686	$43,231,857	$44,675,452	11.6

The comm ee approved projected nursing home days of 1,266,311 for cal 1986 and 1987. This projection includes 149 additiona nursing home beds that have been approved for construction through the certificate of need process. The committee also anticipates that with the additional services provided under the medicaid waiver for home and community based services as an alternative to nursing home care, there may be a reduction in the need for additional medicaid nursing home beds.

Medicaid-Institutions

Institutional medicaid reimbursement is a function of care days provided, multiplied by the total institutional cost per day, minus third party collections. With the exception of the new Montana Youth Treatment Center in Billings, there is no change anticipated in institutional care days provided during the 1987 biennium. The approved level of benefits include $13,688,363 in fiscal 1986 and $14,085,559 in fiscal 1987. The following table shows the medicaid funding by institution.

Medicaid Reimbursement by Institution
Fiscal Years 1984, 1986, and 1987

Institution	Fiscal 1984	Fiscal 1986	Fiscal 1987
Boulder	$ 7,127,122	$ 7,680,449	$ 7,908,760
Center for the Aged	1,048,892	1,126,385	1,157,022
Eastmont	1,087,912	1,417,852	1,454,795
Galen	1,006,600	1,027,192	1,055,875
Warm Springs	256,778	284,591	292,805
Youth Center	-0-	2,151,894	2,216,302
Total	$10,527,304	$13,688,363	$14,085,559

State Medical Assistance

As part of the state's assumption of county welfare programs, SRS has assumed administration and funding for the county medical assistance programs in 12 counties. Under the administrative rules governing the program, medical assistance is provided to individuals whose income and resources are insufficient to pay for needed medical care, but are ineligible for other government programs such as medicaid or medicare. Although this caseload is the same as the General Assistance caseload and has grown significantly since fiscal 1983, according to SRS, actual payments under the State Medical Program have been slightly lower during the first part of fiscal 1985 then were experienced in fiscal 1984. The funding level approved by the committee includes inflation of 4, 4.5, and 5 percent on the cost per service for fiscal 1984 through fiscal 1987 and adjusted downward by $582,474 in fiscal 1986 and $618,192 in fiscal 1987 to reflect changes on the caseload as a result of the unemployed parent addition to AFDC caseloads. This program is 100 percent general fund.

Medicaid Waiv

During the fiscal 1985 biennium, the legislature authorized SRS to begin establishment of home and community based services for the elderly as an alternative to using home care. During fiscal 1984, SRS expended $67,800 as start-up costs for the year. Total costs for the program during the 1987 biennium equal the number of cases served per day multiplied by the cost per day. Funding for this program is similar to other medicaid services with federal participation of 65.89 percent of total costs in fiscal 1986 and 66.38 percent of total costs in fiscal 1987. The large increase in authorized days of care between fiscal 1984 and 1985 reflects the start-up period needed during fiscal 1984. The following table shows the fiscal 1984 costs, the estimated fiscal 1985 cost and the approved funding for fiscal 1986 and 1987.

Medicaid Home and Community Based Services
Fiscal Years 1984 Through Fiscal 1987

	FY 84	FY 85	FY 86	FY 87
Days	4,500	70,322	73,000	73,000
Cost/Day	$15.00	$15.69	$16.32	$16.97
Total Costs	$67,500	$1,103,352	$1,191,360	$1,238,810

Deficit Reduction Act of 1984 (DEFRA)

The Deficit Reduction Act of 1984 (DEFRA) was passed by Congress to provide additional assistance to low income families. Regulations of the act became effective October 1984. There are three major changes in eligibility for medical assistance that will affect the medicaid-other budget: 1) increase in the need standard; 2) coverage for pregnant women and young children; and 3) prolonged disregards of earned income. Because the Act did not become effective until fiscal 1985, it was not possible to make an accurate estimate of the fiscal impact of these changes. The department originally projected a total biennium cost of $10,000,000 associated with the DEFRA changes. However, a revised estimate by the department based upon the impact of the changes during the first five months of fiscal 1985, indicates a total biennium cost of $4,622,444. According to SRS estimates, the DEFRA changes will increase the AFDC caseload by 48 cases each year of the 1987 biennium, and 598 cases for medicaid eligibility. A contingency fund has been approved based upon an SRS estimate of the impact of these changes during the first five months of fiscal 1985.

DEFRA Impact For the Fiscal 1987 Biennium

	- - - Fiscal 1986 - - -		- - - Fiscal 1987 - - -		- - Total Biennium - -	
	General Fund	Total	General Fund	Total	General Fund	Total
AFDC	$ 65,229	$ 191,323	$ 66,810	$ 198,720	$ 132,039	$ 389,952
Medicaid	635,050	1,861,772	797,036	2,370,720	1,432,086	4,232,492
Total	$700,279	$2,053,095	$863,846	$2,569,440	$1,564,125	$4,622,444

The app[illegible]ed level of funding for the contingency fund includes t[illegible] estimated costs for the first 18 months of the fiscal 1[illegible] biennium or $3,341,487 of which $1,132,201 is general fund. This level was adopted to provide the agency sufficient funds until the 1987 legislature convened when if necessary, the department could request supplemental funding. Access to the contingency fund is restricted to documented costs directly attributable to the impact of DEFRA, and the agency may not use these funds until the regular AFDC and medicaid appropriations is expended.

Modified Recommendation: 1) Medicaid Management Information System - The committee approved $1,200,000 for completion of the Medicaid Management Information System. These funds are 90 percent federal medicaid funds and 10 percent general fund. 2) Acute Care Reimbursement - The committee approved $99,664 in fiscal 1986 and $96,544 in fiscal 1987 to develop a new reimbursement system for acute care. The department proposes changing the inpatient hospital reimbursement system from a cost based to prospective payment system. The funds would be used to hire two financial analysts, one clerical position and one accounting technician. The funds are 50 percent general fund and 50 percent federal medicaid funds. 3) Home and Community Based Services: The committee approved funding of $375,449 in fiscal 1986 and $627,302 in fiscal 1987 to expand home and community based services for the elderly. Funds are approved for an additional 90 home and community based slots over the biennium.

Funding for Expanded Home and Community Based Services

	Fiscal 1986	Fiscal 1987
General Fund	$170,118	$229,882
Federal Medicaid	205,331	397,420
Total	$375,449	$627,302

4) Physician Position - The committee approved on additional 2.5 physician positions. This position provides medical evaluations for the State Medical Program. No funds are associated with the positions because they are currently paid through a 0.11 FTE position in the medical assistance program.

Agency: Social and Rehabilitation Services

Program: Audit and Program Compliance

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	40.0	40.0	40.0	40.0	40.0	40.0	40.0	0.0
Personal Services	$ 944,175	$ 980,724	$ 986,713	$ 981,374	$ 981,803	$ 987,818	$ 982,478	3.9
Operating Expenses	163,436	161,576	168,884	169,526	163,024	174,345	171,745	3.3
Equipment	7,667	400	6,048	400	400	1,437	400	(94.8)
Grants & Benefits	101,117	106,315	100,003	114,793	112,061	100,000	114,589	(1.1)
Total Exp.	$1,216,395	$1,249,015	$1,261,648	$1,266,093	$1,257,288	$1,263,600	$1,269,212	2.8
FUNDING								
General Fund	$ 457,551	$ 463,708	$ 588,303	$ 619,169	$ 469,200	$ 585,214	$ 625,354	35.2
Federal Revenue	758,844	785,307	673,345	646,924	788,088	678,386	643,858	(16.7)
Total Funding	$1,216,395	$1,249,015	$1,261,648	$1,266,093	$1,257,288	$1,263,600	$1,269,212	2.8

Program Description: The Audit and Program Compliance Division is responsible for auditing contractors, counties, and food stamp issuance offices; performing reviews of public assistance cases to monitor eligibility determination; receiving overpayments of public assistance and medicaid from recipients, providers, and third party payers such as insurance companies; and monitoring the claims processing contractor to ensure that medicaid claims are properly paid.

Current Level Budget: The general fund increase 35.2 percent from fiscal 1984 to fiscal 1986. The principal cause of the increase is the transfer of Social Services block grant fund to the developmentally disabled program.

The current level budget maintains the fiscal 1984 FTE level and operating costs are increased from fiscal 1984 through fiscal 1987 for inflation. Included in federal funds are $36,136 in fiscal 1986 and $33,777 of LIEAP funds to offset costs associated with audits of the LIEAP program. Benefits included for this program are a pass through of federal fund to the Department of Revenue to investigate food stamp fraud.

Modified Recommendations: (1) Additional Auditors. Four additional auditors are added to investigate fraud and increase collection for third party payers for medicaid. Costs for the additional FTE are $88,924 in fiscal 1986, of which $67,374 is general fund, and $85,592 in fiscal 1987, of which $64,871 is general fund. However, if approved, this modified also includes a reduction of $148,048 in general fund within the Medical Assistance and Assistance Payments Programs during fiscal 1986 as a result of anticipated increased collections, and a reduction of $142,387 of general fund in fiscal 1987.

Agency: Department of Social and Rehabilitation Services

Program: Vocational Rehabilitation

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	68.15	66.75	65.75	65.75	66.75	65.75	65.75	(3.5)
Personal Services	$1,389,749	$1,438,168	$1,455,242	$1,431,072	$1,485,682	$1,457,802	$1,433,566	3.0
Operating Expenses	349,592	381,817	344,290	347,126	393,009	357,143	355,368	(0.1)
Equipment	3,810	3,810	4,140	3,810	3,810	4,347	3,810	0.0
Benefits	2,831,754	3,725,281	3,066,682	2,961,037	3,942,519	3,219,629	3,079,478	4.5
Total Exp.	$4,574,905	$5,594,076	$4,870,354	$4,743,045	$5,825,020	$5,038,921	$4,872,222	3.7
FUNDING								
General Fund	$ 465,264	$1,155,176	$ 571,810	$ 605,601	$1,177,645	$ 584,473	$ 617,317	30.2
State Special Rev.	586,481	480,392	517,647	462,367	464,652	554,080	484,142	(21.2)
Federal Revenue	3,523,160	3,958,508	3,780,897	3,675,077	4,182,723	3,900,368	3,770,763	4.3
Total Funding	$4,574,905	$5,594,076	$4,870,354	$4,743,045	$5,825,020	$5,038,921	$4,872,222	3.7

Program Description: The Vocational Rehabilitation Program provides services to vocationally handicapped persons of employable age with the intent of returning those individuals to gainful employment. In addition to the federally funded program of vocational rehabilitation, this program also administers the Extended Employment Program for individuals who are very severely disabled and would not meet the federal criteria of potential gainful employment. The Extended Employment Program is 100 percent general fund, while the federal vocational rehabilitation program is 80/20 match of federal and state funds. During the fiscal 1985 biennium, funds for the state match to the federal vocational program are Industrial Accident and Rehabilitation Account funds (IARA) transferred to SRS from the state Department of Labor. The IARA funds are Workers' Compensation funds derived from contributions by employees enrolled under the state's Workers' Compensation Act. These funds are used to rehabilitate injured workers of the contracting employers and are matched at a 80/20 ratio with federal funds.

Current Level Budget: General fund increase 30.2 percent from fiscal 1984 actual expenditures. This increase results from a combination of a 6 percent increase between fiscal 1984 and 1985, 4 percent increase for each year of the 1987 biennium for the Extended Employment Program, and the addition of $12,000 per year of general fund to be used as match for federal vocational rehabilitation funds. The additional general fund match was approved to increase total funds available for vocational programs for individuals who have non-industrial accident related disabilities and thus would not qualify for federal funds matched by IARA funds.

Personal services is reduced by 2.4 FTE from the fiscal 1984 level. Positions deleted included a .85 rehabilitation counselor position that was vacant throughout fiscal 1984, a 1.0 clerical position that was vacant, and .55 clerical positions that were transferred to visual services.

A $30,000 per year contract to provide training opportunities for blind food service vendors was transferred to the Visual Service Program.

Modified Recon. .dations: 1. Expansion of General Rehabilitation Services. The committee approved expanded services of $435,775 for fi..al 1986, of which $75,000 is general fund, and $573,596 for fiscal 1987 of which $75,000 is general fund. The additional general funds are included to match available federal revenue and increase services to non-industrial accident related clients.

2. Expansion of Extended Employment Program. Ten additional clients would be served each year of the fiscal 1987 biennium. Total funds for this program are $50,000 in general fund each year. Clients for this program are predominantly chronically mentally ill or borderline mentally retarded who do not qualify for the federally funded vocational program

3. Services to Special Disabled Populations This modified would serve severely disabled individuals such as brain injured, muscular dystrophy and multiple sclerosis who do not otherwise qualify for vocational programs due to the severity of their disability. Funding for the program is $196,000 in fiscal 1986, of which $100,000 is general fund and $96,000 of one-time federal funds for start-up costs and $100,000 is fiscal 1987 all of which is general fund.

SUBCOMMITTEE ACTION

Agency: Department of Social and Rehabilitation Services

Program: Disability Determination

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	41.13	44.13	41.13	41.13	44.13	41.13	41.13	0.0
Personal Services	$ 960,890	$1,055,764	$ 974,454	$ 974,454	$1,058,058	$ 976,400	$ 976,400	1.4
Operating Expenses	771,358	1,105,033	850,715	1,039,324	1,144,448	901,759	1,082,059	35.1
Equipment	70,112	11,000	18,370	11,000	11,000	20,207	11,000	(84.3)
Benefits	38,393	72,482	43,301	54,982	75,891	45,985	58,391	43.2
Total Exp.	$1,840,753	$2,244,279	$1,886,840	$2,079,760	$2,289,397	$1,944,351	$2,127,850	13.1
FUNDING								
Federal Revenue	$1,840,753	$2,244,279	$1,886,840	$2,079,760	$2,289,397	$1,944,351	$2,127,850	13.1

Language in Bill: No FTE or spending authority may be transferred into or out of this program.

Program Description: The primary function of this federally funded program is to provide disability determination for individuals receiving supplemental security income and social security disability income benefits, and for disabled individuals receiving benefits under the state Medically Needy Program. In addition, the Disability Determination Bureau reviews cases to determine if clients should remain on current rolls or be suspended from the program.

Current Level Budget: The committee increased contracted medical costs by $152,820 in fiscal 1986 and $143,303 in fiscal 1987 for disability redetermination exams of individuals on supplemental security income or social security disability income. The federal government had placed a moratorium on these disability reevaluations during fiscal 1984, but lifted the moratorium in fiscal 1985. These costs are 100 percent federally funded. $24,087 was added for the biennium for client travel costs associated with the additional medical exams. $40,733 was added during the biennium for equipment maintenance contracts; $41,564 for office rent increases in non-state owned facilities.

The program is funded by federal funds and through a contract with the Medical Assistance Program which is budgeted at $45,792 in fiscal 1986 and $48,081 in 1987. This contract is to provide medical examinations to approximately 200 individuals receiving benefits under the medically needed program. General fund pays approximately 34 percent of the contract.

Modified Recommendations: 1. Disability Determination Hearing Unit. The committee approved a disability determination hearing unit added by budget amendment in fiscal 1984. The function of the hearing unit is to give disability beneficiaries, no longer eligible for benefits, an opportunity to request reconsideration of the findings. Two hearings officers and an administrative aid will provide an estimated 350 hearings each year. Federal funds of $171,157 in fiscal 1986 and $171,549 in fiscal 1987 are approved to support this modification.

Agency: Department of Social and Rehabilitation Services | Program: Visual Services

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	20.85	19.75	20.45	20.45	19.75	20.45	20.45	(1.9)
Personal Services	$405,252	$448,512	$461,565	$450,296	$449,431	$462,525	$451,221	11.1
Operating Expenses	126,801	133,214	131,089	166,856	135,370	136,349	170,257	32.5
Equipment	6,311	1,000	6,859	1,000	1,000	7,201	1,000	(84.2)
Benefits	277,940	270,589	272,060	272,060	285,830	288,928	288,928	(2.1)
Total Exp.	$816,304	$853,315	$871,573	$890,212	$871,631	$895,003	$911,406	9.2
FUNDING								
General Fund	$240,179	$226,508	$228,634	$234,314	$232,404	$236,507	$241,788	(2.4)
Federal Revenue	576,125	626,807	642,939	655,898	639,227	658,496	669,618	14.0
Total Funding	$816,304	$853,315	$871,573	$890,212	$871,631	$895,003	$911,406	9.2

Program Description: The Visual Services Program provides vocational rehabilitation services to the blind and visually impaired. In addition to physical restoration, services include, rehabilitation training, orientation and mobility, business enterprise, independent living, and visual services medical.

Current Level Budget: General fund for this program decreases 2.4 percent from fiscal 1984 to fiscal 1986 while overall expenditures rose 9.2 percent. The lower general fund proportion results from increasing supplemental security income and social security disability income, which do not require any state match, to replace federal vocational rehabilitation funds that do require an 80/20 federal/state match.

Personal services has been reduced by .4 clerical FTE as the result of a number of position transfers between the vocational rehabilitation program, visual services and medicaid assistance program.

Operating costs increased 26.9 percent between fiscal 1984 and 1986 principally as a result of the transfer of $30,000 from the vocational rehabilitation program for the contract for the Blind Vendor Program, reallocation of rent and rent, for non-state office space.

Agency: Department of Social and Rehabilitation Services

Program: Developmental Disabilities

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	30.25	39.25	30.25	30.25	42.25	30.25	30.25	0.0
Personal Services	$ 785,175	$ 1,023,510	$ 805,376	$ 805,376	$ 1,086,753	$ 807,431	$ 807,431	2.6
Operating Expenses	265,320	366,173	244,059	263,031	318,448	247,967	254,591	(1)
Equipment	7,804	1,750	750	750	-0-	-0-	-0-	(90.4)
Grants & Benefits	13,387,491	15,802,158	14,253,667	14,849,446	19,194,493	14,966,352	15,443,444	10.9
Total Exp.	$14,445,790	$17,193,591	$15,303,852	$15,918,603	$20,599,694	$16,021,750	$16,505,466	10.2
FUNDING								
General Fund	$11,056,094	$10,862,352	$ 3,648,204	$ 4,096,172	$14,627,513	$ 4,970,336	$ 5,258,011	(61.1)
Federal Revenue	3,389,696	6,331,239	11,655,648	11,822,431	5,972,181	11,051,414	11,247,455	225.3
Total Funding	$14,445,790	$17,193,591	$15,303,852	$15,918,603	$20,599,694	$16,021,750	$16,505,466	10.2

Program Description: The Developmental Disabilities Program contracts for the provision of community-based services for individuals disabled by mental retardation, epilepsy, cerebral palsy, and autism. The program was initiated with a commitment from the 1975 legislature to promote a least restrictive, community-based living environment for developmentally disabled persons as an alternative to institutionalization. Services provided under the program include day services, adult and child group homes, transportation, semi-independent living, family training, evaluation and diagnosis, and respite services.

Current Level Budget: Although total funds increase 10.2 percent from fiscal 1984 to fiscal 1986, general funds are reduced by 61.1 percent. The general fund reduction is the result of transfer all federal social service block grant funds within the department to this program.

Except for the addition of $17,582 for development of new service standards for DD programs, the personal services and operating expenses were maintained at the fiscal 1984 level, plus inflation of 4, 4.5, and 5 percent per year for operations through fiscal 1987.

Benefits for the DD Program were calculated from the fiscal 1985 contract level and inflated 4 percent each year for fiscal 1986 and 1987. Total benefits for fiscal 1985 were 6.1 percent above the fiscal 1984 expenditure level.

The following table shows the fiscal 1985 contract expenditure base and the approved level of funding for DD benefits in fiscal 1986 and 1987.

Developmental Disabilities Services
Benefits for Fiscal 1986 and 1987

	Fiscal 1985 Base	Slots	Fiscal 1986	Fiscal 1987	% Change 1985-1986
Adult Group Home	$ 2,445,151	408	$ 2,707,732	$ 2,816,042	10.7
Intensive Group Home	1,072,488	70	1,326,203	1,371,251	23.65
Child Group Home	1,000,643	57	1,061,276	1,103,727	6.06
Semi-Independent	771,356	232	803,446	835,584	4.1
Day Service	5,868,655	1,122	5,970,196	6,209,004	1.7
Specialized Family	237,500	30	416,000	432,640	75.2
Family Training	1,046,436	408	1,150,042	1,196,044	9.9
Respite	253,184	467	244,733	254,522	(3.3)
Vocational Placement	32,290	26	84,110	87,474	160.4
Evaluation & Diagnosis	447,347	286	353,674	367,821	(20.9)
Adaptive Equipment	66,560	250	70,305	73,117	5.62
Transportation	841,886	1,055	661,749	696,218	(21.3)
Program Transfer	109,837		-0-	-0-	0.0
Total	$14,193,333		$14,849,446	$15,443,444	4.6

The following table shows the funding for the developmental disabilities program during the 1987 biennium.

Comparison of Fiscal 1984 and Approved Funding
For the 1987 Biennium

Funding	Fiscal 1984	Fiscal 1986	Fiscal 1987
General Fund	$11,056,094	$ 4,294,782	$ 5,480,694
Federal Medicaid	808,150	827,372	878,669
Social Services Block Grant	1,351,779	9,625,549	8,979,276
LIEAP Transfer to SSBG	1,229,767	1,169,510	1,169,510
Total Funds	$14,445,790	$15,917,213	$16,508,149

Modified Recommendations: 1. Specialized Foster Care and Special Needs This modification has two functions: 1: specialized foster care is continued at a level of $169,000 in fiscal 1986 and $175,760 in fiscal 1987, continuing a funding switch from general fund to federal funds begun by budget amendment in fiscal 1984; 2) the remaining funds of $40,789 in fiscal 1986 and $42,420 in fiscal 1987 will allow the department to address the special needs of clients with intensive problems requiring innovative training procedures within a variety of settings. Total funds are $209,789 in fiscal 1986 and $218,180 in fiscal 1987. This modification is 100 percent federal funds.

2. Montana Conference on Developmental Disabilities The conference is funded from donations and registration fees, $14,388 is approved for fiscal 1986 and $16,605 for fiscal 1987.

3. Reduction in Developmental Disabilities Waiting List Funds are requested to remove 285 developmentally disabled adults from the waiting list for community based services, and to convert $2.6 million of existing state funded services to the maximum allowable under the federal medicaid waiver. This program would increase residential, vocational and family services. As may be seen from the following table, the modified will increase the base budget by $770,840 of general fund for each year of the 1989 biennium.

Funding
For Reduction in Waiting List Modification

	Fiscal 1986	Fiscal 1987
General Fund	$ (555,798)	$ 755,775
Medicaid Waiver	1,310,792	1,379,354
Total Cost	$ 754,994	$2,135,129

gency: Department of Social and Rehabilitation Services   Program: Developmental Disabilities Planning and Advisory Council

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
TE	2.00	2.00	2.00	3.00	2.00	2.00	3.00	50.0
ersonal Services	$ 46,005	$ 46,789	$ 48,495	$ 60,410	$ 47,043	$ 48,759	$ 60,686	31.3
perating Expenses	28,147	58,211	34,226	44,590	57,957	35,313	44,314	58.4
rants & Benefits	169,002	195,000	166,277	195,000	195,000	164,544	195,000	15.4
Total Exp.	$243,154	$300,000	$248,998	$300,000	$300,000	$248,616	$300,000	23.4
UNDING								
ederal Revenue	$243,154	$300,000	$248,998	$300,000	$300,000	$248,616	$300,000	23.4

anguage in Bill: Grant funds appropriated must be used for direct service in accordance with recommendations of the Developmental Disabilities Planning and Advisory Council.

rogram Description: The Developmental Disabilities Planning and Advisory Council (DDPAC) was created by Public Law 950602. Functions of the council include advising the department (SRS), other state agencies, councils, local governments, and private organizations on programs for services to the developmentally disabled; developing a plan for statewide system of community-based services for the developmentally disabled; and serving in any capacity required by federal law for the administration of federal programs for services to the developmentally disabled (MCA, 53-20206). This program is entirely federally supported.

urrent Level Budget: The current level budget increases $50,000 per year as a result of an increase in the federal grant award from the fiscal 1984 level of $250,000 to $300,000 in fiscal 1986 and 1987. Under federal law, a maximum of 35 percent of the total award may be used for administration. The balance of the grant award may be spent in support of demonstration projects, educational projects or programs that improve coordination of state-wide developmental disabilities services.

The current level increased by 1 FTE administration aid position to assist the councils in coordinates meetings and monitoring grants.

Human Services
Subcommittee Modified Recommendations

Agency	Fiscal 1986 General Fund	Fiscal 1986 Other	Fiscal 1986 Total	Fiscal 1987 General Fund	Fiscal 1987 Other	Fiscal 1987 Total
Health and Environmental Sciences						
1. Child Nutrition Auditor	$ -0-	$ 25,000	$ 25,000	$ -0-	$ 25,000	$ 25,000
2. Records & Statistics Equip.	21,848	-0-	21,848	3,996	-0-	3,996
3. Hazardous Waste	-0-	135,486	135,486	-0-	129,181	129,181
4. Hazardous Waste Inventory	-0-	41,941	41,941	-0-	41,801	41,801
5. Superfund	-0-	2,082,558	2,082,558	-0-	2,759,270	2,759,270
6. Solid Waste Lawyer	5,138	10,276	15,414	5,140	10,280	15,420
7. Tribal Air Quality	-0-	48,412	48,412		48,509	48,509
8. Scobey Air Monitoring	-0-	-0-	-0-	15,000	-0-	15,000
9. Air Quality Lawyer	-0-	15,414	15,414	-0-	15,420	15,420
10. X-Ray Technicians	41,072	-0-	41,072	34,084	-0-	34,084
11. Clark Fork Project	-0-	93,004	93,004	-0-	-0-	-0-
12. Groundwater Control	-0-	92,778	92,778	-0-	92,842	92,842
13. PKU Testing	145,600	21,550	167,150	-0-	75,973	75,973
14. Mouthrinse Program	-0-	15,000	15,000	-0-	15,000	15,000
15. Risk Appraisal	-0-	12,000	12,000	-0-	-0-	-0-
16. Perinatal Program	-0-	204,599	204,599	-0-	220,819	220,819
17. Women, Infants and Children	-0-	818,399	818,399	-0-	818,419	818,419
18. Child Nutrition	-0-	213,805	213,805	-0-	213,818	213,818
19. Cleft Palate	-0-	52,500	52,500	-0-	52,500	52,500
20. Surveyors	27,405	33,901	61,306	25,763	32,080	57,843
21. Nursing Staff	-0-	~~56,190~~	~~56,190~~	-0-	35,[illegible] ~~56,190~~	35,[illegible] ~~56,190~~
22. Family Planning Staff	-0-	11,649	11,649	-0-	11,653	11,653
Total Agency	$ 241,063	$3,984,462	$4,225,525	$ 83,983	$4,618,755	$4,702,738
Social and Rehabilitation Services						
23. Solar Bank	$ -0-	$ 187,500	$ 187,500	$ -0-	$ 187,500	$ 187,500
24. Food Assistance	-0-	156,400	156,400	-0-	156,400	156,400
25. Job Search	-0-	174,578	174,578	-0-	231,752	231,752
26. Advocacy Assistance	-0-	49,200	49,200	-0-	49,239	49,239
27. Foster Youth Support	82,651	160,439	243,090	86,651	168,204	254,855
28. Social Workers	233,018	33,288	266,306	601,831	85,976	687,807
29. Eligibility Technician	35,430	178,896	214,326	96,202	377,826	424,028
30. LIEAP and Food Stamp FTE	-0-	-0-	-0-	-0-	-0-	-0-
31. MMIS	120,000	1,080,000	1,200,000	-0-	-0-	-0-
32. Home Services for Elderly	170,118	205,331	375,449	229,882	397,420	627,302
33. Acute Care Reimbursement	49,832	49,832	99,664	48,272	48,272	96,544
34. Audit FTE	(75,674)	(67,402)	(143,076)	(77,516)	(68,892)	(146,408)
35. Hearing Unit	-0-	171,157	171,157	-0-	171,549	171,549
36. Expand Rehab. Serv.	75,000	360,775	435,775	75,000	498,596	573,596
37. Extended Employment	50,000	-0-	50,000	50,000	-0-	50,000
38. Special Population	100,000	96,000	196,000	150,000	-0-	150,000
39. Specialized Foster Care	-0-	209,789	209,789	-0-	218,180	218,180
40. DD Conference	-0-	14,338	14,338	-0-	14,338	14,338
41. Waiting List	(555,798)	1,310,792	754,994	755,775	1,379,354	2,135,129
Total Agency	$ 284,577	$4,370,913	$4,655,490	$2,016,097	$3,915,714	$5,881,811

Human Services
Subcommittee Modified Recommendations
Continued

Agency	Fiscal 1986 General Fund	Fiscal 1986 Other	Fiscal 1986 Total	Fiscal 1987 General Fund	Fiscal 1987 Other	Fiscal 1987 Total
Department of Labor and Industry						
42. Part-time Compliance Officer	$ 4,302	$ 12,905	$ 17,207	$ 4,304	$ 12,911	$ 17,215
43. Part-time Compliance Supervisor	18,131	-0-	18,131	17,521	-0-	17,521
44. Management Training	-0-	48,880	48,880	-0-	48,880	48,880
45. Random Audit	-0-	183,908	183,908	-0-	181,005	181,005
46. Employment Statistics	-0-	103,073	103,073	-0-	85,813	85,813
47. Montana Career Information System	-0-	43,079	43,079	-0-	43,089	43,089
48. Claims Examiners	-0-	94,466	94,466	-0-	94,386	94,386
49. State Insurance Fund	-0-	103,326	103,326	-0-	85,841	85,841
50. Crime Victims Fund	-0-	150,000	150,000	-0-	150,000	150,000
Total Agency	$ 22,433	$ 739,637	$ 762,070	$ 21,825	$ 701,925	$ 723,750
Total Subcommittee	$548,073	$9,095,012	$ 9,643,085	$2,136,905	$9,236,394	$11,323,299

TPLEG:dhes mod 2-16-5

B. HUMAN SERVICES

	Fiscal 1986					Fiscal 1987				
	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total
DEPARTMENT OF HEALTH AND ENVIRONMENTAL SCIENCES										
1. Financial Services Division										
a. Administration			145,971		145,971			148,887		148,887
b. Fiscal Bureau			286,366		286,366			288,072		288,072
c. Audit			42,000		42,000					
d. Records and Statistics Bureau	212,670	72,269	63,423		348,362	224,162	72,203	63,423		359,788
2. Environmental Sciences										
a. Administration		113,645			113,645		113,999			113,999
b. Food & Consumer Safety	328,488	204,000			532,488	330,793	206,000			536,793
c. Solid Waste Management	73,128	1,059,721	175,826		1,308,675	72,962	1,091,598	176,254		1,340,814
d. Air Quality	320,657		506,565		827,222	320,657		509,329		829,986
e. Occupational Health										

Montana Legislative Council

	Fiscal 1986					Fiscal 1987				
	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total
	172,842				172,842	172,041				172,041
f. Water Quality										
	293,972	188,175	1,110,955		1,593,102	296,531	190,817	1,113,752		1,601,100
3. Management Services Division										
a. Administration										
	167,781	48,000	26,815		242,596	166,255	51,000	19,892		237,147
b. Microbiology Laboratory										
	225,350	75,400	34,000		334,750	221,452	75,400	34,000		330,852
c. Contingency Fund										
		50,000			50,000					
d. Chemistry Laboratory										
	86,411	200,217			286,628	81,377	171,013			252,390
e. Data Processing										
			36,213		36,213			33,600		33,600
4. Health Services and Medical Facilities Division										
a. Administration										
	33,734		33,833		67,567	33,864		33,895		67,759
b. Dental										
	66,920		48,714		115,634	67,263		49,257		116,520
c. Nursing										
	194,166		1,322,763		1,516,929	193,335		1,330,905		1,524,240

	Fiscal 1986					Fiscal 1987				
	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total
d. Clinical										
	120,652		8,238,058		8,358,710	129,581		8,235,570		8,365,151
e. Emergency Medical										
	295,972	45,172	185,439		526,583	303,656	44,567	204,855		553,078
f. Health Planning and Resource Development										
	126,401		213,258		339,659	125,435		213,916		339,351
g. Licensing and Certification										
	223,038		302,473		525,511	224,932		305,069		530,001
5. Legal Unit										
	104,482				104,482	105,589				105,589
6. Director's Office										
	387,511		803,449		1,190,960	384,710		776,214		1,160,924
7. Board of Health										
	18,638				18,638	18,638				18,638
Total										
	3,452,813	2,056,599	13,576,121		19,085,533	3,473,233	2,016,597	13,536,890		19,026,720

The total appropriation for the department includes $1,699,637 in fiscal 1986 and $1,668,151 in fiscal 1987 of the maternal and child health block grant and $522,935 in fiscal 1986 and $549,203 in fiscal 1987 of the preventive health block grant. To the extent revenues from these grants exceed those amounts, it shall be distributed to the counties. To the extent revenues from these grants are less than these amounts, distributions to the counties shall be reduced.

	Fiscal 1986					Fiscal 1987				
	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total

The Department of Health and Environmental Sciences shall use the Attorney General's legal fee rate to charge federal programs for services performed by the Department of Health and Environmental Sciences, Legal Services Bureau. Use of federal appropriation authority of $42,701 in fiscal 1986 and $52,472 in fiscal 1987 shall be used only to purchase legal services from the Department of Health and Environmental Sciences, Legal Services Bureau. All legal services performed for federal programs shall be billed and all fees collected shall be deposited to the general fund.

Resource indemnity trust funds allocated to the Department of Health and Environmental Sciences as per 15-38-202, MCA, received in excess of $358,240 in fiscal 1986 and $417,192 in fiscal 1987 are appropriated for use by the Solid and Hazardous Waste Bureau for the hazardous waste and superfund programs.

Item 3c is for reimbursable laboratory work in excess of $253,804 in fiscal 1986 and $226,915 in fiscal 1987. This laboratory work does not include water test fees.

DEPARTMENT OF LABOR & INDUSTRY

	FY86 General Fund	FY86 State Special Revenue	FY86 Federal Special Revenue	FY86 Proprietary	FY86 Total	FY87 General Fund	FY87 State Special Revenue	FY87 Federal Special Revenue	FY87 Proprietary	FY87 Total
1. Commissioner's Office			167,010		167,010			166,390		166,390
2. Labor Standards	539,120	3,250			542,370	543,827	3,250			547,077
3. Appeals	305,024		228,517	3,500	537,041	308,308		229,907	3,500	541,715
4. Human Rights	199,016		112,971		311,987	206,483		108,721		315,204

5. Employment Security Division

a. Job Services

	Fiscal 1986					Fiscal 1987				
	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total
			10,487,746		10,487,746			10,550,742		10,550,742
b. Unemployment Insurance			2,385,027		2,385,027			2,385,992		2,385,992
c. Central Services			4,048,601		4,048,601			3,984,625		3,984,625
d. Audit								56,700		56,700
e. Job Training Partnership Act	334,000		7,100,000		7,434,000	334,000		7,100,000		7,434,000
6. Workers' Compensation										
a. Operations	716,179	6,427,122	72,118		7,215,419	681,194	6,452,634	71,837		7,205,665
b. Audit		40,000			40,000					
Total	716,179	6,467,122	72,118		7,255,419	681,194	6,452,634	71,837		7,205,665

Item 5a includes federal spending authority for current level operations of all existing job service offices. If federal funds are less than these amounts, the department may supplement federal funds with state unemployment assessments as provided in 39-51-404(4), MCA.

DEPARTMENT OF SOCIAL AND REHABILITATION SERVICES

	Fiscal 1986					Fiscal 1987				
	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total
1. Assistance Payments										
a. Operations	669,713		2,358,296		3,028,009	678,507		2,392,658		3,071,165
b. Benefits										
i. Nonresident General Assistance	130,000				130,000	130,000				130,000
ii. State General Assistance	2,934,665				2,934,665	3,528,095				3,528,095
iii. AFDC	10,119,903		21,364,804		31,484,707	10,637,321		22,906,919		33,544,240
iv. Other Benefits	174,701		14,554,577		14,729,278	180,882		13,910,732		14,091,614
v. Legal Services	100,000				100,000	100,000				100,000
Total	14,128,982		38,277,677		52,406,659	15,254,805		39,210,309		54,465,114
2. Social Services										
a. Operations	6,798,227		2,019,566		8,817,793	6,818,836		2,021,663		8,840,499
b. Benefits										

	Fiscal 1986 General Fund	Fiscal 1986 State Special Revenue	Fiscal 1986 Federal Special Revenue	Fiscal 1986 Proprietary	Fiscal 1986 Total	Fiscal 1987 General Fund	Fiscal 1987 State Special Revenue	Fiscal 1987 Federal Special Revenue	Fiscal 1987 Proprietary	Fiscal 1987 Total
	5,785,923		6,826,469		12,612,392	6,016,052		6,925,646		12,941,698
c. Legacy Legislature										
	2,500				2,500					
Total	12,586,650		8,846,035		21,432,685	12,834,888		8,947,309		21,782,197
3. Eligibility Determination	1,993,101		4,563,175		6,556,276	1,997,107		4,572,373		6,569,480
4. Administration and Support										
a. Operations	1,523,389		1,389,301		2,912,690	1,594,114		1,344,281		2,938,395
b. Legislative Audit	115,500				115,500					
Total	1,638,889		1,389,301		3,028,190	1,594,114		1,344,281		2,938,395
County Assumption - Administration	963,626		362,018		1,325,644	962,009		361,382		1,323,391
5. Medical Assistance										
a. Operations	939,470		1,670,166		2,609,636	954,763		1,697,357		2,652,120

	Fiscal 1986					Fiscal 1987				
	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total
b. Benefits										
i. State Medical	2,954,772				2,954,772	3,237,525				3,237,525
ii. Medicaid - Institution Reimbursement	4,669,101		9,019,262		13,688,363	4,735,565		9,349,994		14,085,559
iii. DEFRA - Contingency	1,132,201		2,209,286		3,341,487					
iv. Other Benefits	16,085,163		31,548,037		47,633,200	16,521,939		32,848,832		49,370,771
v. Medicaid - Other	17,237,470		33,298,474		50,535,944	17,961,792		35,464,202		53,425,994
Total	43,018,177		77,745,225		120,763,402	43,411,584		79,360,385		122,771,969
6. Audit and Program Compliance	619,169		646,924		1,266,093	625,354		643,858		1,269,212
7. Vocational Rehabilitation	605,601	462,367	3,675,077		4,743,045	617,317	484,142	3,770,763		4,872,222
8. Disability Determination			2,079,760		2,079,760			2,127,850		2,127,850
9. Visual Services										

	Fiscal 1986					Fiscal 1987				
	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total
	234,314		655,898		890,212	241,788		669,618		911,406
10. Developmental Disabilities										
a. Operations	268,563		800,594		1,069,157	265,982		796,040		1,062,022
b. Benefits	3,827,609		11,021,837		14,849,446	4,992,029		10,451,415		15,443,444
Total	4,096,172		11,822,431		15,918,603	5,258,011		11,247,455		16,505,466
11. DDPAC										
a. Operations			104,704		104,704			104,285		104,285
b. Benefits			195,000		195,000			195,000		195,000
Total			299,704		299,704			299,285		299,285
TOTAL SRS	79,884,681	462,367	150,363,225		230,710,273	82,796,977	484,142	152,554,868		235,835,987

In each fiscal year, 10% of the low income energy block grant shall be transferred to the social services block grant. If the transfer is greater than $1,169,510 in either fiscal year, a like amount of general fund shall revert. Ten

	Fiscal 1986					Fiscal 1987				
	State	Federal				State	Federal			
General	Special	Special			General	Special	Special			
Fund	Revenue	Revenue	Proprietary	Total	Fund	Revenue	Revenue	Proprietary	Total	

percent of the low income energy block grant shall be used for the weatherization program in each fiscal year.

No funds may be transferred out of the nonresident general assistance program or the state general assistance program.

Funds appropriated under item 1bv are for a contract with the Montana Legal Services Corporation to provide legal assistance to all Supplemental Security Income clients with the intent of reducing the state general assistance caseload by a minimum of 180 clients by the end of the 1987 biennium.

If third-party payments or reimbursement from any source received by the department to offset costs of the foster care program are in excess of $320,000 in fiscal 1986 or $320,000 in fiscal 1987, these excess payments shall revert to the general fund.

No FTE or spending authority may be transferred into or out of the eligibility determination program or the disability determination program.

Funds appropriated under item 5biii may be used only for documented costs directly attributable to increases in the AFDC or Medicaid program as a result of the Deficit Reduction Act of 1984. No funds may be expended from item 5biii until the regular appropriation for AFDC and Medicaid is expended.

Funds appropriated under item 11b must be expended for direct services in accordance with recommendations of the Developmental Disabilities Planning and Advisory Council.

TOTAL SECTION B

General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total
85,430,833	8,989,338	188,541,336	3,500	282,965,007	88,344,022	8,956,623	190,746,672	3,500	288,050,817

EXHIBIT 3
March 19, 1985
Education

NARRATIVE FOR HOUSE BILL 500
by the
Education Subcommittee

March 13, 1985

SUBCOMMITTEE ACTION

Agency: Board of Public Education — Program: Administration

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	2.00	5.00	2.00	2.00	5.00	2.00	2.00	0.00
Personal Services	$59,612	$131,598	$ 66,003	$ 66,004	$131,654	$ 66,030	$ 66,030	11.0
Operating Expenses	37,941	48,174	37,154	36,870	46,167	36,468	35,778	(2.8)
Equipment	197	5,000	-0-	-0-	-0-	-0-	-0-	0.0
Total Exp.	$97,750	$184,772	$103,157	$102,874	$177,821	$102,498	$101,808	5.2
FUNDING								
General Fund	$97,750	$184,772	$103,157	$102,874	$177,821	$102,498	$101,808	5.2

Program Description: The Board of Public Education was created by Article X, Section 9 of the 1972 Montana Constitution. The board, which consists of seven members appointed by the Governor and confirmed by the senate, is responsible for exercising general supervision over the public school system. Additionally, the board is designated by statute as the governing board of the Montana School for the Deaf and Blind and the Montana Fire Services Training School.

Current Level Budget: The current level budget increases from fiscal 1984 to fiscal 1986 by 5.5 percent. The increase in personal services from fiscal 1984 of 11.0 percent results from (1) board approval of a promotion to the executive secretary and (2) there were vacancy savings in fiscal 1984. The decrease in operating expenses results from $2,550 being removed from the base. The 1983 legislature appropriated $2,550 to allow the board to contract with a national research center to provide comparative information about state policies and practices in other states. The board used $2,101 of the one-time appropriation to contract with the Department of Justice, Legal Services Division, on legal issues relating to policies and decisions implemented by the board. The remaining $449 of the one-time appropriation was spent on temporary secretarial services. The decrease in operating expenses from fiscal 1986 to 1987 results from audit costs of $2,520 being included in fiscal 1986.

Modified Recommendations: (1) Contract Legal Services. General fund of $2,125 in each year to allow the board to contract for legal research on potential ramifications of board policies and decisions.

(2) Typewriter with Word Processing Capability. General fund of $2,500 in fiscal 1986 to allow the board to replace their current typewriter with one that has word processing capabilities.

Agency: Fire Services Training School

Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	6.00	7.00	6.00	6.00	7.00	6.00	6.00	0.0
Personal Services	$149,139	$186,953	$178,624	$178,624	$187,427	$179,110	$179,110	20.0
Operating Expenses	56,674	80,949	49,906	64,435	79,902	51,889	53,758	13.7
Equipment	13,085	17,900	4,700	4,700	6,400	4,000	4,000	(64.0)
Total Exp.	$218,898	$285,802	$233,230	$247,759	$273,729	$234,999	$236,868	13.2
FUNDING								
General Fund	$218,898	$285,802	$233,230	$230,759	$273,729	$234,999	$231,868	6.0
Federal Revenue	-0-	-0-	-0-	14,000	-0-	-0-	2,000	0.0
Proprietary	-0-	-0-	-0-	3,000	-0-	-0-	3,000	0.0
Total Funding	$218,898	$285,802	$233,230	$247,759	$273,729	$234,999	$236,868	13.2

Program Description: The Fire Services Training School, located in Great Falls, is supervised by the Board of Public Education. The purpose of the school is to provide firefighting instruction to Montana's 9,000 paid and volunteer firefighters and to provide public education programs to promote fire safety and prevention.

Current Level Budget: Personal services increase by 20 percent between fiscal 1984 and 1986. The increase results from no vacancy savings being applied in the current level budget. The school had vacancy savings of $14,856 in fiscal 1984. A fire services instructor position was vacant for all of fiscal 1984.

Operating expenses increase by 13.7 percent from fiscal 1984 to 1986. This results from increasing operating expenses in fiscal 1986 by $12,000 for a federal grant the school expects to receive to develop a five-year plan on fire education and training. Operating expenses were also increased $3,000 each year to pay for publishing and mailing the school's newsletter to individuals who request the publication, but are not on the school's mailing list and for publishing and for distributing a student workbook for classroom instruction. These operating expenses will be financed from fees charged subscribers and schools.

The general fund increases by 6.0 percent between fiscal 1984 and 1986. The increase results from vacancy savings not being applied in the 1987 biennium.

Modified Requests: (1) Half-time secretary (.50 FTE) - General fund of $8,660 in fiscal 1986 and $8,663 in fiscal 1987 is recommended by the subcommittee to allow the school to hire a .50 FTE secretary to free up instructors to do more field training.

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SUBCOMMITTEE ACTION

Agency: School for the Deaf and Blind

Program: Agency Total

	FY 1984	- - - - Fiscal 1986 - - - -			- - - - Fiscal 1987 - - - -			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	85.36	88.28	85.36	85.36	88.28	85.36	85.36	0.0
Personal Services	$1,889,597	$1,977,845	$1,903,143	$1,938,461	$1,978,848	$1,904,113	$1,939,445	2.6
Operating Expenses	911,722	1,997,250	1,218,041	1,153,124	447,381	1,261,205	1,151,050	26.5
Equipment	13,969	58,442	12,945	23,937	49,650	1,710	7,710	71.6
Total Exp.	$2,815,288	$4,033,537	$3,134,129	$3,115,522	$2,475,879	$3,167,028	$3,098,205	10.7
FUNDING								
General Fund	$2,397,856	$3,541,045	$2,652,627	$2,633,028	$1,989,379	$2,705,528	$2,640,705	9.8
Federal Revenue	417,432	492,492	481,502	482,494	486,500	461,500	457,500	15.6
Total Funding	$2,815,288	$4,033,537	$3,134,129	$3,115,522	$2,475,879	$3,167,028	$3,098,205	10.7

Program Description: Montana State School for the Deaf and Blind is a school for children whose hearing and/or vision is sufficiently impaired that they are unable to receive an education in the public schools. Approximately 325 children, ranging in age from infancy to 18, are served by the school. Of these, approximately two-thirds are serviced by the school's Outreach and Itinerant Program. This program serves hearing impaired and visually impaired children in their local community and through local schools. The remaining one-third are served from the Great Falls campus. Seventy-five to 80 students reside on campus during the school year.

The budget for the Montana School for the Deaf and Blind funds the following programs: (1) Administration; (2) General Services; (3) Student Services; (4) Education; and (5) Audiological Services. The 1983 legislature transferred the Audiological Services Program from the Office of Public Instruction to the School for the Deaf and Blind in the 1985 biennium.

Current Level Budget: Operating expenses increase by 26.48 percent between fiscal 1984 and 1986. The increase results from no audit costs being paid in fiscal 1984 out of a $15,000 appropriation. The appropriation will be spent in fiscal 1985. Audit costs of $17,500 are included in fiscal 1986. Additionally, operating expenses increase as a result of an increase in communications expenditures of $10,750 in the 1987 biennium in the Administration Program and from an increase in maintenance expenditures of $9,364 in the 1987 biennium in the General Services Program.

Federal revenue consists of federal school food funds of $30,000 in each year of the 1987 biennium, interest and royalty income from school trust lands of $250,002 in fiscal 1986 and $230,000 in fiscal 1987, and athletic fees of $10,992 in fiscal 1986 and $6,000 in fiscal 1987. The latter fund source is generated from charging admission to school sporting events. The athletic fees will be used to purchase sports equipment in the Education Program.

SUBCOMMITTEE ACTION

Agency: School for the Deaf and Blind

Program: Administration

	FY 1984	- - - -	Fiscal 1986	- - - -	- - - -	Fiscal 1987	- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	5.25	5.25	5.25	5.25	5.25	5.25	5.25	0.0
Personal Services	$131,152	$134,828	$134,611	$134,828	$134,885	$134,668	$134,885	2.8
Operating Expenses	32,058	57,700	56,806	56,554	41,857	40,480	39,876	76.4
Equipment	1,181	3,200	-0-	-0-	-0-	-0-	-0-	0.0
Total Exp.	$164,391	$195,728	$191,417	$191,382	$176,742	$175,148	$174,761	16.4
FUNDING								
General Fund	$164,391	$195,728	$191,417	$191,382	$176,742	$175,148	$174,761	16.4

Program Description: The Administration Program is responsible for the centralized administrative functions for the school, including accounting, budgeting, personnel, and purchasing.

Current Level Budget: The subcommittee current level budget provides a 16.4 percent overall increase between fiscal 1984 and fiscal 1986 which is attributable to a 76.4 percent increase in operating expenses. This increase is caused by increased communications costs of $5,000 relating to lease payments on the school's new telephone system. Additionally, audit costs of $17,500 are included in fiscal 1986 while no audit expenditures were incurred in fiscal 1984. General fund is the only funding source for this program.

SUBCOMMITTEE ACTION

Agency: School for the Deaf and Blind

Program: General Services

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	6.50	6.50	6.50	6.50	6.50	6.50	6.50	0.0
Personal Services	$121,118	$119,372	$118,445	$118,445	$119,605	$118,684	$118,684	(2.2)
Operating Expenses	163,123	175,965	191,165	188,461	176,303	202,602	196,230	15.5
Equipment	430	10,000	3,500	3,500	10,000	-0-	-0-	--
Total Exp.	$284,671	$305,337	$313,110	$310,406	$305,908	$321,286	$314,914	9.0
FUNDING								
General Fund	$284,671	$305,337	$313,110	$310,406	$305,908	$321,286	$314,914	9.0

Program Description: The General Services Program is responsible for the maintenance and operation of the school's facilities and grounds.

Current Level Budget: The subcommittee current level budget provides a 9 percent increase from fiscal 1984 to fiscal 1986. Operating expenses for maintenance contracts were increased $4,682 each year of the 1987 biennium for the heating and air conditioning system, the new cottages and gym, and for equipment which will go off warranty in the 1987 biennium. The equipment budget provides for the purchase of two commercial vacuums in fiscal 1986.

SUBCOMMITTEE ACTION

Agency: School for the Deaf and Blind

Program: Student Services

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	26.72	27.47	27.47	27.47	27.47	27.47	27.47	2.8
Personal Services	$549,631	$511,957	$511,556	$511,556	$512,163	$511,757	$511,757	(6.9)
Operating Expenses	111,214	114,694	120,873	119,153	114,694	126,871	122,701	7.1
Equipment	1,227	4,000	3,445	3,445	3,400	1,710	1,710	0.0
Total Exp.	$662,072	$630,651	$635,874	$634,154	$630,257	$640,338	$636,168	(4.2)
FUNDING								
General Fund	$632,072	$600,651	$605,874	$604,154	$600,257	$610,338	$606,168	4.4
Federal Revenue	30,000	30,000	30,000	30,000	30,000	30,000	30,000	4.2
Total Funding	$662,072	$630,651	$635,874	$634,154	$630,257	$640,338	$636,168	(4.2)

Program Description: The Student Services Program is responsible for the care and custody of the children residing on the Great Falls campus. The activities include meal preparation, infirmary care, and dorm supervision.

Current Level Budget: FTE increase by 2.8 percent from fiscal 1984 to 1986. The school transferred a .75 FTE secretary into this program from the Education Program. There is a commensurate decrease in FTE in the Education Program.

Personal services decrease by 6.9 percent between fiscal 1984 and fiscal 1986 as 4 percent vacancy savings was applied in the 1987 biennium. This program had a vacancy savings rate of approximately 2 percent in fiscal 1984. Additionally, the school paid $20,000 in fiscal 1984 for positions not budgeted from this program by the 1983 legislature.

The equipment budget in fiscal 1986 provides for the purchase of one decoder at a cost of $280 and three washer/dryer sets at a cost of $2,025. The decoder will be hooked up to a television set to provide telecaptioning services. The washer/dryer sets will be used to relieve heavy use of present equipment. The equipment budget also provides for the purchase of a telephone communication system for the deaf at a cost of $1,140 in fiscal 1986 and $1,710 in fiscal 1987. This system would allow staff and students to communicate without having to go through an interpreter or meet face to face.

Federal school food funds are included in the budget at $30,000 in each year of the 1987 biennium.

SUBCOMMITTEE ACTION

Agency: School for the Deaf and Blind

Program: Education

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	46.89	48.33	46.14	46.14	48.33	46.14	46.14	(1.6)
Personal Services	$1,087,696	$1,192,384	$1,138,531	$1,173,632	$1,192,884	$1,139,004	$1,174,119	7.9
Operating Expenses	109,896	118,679	117,519	115,956	114,527	123,039	119,243	5.5
Equipment	6,424	41,242	6,000	16,992	36,250	-0-	6,000	0.0
Total Exp.	$1,204,016	$1,352,305	$1,262,050	$1,306,580	$1,343,661	$1,262,043	$1,299,362	8.5
FUNDING								
General Fund	$ 816,584	$ 889,813	$ 810,548	$ 854,086	$ 887,161	$ 830,543	$ 871,862	4.6
Federal Revenue	387,432	462,492	451,502	452,494	456,500	431,500	427,500	16.8
Total Funding	$1,204,016	$1,352,305	$1,262,050	$1,306,580	$1,343,661	$1,262,043	$1,299,362	8.5

Program Description: The Education Program is responsible for providing an adequate education to the school's resident children. In addition, the outreach and itinerant services are included in this program.

Current Level Budget: The subcommittee current level budget provides an overall 8.5 percent increase between fiscal 1984 and fiscal 1986. Personal services are budgeted to increase 7.9 percent between fiscal 1984 and 1986 while current level FTE decrease 1.6 percent in the same time period. This occurs as the school underspent its fiscal 1984 personal services appropriation by approximately $30,000. Subcommittee current level personal services exceed LFA current level as the subcommittee applied a one percent vacancy savings rate to the contract personnel rather than 4 percent. This cost the general fund $35,101 in fiscal 1986 and $35,115 in fiscal 1987.

The equipment budget provides for $6,000 of audiovisual equipment and $10,992 of athletic equipment in fiscal 1986 and $6,000 of athletic equipment in fiscal 1987. The athletic equipment is funded by athletic event proceeds.

The Education Program is funded from general fund, federal funds, land grant income, and proceeds from athletic events. General fund is budgeted to increase 4.6 percent from fiscal 1984 to fiscal 1986.

Federal funds are those funds received under the provision of Title I of the Education Consolidation and Improvement Act of 1981. The subcommittee current level budget includes $191,500 of these federal funds in each year of the 1987 biennium. This represents 2.2 percent increase between fiscal 1984 and fiscal 1986.

Land grant income is included at $250,002 in fiscal 1986 and $230,000 in fiscal 1987. In fiscal 1986, $20,002 of projected fiscal 1985 carryover was used to fund current level services.

Athletic event proceeds is revenue which the school receives from charging admission fees at sporting events. This revenue is being used in the current level budget to purchase athletic equipment.

Modified Recommendations: (1) Phonic Ear Equipment. The subcommittee recommends $30,250 general fund each year of the 1987 biennium be provided to enable the purchase of state-of-the-art equipment which would enhance the ability of the teachers to communicate with the deaf students.

(2) Additional Teachers. The subcommittee recommends general fund of $40,014 in fiscal 1986 and $40,038 in fiscal 1987 for 1.46 FTE teachers. The teachers are recommended, subject to an increase in student enrollment in the 1987 biennium over the 1985 biennium.

Agency: School for Deaf and Blind

Program: Audiology

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	0.0	0.73	0.0	0.0	0.73	0.0	0.0	0.0
Personal Services	$ -0-	$ 19,304	$ -0-	$ -0-	$19,311	$ -0-	$ -0-	0.0
Operating Expenses	500,138	1,530,212	731,678	673,000	-0-	768,217	673,000	34.6
Total Exp.	$500,138	$1,549,516	$731,678	$673,000	$19,311	$768,217	$673,000	34.6
FUNDING								
General Fund	$500,138	$1,549,516	$731,678	$673,000	$19,311	$768,217	$673,000	34.6

Language in Bill: No administrative costs may be taken from item 3(e) for the Montana School for the Deaf and Blind. Amounts in item (e) represent a biennial appropriation.

Program Description: This program provides statewide audiological screening services for students in grades K, 1, 2, 3, 7, and 8. The school contracts out the services to Easter Seal and other organizations.

Current Level Budget: All expenditures for this program are recorded in contact services. Contract services were increased $173,000 from fiscal 1984 to 1986. This amount represents costs attributable to services provided in fiscal 1984. The school was not billed for these services nor were the expenditures accrued. Therefore, the actual fiscal 1984 costs were understated. The subcommittee approved expenditures and funding in each year of the 1987 biennium at the fiscal 1984 level of $673,000.

Agency: Office of Public Instruction — Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	136.10	134.10	124.45	131.10	134.10	124.45	131.10	(3.7)
Personal Services	$ 3,305,193	$ 3,566,706	$ 3,268,323	$ 3,459,172	$ 3,573,140	$ 3,273,937	$ 3,465,374	4.7
Operating Expenses	1,323,751	1,401,951	1,441,688	1,583,060	1,372,537	1,429,635	1,526,898	19.6
Equipment	111,974	52,878	28,994	57,193	53,328	29,444	59,710	(49.0)
Non-Operating Exp.	411,656	412,457	465,809	445,666	413,457	466,382	443,738	8.3
Dist. to Public Schools	37,156,926	36,221,895	36,358,027	40,861,747	36,904,986	37,336,180	40,372,574	10.0
Total Exp.	$42,309,500	$41,655,887	$41,562,841	$46,406,838	$42,317,448	$42,535,578	$45,868,294	9.7
FUNDING								
General Fund	$35,914,651	$38,382,497	$38,509,300	$39,114,311	$39,039,538	$39,481,248	$38,539,748	8.9
State Special Rev.	816,736	864,393	930,844	905,155	871,524	938,764	914,571	10.8
Federal Revenue	5,578,113	2,408,997	2,122,697	6,387,372	2,406,386	2,115,566	6,413,975	14.5
Total Funding	$42,309,500	$41,655,887	$41,562,841	$46,406,838	$42,317,448	$42,535,578	$45,868,294	9.7

Program Description: The Office of Public Instruction (OPI) is the state education agency which provides general supervision of the public primary and secondary schools and postsecondary vocational technical centers in Montana. OPI administers federal and state regulations applicable to the local school districts, provides technical and curriculum assistance, monitors federal programs and expenditures, provides state leadership to local districts, and disburses state funds to local school districts in the area of special education, transportation, and others. The Superintendent of Public Instruction is an elected official and serves a four-year term.

The Office of Public Instruction's state administration function is accounted for in five programs: Chief State School Officer, Basic Skills, Vocational Education, Administration, and Special Services. The state fund disbursement, known as flow through funds, is accounted for in the distribution to public schools program.

Current level FTE decrease by 5 FTE or 3.7 percent. The decrease results from the subcommittee deleting a vacant 1 FTE accounting position in the Vocational Education Program, and a vacant 1 FTE administrative position in the Administration Program at total general fund savings in the 1987 biennium of $79,755. Additionally, the subcommittee deleted 4 FTE supported from federal vocational education funds in the Vocational Education Program as a result of a decrease of approximately 60 percent from the 1985 biennium in federal vocational education funds that can be used for state administration. The subcommittee authorized the addition of a 1 FTE specialist in the Special Services Program to administer a Title IV Sex Desegregation grant OPI expects to receive in the 1987 biennium. The new position would be funded from the federal grant. OPI indicated the new position would be deleted if the federal grant were discontinued. The increase in personal services of 4.7 percent between fiscal 1984 and 1986 results from vacancy savings in fiscal 1984 of approximately $189,000.

Operating expenses increase by 19.6 percent between fiscal 1984 and 1986. Operating expenses were increased $33,600 for audit costs in fiscal 1986. Additionally, rent and utilities were increased on the office building at 1127-11th Avenue by $61,494 in each year of the 1987 biennium.

Non-operating expenses record expenditures for indirect cost assessments. The Office of Public Instruction assesses all non-general fund programs a fee to cover administrative expenditures related to payroll, personnel, accounting services, and office space. Expenditures of indirect costs assessments increase by $34,000 or 8.3 percent between fiscal 1984 and 1986 and decreases $1,928 or .4 percent between fiscal 1986 and 1987.

State special revenue increases by 11.4 percent between fiscal 1986 and 1987. The increase results from an increase between fiscal 1984 and 1986 of (1) indirect cost assessments of $34,010, and (2) income generated from the audio-visual library of $43,397.

Federal special revenue increases by 10.8 percent between fiscal 1984 and 1986. The increase results primarily from an increase in (1) federal highway safety funds of $20,000 used in the Basic Skills Program, (2) federal TItle IV Sex Desegregation grant of $109,000 used in the Special Services Program, (3) increase in federal Chapter II funds of $22,339 and federal school food funds of $48,248 used in the Administration Program, and (4) increase in federal special education funds of $24,295 used in the Special Services Program.

Table 1 presents a summary of federal and state special funds and indirect costs assessments by program.

OPI--Summary of Federal and State Special Funds and Indirect Costs by Program-- 1987 Biennium

Program/Grant(s)	Fiscal 1986 Indirect Costs	Fiscal 1986 Total	Fiscal 1987 Indirect Costs	Fiscal 1987 Total
Basic Skills				
Indian Education	$ 4,000	$ 20,000	$ 4,000	$ 20,000
Veterans' Education	4,000	51,000	4,500	54,000
Highway Safety	-0-	25,000	-0-	25,000
Mobile Simulator	-0-	7,000	-0-	7,000
Traffic Education	13,135	97,000	13,135	97,000
Audio/Visual Library	12,250	164,454	13,167	166,371
Subtotal	$ 33,385	$ 364,454	$ 34,802	$ 369,371
Vocational Education				
Adult Basic Education	$ 10,002	$ 51,500	$ 10,015	$ 51,500
Vocational Education	45,928	262,717	44,104	253,597
JTPA	7,000	43,000	7,000	43,000
Subtotal	$ 62,930	$ 357,217	$ 61,119	$ 348,097
Administration				
Chapter II	$ 56,916	$ 344,929	$ 56,492	$ 344,929
School Foods	46,610	256,565	57,000	269,660
Nutrition	7,460	52,500	7,460	52,500
Summer SFS	-0-	16,000	-0-	16,000
Resource Assessments	-0-	9,500	-0-	9,500
Reimbursements--School Foods	-0-	40,000	-0-	40,000
Subtotal	$110,986	$ 719,494	$120,952	$ 732,589
Special Services				
EHA--B Administration	$ 75,692	$ 355,000	$ 69,296	$ 325,000
EHA--B State Initiated	-0-	98,110	-0-	102,500
Chapter I	52,227	270,750	47,646	247,000
Chapter I Migrant	-0-	52,000	-0-	56,000
Chapter II	29,913	155,071	31,721	164,443
EHA--D	9,000	45,000	9,000	45,000
Title IV Sex	21,198	109,890	21,198	109,890
National Origins	11,574	60,000	11,574	60,000
EHA VI--C	13,532	70,150	13,768	71,370
Miscellaneous Receipts	-0-	1,536	-0-	1,536
National Diffusion Network	13,655	64,040	11,088	52,000
Refugees	-0-	100	-0-	100
Bilingual	11,574	60,000	11,574	60,000
Subtotal	$238,365	$1,341,647	$226,865	$1,294,839
TOTAL ALL PROGRAMS	$445,666	$2,782,812	$443,738	$2,744,896

SUBCOMMITTEE ACTION

Agency: Office of Public Instruction

Program: Chief State School Officer

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	2.0	3.0	2.0	2.0	3.0	2.0	2.0	0.0
Personal Services	$ 72,007	$ 87,125	$ 72,205	$ 72,205	$ 87,160	$ 72,235	$ 72,235	.3
Operating Expenses	71,850	72,982	69,716	69,272	62,799	61,614	60,532	(3.6)
Total Exp.	$143,857	$160,107	$141,921	$141,477	$149,959	$133,849	$132,767	(1.7)
FUNDING								
General Fund	$124,934	$129,832	$112,797	$112,375	$130,064	$114,724	$113,696	(10.0)
Federal Revenue	18,923	30,275	29,124	29,102	19,895	19,125	19,071	53.8
Total Funding	$143,857	$160,107	$141,921	$141,477	$149,959	$133,849	$132,767	(1.7)

Program Description: This program consists of the superintendent and his assistant.

Current Level Budget: Operating expenses decrease by 3.6 percent between fiscal 1984 and 1986. The decrease results from audit costs being budgeted from the Administration Program in the 1987 biennium. In fiscal 1984, OPI spent $6,872 for audit costs out of a $42,000 appropriation. The balance of the appropriation will be spent in fiscal 1985. Additionally, expenditures for contract services were reduced 54 percent, from $13,894 in fiscal 1984 to $6,426 in fiscal 1986 and $6,844 in fiscal 1987. The decrease in operating expenses from fiscal 1986 to 1987 results from a decrease in printing costs for publication of school law books.

Federal revenue represents income generated from the sale of school law books. Expenditures are budgeted higher in fiscal 1986 than fiscal 1987 as the law books are printed in the fiscal year following each regular legislative session.

SUBCOMMITTEE ACTION

Agency: Office of Public Education

Program: Basic Skills

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	40.00	36.80	35.80	35.80	36.80	35.80	35.80	(10.5)
Personal Services	$ 885,537	$ 902,068	$ 890,895	$ 886,839	$ 904,148	$ 893,046	$ 888,967	.1
Operating Expenses	258,219	235,921	256,841	277,767	239,550	268,570	288,406	7.6
Equipment	40,231	30,228	27,228	30,640	30,228	27,228	32,208	(23.8)
Non-Operating Costs	41,865	21,935	70,539	33,385	21,935	70,808	34,802	(20.3)
Total Exp.	$1,225,852	$1,190,152	$1,245,503	$1,228,631	$1,195,861	$1,259,652	$1,244,383	.2
FUNDING								
General Fund	$ 869,350	$ 848,441	$ 862,810	$ 864,177	$ 853,662	$ 875,614	$ 875,012	(.6)
State Special Rev.	211,757	237,000	267,000	261,454	237,000	267,000	265,371	23.5
Federal Revenue	144,745	104,711	115,693	103,000	105,199	117,038	104,000	(28.8)
Total Funding	$1,225,852	$1,190,152	$1,245,503	$1,228,631	$1,195,861	$1,259,652	$1,244,383	.2

Program Description: The Basic Skills Program provides services to local school districts in the areas of basic skill instruction, teacher certification, audio-visual library materials, and traffic safety education.

Current Level Budget: Current level FTE decrease by 10.5 percent between fiscal 1984 to 1986. OPI transferred the Adult Basic Education function to the Vocational Education Program.

Operating expenses are budgeted to increase 7.6 percent between fiscal 1984 and 1986. This is primarily attributable to increased operating expenditures for the Audio-Visual Library of $43,397 between fiscal 1984 and 1986.

In fiscal 1986, the equipment budget provides for the purchase of new and replacement films at a cost of $29,228, and office equipment at a cost of $1,412. In fiscal 1987, the equipment budget provides for the purchase of new and replacement films at a cost of $29,228, office equipment at a cost of $1,480, and computer software and accessories at a cost of $1,300.

State special revenue consists of $164,464 in fiscal 1986 and $168,371 in fiscal 1987 from the Audio-Visual Library rental fees and $97,000 in each year of the 1987 biennium from highway fines for traffic education. OPI spent $119,000 of audio-visual rental fees in fiscal 1984.

Federal revenue consists of federal Indian Education funds of $20,000 in fiscal 1986 and $18,000 in fiscal 1987, veterans education funds of $51,000 in fiscal 1986 and $54,000 in fiscal 1987 and mobile simulator funds of $7,000 in each year of the 1987 biennium. Highway safety funds increase from $5,000 spent in fiscal 1984 to $25,000 in each year of the 1987 biennium.

Modified Recommendations: (1) Tests - A general fund modified request of $50,500 in fiscal 1986 and $12,500 in fiscal 1987 is recommended to allow OPI to cover costs of proposed Board of Public Education rules to test teachers prior to certification and all school children in grades 3, 6, 8, and 10 for student achievement. In the 1987 biennium, $15,000 is provided for validation of tests to be contracted for, $5,500 to reimburse school districts for administering tests, $21,000 to allow OPI to contract for a coordinator, $19,000 for student achievement testing, and $2,500 in fiscal 1987 for on-going travel. OPI indicated the amounts are needed for initial start up costs, but expects the program to become self-supporting after the 1987 biennium from charging fees to participants.

Agency: Office of Public Education

Program: Vocational Education

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	19.44	19.15	15.90	16.15	19.15	15.90	16.15	(16.9)
Personal Services	$520,878	$575,852	$432,696	$455,122	$576,895	$433,333	$455,818	(12.6)
Operating Expenses	113,761	129,520	144,157	149,315	130,994	145,864	145,933	31.3
Equipment	3,183	4,750	470	1,470	4,750	470	2,400	(53.8)
Non-Operating Costs	81,602	90,000	59,086	62,930	90,000	59,099	61,119	(22.9)
Total Exp.	$719,424	$800,122	$636,409	$668,837	$802,639	$638,766	$665,270	(7.0)
FUNDING								
General Fund	$320,410	$324,811	$340,981	$311,620	$325,937	$343,269	$317,173	(2.7)
Federal Revenue	399,014	475,311	295,428	357,217	476,702	295,497	348,097	(10.5)
Total Funding	$719,424	$800,122	$636,409	$668,837	$802,639	$638,766	$665,270	(7.0)

Program Description: The function of this program is to administer federal vocational education funds in primarily five areas: (1) Handicapped; (2) Disadvantaged; (3) Adult Education; (4) Consumer and Homemaking; and (5) Sex Bias and Stereotyping. Also included in this program, is the Adult Basic Education Program (ABE) which was transferred from the Basic Skills Program in fiscal 1985, and the Job Training Partnership Program.

Current Level Budget: FTE decrease 16.9 percent between fiscal 1984 and 1986. Four FTE were deleted as a result of a decrease of approximately 60 percent in federal vocational education funds from the 1985 biennium. Additionally, an accounting position that was vacant for two years was deleted at a general fund savings of $18,505 in fiscal 1986 and $18,513 in fiscal 1987. OPI transferred into this program 1.08 FTE with Adult Basic Education from the Basic Skills Program.

Operating expenses increase 31.3 percent between fiscal 1984 and 1986. The increase results primarily from $6,000 additional operating costs associated with the transfer of Adult Basic Education into this program and increased operating costs for the Job Training Partnership Program.

In fiscal 1986, the equipment budget provides for the purchase of speciality films at a cost of $470 and computer software at a cost of $1,000. In fiscal 1987, the equipment budget provides for the purchase of speciality films at a cost of $470, computer software at a cost of $1,000 and a typewriter at a cost of $930.

Federal funds consist of vocational education funds of $262,717 in fiscal 1986 and $253,597 in fiscal 1987, Adult Basic Education funds of $51,500 in each year of the 1987 biennium, and Job Training Partnership Act funds of $43,000 in each year of the 1987 biennium.

Modified Recommendations: (1) Replace Federal Vo-ed Funds - A general fund modified request of $64,381 in fiscal 1986 and $64,565 in fiscal 1987 is recommended to restore 2.00 FTE out of the four deleted as a result of the decrease in federal vocational education funds. The 2.00 FTE include current specialists who serve both secondary and post-secondary institutions in vo-ed curriculum development.

SUBCOMMITTEE ACTION

Agency: Office of Public Education

Program: Administration

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	50.55	49.05	50.05	50.05	49.05	50.05	50.05	(.9)
Personal Services	$1,200,562	$1,254,117	$1,269,927	$1,269,927	$1,256,158	$1,271,997	$1,271,997	5.8
Operating Expenses	516,175	585,861	600,291	642,918	558,904	581,961	624,493	24.6
Equipment	22,801	10,650	150	4,687	11,100	600	4,705	(79.4)
Non-Operating	113,855	132,022	126,986	110,986	133,022	126,986	120,952	(2.5)
Total Exp.	$1,853,393	$1,982,650	$1,997,354	$2,028,518	$1,959,184	$1,981,544	$2,022,147	9.4
FUNDING								
General Fund	$ 771,413	$ 873,300	$ 847,116	$ 863,358	$ 843,450	$ 830,813	$ 845,820	11.8
State Special Rev.	468,307	475,138	515,309	495,166	479,224	515,802	493,238	5.9
Federal Revenue	613,673	634,212	634,929	669,994	636,510	634,929	683,089	8.6
Total Funding	$1,853,393	$1,982,650	$1,997,354	$2,028,518	$1,959,184	$1,981,544	$2,022,147	9.4

Language: The amount of indirect costs in excess of $446,599 in fiscal 1986 and $444,472 in fiscal 1987 that are recovered shall cause a like reversion of general fund.

Program Description: The Administrative Services Program is responsible for accounting, budgeting, personnel, public information, program planning and evaluation, legal services, financial aid distribution, and school food services.

Current Level Budget: FTE decrease by .9 percent between fiscal 1984 and 1986. A vacant administrative position was deleted at a general fund savings of $21,364 in fiscal 1986 and $21,373 in fiscal 1987.

Operating expenses increase by 24.6 percent between fiscal 1984 and 1986. The increase results primarily from increased rent on the office building at 1227 11th Avenue, from $3,705 paid in fiscal 1984 to $47,244 in each year of the 1987 biennium as OPI moved into the building in June of 1984 and increased utilities and janitorial costs of $14,250 in each year of the 1987 biennium associated with the move into the office building. Audit costs of $33,600 are included in fiscal 1986.

The equipment budget provides $4,687 in fiscal 1986 and $4,705 in fiscal 1987 for miscellaneous office equipment and computer software.

The general fund increases by 11.8 percent between fiscal 1984 and 1986. The increase results from audit costs of $33,600 being transferred into this program in fiscal 1986 and from the increase in rent and utilities on the office building at 1127 11th Avenue of $47,789 in each year of the 1987 biennium.

State special revenue consists of indirect cost assessments of $445,666 in fiscal 1986 and $443,738 in fiscal 1987, resource assessment funds of $9,500 in each year and $40,000 in reimbursements from local school districts for costs associated with the distribution of federal school foods.

Federal funds consist of Chapter II funds of $344,929 in each year of the 1987 biennium and federal school food funds of $325,065 in fiscal 1986 and $338,160 in fiscal 1987.

SUBCOMMITTEE ACTION

Agency: Office of Public Education

Program: Special Services

	FY 1984 Actual	Fiscal 1986 Executive	Fiscal 1986 Current Level	Fiscal 1986 Subcommittee	Fiscal 1987 Executive	Fiscal 1987 Current Level	Fiscal 1987 Subcommittee	FY 84-86 % Change
FTE	24.11	26.10	20.70	27.10	26.10	20.70	27.10	12.4
Personal Services	$ 626,209	$ 747,544	$ 602,600	$ 775,079	$ 748,779	$ 603,326	$ 776,357	23.8
Operating Expenses	363,746	377,667	370,683	443,788	380,290	371,626	407,534	22.0
Equipment	45,759	7,250	1,146	20,396	7,250	1,146	20,397	(55.4)
Non-Operating	174,334	168,500	209,198	238,365	168,500	209,489	226,865	36.7
Total Exp.	$1,210,048	$1,300,961	$1,183,627	$1,477,628	$1,304,819	$1,185,587	$1,431,153	22.1
FUNDING								
General Fund	$ 128,583	$ 136,473	$ 136,104	$ 135,981	$ 136,739	$ 136,610	$ 136,314	5.8
Federal Revenue	1,081,465	1,164,488	1,047,523	1,341,647	1,168,080	1,048,977	1,294,839	24.1
Total Funding	$1,210,048	$1,300,961	$1,183,627	$1,477,628	$1,304,819	$1,185,587	$1,431,153	22.1

Program Description: The Special Services Program is responsible for administering programs funded from federal Chapter II and special education funds.

Current Level Budget: FTE increase by 12.4 percent from fiscal 1984 to 1986. The subcommittee authorized the addition of a 1 FTE specialist to administer a Title IV Sex Desegregation grant the agency expects to receive in the 1985 biennium. The new position will be funded from the federal grant at a personal services cost of $28,721 in fiscal 1986 and $28,799 in fiscal 1987.

Operating expenses increase by 22 percent between fiscal 1984 and 1986. Operating expenses were increased by approximately $80,000 in each year of the 1987 biennium as a result of an increase in federal funding.

Equipment is budgeted to decrease 55.4 percent between fiscal 1984 and fiscal 1986. This occurs as the agency purchased computer equipment in fiscal 1984 which is not a recurring expenditure.

Federal funds consist of Chapter II funds of $155,071 in fiscal 1986 and $164,443 in fiscal 1987. Federal Chapter I funds and grant awards for the National Diffusion Network, National Origins, Bilingual Education, Handicapped Education, and Title IV Sex Desegregation total $733,466 in fiscal 1986 and $702,896 in fiscal 1987. Federal special education funds are included in the budget at $453,110 in fiscal 1986 and $427,500 in fiscal 1987.

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SUBCOMMITTEE ACTION

Agency: Office of Public Instruction

Program: Distribution to Public Schools

Programs	FY 1984 Actual	Fiscal 1986 Executive	Fiscal 1986 Current Level	Fiscal 1986 Subcommittee	Fiscal 1987 Executive	Fiscal 1987 Current Level	Fiscal 1987 Subcommittee	FY 84-86 % Change
1. Special Education	$26,197,564	$27,794,622	$28,044,492	$28,011,800	$28,350,514	$28,880,218	$28,801,733	6.9
2. Special Education Contingency	410,826	510,000	500,000	500,000	510,000	500,000	500,000	21.7
3. Transportation	5,574,642	6,207,720	6,175,000	6,175,000	6,331,874	6,295,000	6,295,000	10.8
4. School Lunch	674,100	707,298	640,000	640,000	707,298	655,000	655,000	(5.1)
5. Gifted and Talented	93,475	100,000	100,000	-0-	100,000	100,000	-0-	(100.0)
6. Secondary Vo-Ed	749,354	750,000	750,000	1,500,000	750,000	750,000	-0-	.1
7. Adult Basic Education	136,672	152,255	148,535	148,535	155,300	155,962	155,962	8.7
8. Discretionary Grants								
a. Job Training Partnership	120,050	-0-	-0-	500,000	-0-	-0-	540,000	316.5
b. Vocational Ed.	2,371,766	-0-	-0-	2,500,000	-0-	-0-	2,500,000	5.4
c. Adult Basic Ed.	334,760	-0-	-0-	403,412	-0-	-0-	405,879	14.4
d. EHA-Part B	360,000	-0-	-0-	330,000	-0-	-0-	350,000	(8.3)
e. EHA-Part D	36,660	-0-	-0-	35,000	-0-	-0-	40,000	(4.5)
f. Preschool Incentive Grant	97,057	-0-	-0-	118,000	-0-	-0-	129,000	21.6
Total Exp.	$37,156,926	$36,221,895	$36,358,027	$40,861,747	$36,904,986	$37,336,180	$40,372,574	10.0
FUNDING								
General Fund	$33,699,961	$36,069,640	$36,209,492	$36,826,800	$36,749,686	$37,180,218	$36,251,733	9.3
State Special Rev.	136,672	152,255	148,535	148,535	155,300	155,962	155,962	8.4
Federal Revenue	3,320,293	-0-	-0-	3,886,412	-0-	-0-	3,964,879	17.1
Total Funding	$37,156,926	$36,221,895	$36,358,027	$40,861,747	$36,904,986	$37,336,180	$40,372,574	10.1

Language in Bill: Special education funds in item 1 are from foundation and permissive support of the maximum-budget-without-a-vote for special education.

Special education contingency funds in item 2 are for emergencies that may arise in Special Education Programs at local districts. A district's Board of Trustees may apply for an allocation from these funds by presenting to the Superintendent of Public Instruction a child-study team report and an individual education plan for each child relating to this unforeseen expense, a current listing of programs, caseloads, and related costs. The contingency appropriation is for the biennium and the specific amounts may be transferred between fiscal years.

Notwithstanding other provision of law, the superintendent may not approve a maximum-budget-without-a-vote for special education which, in the aggregate, exceed $57,813,533 in the 1987 biennium.

The appropriation for secondary vocational education is for the biennium.

All revenues received in the state traffic education account under provision of Section 20-7-504, MCA, are appropriated to be distributed as provided in Section 20-7-506, MCA.

Program Description: The distribution to public schools program provides assistance to local public schools for the operation of educational programs and student services. Each program is discussed separately below.

Current Level Budget:

Special Education

Federal and state laws direct school districts to provide a free and appropriate public education for all handicapped children. These education programs, known as special education, provide education to children with varying handicapping conditions. The special education program is funded from general fund. Current level funding increased 6.9 percent from fiscal 1984 to fiscal 1986. Contingency funding increased 21.7 percent from 84 to 86 because approximately $89,000 of the $500,000 fiscal 1984 appropriation was not needed. Funding for the contingency was maintained at $1,000,000 for the 1987 biennium.

Transportation

School districts providing home-to-school transportation of children receive a state reimbursement. The reimbursement is calculated as one-third of the cost generated form a statutory schedule. The schedule sets a rate per mile reimbursement based upon bus size and occupancy. The subcommittee current level budget allows a 10.8 percent increase in the reimbursements from fiscal 1984 to fiscal 1986. This increase would enable the reimbursement schedule to increase from 72 cents per mile, plus 2 cents for each seat over 45 in fiscal 1984 to 82 cents per mile, plus 2 cents for each seat over 45 in fiscal 1986.

School Lunch

The local school lunch program are funded from federal cash and commodity assistance, charges to participants, school district funds, and state general fund appropriations. The state appropriates a required match to federal cash assistance. The federal matching requirement in fiscal 1985 was 26.9 percent and will decrease in fiscal 1986 to 25.5 percent because Montana's per capita income relative to the national average per capita income is decreasing. The appropriation provided by the subcommittee reflects this decrease.

Gifted and Talented Grants

The subcommittee eliminated this grant program which had been funded $200,000 each biennium with general fund since its inception in 1981.

Secondary Vo-Ed

Montana appropriates state general fund to supplement secondary vocational education programs funded through the school foundation program. The subcommittee approved a biennial appropriation of $1.5 million. This is the same level of funding as provided in the 1985 biennium.

Adult Basic Education

This program provides high school level education to persons who wish to receive their high school equivalency degree. The program is funded by federal funds, local funds in the form of permissive levys, and education trust interest funds appropriated by the legislature. The subcommittee provided an 8.7 percent increase in funding from fiscal 1984 to fiscal 1986 for this program.

Traffic and Safety Education

This program is funded from a portion of highway fines and bond forfeitures related to traffic fines as provided in Section 20-7-504, MCA. The revenue collected is distributed to school districts conducting approved traffic education courses. The Office of Public Instruction distributes this revenue and is allowed to deduct a portion for state administration of the program. Revenue is expected to exceed $1,000,000 per year with approximately $97,000 allocated for state administration each year.

Discretionary Grants

These are monies received from the U.S. Department of Education for use by local school districts in the manner prescribed by each federal Act authorizing the grants. Because the Office of Public Instruction has discretion regarding the final grant recipients, these funds must come before the legislature for appropriation.

SUBCOMMITTEE ACTION

Agency: Postsecondary Vocational Technical Centers

Program: System Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
Student FTE	2,546	2,785	2,585	2,605	2,785	2,585	2,605	2.3
Expenditures by Center								
Billings	$1,543,458	$1,745,682	$1,818,134	$1,684,107	$1,726,210	$1,823,352	$1,683,452	9.1
Butte	1,235,200	1,459,047	1,223,870	1,316,322	1,439,926	1,217,925	1,309,790	6.6
Great Falls	1,414,589	1,613,970	1,519,958	1,409,811	1,594,514	1,518,325	1,404,205	(.3)
Helena	2,096,770	2,205,625	2,112,131	2,033,488	2,186,348	2,122,732	2,036,816	(3.0)
Missoula	2,132,251	2,056,416	2,010,897	1,900,403	2,038,774	2,018,371	1,903,715	(10.9)
Total Exp.	$8,422,268	$9,080,740	$8,684,990	$8,344,131	$8,985,772	$8,700,705	$8,337,978	(.9)
Expenditures by Program								
Instruction		$5,345,086	$5,154,490	$4,806,960	$5,345,187	$5,195,850	$4,838,147	
Support		2,318,760	2,071,635	2,069,615	2,219,870	1,988,057	1,979,207	
Plant O & M		1,324,989	1,245,575	1,253,586	1,328,810	1,292,038	1,295,144	
Equipment		91,905	213,290	213,970	91,905	224,760	225,480	
Total Exp.	$8,422,268	$9,080,740	$8,684,990	$8,344,131	$8,985,772	$8,700,705	$8,337,978	(.9)
Funding by Source								
General Fund	$4,500,570	$4,815,569	$4,307,830	$4,322,341	$4,607,517	$4,153,764	$4,117,425	(4.0)
Tuition	1,303,110	1,514,700	1,447,600	1,469,220	1,514,700	1,499,300	1,544,765	12.7
County Millage	823,751	857,800	855,233	855,233	873,668	868,314	868,314	(3.8)
Education Trust Int.	616,180	870,472	895,000	895,000	967,688	1,000,000	1,000,000	45.2
Federal Vo-Ed	1,178,657	1,022,199	1,179,327	802,337	1,022,199	1,179,327	807,474	(31.9)
Total Funding	$8,422,268	$9,080,740	$8,684,990	$8,344,131	$8,985,772	$8,700,705	$8,337,978	(.9)

Language in Bill: Receipt of state funds appropriated to the five postsecondary vocational technical centers is contingent upon each county in which the center resides levying 1.5 mills each fiscal year. The Superintendent of Public Instruction may transfer millage collections among centers. Millage received by the centers from the 1.5 mill levy which, in the aggregate, exceeds $855,233 in fiscal 1986 and $868,314 in fiscal 1987 shall cause a general fund reversion of a like amount each year.

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Program Description: Montana's postsecondary vocational technical centers located in Billings, Butte, Great Falls, Helena, and Missoula collectively serve over 2,500 students annually. The centers offer vocational technical training in agriculture, business, distribution and marketing, health, home economics, and trade and industrial occupations. The centers are under the general supervision of the Office of Public Instruction.

Current Level Budget: The subcommittee current level budget provides a .9 percent system-wide decrease in fiscal 1986 from fiscal 1984. The subcommittee reduced expenditures due to declining federal vo-ed funds. Budget changes between fiscal 1984 and fiscal 1986 at each center range from a 10.9 percent decrease at Missoula to 9.1 percent increase at Billings.

PROGRAM EXPENDITURES

The vo-tech system budget is developed using a funding formula developed by the Legislative Finance Committee and implemented with minor modification in the 1983 session. The formula estimates the center's budgets in four different areas--instruction, support, plant operations and maintenance, and equipment.

Instruction

The instruction program budget is developed from the product of student enrollment and a flat rate per student which includes all costs associated with the instruction program excluding equipment. The instruction rate per student has received pay plan and inflation increases since the base year (fiscal 1982) of the formula. The fiscal year 1984 rate was $1,904 per student FTE. For fiscal 1986, the cost rate is $1,990 per student FTE. This 4.5 percent increase results from inflation and a provision for pay plan in fiscal 1985. In fiscal 1987 the rate is $2,000. This increase of .5 percent reflects operating expense inflation only.Pay plan costs are not included in these 1987 biennium rates. Table 1 illustrates student enrollment at each center for actual fiscal year 1984, appropriated fiscal 1985, the current estimate for fiscal 1985, and subcommittee current level budgeted for fiscal 1986 and 1987.

Table 1
Student Full time Equivalents
Postsecondary Vocational Technical Centers

Center	Fiscal 1984 Actual	Fiscal 1985 Appropriated	Fiscal 1985[1] Estimated	- - - - Budgeted - - - - Fiscal 1986	Fiscal 1987
Billings	485	521	482	511	511
Butte	342	428	395	415	415
Great Falls	449	502	407	423	423
Helena	663	716	691	660	660
Missoula	607	618	573	596	596
System	2,546	2,785	2,548	2,605	2,605

[1]OPI estimate as of 2/5/85.

The calculated instruction program budgets were reduced to reflect federal revenue shortfalls. Each center received an expenditure reduction which reflected its proportionate share of system-wide instruction costs. Total instruction expenditures reductions were $376,990 in fiscal 1986 and $371,853 in fiscal 1987.

Support

Activities in the Support Program include: instruction support, academic supervision, financial and institutional administration, and student services. The budget factors used to estimate the Support Program budget include support staffing standards, an average compensation for each type of support position, and an average operating cost per support staff full-time equivalent employee.

Legislative audit costs of $20,000 are included in each unit's support program budget in fiscal 1986.

Table 2 lists the staff standards approved by the 48th Legislature and used in the subcommittee current level 1987 biennium budget.

Table 2
Support Staff Standards

Function	Staff Standard
Administration	1 Director
	1 Assistant Director
Support	1 Business Manager or Chief Accountant
	1 Student Services Staff for every 300 students
	1 Librarian or Media Specialist
	1 Head Custodian with a staff of 1.00 FTE to each 35,000 gross square feet of facility.
Clerical	1 Administrative Secretary
	1 Secretary: 3 Administrative Staff
	1 Secretary: 5 Support Staff
	1 Secretary: 10 Instruction Staff

Plant Operation and Maintenance

Personnel requirements for the physical plant program are estimated from the staffing standards presented in Table 2. The operating expenses are budgeted incrementally for each unit using inflation factors applied to other state agencies.

Equipment

Equipment needs are estimated in two ways. Small equipment items with a unit price of $1,000 or less are provided for from a flat rate per student. The fiscal 1986 rate of $34 per student represents a 4 percent increase from fiscal 1984; the fiscal 1987 rate represents a 4.5 percent increase from fiscal 1986.

Second, capital equipment needs were submitted by each center except Butte which equipped its new facility with construction funds available at the time of construction. The subcommittee approved capital equipment budgets which represents the fiscal 1985 system average capital equipment appropriation with inflation allowances.

REVENUE

The vo-tech centers are funded from tuition, county millage, federal vo-ed funds, interest from the education trust interest, and state general fund.

Tuition

The subcommittee current level budget established the tuition revenue estimate at a level which would require each full-time equivalent student to pay $564 in fiscal 1986 and $593 in fiscal 1987. This rate represents a 4.5 percent increase from fiscal 1985 and a 5 percent increase between fiscal 1986 and 1987. In fiscal 1986, total tuition revenue is estimated at $1,469,220; in fiscal 1987, tuition revenue is estimated at $1,544,765.

County Millage

Section 2-7-324, MCA, authorizes the county commissioners in each county in which a vo-tech center is located to levy one and one-half mills for the support and maintenance of the center located within that county. Proposed boiler plate language would authorize the superintendent of public instruction to transfer millage revenue overcollection to those centers undercollecting. Proposed language would also require a general fund reversion equal the amount of millage overcollections on a system level to prevent the additional revenue from providing budget increases. The estimated millage revenue is $855,233 in fiscal 1986 and $868,314 in fiscal 1987.

Federal Vo-Ed Funds

The federal act establishing federal vocational education programs was reauthorized by Congress in 1984. The estimated federal funds available for allocation to the centers is $802,337 in fiscal 1986 and $807,474 in fiscal 1987. This represents a 31.9 percent decrease from fiscal 1984 to fiscal 1986. In response to this decline, the subcommittee reduced instruction program expenditures $376,990 in fiscal 1986 and $371,853 in fiscal 1987.

Education Trust Interest

House Bill 105 passed by the 48th Legislature authorized the use of the interest from the coal tax-funded education trust fund,which was formerly reinvested into the trust, for operating costs incurred by the postsecondary vo-tech centers and adult basic education programs. The subcommittee funded the Adult Basic Education Distribution Program at current level and allocated the remaining education trust interest funds to the vo-tech centers. The subcommittee current level budget for the vo-techs include $895,000 of education trust interest funds in fiscal 1986 and $1,000,000 in fiscal 1987. This represents a 45 percent increase between fiscal 1984 and fiscal 1986.

General Fund

After all other available revenue sources are estimated, the general fund portion is calculated. The general fund is estimated to decrease 4.0 percent from fiscal 1984 to fiscal 1986 caused largely by the education trust interest increase and other non-general fund revenues increasing faster than overall expenditures. The general fund is budgeted at $4,322,341 in fiscal 1986 and $4,117,425 in fiscal 1987. Any pay increases would be funded from the general fund.

Modified Recommendations: 1) Federal Vo-ed Fund Replacement - The subcommittee recommends the legislature replace declining federal funds with general fund in order to maintain current level services at the vo-tech centers. This would require general fund of $376,990 in fiscal 1986 and $371,853 in fiscal 1987.

SUBCOMMITTEE ACTION

Agency: Billings Vocational Technical Center

Program: Agency Summary

	FY 1984	- - - - - - - - Fiscal 1986	- - - - - - - -		- - - - - - - - Fiscal 1987	- - - - - - - -		FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	485.00	521.00	538.00	511.00	521.00	538.00	511.00	5.4
Instruction		$999,906	$1,072,772	$ 943,000	$ 999,908	$1,081,380	$ 949,117	
Support		442,406	416,279	411,519	422,406	399,553	393,424	
Plant O & M		286,177	279,461	280,864	286,703	290,126	289,590	
Equipment		17,193	49,642	48,724	17,193	42,293	51,321	
Total Exp.	$1,543,458	$1,745,682	$1,818,154	$1,684,107	$1,726,210	$1,823,352	$1,683,452	9.1
FUNDING								
General Fund	$ 712,346	$ 830,394	$ 837,356	$ 766,690	$ 784,575	$ 807,503	$ 723,294	7.6
Tuition	242,820	286,200	301,280	288,204	286,200	312,040	303,023	18.7
County Millage	302,993	315,496	326,126	320,811	321,332	331,117	326,225	5.9
Education Trust Interest	117,930	150,940	164,680	180,790	171,451	184,000	202,000	53.3
Federal Vo-Ed Funds	167,369	162,652	188,692	127,612	162,652	188,692	128,910	(23.8)
Total Funding	$1,543,458	$1,745,682	$1,818,134	$1,684,107	$1,726,210	$1,823,352	$1,683,452	9.1

Current Level Budget: The Billings Center receives a 9.1 percent increase between fiscal 1984 and fiscal 1986, net of the voted mill levy. Student FTE are estimated to increase 5.4 percent from fiscal 1984 to both years of the 1987 biennium. Expenditures increase faster than enrollment because fiscal 1984 expenditures approved by the 1983 legislature were less than formula generated levels. No expenditures limitations were proposed by the subcommittee. This causes Billings' budget to increase faster as it moves to the system average cost.

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SUBCOMMITTEE ACTION

Agency: Butte Vocational Technical Center

Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	342.00	428.00	344.00	415.00	428.00	344.00	415.00	21.3
Instruction		$821,503	$685,936	$ 765,909	$821,578	$691,440	$ 770,875	
Support		438,322	362,606	371,726	418,322	345,352	353,372	
Plant O & M		175,098	163,632	164,577	175,902	168,749	170,603	
Equipment		24,124	11,696	14,110	24,124	12,384	14,940	
Total Exp.	$1,235,200	$1,459,047	$1,223,870	$1,316,322	$1,439,926	$1,217,925	$1,309,790	6.6
FUNDING								
General Fund	$638,296	$816,166	$544,481	$ 742,660	$ 783,037	$ 515,172	$ 707,349	16.4
Tuition	178,695	232,200	192,640	234,060	232,200	199,520	246,095	31.0
County Millage	77,283	76,702	76,579	76,579	78,121	77,733	77,733	(.9)
Education Trust Interest	79,736	92,618	130,670	141,410	105,207	146,000	157,000	77.3
Federal Vo-Ed Funds	261,190	241,361	279,500	121,613	241,361	279,500	121,613	(53.4)
Total Funding	$1,235,200	$1,459,047	$1,223,870	$1,316,322	$1,439,926	$1,217,925	$1,309,790	6.6

Current Level Budget: The Butte Vo-tech Center budget is estimated to increase 6.6 percent between fiscal 1984 and fiscal 1986. The increase is attributable to an enrollment increase estimated to be 21.3 percent. Expenditures do not increase as rapidly as enrollment because fiscal 1984 expenditures were higher than the level derived by the formula. Federal funds are projected to decrease 53.4 percent caused by a system-wide reallocation of the funds and the overall federal fund reduction.

SUBCOMMITTEE ACTION

Agency: Great Falls Vocational Technical Center

Program: Agency Summary

	FY 1984 Actual	Fiscal 1986 Executive	Fiscal 1986 Current Level	Fiscal 1986 Subcommittee	Fiscal 1987 Executive	Fiscal 1987 Current Level	Fiscal 1987 Subcommittee	FY 84-86 % Change
Student FTE	449.00	502.00	445.00	423.00	502.00	445.00	423.00	(5.8)
Instruction		$963,438	$887,330	$ 780,320	$963,438	$894,450	$ 785,388	
Support		436,849	399,021	395,025	416,849	382,162	376,843	
Plant O & M		192,117	187,127	188,734	192,661	192,768	193,821	
Equipment		21,566	46,480	45,732	21,566	48,945	48,153	
Total Exp.	$1,414,589	$1,613,970	$1,519,958	$1,409,811	$1,594,514	$1,518,325	$1,404,205	(.3)
FUNDING								
General Fund	$599,187	$791,689	$738,290	$ 754,529	$745,392	$707,981	$ 716,245	25.9
Tuition	241,065	283,500	249,200	238,572	283,500	258,100	250,839	(1.0)
County Millage	143,931	150,007	138,882	144,445	152,782	141,123	146,900	.4
Education Trust Interest	182,652	177,056	149,465	151,255	201,122	167,000	168,000	(17.2)
Federal Vo-Ed Funds	247,754	211,718	244,121	121,010	211,718	244,121	122,221	(51.2)
Total Funding	$1,414,589	$1,613,970	$1,519,958	$1,409,811	$1,594,514	$1,518,325	$1,404,205	(.3)

Current Level Budget: The subcommittee current level budget provides a .3 percent decrease between fiscal 1984 and 1986. This is attributable to a budgeted enrollment decrease of 5.8 percent between fiscal 1984 and fiscal 1986 and the Instruction Program expenditure reduction caused by the federal revenue shortfall. Federal funds are projected to decrease 51.2 percent due to the overall federal fund shortfall and a system-wide reallocation of federal funds.

SUBCOMMITTEE ACTION

Agency: Helena Vocational Technical Center

Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
Student FTE	663.00	716.00	650.00	660.00	716.00	650.00	660.00	(.5)
Instruction		$1,374,173	$1,296,100	$1,218,022	$1,374,197	$1,306,500	$1,225,921	
Support		481,373	443,781	444,133	462,014	427,346	426,219	
Plant O & M		323,201	318,800	317,543	325,559	332,561	337,991	
Equipment		26,878	53,450	53,790	24,578	56,325	56,685	
Total Exp.	$2,096,771	$2,205,625	$2,112,131	$2,033,488	$2,186,348	$2,122,732	$2,036,816	(3.0)
FUNDING								
General Fund	$1,266,400	$1,283,372	$1,169,589	$1,239,889	$1,251,319	$1,139,489	$1,194,409	(2.1)
Tuition	343,530	378,000	364,000	372,240	378,000	377,000	391,380	8.4
County Millage	87,682	88,878	104,490	96,684	90,522	106,046	98,284	10.3
Education Trust Interest	117,931	237,115	222,855	218,380	248,247	249,000	245,000	85.2
Federal Vo-Ed Funds	281,228	218,260	251,197	106,295	218,260	251,197	107,743	(62.2)
Total Funding	$2,096,771	$2,205,625	$2,112,131	$2,033,488	$2,186,348	$2,122,732	$2,036,816	(3.0)

Current Level Budget: The subcommittee current level budget provides a 3.0 percent decrease between fiscal 1984 and fiscal 1986. Approximately the same number of students are budgeted in the 1987 biennium as were served in fiscal 1984. The decrease is attributable to the instruction program expenditures reduction caused by federal revenue shortfalls.

SUBCOMMITTEE ACTION

Agency: Missoula Vocational Technical Center

Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
Student FTE	607.00	618.00	608.00	596.00	618.00	608.00	596.00	(1.8)
Instruction		$1,186,066	$1,212,352	$1,099,709	$1,186,066	$1,222,080	$1,106,846	
Support	-	514,810	449,968	447,212	495,279	433,644	429,349	
Plant O & M		329,146	296,555	301,868	331,035	307,834	313,139	
Equipment		26,394	52,022	51,614	26,394	54,813	54,381	
Total Exp.	$2,132,251	$2,056,416	$2,010,897	$1,900,403	$2,038,774	$2,018,371	$1,903,715	(6.9)
FUNDING								
General Fund	$1,284,342	$1,093,948	$1,018,114	$ 818,573	$1,043,194	$983,619	$ 776,128	(36.3)
Tuition	297,000	334,800	340,480	336,144	334,800	352,640	353,428	13.2
County Millage	211,862	226,717	209,156	216,714	230,911	212,295	219,172	2.3
Education Trust Interest	117,931	212,743	227,330	203,165	241,661	254,000	228,000	72.3
Federal Vo-Ed Funds	221,116	188,208	215,817	325,807	188,208	215,817	326,987	47.3
Total Funding	$2,132,251	$2,056,416	$2,010,897	$1,900,403	$2,038,774	$2,018,371	$1,903,715	10.9

Current Level Budget: The subcommittee current level budget at the Missoula Vo-tech Center is projected to decrease 10.9 percent between fiscal 1984 and fiscal 1986 while its enrollment is budgeted to decrease 1.8 percent. Expenditures decrease faster than enrollment because of the reduction made for the system-wide federal fund decline and because Missoula's costs in fiscal 1984 were higher than formula generated levels. Therefore, the uncapped expenditures level results in a decrease expenditure.

SUBCOMMITTEE ACTION

Agency: State Council for Vocational Education

Program: Administration

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	2.00	2.00	2.00	2.00	2.00	2.00	2.00	-0-
Personal Services	$55,865	$ 56,503	$ 58,857	$ 58,857	$ 57,005	$ 58,880	$ 59,380	5.4
Operating Expenses	38,826	49,707	46,307	57,493	46,140	41,979	56,970	48.1
Equipment	449	-0-	-0-	-0-	-0-	-0-	-0-	----
Total Exp.	$95,140	$106,210	$105,164	$116,350	$103,145	$100,859	$116,350	22.3
FUNDING								
Federal Revenue	$95,140	$106,210	$105,164	$116,350	$103,145	$100,859	$116,350	22.3

Program Description: The Montana Advisory Council for Vocational Education was created in 1969 by executive order to comply with the Education Amendments Act of 1976 (Public Law 94-482). The Carl Perkins Vocational Education Act of 1984 changed the name of the Montana Advisory Council for Vocational Education to the State Council for Vocational Education and limited membership on the council to 13 members. The council will no longer act solely in an advisory capacity but will be a partner in the planning and evaluation process concerning vocational education in the state. The council is funded entirely from federal vocational education funds and must exist in order for Montana to receive the federal funds.

Current Level Budget: The current level budget increases from fiscal 1984 to 1986 by 22.3 percent as a result of increased federal vo-ed funds allocated by the Carl Perkins Act to the state council. The additional funds will provide for increased operating expenses; no FTE will be added.

EXHIBIT 4
March 19, 1985
OPI

PRE-CERTIFICATION TESTING OF TEACHERS AND ADMINISTRATORS FUNDING PROPOSAL

First year FY86	15,000	Validation study contract
	5,500	Guarantees and special administration (first year only)
	20,000	Contract to organize the procedure, relate it to certification and outline self-supporting funding option
	$40,500	
Second year FY 87	2,500	Travel for second year
	$43,000	Total

STUDENT ACHIEVEMENT TESTING FUNDING PROPOSAL

First year FY86	3,000	Clerical assistance
	5,000	Travel to assist schools
	2,000	Postage and miscellaneous supplies
	$10,000	
Second year FY 87	$ 2,000	Printing of reports
	2,000	Travel to assist districts
	3,000	Clerical assistance
	2,000	Postage and miscellaneous supplies
	$ 9,000	
	$19,000	Total

EXHIBIT 5
March 19, 1985
Higher Education

HIGHER EDUCATION

SUBCOMMITTEE ACTION

Agency: Board of Regents

Program: Administration

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
Personal Services	$ 5,525	$ 5,525	$ 5,525	$ 5,525	$ 5,525	$ 5,525	$ 5,525	0.0
Operating Expenses	18,914	19,613	19,097	18,912	19,795	19,738	19,292	0.0
Equipment	-0-	-0-	-0-	-0-	-0-	-0-	-0-	0.0
Total Exp.	$24,439	$25,138	$24,622	$24,437	$25,320	$25,263	$24,817	0.0
FUNDING								
General Fund	$24,439	$25,138	$24,622	$24,437	$25,320	$25,263	$24,817	0.0

Program Description: The Board of Regents as created by Article X, Section 9 of the 1972 Montana Constitution is responsible for the coordination, management supervision, and control of the Montana University System. The board is also responsible for the coordination and supervision of Montana's three community colleges located at Kalispell, Glendive, and Miles City.

Current Level Budget: Per diem and travel comprise 75 percent of the budget. The budget allows for 13 meetings of approximately two days in duration each year of the 1987 biennium.

SUBCOMMITTEE ACTION

Agency: Commissioner of Higher Education

Program: Agency Summary

	FY 1984	- - - - - - - -	Fiscal 1986	- - - - - - - -	- - - - - - - -	Fiscal 1987	- - - - - - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	29.14	30.59	28.50	26.50	30.59	28.50	26.50	(9.1)
Personal Services	$ 865,726	$ 935,968	$ 887,591	$ 840,926	$ 937,537	$ 889,144	$ 842,687	(2.9)
Operating Expenses	744,796	1,272,583	1,209,065	1,237,065	1,312,719	1,258,327	1,292,093	66.1
Equipment	9,668	12,500	12,894	9,894	-0-	307	10,307	2.3
Non-Operating Expenses	4,171,019	4,800,135	4,671,775	4,716,135	4,916,138	4,836,178	4,710,438	13.1
Total Exp.	$5,791,209	$7,021,186	$6,781,325	$6,804,020	$7,166,394	$6,983,956	$6,855,525	17.5
FUNDING								
General Fund	$3,069,665	$2,978,100	$2,892,874	$2,873,959	$2,816,552	$2,789,417	$2,603,561	(6.4)
State Special	1,686,455	2,421,642	2,360,457	2,421,642	2,681,373	2,626,760	2,681,373	43.4
Federal Revenue	1,035,089	1,621,444	1,527,994	1,508,419	1,668,469	1,567,779	1,570,591	45.7
Total Funding	$5,791,209	$7,021,186	$6,781,325	$6,804,020	$7,166,394	$6,983,956	$6,855,525	17.5

Program Description: The Commissioner of Higher Education's budget provides for administration of the commissioner's office, student assistance, and the federal/private funded Talent Search, and Guaranteed Student Loan programs.

Current Level Budget: The total current level budget increases by 17.5 percent from fiscal 1984 to 1986. The increase is caused by an increase in the Talent Search and Guaranteed Student Loan programs of 102 percent from fiscal 1984-1986. The federal funded Montana Career Information System Program was transferred to the Department of Labor and Industry, primarily because of federal funding available for this program through the department. FTE decrease 2.64 from fiscal 1984 as 4.64 FTE were transferred to the Department of Labor and Industry with the Montana Career Information System Program and 2.00 FTE were added to the Guaranteed Student Loan Program.

SUBCOMMITTEE ACTION

Agency: Commissioner of Higher Education

Program: Administration

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	15.60	15.60	15.60	15.60	15.60	15.60	15.60	0.00
Personal Services	$561,825	$585,863	$585,889	$585,863	$587,075	$587,105	$587,075	4.3
Operating Expenses	186,654	223,744	205,273	203,209	204,712	202,587	197,114	8.9
Equipment	1,931	-0-	394	394	-0-	307	307	(8.0)
Total Exp.	$750,410	$809,607	$791,556	$789,466	$791,787	$789,999	$784,496	5.2
FUNDING								
General Fund	$750,410	$809,607	$791,556	$789,466	$791,787	$789,999	$784,496	5.2

Program Description: The administration budget provides funding for the major functions of the Commissioner of Higher Education's Office. Functions of this office include coordination of units of the university system in regards to academic planning and curriculum review, budget planning and control, legal services, and labor negotiation policies and procedures.

Current Level Budget: Repair and maintenance expenditures were increased by $4,380 in each year of the 1987 biennium for maintenance of two word processors. The decrease in operating expenses from fiscal 1986 to 1987 results from audit costs of $7,351 being included in fiscal 1986.

Modified Requests: Rent Increase - General fund of $16,137 in each year of the 1987 biennium is provided to pay for a rent increase on the commissioner's office space at 33 South Last Chance Gulch. The rent rate charged by the private lessor is being raised from $6.20 per square foot paid in the 1985 biennium to $8.50 per square foot in the 1987 biennium. The modified includes $6,500 in each year for janitorial and snow removal services.

SUBCOMMITTEE ACTION

Agency: Commissioner of Higher Education

Program: Student Assistance

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
Grants	$4,171,019	$4,800,135	$4,671,775	$4,716,315	$4,916,138	$4,836,178	$4,710,438	13.1
FUNDING								
General Fund	$2,319,255	$2,168,493	$2,101,318	$2,084,493	$2,024,765	$1,999,418	$1,819,065	(10.1)
State Special	1,686,455	2,421,642	2,360,457	2,421,642	2,681,373	2,626,760	2,681,373	43.4
Federal Revenue	165,309	210,000	210,000	210,000	210,000	210,000	210,000	27.0
Total Funding	$4,171,019	$4,800,135	$4,671,775	$4,716,135	$4,916,138	$4,836,178	$4,710,438	13.1

Language in Bill: The Commissioner of Higher Education is allowed to transfer appropriation authority between the amounts included in the WICHE appropriation for dentistry of $75,600 in fiscal 1986 and $85,100 in fiscal 1987 and the Minnesota Rural Dentistry appropriation of $129,600 in fiscal 1986 and $133,200 in fiscal 1987.

Program Description: Student Assistance Programs include the interstate student programs of WICHE, WAMI, and Minnesota Rural Dentistry. Fees paid by Montana through the interstate student programs to out-of-state institutions allow students to attend at resident tuition rates. Also included in the student assistance budget are the state funded College Work Study Program and the federal student assistance programs of State Student Incentive Grants (SSIG), and the National Direct Student Loan Program (NDSL).

Current Level Budget: The total current level budget increases by 13.1 percent from fiscal 1984 to 1986. The general fund decreases by 10.1 percent over the same time period as interest earned from the education coal tax trust fund assumes a greater portion of the funding support of the Student Assistance Program. Interest earnings from the trust fund are projected at $2,421,642 in fiscal 1986 and $2,681,373 in fiscal 1987.

Table 1 presents the subcommittee approved budgets for WICHE, WAMI, Minnesota Rural Dentistry (MRD), State Student Incentive Grants (SSIG), National Direct Student Loan (NDSL), and State Work Study Programs. The table indicates the number of students, average cost, and total cost by program. The average cost per student increases in the WICHE Program by 6.1 percent from fiscal 1984 to 1986 and by 1.4 percent from fiscal 1986 to 1987. In WAMI, the average student cost increases by 18 percent from fiscal 1984 to 1986 and by 4.6 percent from fiscal 1986 to 1987. The average cost of supporting a student through the rural dentistry program increases by 2.9 percent from fiscal 1984 to 1986 and by 2.8 percent from fiscal 1986 to 1987. The subcommittee reduced the number of student slots funded in the Minnesota Rural Dentistry Program by one in fiscal 1986 and three in fiscal 1987 at a general fund savings of $10,800 in fiscal 1986 and $33,300 in fiscal 1987. Four beginning dental students are funded from WICHE and/or the Minnesota Rural Dentistry Program in each year of the 1987 biennium.

The state provides a 50 percent match on SSIG of $175,000 in each year of the 1987 biennium and a 10 percent match on NDSL of $60,000 in each year. The state work study budget provides support for approximately 774 students in each year of the 1987 biennium.

Table 1
Subcommittee Approved Budget, Number of Students and Total Cost for
WICHE, WAMI, MRD, SSIG, NDSL, and State Work Study
Fiscal 1984, 1986, and 1987

	Actual Fiscal 1984			Budgeted Fiscal 1986			Budgeted Fiscal 1987		
	Number of Students	Average Cost Per Student	Total Cost	Number of Students	Average Cost Per Student	Total Cost	Number of Students	Average Cost Per Student	Total Cost
WICHE Dues	N/A	N/A	$ 50,000	N/A	N/A	$ 53,000	N/A	N/A	$ 56,000
WICHE Program Assistance	136.5	$12,907	1,761,834	142	$13,689	1,943,900	133	$13,882	1,846,300
WAMI	60.0	24,062	1,618,507	60	28,393	1,853,635	60	29,709	1,938,938
Minnesota Rural Dentistry	14.0	10,500	147,000	12	10,800	129,600	12	11,100	133,200
SSIG	N/A	N/A	316,456	N/A	N/A	385,000	N/A	N/A	385,000
NDSL	N/A	N/A	55,164	N/A	N/A	60,000	N/A	N/A	60,000
State Work Study	N/A	N/A	222,058	N/A	N/A	291,000	N/A	N/A	291,000
Total	210.50		$4,171,019	214		$4,716,135	205		$4,710,438

* Percent Increase in Average Cost Per Student *

	FY 84-86	FY 86-87
WICHE	6.1	1.4
WAMI	18.0	4.6
Minnesota Rural Dentistry	2.9	2.8

SUBCOMMITTEE ACTION

Agency: Commissioner of Higher Education

Program: Talent Search

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	6.00	6.00	6.00	6.00	6.00	6.00	6.00	0.00
Personal Services	$110,181	$116,062	$116,063	$116,063	$116,113	$116,112	$116,112	5.3
Operating Expenses	31,615	46,299	34,808	49,409	46,751	35,794	49,360	56.3
Total Exp.	$141,796	$162,361	$150,871	$165,472	$162,864	$151,906	$165,472	16.7
FUNDING								
Federal Revenue	$141,796	$162,361	$150,871	$165,472	$162,864	$151,906	$165,472	16.7

Program Description: Talent Search is a federal program which provides career and financial aid counseling to students who are low income, physically handicapped, or culturally deprived and who need to complete high school or plan to enroll in post secondary training. In fiscal 1984, the Talent Search Program provided counseling services to the communities of Browning, Great Falls, Lame Deer, Popular, Ronan, and the Crow Agency.

Current Level Budget: Personal services increase 5.3 percent from fiscal 1984 to 1986 as the employment contract for the 4.5 counselors employed by Talent Search was increased from a nine-month contract to an 11-month contract.

Operating expenses were increased over current level by $14,601 in fiscal 1986 and $13,366 in fiscal 1987 to reflect amounts presented in Talent Search's funding request to the U.S. Department of Education. The fiscal 1986 amount includes audit costs of $469.

SUBCOMMITTEE ACTION

Agency: Commissioner of Higher Education

Program: Guaranteed Student Loan

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	2.90	2.90	2.90	4.90	3.90	2.90	4.90	70.0
Personal Services	$ 92,591	$ 118,446	$ 94,994	$ 139,000	$ 118,705	$ 95,247	$ 139,500	50.1
Operating Expenses	462,086	952,799	917,432	984,447	1,010,928	966,971	1,045,619	113.0
Equipment	6,602	9,500	9,500	9,500	-0-	-0-	10,000	43.9
Total Exp.	$561,279	$1,080,745	$1,021,926	$1,132,947	$1,129,633	$1,062,218	$1,195,119	101.9
FUNDING								
Federal Revenue	$561,279	$1,080,745	$1,021,926	$1,132,947	$1,129,633	$1,062,218	$1,195,119	101.9

Program Description: The Guaranteed Student Loan Program provides low interest loans to students. Approximately 172 private lenders currently participate in the program. This program is entirely federal/private funded.

Current Level Budget: The increase in the current level budget over inflation results from: (1) the reserve for student loans was increased from $142,000 in fiscal 1984 to $500,000 in each year of the 1987 biennium; and (2) the subcommittee increased current level FTE by 2.00 to 4.90 FTE in each year of the 1987 biennium--1 FTE lender reviewer that was contracted for in the 1985 biennium and 1 FTE word processor operator. The increase in the student loan reserve is based upon a projected increase in student loan defaults. The reserve is used to reimburse private lenders for loans in default. A claim is then submitted by the Guaranteed Student Loan Program to the federal government for reimbursement. The budget includes $1,680 for audit costs in fiscal 1986.

SUBCOMMITTEE ACTION

Agency: Community Colleges

Program: State Assistance

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
Student FTE	1,634	1,847	1,714	1,721	1,927	1,714	1,721	5.3
Dawson	$ 678,627	$ 931,740	$ 770,196	$ 739,296	$1,015,597	$ 770,196	$ 736,644	8.9
Flathead	1,414,040	1,649,180	1,624,742	1,559,529	1,714,402	1,636,667	1,565,369	10.3
Miles	1,035,573	860,928	891,731	868,711	860,928	893,427	867,398	(16.1)
Total Exp.	$3,128,240	$3,441,848	$3,286,669	$3,167,536	$3,590,927	$3,300,290	$3,169,411	1.3
FUNDING								
General Fund	$3,128,240	$3,441,848	$3,286,669	$3,167,536	$3,590,927	$3,300,290	$3,169,411	1.3

Language in Bill: Dawson, Miles, and Flathead Valley Community College are prohibited from including in student enrollment, used in calculating the unrestricted budget referred to in Section 20-15-310, MCA, student FTE from out-of-district centers not approved under Board of Regent Policy 220.1.

Program Description: Montana has three community colleges located in Miles City, Kalispell, and Glendive. The three community colleges were organized under the provisions of Section 20-15-202 and 20-15-203, MCA. The Board of Regents, pursuant to Section 20-15-103, MCA, is responsible for overall supervision and coordination. Actual control of each community college rests with a board of trustees elected from each community college district.

Current Level Budget: The total unrestricted budgets for the community colleges are generated by a formula approved by the 1981 legislature in which projected student enrollment (FTE) is multiplied by a cost factor. The total budget is then multiplied by 51 percent to determine the general fund allocation. The subcommittee lowered the percentage of state support from 53 percent, implemented with the funding formula in fiscal 1983, to 51 percent in each year of the 1987 biennium resulting in a general fund savings of $132,436 in fiscal 1986 and $144,358 in fiscal 1987. The remaining 49 percent of the formula calculated budget is financed from a combination of sources including student tuition and fees, interest income, indirect cost reimbursements, and a mandatory levy on the community college district.

System-wide, the general fund increases by 1.3 percent from fiscal 1984 to 1986. The general fund allocation for Dawson Community College in fiscal 1986 is a 8.9 percent increase over fiscal 1984. The increase results from a projected 2.6 percent increase in student enrollment over the level funded by the legislature in the 1985 biennium. Miles Community College experiences a 16.1 percent decrease in general fund from fiscal 1984 as student enrollment from three tribal community colleges is not included in enrollment estimates in the 1987 biennium. The general fund allocation for Flathead Valley Community College increases by 10.3 percent from fiscal 1984 to 1986. The increase in general fund at Flathead results from a projected increase of 5 percent in student enrollment over the level funded by the legislature in the 1985 biennium. Subcommittee approved cost factors and enrollments are shown in Table 1. The student cost factor increases with inflation from fiscal 1984 to 1986 by 7.5 percent and from fiscal 1986 to 1987 by 1.0 percent

Table 1
Calculation of the Community College Unrestricted Budgets
Fiscal 1986 and 1987

Colleges	Fiscal 1986 FTE		Cost Factor		Total Unrestricted Budget		% State Support		General Fund	Fiscal 1987 FTE		Cost Factor		Total Unrestricted Budget		% State Support		General Fund
Dawson	400	x	$3,574	=	$1,429,600	x	51	=	$ 729,096	400	x	$3,611	=	$1,444,400	x	51	=	$ 736,644
Flathead	850	x	3,574	=	3,037,900	x	51	=	1,549,329	850	x	3,611	=	3,069,350	x	51	=	1,565,369
Miles	471	x	3,574	=	1,683,354	x	51	=	858,511	471	x	3,611	=	1,700,781	x	51	=	867,398
Audit Costs*	N/A		N/A		60,000	x	51	=	30,600									
Total	1,721				$6,210,854				$3,167,536	1,721				$6,214,531				$3,169,411

*$20,000 per college.

Table 2 presents a comparison of actual fiscal 1984 student enrollment to budgeted fiscal 1986 and 1987 student enrollment for Dawson, Flathead and Miles Community College. Total student enrollment is projected to increase 5.3 percent from fiscal 1984 to 1986 and remain constant in the second year of the biennium. The increase in enrollment at Dawson of 3.4 percent from fiscal 1984 to 1986 results from a projected increase in campus based enrollment. Flathead's enrollment is projected to increase 8.6 percent from fiscal 1984 to 1986 with an increase in enrollment at the new out-of-district center in Lincoln County. Miles' student enrollment is projected to increase by 1.5 percent from fiscal 1984 to 1986 as a result of a projected increase in on-campus enrollment and an increase in enrollment at the out-of-district center at Colstrip.

Table 2
Community College Student Enrollment
Fiscal 1984, 1986, and 1987

	Actual Enrollment Fiscal 1984	Budgeted Enrollment Fiscal 1986	Budgeted Enrollment Fiscal 1987	Percent Change FY 84-86	Percent Change FY 86-87
Dawson	387	400	400	3.4	-0-
Flathead	783	850	850	8.6	-0-
Miles	464	471	471	1.5	-0-
Total	1,634	1,721	1,721	5.3	-0-

SUBCOMMITTEE ACTION

Agency: Bureau of Mines and Geology

Program: Research

	FY 1984 Actual	Fiscal 1986 Executive	Fiscal 1986 Current Level	Fiscal 1986 Subcommittee	Fiscal 1987 Executive	Fiscal 1987 Current Level	Fiscal 1987 Subcommittee	FY 84-86 % Change
FTE	30.93	31.91	31.91	31.91	31.91	31.91	31.91	3.2
Personal Services	$ 861,900	$ 856,332	$ 855,072	$ 879,572	$ 856,332	$ 855,072	$ 879,572	2.1
Operating Expenses	562,975	571,003	607,571	593,926	573,670	636,414	611,628	5.5
Equipment	24,148	31,400	25,833	25,833	31,400	20,830	20,830	7.0
Total Exp.	$1,449,023	$1,458,735	$1,488,476	$1,499,331	$1,461,402	$1,512,316	$1,512,030	3.5
FUNDING								
General Fund	$1,396,693	$1,398,735	$1,429,769	$1,446,331	$1,396,402	$1,450,674	$1,459,030	3.6
State Special Rev.	52,330	60,000	58,707	53,000	65,000	61,642	53,000	1.3
Total Funding	$1,449,023	$1,458,735	$1,488,476	$1,499,331	$1,461,402	$1,512,316	$1,512,030	3.5

Program Description: The Bureau of Mines and Geology is responsible for developing, gathering, analyzing, cataloging, and disseminating information concerning the location and development of the mineral, energy, and ground water resources of the state. The primary focus of research is on evaluating groundwater and mineral resources. The bureau also participates in cooperative groundwater studies with the United States Geological Survey.

Current Level Budget: Current level FTE increase by 3.2 percent or .98 FTE from fiscal 1984 to fiscal 1986. The increase in FTE results as fiscal 1984 FTE were lower than the level authorized by the 1983 legislature. Faculty have split assignments between teaching at the college and doing research for the bureau. If a faculty member does more teaching than budgeted, his/her FTE assignment with the bureau will decrease. Vacancy savings was not applied to faculty positions causing an increase in the general fund over current level by $24,500 in each year of the 1987 biennium. Excluding faculty, the subcommittee applied 4 percent vacancy savings to classified and part-time (hourly) positions.

The equipment budget in fiscal 1986 allows for the purchase of a four channel transducer system at a cost of $19,833 and five water level recorders at a cost of $6,000. In fiscal 1987, the equipment budget allows for the purchase of a water quality probe at a cost of $13,500 and other miscellaneous scientific equipment at a cost of $7,330.

Modified Recommendations: (1) Earthquake Hazard Evaluation. A biennial general fund appropriation of $102,000 is recommended for mapping active and potentially active faults in Montana in order to determine the potential for earthquakes in western Montana. In fiscal 1987, the bureau expects to publish a preliminary map of faults with earthquake potential. The modified provides funding for .50 FTE, operating expenses, and equipment.

SUBCOMMITTEE ACTION

Agency: Agricultural Experiment Station | Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	298.29	294.29	291.70	294.29	294.29	291.70	294.29	(1.3)
Personal Services	$6,886,916	$7,259,757	$6,982,864	$7,233,543	$7,259,757	$6,982,864	$7,233,543	5.0
Operating Expenses	1,903,355	1,762,242	1,841,627	1,884,367	1,776,887	1,952,857	1,975,752	(1.0)
Equipment	247,068	252,650	103,516	318,862	204,937	110,110	334,655	29.0
Non-Operating Exp.	27,224	-0-	-0-	-0-	-0-	-0-	-0-	--
Total Exp.	$9,064,563	$9,274,649	$8,928,007	$9,436,772	$9,241,581	$9,045,831	$9,543,950	4.1
FUNDING								
General Fund	$5,644,006	$6,367,559	$5,647,693	$6,212,954	$6,319,150	$5,640,092	$6,202,058	10.1
State Special Rev.	1,757,343	1,391,342	1,472,735	1,416,239	1,392,633	1,507,782	1,443,935	(19.4)
Federal Revenue	1,663,214	1,515,748	1,807,579	1,807,579	1,529,798	1,897,957	1,897,957	8.7
Total Funding	$9,064,563	$9,274,649	$8,928,007	$9,436,772	$9,241,581	$9,045,831	$9,543,950	4.1

Program Description: The Montana Agricultural Experiment Station, headquartered in Bozeman, carries out a variety of research embracing agricultural problems of a local, regional, and national character. Crops and livestock provide the primary focus of research with a major emphasis on production improvement.

Current Level Budget: FTE decrease 1.3 percent or 4 FTE and operating expenses decrease 1.0 percent from fiscal 1984 to fiscal 1986 as a result of the scheduled closure of the dairy research project in Bozeman and the swine research unit at the U.S. Range Station in Miles City. Seven FTE were deleted as a result of the termination of both research projects. Current level FTE include 3 FTE approved by the 1983 legislature as a fiscal 1985 expansion for added weed research.

The Agricultural Experiment Station consists of the budgets for the Main Station and the United States Livestock and Range Research Station. The Main Station budget is funded from four sources of revenue. Two of these, Hatch Act and Regional Research, are federal. The Main Station collects earmarked revenue (state special) from the sale of agricultural products and services. The state general fund provides the remainder of the Main Station's financial support.

The United States Livestock and Range Research Station (LARRS) at Miles City is funded completely from state state special revenue generated primarily from the sale of surplus livestock.

General fund support for the Main Station increases by 10.1 percent from fiscal 1984 to 1986. Total earmarked revenue decreases by 19.4 percent from fiscal 1984 to 1986 as a result of the scheduled closure of the dairy and swine research projects.

The equipment budget increases from fiscal 1984 to 1986 by 28.3 percent. The equipment budget represents a three-year average of equipment expenditures inflated to fiscal 1986 and 1987.

The increase in the general fund of 10.1 percent results primarily from (1) adding $24,000 for the 2.59 FTE included in current level from the dairy research project; (2) excluding faculty and graduate research assistants from vacancy savings; (3) additional equipment; and (4) a decrease in the state special revenue fund. Federal Hatch Act and Regional Research revenues increase by 8.7 percent from fiscal 1984 to 1986.

Table 1 presents actual fiscal 1984 and projected fiscal 1986 and 1987 revenue and expenditures related to the dairy research project scheduled to terminate in fiscal 1985. The fiscal 1986 and 1987 amounts included in current level represent budgeted expenditures and funding for 2.59 FTE previously employed on the research project. All earmarked revenue generated from the dairy has been removed from the current level budget. Expenditures decrease 62.8 percent between fiscal 1984 and 1986. The general fund increases 29.5 percent as all income from the dairy has been removed from the budget.

Table 1
Main Station - Dairy Research Income and Expenditures
Fiscal 1984, 1986, and 1987

	Actual	- - - - - - Current Level	- - - - -	% Change
Budget Item	Fiscal 1984	Fiscal 1986	Fiscal 1987	FY 84 - FY 86
Revenue	$202,313	$ -0-	$ -0-	---
Expenditures				
Personal Services	$129,429	$ 62,353	$ 62,353	(51.8)
Operating Expenses	153,703	43,170	45,307	(71.9)
Equipment	660	-0-	-0-	---
Total Expenditures	$283,792	$ 105,523	$ 107,660	(62.8)
General Fund				
Subsidy	$(81,479)	$(105,523)	$(107,660)	29.5

SUBCOMMITTEE ACTION

Agency: Agricultural Experiment Station

Program: Main Station

	FY 1984	- - - -	Fiscal 1986	- - - -	- - - -	Fiscal 1987	- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	258.16	258.16	255.57	258.16	258.16	255.57	258.16	0.00
Personal Services	$6,090,492	$6,538,844	$6,258,345	$6,509,024	$6,538,844	$6,258,345	$6,509,024	6.9
Operating Expenses	1,672,875	1,613,313	1,680,411	1,715,647	1,626,667	1,765,594	1,779,336	2.6
Equipment	246,143	251,150	100,516	315,862	203,437	107,110	331,655	28.3
Non-Operating Exp.	27,224	-0-	-0-	-0-	-0-	-0-	-0-	6.4
Total Exp.	$8,036,734	$8,403,307	$8,039,272	$8,540,533	$8,368,948	$8,131,049	$8,620,015	6.3
FUNDING								
General Fund	$5,644,006	$6,116,217	$5,647,693	$6,212,954	$6,046,517	$5,640,092	$6,202,058	10.1
State Special Rev.	729,516	520,000	584,000	520,000	520,000	593,000	520,000	(28.7)
Federal Revenue	1,663,212	1,767,090	1,807,579	1,807,579	1,802,431	1,897,957	1,897,957	8.7
Total Funding	$8,036,734	$8,403,307	$8,039,272	$8,540,533	$8,368,948	$8,131,049	$8,620,015	6.3

Program Description: The Main Station budget funds seven research centers located at Kalispell, Conrad, Moccasin, Sidney, Corvallis, Havre, and Huntley plus the veterinary and wool laboratories at Montana State University. Additionally, research is performed in 12 academic departments at Montana State University.

Current Level Budget: Although the tables does not indicate a decrease in FTE, there is a decrease of 3 FTE from the fiscal 1985 level of 261.16 FTE authorized by the 1983 legislature. The decrease results from the experiment station deleting 3 out of 5.59 FTE employed on the dairy research project. Included in current level are the remaining 2.59 FTE who were employed on the dairy research project at a general fund cost of $62,353 in each year of the 1987 biennium. The 2.59 FTE consists of a .67 FTE faculty position which is currently vacant and 1.92 FTE classified positions. Out of the 1.92 FTE classified positions, 1 FTE is currently filled by several individuals who have been assigned to five existing projects in the Animal Nutrition Research Program. The remaining .92 FTE classified position is currently vacant. With the termination of the swine research project in Miles City in fiscal 1986, the experiment station plans to transfer an individual to the ongoing research project at Bozeman and utilize the vacant .92 FTE.

The increase in personal services of 6.9 percent from fiscal 1984 to 1986 results as vacancy savings was not applied to faculty and graduate research assistants at a general fund cost of $141,022 in each year of the 1987 biennium. The subcommittee did not apply vacancy savings to faculty as faculty have split assignments between teaching at the college and doing research for the experiment station. Four percent vacancy savings was applied to professional/administrative, classified, and part-time (hourly labor) positions.

Without inflation applied, operating expenses decrease $88,817 from fiscal 1984 to 1986 as a result of the scheduled closure of the dairy research project. Operating expenses were increased by $43,170 general fund in fiscal 1986 and $45,307 general fund in fiscal 1987 for the 2.59 FTE included in current level from the dairy research project.

SUBCOMMITTEE ACTION

Agency: Agricultural Experiment Station | Program: Main Station

The equipment budget increases from fiscal 1984 to 1986 by 28.3 percent. The equipment budget represents a three-year average of equipment expenditures inflated to fiscal 1986 and 1987.

The general fund increases by 10.1 percent as a result of (1) funding the 2.59 FTE employed previously on the dairy research project; (2) adding $88,477 of operating expenses for the 2.59 FTE; and (3) excluding faculty and graduate research assistants from vacancy savings. Federal Hatch Act and Regional Research revenues increase by 8.7 percent from fiscal 1984 to 1986.

SUBCOMMITTEE ACTION

Agency: Agricultural Experiment Station

Program: U.S. Range Station

	FY 1984	- - - Fiscal 1986 - - -			- - - Fiscal 1987 - - -			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	40.13	36.13	36.13	36.13	36.13	36.13	36.13	(10.0)
Personal Services	$796,424	$720,913	$724,519	$724,519	$720,913	$724,519	$724,519	(9.0)
Operating Expenses	230,480	148,929	161,216	168,720	150,220	187,263	196,416	(26.8)
Equipment/Livestock	925	1,500	3,000	3,000	1,500	3,000	3,000	224.0
Total Exp.	$1,027,829	$871,342	$888,735	$896,239	$872,633	$914,782	$923,935	(12.8)
FUNDING								
State Special Rev.	$1,027,829	$871,342	$888,735	$896,239	$872,633	$914,782	$923,935	(12.8)

Program Description: The United States Range Station at Miles City is a joint operation between the federal government and the state of Montana. The primary focus of cooperative research at the station is on improving the production of beef cattle.

Current Level Budget: Current level FTE and personal services decrease by 10 and 9 percent respectively as a result of the scheduled closure of the swine research unit in fiscal 1985. The decrease in operating expenses of 26.8 percent between fiscal 1984 and 1986 also results from the scheduled closure of the swine research project. The experiment station plans to consolidate swine research in Bozeman. The project in Bozeman will be a confined/modified open shed project as opposed to the swine project in Miles City which was primarily an open dirt operation. The subcommittee provided $6,000 in the 1987 biennium to purchase 4 horses to be used in farm operations. Two horses will be purchased in each year.

The state portion of the operation is funded completely from state special revenue which is generated from the sale of agricultural products of the station. The experiment station stated there is an agreement between the experiment station and the United States Department of Agriculture that the USDA will increase federal financial support should expenditures for state cooperative research at the station exceed state earmarked revenue and accumulated cash reserves. Therefore, the state should not have to commit general fund to the station in the future as the USDA has guaranteed the financial solvency of the station.

SUBCOMMITTEE ACTION

Agency: Cooperative Extension Service

Program: Public Service

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	132.86	135.30	134.08	132.86	135.30	134.08	132.86	0.0
Personal Services	$3,286,434	$3,458,763	$3,433,219	$3,502,288	$3,459,979	$3,433,219	$3,502,288	6.6
Operating Expenses	581,797	639,735	670,294	643,521	644,538	703,123	662,785	10.6
Equipment and Capital	27,019	19,706	23,060	20,222	16,390	17,719	14,881	(25.2)
Total Exp.	$3,895,250	$4,118,204	$4,126,573	$4,166,031	$4,120,907	$4,154,061	$4,179,954	7.0
FUNDING								
General Fund	$2,132,052	$2,143,911	$2,150,351	$2,189,809	$2,087,385	$2,120,539	$2,146,432	2.7
Federal Revenue	1,763,198	1,974,293	1,976,222	1,976,222	2,033,522	2,033,522	2,033,522	12.1
Total Funding	$3,895,250	$4,118,204	$4,126,573	$4,166,031	$4,120,907	$4,154,061	$4,179,954	7.0

Program Description: The Montana Cooperative Extension Service is charged with the responsibility of disseminating useful information to citizens throughout the state and to assist them in applying the information to their everyday problems. Most of the research information disseminated by the extension service is generated by scientists working for the Montana Agricultural Experiment Station at Bozeman, Montana.

Current Level Budget: Current level FTE increase by 1.8 percent or 2.44 FTE between fiscal 1984 and 1986. Included in current level is a 1.22 FTE weed specialist authorized by the 1983 legislature for fiscal 1985.

Personal services increased by 10.6 percent as vacancy savings was not applied to specialists and extension agents as the extension service maintains only one specialist in selected agricultural disciplines and most counties maintain one extension agent. The general fund cost of not applying vacancy savings to specialists and extension agents is $99,437 in each year of the 1987 biennium. Four percent vacancy savings was applied to professional/administrative, classified, and part-time (hourly labor) positions.

Operating expenses increase by 10.6 percent from fiscal 1984 to 1986. Operating expenses were increased $30,000 for publications and $22,576 for in-state travel each year. The extension service reduced expenditures for these items in fiscal 1984 in order to fund pay increases. Operating expenses were also increased $6,438 for the weed specialist authorized by the 1983 legislature for fiscal 1985.

In fiscal 1986, and equipment budget allows for the purchase of computer equipment at a cost of $11,650, slide projection equipment at a cost of $1,150, five replacement typewriters at a cost of $3,000, and other miscellaneous office equipment at a cost of $4,422. In fiscal 1987, the equipment budget allows for the purchase of a weed sprayer at a cost of $300, a printer at a cost of $2,200, five replacement typewriters at a cost of $3,000, and other miscellaneous office equipment at a cost of $9,381.

General fund support for AGNET was removed from the budget at a savings of $61,372 in fiscal 1986 and $63,984 in fiscal 1987. Funding for AGNET was initially provided through grants by the Old West Regional Commission. With the termination of this source of funding at fiscal year-end 1981, the legislature appropriated $125,132 general fund for slightly less than one-half the cost of AGNET in the 1983 biennium. The 1981 legislature intended that after the 1983 biennium, users were to gradually assume full financial responsibility for AGNET. User fees actually contributed 38 percent towards the total cost of AGNET in the 1983 biennium. The 1983 legislature maintained general fund support for AGNET at 50 percent of its projected cost in the 1985 biennium of $186,371 with the remaining 50 percent to be financed from user fees. User fees paid 31 percent of the cost of AGNET in fiscal 1984.

Federal Smith-Lever funds increase from fiscal 1984 to 1986 by 12.1 percent. In fiscal 1986, $1,929 of a projected carryover from fiscal 1985 is used to maintain current level services.

SUBCOMMITTEE ACTION

Agency: Forestry and Conservation Experiment Station

Program: Research

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	19.21	20.14	20.14	20.14	20.14	20.14	20.14	4.8
Personal Services	$510,531	$514,888	$511,485	$529,612	$514,888	$511,485	$529,612	3.7
Operating Expenses	137,032	126,438	141,839	135,559	127,139	148,754	139,820	(1.1)
Equipment	25,694	15,827	19,609	19,609	31,200	17,500	17,500	(23.7)
Total Exp.	$673,257	$657,153	$672,933	$684,780	$673,227	$677,739	$686,932	1.7
FUNDING								
General Fund	$673,257	$657,153	$672,933	$684,780	$673,227	$677,739	$686,932	1.7

Program Description: The Forestry and Conservation Experiment Station is responsible for generating research and publications concerning the state's forests and related land resources. Research is conducted at the Lubrecht Experimental Forest and at other locations in Montana in cooperation with private, state, and federal entities.

Current Level Budget: FTE decrease by 4.8 percent from fiscal 1984 to 1986 or .93 FTE. The decrease results from the experiment station using salaries budgeted for part-time labor to hire additional classified employees which are at a higher salary level. Vacancy savings was not applied to faculty positions as faculty have split assignments between teaching at the college and doing research for the experiment station. This increased the general fund over current level by $18,127 in each year of the 1987 biennium. Four percent vacancy savings was applied to classified employees and part-time labor.

Operating expenses decrease by 1.1 percent between fiscal 1984 and 1986. Expenditures for supplies and materials were reduced by $8,437 in each year of the 1987 biennium.

The equipment budget in fiscal 1986 provides for the purchase of fire suppression equipment at a cost of $2,250, a programmable freezer at a cost of $3,000, an autoclave at a cost of $3,500, and other miscellaneous office and scientific equipment at a cost of $10,859. In fiscal 1987, the equipment budget provides for the purchase of field measuring equipment at a cost of $2,000, two microcomputers and associated hardware at a cost of $11,000, and other miscellaneous scientific equipment at a cost of $4,400.

SUBCOMMITTEE ACTION

Agency: Colleges and Universities

Program: System Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
Instruction	$ 59,000,647	$ 63,336,619	$ 61,973,393	$ 59,420,618	$ 63,336,619	$ 62,518,104	$ 58,998,391	.7
Support	33,118,078	37,669,475	36,437,968	35,398,992	37,342,830	37,046,790	35,431,583	6.9
Research	1,165,003	961,836	1,043,305	1,040,931	963,325	1,052,621	1,046,867	(10.6)
Public Service	415,400	432,914	431,091	437,679	429,595	435,421	440,545	5.4
Physical Plant	13,421,429	13,854,089	14,784,076	14,886,563	14,082,477	15,339,261	15,690,425	10.9
Scholarships	2,261,117	2,807,198	2,803,765	2,508,508	3,052,412	2,973,609	2,688,490	10.9
Total Exp.	$109,381,674	$119,062,131	$117,473,598	$113,693,291	$119,207,258	$119,365,806	$114,296,301	3.9
FUNDING								
General Fund	$ 71,835,679	$ 77,542,867	$ 74,080,362	$ 73,544,180	$ 75,138,171	$ 74,056,029	$ 73,876,632	2.4
Tuition and Fees	21,114,658	25,243,146	26,043,716	23,875,591	27,320,969	27,816,331	24,002,223	13.1
Millage	13,074,000	14,339,000	14,019,000	14,019,000	14,804,000	14,151,000	14,151,000	7.2
Land Grant	980,515	-0-	970,000	-0-	-0-	970,000	-0-	(100.0)
Indirect Cost Reimb.	1,707,946	1,515,018	1,675,000	1,604,000	1,522,018	1,675,000	1,604,000	(6.1)
Other	668,876	422,100	685,520	650,520	422,100	697,446	662,446	(2.7)
Total Funding	$109,381,674	$119,062,131	$117,473,598	$113,693,291	$119,207,258	$119,365,806	$114,296,301	3.9

Language in Bill: All funds, other than plant funds and current unrestricted operating funds may be spent and are appropriated contingent upon approval by the board of regents by July 1 of each year of the comprehensive program budget containing a detail of revenues and expenditures and anticipated fund balances of current funds, loan funds, and endowment funds. All movement of funds between the current unrestricted subfund and the designated subfund account entities shall be clearly identified in the state budgeting and accounting system.

Programs for the university budgets include instruction, organized research, public service, academic support, student services, institutional support, operation and maintenance of plant, and scholarships and fellowships.

Included within current unrestricted funds to the six institutions is the sum of $14,019,000 in fiscal 1986 and $14,151,000 in fiscal 1987 from revenues generated under the provision of Chapter 582, Laws of 1979.

Current Level Budget: The subcommittee current level budget provides a 3.9 percent increase from fiscal 1984 to fiscal 1986 for the university system. The major factors causing this increase are inflationary increases in the physical plant program, the value of scholarships increasing due to tuition rate increases, and an increase in the support program from actual fiscal 1984 of over $2,000,000.

General fund is budgeted to increase 2.4 percent from fiscal 1984 to fiscal 1986. General fund does not increase at the same rate as the overall budget because growth in the tuition revenue and statewide millage revenue is expected to outpace the budget increase.

The budget was developed using the formula developed by the Legislative Finance Committee and implemented in the 1981 session. This formula is comprised of two major elements: an enrollment driven portion for the instruction and support programs and an incremental budget for the research, public service, and physical plant programs.

PROGRAM EXPENDITURES

The formula relies heavily on student enrollment estimates to develop the instruction and support programs. Table 1 below lists the enrollment estimates adopted by the subcommittee for the 1987 biennium compared to the enrollment from the current biennium. Enrollment is expected to decrease 3.33 percent in fiscal 1986 from the fiscal 1985 appropriated level.

Table 1
Student Full-Time Equivalents
Montana University System
1985-1987 Biennium

	Actual	Budgeted	Subcommittee Adopted	
	FY 1984	FY 1985	FY 1986	FY 1987
MSU	10,782	10,693	10,382	10,211
UM	8,336	8,283	8,183	8,099
EMC	3,503	3,597	3,516	3,494
NMC	1,745	1,641	1,737	1,737
WMC	882	864	875	873
MCMST	2,090	2,373	1,843	1,837
System	27,338	27,451	26,536	26,251

Instruction

The subcommittee recommends $118.4 million in the 1987 biennium for instruction at the six units. The current level instruction funding is 97 percent of the projected peer average. This portion of the budget pays for instructional faculty, graduate teaching assistants, and their direct support staff and expenses. The number of faculty is determined by an aggregate student-faculty ratio unique to each campus and the campus's estimated enrollment. The total instruction budget is determined by the number of faculty, average faculty salary and benefits and the instruction department support cost rate per FTE student. The total generated under these calculations is then multiplied by 97 percent. Table 2 lists the factors determining the instruction budget for each college and university.

Table 2
Instruction Budget Factors
1985-1987 Biennium

Unit	Aggregate Student-Faculty Ratio	Average[1] Faculty Salary	Academic Year Faculty Benefits	Instruction Department - - - Support Rates - - - Fiscal 1984	Fiscal 1985
MSU	18.13	$29,409	19.344%	$573.89	584.18
UM	18.86	29,409	19.444%	463.31	471.71
EMC	19.21	26,311	19.807%	348.35	354.60
NMC	14.89	26,096	19.807%	431.18	444.00
WMC	15.31	26,096	19.707%	483.44	492.11
MCMST	17.54	28,470	19.610%	391.74	398.76

[1] Summer session faculty are paid two-thirds the rate of an academic quarter. This is the academic year salary; a full year faculty member would receive 1.22 times this amount. This rate reflects the inclusion of the critical area adjustment in average salaries as approved by the subcommittee.

Support

The subcommittee current level support budget is $70.8 million in the 1987 biennium at the six units. The current level support budget is funded at 95 percent of the projected peer average. The support budget includes academic, institutional, and student support. This covers such expenditures as intercollegiate athletics, libraries, academic deans, and other academic and financial administration, registration and admission offices, and other student affairs functions. Support is calculated based upon each unit's enrollment and a flat rate per FTE student. The rate reflects similar expenditures at a group of like schools in western United States.

In addition to the flat rate, schools with large numbers of part-time students receive an additional amount, called high head-count adjustment. This recognizes that the school's work load is not accurately measured by their FTE enrollment. For the first time since the implementation of the formula, all units receive a high head count adjustment. The total generated by the enrollment and rate calculation and the high head count adjustment is multiplied by 95 percent to derive the support program budget. Table 3 lists support rates and high head-count adjustments.

Table 3
Support Budget Factors

Unit	- Support Rate Per FY-FTE* - Fiscal 1986	Fiscal 1987	- - - High Head Count - - - Adjustment Fiscal 1986	Fiscal 1987
MSU	$1,362	$1,378	$65,082	$64,010
UM	1,362	1,378	98,494	97,483
EMC	1,353	1,369	92,987	91,571
NMC	1,353	1,369	11,656	11,656
WMC	1,353	1,369	5,637	5,624
MCMST	1,610	1,629	23,393	23,317

*100 Percent of Projected Peer Average.

Operation and Maintenance of Physical Plants

The subcommittee recommends $30.6 million for plant operation and maintenance at the six units in the 1987 biennium. The budget for physical plants reflects inflation and other adjustments to the base year actual expenditures and allowance for new facilities added since last session or anticipated to be completed during the 1987 biennium. Table 4 lists the base adjustments and the amount allowed for new facilities at each of the colleges and universities.

Table 4
Plant Operation and Maintenance Adjustments

Unit	- - - Base Adjustments - - - Fiscal 1986	Fiscal 1987	- - New Space Adjustments - - Fiscal 1986	Fiscal 1987
MSU	$229,535	$229,535	$ -0-	$238,414
UM	-0-	-0-	14,865	14,865
EMC	54,174	33,677	-0-	-0-
NMC	20,300	20,550	-0-	-0-
WMC	69,135	94,505	-0-	-0-
MCMST	-0-	-0-	-0-	180,000
Total	$373,144	$378,267	$14,865	$433,279

Research and Public Service

The subcommittee recommends $2.97 million for state funded research and public services at the six units in the 1987 biennium. These services are budgeted incrementally. Allowances are made for cost increases from the base year. The base year expenditures are adjusted to remove budget amended expenditures.

Scholarships and Fellowships

The subcommittee current level budget includes $5.2 million in scholarships and fellowships at the six units in the 1987 biennium. These are waivers of fees to selected students. These are budgeted as 18.45 percent of projected out-of-state and 5.75 percent of in-state registration and incidental fees. In addition, amounts are allowed for mandatory fee waivers. Mandatory fee waivers are granted to eligible individuals including Indian students, senior citizens, high school scholarship recipients, etc.

REVENUE SOURCES

General Fund

The subcommittee current level budget includes $147.4 million of general fund in the 1987 biennium. General fund was estimated differently from prior years in that tuition was first set at 21 percent of total current level expenditures. The need for general fund was then estimated by applying all other non-general fund sources before using general fund. In prior years, no attempt was made to maintain tuition revenue as a percent of total budget.

Tuition and Fees

The tuition and fee rates used to calculate subcommittee current level tuition revenue are the rates approved by the Board of Regents at its December 1984 meeting. These rates provide a 19.7 percent increase in total in-state fees from fiscal 1984 to fiscal 1986 and a 7.1 percent increase to fiscal 1987. These rates are projected to bring in-state total tuition and fees at MSU and UM to 97 percent of the estimated peer average in fiscal 1986 and 99.8 percent in fiscal 1987. The projected increase in the portion of fees which is deposited to the general operating account is 30.5 percent between fiscal 1984 and 1986 and 10.4 percent to fiscal 1987. Table 5 shows the rates proposed by the Board of Regents.

Table 5

Actual and Projected Tuition and Fee Rates Per Academic Year

TOTAL FEES

	In-State						Out-of-State					
Unit	1984	1985	1986	FY 84-86 % Change	1987	FY 86-87 % Change	1984	1985	1986	FY 84-86 % Change	1987	FY 86-87 % Change
MSU	$850	910	$1,018	19.8	$1,090	7.1	$2,398	$2,602	$2,785	16.1	$2,910	4.5
UM	850	910	1,018	19.8	1,090	7.1	2,398	2,602	2,785	16.1	2,910	4.5
EMC	850	910	1,018	19.8	1,090	7.1	2,038	2,242	2,425	19.0	2,550	5.2
NMC	850	910	1,018	19.8	1,090	7.1	2,038	2,242	2,425	19.0	2,550	5.2
WMC	850	910	1,018	19.8	1,090	7.1	2,038	2,242	2,425	19.0	2,550	5.2
MCMST	850	910	1,018	19.8	1,090	7.1	2,398	2,602	2,785	16.1	2,910	4.5

* *

TUITION ONLY

	In-State						Out-of-State					
Unit	1984	1985	1986	FY 84-86 % Change	1987	FY 86-87 % Change	1984	1985	1986	FY 84-86 % Change	1987	FY 86-87 % Change
MSU	$531	$585	$693	30.5	$765	10.4	$1,548	$1,620	$1,692	9.3	$1,745	3.1
UM	531	585	693	30.5	765	10.4	1,548	1,620	1,692	9.3	1,745	3.1
EMC	531	585	693	30.5	765	10.4	1,188	1,260	1,332	12.1	1,385	4.0
NMC	531	585	693	30.5	765	10.4	1,188	1,260	1,332	12.1	1,385	4.0
WMC	531	585	693	30.5	765	10.4	1,188	1,260	1,332	12.1	1,385	4.0
MCMST	531	585	693	30.5	765	10.4	1,548	1,620	1,692	9.3	1,745	3.1

Tuition revenue used by the subcommittee to fund current level totals $23.9 million in fiscal 1986 and $24.0 million in fiscal 1987. This is approximately 94.2 percent in fiscal 1986 and 88.3 percent in fiscal 1987 of total tuition revenue available. The subcommittee funded the current level budget using an effective tuition rate of 91.4 percent of the peer average in fiscal 1986 and 88.1 percent in fiscal 1987. In fiscal 1986 and 1987, $4,610,476 of tuition revenue was not used for current level expenditures.

Statewide Six Mill Levy

Through voter approval of a 1978 referendum, the state is authorized to collect up to six mills on the taxable value of all real and personal property in the state. The proceeds of the levy are used for the support, maintenance, and improvement of the Montana University System and other public education institutions subject to Board of Regents supervision. These funds are subject to legislative appropriation. The subcommittee current level budget estimated $14.02 million will be available in fiscal 1986 and $14.15 million in fiscal 1986.

Land Grant Income

The subcommittee approved a university system request to replace land grant income formerly used for general operations with general fund. This was approved as a current level adjustment and increased general fund requirements $970,000 each year. The impetus for this request was the attorney general's opinion which states the legislature cannot appropriate revenue pledged for repaying university revenue bonds. Of the $970,000 estimated for each year, $670,000 is not pledged for repaying revenue bonds. The remaining $300,000 is now being interpreted as being pledged for bond repayment at WMC and EMC.

Indirect Cost Reimbursements and Other Revenue

The subcommittee current level budget includes $4.5 million in the 1987 biennium as revenue from indirect cost reimbursements and other revenue. Language is included in the bill which requires a general fund reversion to the extent each unit exceeds its indirect cost reimbursement revenue estimate.

Modifieds Approved: (1) Full Funding. This recommended modification has revenue and expenditure implications. The proposal is to set the Instruction Program expenditures at 97 percent of the peer average in fiscal 1986 and 100 percent in fiscal 1987. The Support Program expenditures would be set at 95 percent of the peer average in fiscal 1986 and 96 percent in fiscal 1987. The revenue impact occurs as the proposal includes using all the available tuition revenue in both years to pay the additional costs and to offset general fund.

The cost of the proposed modification is $218,130 in fiscal 1986 and $2,065,488 in fiscal 1987. The fiscal 1986 cost represents the added value of scholarships which results from using all available tuition revenue. The fiscal 1987 cost includes $1,831,707 for higher instruction costs, $233,781 for the added value of scholarships, and $368,745 for higher support costs.

The tuition revenue not used to fund current level totals $1,458,931 in fiscal 1986 and $3,151,545 in fiscal 1987. The tuition revenue remaining after funding this modified is $1,240,801 in fiscal 1986 and $717,312 in fiscal 1987. This is proposed to reduce general fund in a like amount each year.

(2) Legal Education--UM. The subcommittee recommends $25,000 in fiscal 1986 and $25,000 in fiscal 1987 of general fund to support this modified request. The purpose of the modified is to provide clinical education services to law students. The effect of approving the modified would be to increase the number of faculty in the law school by approximately .70 FTE each year of the 1987 biennium.

(3) Rural Education Center--WMC. The subcommittee recommends general fund of $29,000 in fiscal 1986 and $31,000 in fiscal 1987 be used to support the Rural Education Center at Western Montana College. This program assists rural and isolated schools, school boards, and superintendents with curriculum, inservice training, workshops, and evaluations. This program had been supported in prior years from private foundation funds and from other sources.

(4) Phase Down--Montana Tech. Because the enrollment at Montana Tech is projected to decrease 22 percent in fiscal 1986 from its fiscal 1985 appropriated level, the subcommittee recommends $453,112 of general fund be provided in fiscal 1986 in order to soften the effect of the enrollment decline. The funds would be used in the Instruction Program.

SUBCOMMITTEE ACTION

Agency: Montana State University

Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FYFTE Enrollment	10,782	10,364	10,693	10,382	10,364	10,693	10,211	(3.7)
Instruction	$24,589,846	$26,146,638	$25,461,078	$24,737,224	$26,146,638	$25,629,937	$24,431,701	0.6
Support	12,635,046	14,500,421	13,947,626	13,495,098	14,422,708	14,181,268	13,428,030	6.8
Research	581,205	521,338	570,756	570,322	521,501	572,430	571,378	(1.9)
Public Service	9,637	9,348	10,140	10,100	9,348	10,278	10,182	4.8
Physical Plant	4,561,815	4,826,256	5,036,211	5,142,862	4,895,650	5,223,430	5,500,438	12.7
Scholarships	742,294	940,050	1,113,103	825,129	1,019,579	1,179,604	878,528	11.2
Total Exp.	$43,119,843	$46,944,051	$46,138,914	$44,780,735	$47,015,424	$46,796,947	$44,820,257	3.9
FUNDING								
General Fund	$27,848,820	$30,293,903	$28,707,929	$28,649,276	$29,352,522	$28,623,247	$28,628,358	2.9
Tuition and Fees	8,418,148	9,994,510	10,213,480	9,403,954	10,824,667	10,904,055	9,412,254	11.7
Millage	5,159,000	5,630,638	5,537,505	5,537,505	5,813,235	5,589,645	5,589,645	7.3
Land Grant	421,240	-0-	420,000	-0-	-0-	420,000	-0-	(100.0)
Indirect Cost Reimb.	966,796	770,000	960,000	935,000	770,000	960,000	935,000	(3.3)
Other	305,839	255,000	300,000	255,000	255,000	300,000	255,000	(16.6)
Total Funding	$43,119,843	$46,944,051	$46,138,914	$44,780,735	$47,015,424	$46,796,947	$44,820,257	3.9

Language in Bill: The audit appropriation is for the biennium. Total audit costs are estimated to be $84,000 for the biennium. Fifty percent of these costs are to be paid from funds other than those appropriated in items 1 through 7.

Eighty-five percent of all indirect cost reimbursements shall be deposited in the current unrestricted fund. To the extent this portion of the reimbursements deposited to the current unrestricted fund at Montana State University exceeds $935,000 each fiscal year of the biennium, the general fund appropriated for that year is reduced a like amount.

Current Level Budget: The subcommittee current level budget provides a 3.9 percent increase between fiscal 1984 and fiscal 1986 while the enrollment is projected to decrease 3.7 percent in the same time period. The overall budget increase is due primarily to a 12.7 percent increase in the physical plant program and a 11.2 percent increase in scholarships and fellowships.

The physical plant program receives an increase exceeding inflation because the subcommittee approved a $249,495 base adjustment for natural gas. The university underspent its fiscal 1984 physical plant appropriation by this amount. Because natural gas prices are estimated to decrease 8 percent in the 1987 biennium, the adjustment is $229,535 each year of the biennium.

The scholarships and fellowships program receives a 11.2 percent increase because the value of the scholarships increase when tuition rates increase.

The subcommittee current level budget includes a 2.9 percent increase in general fund between fiscal 1984 and fiscal 1986. Tuition and fees increase 11.7 percent during the same time period. In each year of the 1987 biennium, $420,000 of unpledged land grant income is replaced with general fund.

SUBCOMMITTEE ACTION

Agency: University of Montana

Program: Agency Summary

	FY 1984 Actual	Fiscal 1986 Executive	Fiscal 1986 Current Level	Fiscal 1986 Subcommittee	Fiscal 1987 Executive	Fiscal 1987 Current Level	Fiscal 1987 Subcommittee	FY 84-86 % Change
FYFTE Enrollment	8336	8144	8283	8183	8144	8283	8099	(1.8)
Instruction	$18,362,477	$19,242,544	$18,411,039	$18,196,719	$19,242,544	$18,516,612	$18,077,703	(0.9)
Support	9,684,845	11,436,281	10,847,802	10,681,553	11,351,562	11,028,786	10,695,009	10.3
Research	485,334	402,335	430,489	428,813	403,574	437,211	433,149	(11.6)
Public Service	189,043	191,338	198,514	197,896	186,931	200,795	199,261	4.7
Physical Plant	4,514,850	4,492,251	5,155,434	5,068,862	4,493,004	5,374,551	5,210,504	12.3
Scholarships	725,535	881,201	911,954	862,813	947,470	966,249	916,414	18.9
Total Exp.	$33,962,084	$36,645,950	$39,955,232	$35,436,656	$36,625,085	$36,524,204	$35,532,040	4.3
FUNDING								
General Fund	$22,124,655	$23,396,929	$22,293,369	$23,233,182	$22,587,727	$22,263,168	$23,268,408	5.0
Tuition & Fees	7,046,924	8,433,955	8,600,087	7,441,698	9,079,603	9,159,132	7,461,728	5.6
Millage	3,980,000	4,400,066	4,261,776	4,261,776	4,542,755	4,301,904	4,301,904	7.1
Land Grant	250,799	-0-	250,000	-0-	-0-	250,000	-0-	(100.0)
Indirect Cost Reimb.	459,297	315,000	450,000	400,000	315,000	450,000	400,000	(12.9)
Other	100,409	100,000	100,000	100,000	100,000	100,000	100,000	(0.4)
Total Funding	$33,962,084	$36,645,950	$39,955,232	$35,436,656	$36,625,085	$36,524,204	$35,532,040	4.3

Language in Bill: The audit appropriation is for the biennium. Total audit costs are estimated to be $75,600 for the biennium. Fifty percent of these costs are to be paid from funds other than those appropriated in items 1 through 7.

Eighty-five percent of all indirect cost reimbursements shall be deposited in the current unrestricted fund. To the extent this portion of the reimbursements deposited to the current unrestricted fund at University of Montana exceeds $400,000 each fiscal year of the biennium, the general fund appropriated for that year is reduced a like amount.

Current Level Budget: The subcommittee current level budget provides an overall 4.3 percent increase from fiscal 1984 to fiscal 1986 while the enrollment is projected to decrease 1.8 percent in the same time period. The budget increase is due primarily to a 10.3 percent increase in the support program, a 12.3 percent increase in the physical plant program, and a 18.9 percent increase in the scholarships and fellowships program.

The support program increases 10.3 percent between fiscal 1984 and fiscal 1986 because the fiscal 1984 expenditures were $258,400 below the support program appropriation.

The physical plant program increase is attributable to the University of Montana spending \$168,987 less in fiscal 1984 than the fiscal 1984 appropriation for the physical plan program. A second cause contributing towards the increase between fiscal 1984 and fiscal 1986 is the new space adjustment of \$14,865 each year approved by the subcommittee as a current level adjustment. This was approved because the 1983 legislature provided only an 11 month adjustment for new space coming on line in the current fiscal year.

The scholarships and fellowships program increase reflects tuition rate increases and a scholarship expenditure allocation exceeding that approved by the 1983 legislature.

In each year of the 1987 biennium, \$250,000 of unpledged land grant income is replaced with general fund.

SUBCOMMITTEE ACTION

Agency: Eastern Montana College

Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FYFTE Enrollment	3503	3422	3597	3516	3422	3597	3494	.4
Instruction	$ 6,335,758	$ 6,794,362	$ 6,757,063	$ 6,605,287	$ 6,794,362	$ 6,791,535	$ 6,585,139	4.3
Support	4,471,857	4,886,311	4,727,207	4,607,628	4,837,361	4,805,801	4,631,906	3.0
Public Service	208,399	223,948	213,286	220,576	225,015	215,044	221,905	5.8
Physical Plant	1,680,001	1,912,497	1,876,335	1,945,612	1,916,551	1,949,126	2,000,066	15.8
Scholarships	257,839	349,000	288,232	288,621	396,719	307,122	315,518	11.9
Total Exp.	$12,953,854	$14,166,118	$13,862,123	$13,667,724	$14,170,008	$14,068,628	$13,754,534	5.5
FUNDING								
General Fund	$ 8,637,019	$ 9,337,191	$ 8,825,458	$ 8,850,032	$ 9,009,942	$ 8,797,361	$ 8,901,452	2.5
Tuition & Fees	2,341,979	2,872,351	2,954,195	2,870,222	3,143,607	3,171,637	2,888,452	22.6
Millage	1,706,000	1,846,576	1,822,470	1,822,470	1,906,459	1,839,630	1,839,630	6.8
Land Grant	154,238	-0-	150,000	-0-	-0-	150,000	-0-	(100.0)
Indirect Cost Reimb.	87,750	70,000	80,000	85,000	70,000	80,000	85,000	(3.1)
Other	26,868	40,000	30,000	40,000	40,000	30,000	40,000	48.9
Total Funding	$12,953,854	$14,166,118	$13,862,123	$13,667,724	$14,170,008	$14,068,628	$13,754,534	5.5

Language in Bill: The audit appropriation is for the biennium. Total audit costs are estimated to be $50,400 for the biennium. Twenty-five percent of these costs are to be paid from funds other than those appropriated in items 1 through 7.

Eighty-five percent of all indirect cost reimbursements shall be deposited in the current unrestricted fund. To the extent this portion of the reimbursements deposited to the current unrestricted fund at Eastern Montana College exceeds $85,000 each fiscal year of the biennium, the general fund appropriated for that year is reduced a like amount.

Current Level Budget: The subcommittee current level budget provides an overall 5.5 percent increase from fiscal 1984 to fiscal 1986 while the enrollment is projected to increase .4 percent in the same time period. The primary factors causing the budget increase are increases in the physical plant program and the value of scholarships and fellowships increasing due to proposed tuition increases.

The physical plant program increases 15.8 percent between fiscal 1984 and fiscal 1986 because of inflationary increases in utilities.

SUBCOMMITTEE ACTION

Agency: Northern Montana College

Program: Agency Summary

	FY 1984 Actual	Fiscal 1986 Executive	Fiscal 1986 Current Level	Fiscal 1986 Subcommittee	Fiscal 1987 Executive	Fiscal 1987 Current Level	Fiscal 1987 Subcommittee	FY 84-86 % Change
FYFTE Enrollment	1745	1725	1641	1737	1725	1641	1737	(.5)
Instruction	$3,502,719	$4,486,224	$4,051,969	$4,121,677	$4,486,224	$4,071,675	$4,143,277	17.7
Support	2,240,219	2,413,978	2,127,491	2,243,726	2,372,979	2,163,347	2,270,128	0.2
Public Service	8,321	8,280	9,151	9,107	8,301	9,304	9,197	9.5
Physical Plant	821,176	878,429	909,448	900,171	876,138	939,324	917,591	9.6
Scholarships	189,432	236,634	182,813	229,603	258,148	193,758	250,783	21.2
Total Exp.	$6,761,867	$8,023,545	$7,280,872	$7,504,284	$8,001,790	$7,377,408	$7,590,976	11.0
FUNDING								
General Fund	$4,898,153	$5,801,409	$5,176,460	$5,062,244	$5,636,383	$5,173,305	$5,122,811	3.4
Tuition & Fees	1,056,803	1,297,584	1,238,272	1,575,900	1,411,323	1,330,043	1,594,105	49.1
Millage	780,000	910,670	841,140	841,140	940,202	849,060	849,060	7.8
Land Grant	-0-	-0-	-0-	-0-	-0-	-0-	-0-	--
Indirect Cost Reimb.	20,847	9,882	20,000	20,000	9,882	20,000	20,000	(4.1)
Other	6,064	4,000	5,000	5,000	4,000	5,000	5,000	(17.5)
Total Funding	$6,761,867	$8,023,545	$7,280,872	$7,504,284	$8,001,790	$7,377,408	$7,590,976	11.0

Language in Bill: The audit appropriation is for the biennium. Total audit costs are estimated to be $42,000 for the biennium. Twenty-five percent of these costs are to be paid from funds other than those appropriated in items 1 through 7.

Eighty-five percent of all indirect cost reimbursements shall be deposited in the current unrestricted fund. To the extent this portion of the reimbursements deposited to the current unrestricted fund at Northern Montana College exceeds $20,000 each fiscal year of the biennium, the general fund appropriated for that year is reduced a like amount.

Current Level Budget: The subcommittee current level budget provides an overall 11.0 percent increase from fiscal 1984 to fiscal 1986 while the enrollment is estimated to decrease .5 percent in the same time period. This is attributable primarily to the instruction program increase of 17.7 percent between fiscal 1984 and fiscal 1986. The instruction program is largely dependent upon enrollment. In fiscal 1984, the college was budgeted for 1623 FYFTE students but actually served 1745 FYFTE students. The fiscal 1986 projected enrollment is 1737. The subcommittee current level budget reflects this student enrollment increase between fiscal 1984 appropriated and fiscal 1986 projected.

Scholarships and fellowships are projected to increase 21.2 percent between fiscal 1984 and fiscal 1986 as the value of the scholarships reflect tuition rate increases.

Tuition revenue is budgeted to increase 49.1 percent in current level as the revenue reflects the overall budget increase and tuition rate increases.

SUBCOMMITTEE ACTION

Agency: Western Montana College

Program: Agency Summary

	FY 1984	- - - Fiscal 1986	- - -	- - -	- - - Fiscal 1987	- - -	- - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FYFTE Enrollment	882	861	864	875	861	864	873	(.8)
Instruction	$1,508,317	$2,139,466	$2,028,117	$1,652,332	$2,139,466	$2,218,645	$1,654,055	9.5
Support	1,451,942	1,235,391	1,119,727	1,529,895	1,196,112	1,138,605	1,541,510	5.4
Physical Plant	570,015	574,610	610,314	669,003	567,327	628,052	703,706	17.4
Scholarships	58,582	76,213	61,586	69,372	84,596	65,944	76,020	18.4
Total Exp.	$3,588,856	$4,025,680	$3,819,744	$3,920,602	$3,987,501	$4,051,246	$3,975,291	9.2
FUNDING								
General Fund	$2,410,905	$2,820,502	$2,481,972	$2,632,668	$2,700,673	$2,653,846	$2,671,648	9.2
Tuition & Fees	589,921	725,246	722,164	823,326	791,969	777,568	834,811	39.6
Millage	417,000	460,282	448,608	448,608	475,209	452,832	452,832	7.8
Land Grant	154,238	-0-	150,000	-0-	-0-	150,000	-0-	(100.0)
Indirect Cost Reimb.	14,485	11,550	15,000	14,000	11,550	15,000	14,000	(3.3)
Other	2,307	8,100	2,000	2,000	8,100	2,000	2,000	(13.3)
Total Funding	$3,588,856	$4,025,680	$3,819,744	$3,920,602	$3,987,501	$4,051,246	$3,975,291	9.2

Language in Bill: The audit appropriation is for the biennium. Total audit costs are estimated to be $40,000 for the biennium. Twenty-five percent of these costs are to be paid from funds other than those appropriated in items 1 through 7.

Eighty-five percent of all indirect cost reimbursements shall be deposited in the current unrestricted fund. To the extent this portion of the reimbursements deposited to the current unrestricted fund at Western Montana College exceeds $14,000 each fiscal year of the biennium, the general fund appropriated for that year is reduced a like amount.

Current Level Budget: The subcommittee current level budget provides an overall 9.2 percent increase from fiscal 1984 to fiscal 1986 while the enrollment is projected to decrease .8 percent in the same time period. This is attributable to increases in the physical plant and scholarship programs.

The 17.4 percent increase in the physical plant program between fiscal 1984 and fiscal 1986 occurs because the subcommittee provided $69,135 in fiscal 1986 and $94,505 in fiscal 1987 for a maintenance base adjustment in the current level budget. This was provided because of perceived inequities in Western's physical plant program relative to the system.

The 18.4 percent increase in scholarships and fellowships between fiscal 1984 and 1986 occurs as the value of the scholarships increases as the tuition rate increases.

General fund increases 9.2 percent between fiscal 1984 and fiscal 1986. One factor contributing towards this was that general fund replaced land grant income which had been contributing about $150,000 annually. This income was replaced with general fund because it is pledged for repayment of revenue bonds.

Tuition and fees are budgeted to increase 39.6 percent between fiscal 1984 and 1986 as a result of the tuition rate increase and a larger funding contribution towards total budget.

SUBCOMMITTEE ACTION

Agency: Montana College of Mineral Science & Technology

Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FYFTE Enrollment	2090	1931	2373	1843	1931	2373	1837	(11.8)
Instruction	$4,701,530	$4,527,385	$ 5,264,127	$4,107,379	$4,527,385	$ 5,289,700	$4,106,516	(12.6)
Support	2,634,169	3,197,093	3,668,115	2,841,092	3,162,108	3,728,983	2,865,000	7.9
Research	98,464	38,163	42,060	41,796	38,250	42,980	42,340	(57.6)
Physical Plant	1,273,572	1,170,046	1,196,334	1,160,053	1,333,807	1,224,778	1,358,120	(8.9)
Scholarships	287,435	324,100	246,077	232,970	345,900	260,932	251,227	(18.9)
Total Exp.	$8,995,170	$9,256,787	$10,416,713	$8,383,290	$9,407,450	$10,547,373	$8,623,203	(6.8)
FUNDING								
General Fund	$5,916,127	$5,892,933	$ 6,595,174	$5,116,778	$5,850,924	$ 6,545,102	$5,283,955	(13.5)
Tuition & Fees	1,660,883	1,919,500	2,315,518	1,760,491	2,069,800	2,473,896	1,810,873	6.0
Millage	1,032,000	1,090,768	1,107,501	1,107,501	1,126,140	1,117,929	1,117,929	7.3
Land Grant	-0-	-0-	-0-	-0-	-0-	-0-	-0-	--
Indirect Cost Reimb.	158,771	338,586	150,000	150,000	345,586	150,000	150,000	(5.5)
Other	227,389	15,000	248,520	248,520	15,000	260,446	260,446	9.3
Total Funding	$8,995,170	$9,256,787	$10,416,713	$8,383,290	$9,407,450	$10,547,373	$8,623,203	(6.8)

Language in Bill: The audit appropriation is for the biennium. Total audit costs are estimated to be $48,000 for the biennium. Twenty-five percent of these costs are to be paid from funds other than those appropriated in items 1 through 7.

Eighty-five percent of all indirect cost reimbursements shall be deposited in the current unrestricted fund. To the extent this portion of the reimbursements deposited to the current unrestricted fund at Montana College of Mineral Science and Technology exceeds $150,000 each fiscal year of the biennium, the general fund appropriated for that year is reduced a like amount.

Current Level Budget: The subcommittee current level budget provides an overall 6.8 percent decrease between fiscal 1984 to fiscal 1986 while its enrollment is projected to decrease 11.8 percent in the same time period. Decreases are budgeted in every program except support. The instruction program decrease is directly attributable to the enrollment decrease. The support program shows an increase because the college underspent its support program appropriation in fiscal 1984 by approximately $407,000.

The research program is budgeted at 57.3 percent less in fiscal 1986 than the amount spent in fiscal 1984. This occurs as the college reallocated funds from the support program into research in fiscal 1984 after the appropriation was set. Similarly, the physical plant program is budgeted to decrease between fiscal 1984 and 1986 as the college reallocated funds into physical plant in fiscal 1984 after the appropriation was set.

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Tuition revenue is projected to increase 6 percent. This is attributable to tuition rate increases and because tuition revenue contributes 21 percent towards total funding in the 1987 biennium current level versus 18 percent in actual fiscal 1984.

EXHIBIT 6
March 19, 1985
SRS

STATE OF MONTANA

Office of the Legislative Fiscal Analyst

STATE CAPITOL
HELENA, MONTANA 59620
406/449-2986

JUDY RIPPINGALE
LEGISLATIVE FISCAL ANALYST

March 19, 1985

TO: Representative Francis Bardanouve

FROM: Taryn Purdy,
Assistant Analyst

SUBJECT: Dental Program Funding Change

The Dental Program of the Department of Health and Environmental Sciences is currently funded by general fund. Up to 65 percent of the costs of the program, or $43,000 each year of the biennium, could be funded by Maternal and Child Health Block Grants.

In consultation with the department of health, there are two primary options for a reallocation of Maternal and Child Health Block Grant funds to the Dental Program, which would in turn replace general fund.

Option a:

	Fiscal 1986
Grants to Counties	$17,500
Handicapped Children's Services	17,500
Perinatal Modification	8,000
Total Block Grants	$43,000

	Fiscal 1987
Nursing Modification	$35,414
Perinatal Modification	7,586
Total Block Grants	$43,000

Option b:

	Fiscal 1986
Handicapped Children's Services	$35,000
Perinatal Modifications	8,000
Total Block Grants	$43,000

	Fiscal 1987
Nursing Modification	$35,414
Perinatal Modification	7,586
Total Block Grants	$43,000

The department has indicated there will be an overall reduction in Handicapped Childrens Services, but were unwilling to specify where the reductions in service would take place, since the services are provided based upon the type of case received.

EXHIBIT 7
March 19, 1985
SRS

PHASE IN 6 SOCIAL WORKERS EVERY 6 MONTHS

	1st Quarter	2nd	3rd	4th	Total SFY86	1st	2nd	3rd	4th	Total SFY87	Biennium
osition added											
Social Worker II	3		3		6	3		3		6	12
Social Worker III	3		3		6	3		3		6	12
TOTAL	6		6		12	6		6		12	24
OSTS											
P/S	$133,485		$66,742		$200,227	$400,608		$66,768		$467,376	$667,603
Operational	27,480		13,740		41,220	82,440		13,740		96,180	137,400
Equipment	2,000		2,000		4,000	2,000		2,000		4,000	8,000
TOTAL	$162,965		$82,482		$245,447	$485,048		$82,508		$567,556	$813,003

FUNDING	SFY86	SFY87	BIENNIUM
General Fund	$214,766	$496,612	$711,378
County Funds	30,681	70,944	101,625
TOTAL	$245,447	$567,556	$813,003

EXHIBIT 8
March 19, 1985
SRS

STATE OF MONTANA

Office of the Legislative Fiscal Analyst

STATE CAPITOL
HELENA, MONTANA 59620
406/449-2986

JUDY RIPPINGALE
LEGISLATIVE FISCAL ANALYST

March 19, 1985

TO: Representative Francis Bardanouve, Chairman
Members of the House Appropriations Committee

FROM: Peter Blouke, PhD.
Senior Analyst

SUBJECT: Adjustment to AFDC and GA Payment levels

At your request, the following information shows the 1987 biennium general fund savings if the Aid to Families with Dependent Children and general assistance payment levels are reduced from 49 percent of the poverty index to 47 percent of the poverty index.

Table 1
Biennium General Fund Savings
for Adjustment of AFDC Payment Level

Program	49 Percent Poverty Index	47 Percent Poverty Index	Difference
AFDC	$20,757,224	$19,988,237	$ 768,987
General Asst.	6,462,760	6,198,974	263,786
Total	$27,219,984	$26,187,211	$1,032,773

Table 2 shows the total funds that are necessary for funding the AFDC Program at 49 or 47 percent of the proverty index.

Table 2

Total Funds for AFDC at 49 and 47 Percent of Poverty Index

	FY 86	FY 87	Biennium
49% of Poverty			
General Fund	$10,119,903	$10,637,321	$20,757,224
County Funds	619,531	640,253	1,259,784
Federal Funds	20,745,273	22,266,666	43,011,939
Total	$31,484,707	$33,544,240	$65,028,947
47% of Poverty			
General Fund	$ 9,743,401	$10,244,836	$19,988,237
County Funds	630,567	672,503	1,303,070
Federal Funds	19,935,109	21,404,777	41,339,886
Total	$30,309,077	$32,322,116	$62,631,193

PELEG:esl:fb 3-19-5

EXHIBIT 9
March 19, 1985
SRS

STATE OF MONTANA

Office of the Legislative Fiscal Analyst

STATE CAPITOL
HELENA, MONTANA 59620
406/449-2986

JUDY RIPPINGALE
LEGISLATIVE FISCAL ANALYST

March 19, 1985

TO: Representative Francis Bardanouve
Members of the House Appropriations Committee

FROM: Peter Blouke, PhD.
Senior Analyst

SUBJECT: Adjustments for Increased Payment Levels for AFDC and GA.

At your request the following information is provided to show the additional general fund cost of (1) funding the Aid to Families with Dependent Children and General Assistance payments at 47 percent of the poverty index, and (2) eliminating abled-bodied people under the age of 40 from the General Assistance caseload.

Table 1
1987 Biennium General Fund Difference
AFDC Payment Standard at 47 Percent or 48 Percent

Program	47 Percent 35 and Under	48 Percent 40 and Under	Difference
AFDC	$19,988,237	$20,381,146	$372,909
General Asst.	6,198,974	6,113,433	(85,541)
Total	$26,187,211	$26,494,579	$287,368

Table 2 shows total funding for the AFDC program at the 47 and 48 percent poverty index levels.

Table 2

AFDC Funding at Poverty Index Levels of 47 and 48 Percent

	FY 86	FY 87	Biennium
47% of Poverty			
General Fund	$ 9,743,401	$10,244,836	$19,988,237
County Funds	630,567	672,503	1,303,070
Federal Funds	19,935,109	21,404,777	41,339,886
Total	$30,309,077	$32,322,116	$62,631,193
48% of Poverty			
General Fund	$ 9,935,394	$10,445,752	$20,381,146
County Funds	643,064	678,384	1,321,448
Federal Funds	20,340,118	21,813,085	42,153,201
Total	$30,918,576	$32,937,219	$63,855,795

PBLEG:FB 3-19-85

EXHIBIT 10
March 19, 1985
Agricultural Experiment Station

SUBCOMMITTEE ACTION

Agency: Agricultural Experiment Station

Program: Main Station

The equipment budget increases from fiscal 1984 to 1986 by 28.3 percent. The equipment budget represents a three-year average of equipment expenditures inflated to fiscal 1986 and 1987.

The increase in the general fund of 10.1 percent between fiscal 1984 and 1986 results from adding $83,568 in personal services and operating expenses for 3 FTE classified positions authorized by the 1983 legislature for an increase in weed research in fiscal 1985. The expansion in weed research is not included in fiscal 1984. Additionally, between fiscal 1984 and 1986 equipment increases $70,000, vacancy savings is reduced from $251,000 in fiscal 1984 to $70,000 in fiscal 1986, earmarked revenue decreases $64,000, and $24,000 was added for the 2.59 FTE for the dairy research project.

Table 1 presents actual fiscal 1984 and projected fiscal 1986 and 1987 revenue, expenditures, and the general fund subsidy related to the dairy research project scheduled to terminate in fiscal 1985. The fiscal 1986 and 1987 amounts in subcommittee current level represent budgeted expenditures and funding for 2.59 FTE previously employed on the research project. All earmarked revenue generated from the dairy has been removed from the current level budget. Expenditures decrease 62.8 percent between fiscal 1984 and 1986. The general fund increases 29.5 percent as all income from the dairy has been removed from the budget.

Table 1
Main Station - Dairy Research Income and Expenditures
Fiscal 1984, 1986, and 1987

Budget Item	Actual Fiscal 1984	- - - - - - Subcommittee - - - - - Fiscal 1986	Fiscal 1987	% Change FY 84 - FY 86
Dairy Revenue	$202,313	$ -0-	$ -0-	---
Expenditures				
Personal Services	$129,429	$ 62,353	$ 62,353	(51.8)
Operating Expenses	153,703	43,170	45,307	(71.9)
Equipment	660	-0-	-0-	---
Total Expenditures	$283,792	$105,523	$107,660	(62.8)
General Fund Subsidy	$ 81,479	$105,523	$107,660	29.5

EXHIBIT 11
March 19, 1985
Cooperative Extension
Service

COOPERATIVE EXTENSION SERVICE

Pesticide Education

In accordance with federal law, the Montana Legislature passed the Pesticide Act in 1971. The rules and regulations resulting from that act now govern the use of pesticides within the state. Affected are over 8,000 farmers and ranchers who, by law, must be licensed and recertified on a regular basis to purchase and apply restricted-use pesticides. Responsibility for preparing producers for licensing and recertification was assigned to the Extension Service, and federal funds were provided for this purpose by Congress until this year. Now the states have total responsibility for funding the program. This is in line with intent stated by Congress in 1971 when it passed the Federal Pesticide Act and comes as no surprise. The following level of state support is required to continue to carry out this program.

	1985-86	1986-87	Biennium Total
Personal Services	$36,200	$37,467	$73,667
Operations	4,600	4,761	9,361
TOTAL	$40,800	$42,228	$83,028

VISITORS' REGISTER

[illegible] COMMITTEE

Education [illegible] (Executive Action)

BILL NO. HB [illegible] DATE March 19, 1985 a.m.

SPONSOR [illegible]

NAME (please print)	RESIDENCE	SUPPORT	OPPOSE
Bill Anderson	Helena OPI	✓	
Clyde Carroll	MSU-CES	✓	
Jerry Sutton	MSU-AES	✓	
Jim Welsh	MSU-AES	✓	
[illegible]	[illegible]		
Ken Overcast	Chinook		
Don Overcast Jr.	Chinook		
Tom Cheshire	OPI	✓	
Gary Steuerwald	OPI	✓	
Ed Bingler	MBMG	✓	
Henry McClernan	MBMG	✓	
Tom Nopper	Bozeman	✓	
Bill Tietz	Bozeman	✓	
Bill Byars	Havre	✓	
Kathryn Penrod	Helena	✓	
Neil Bucklew	Missoula		
[illegible] Williams	Missoula	✓	
Scott M. Buchanan	Helena (UM)	✓	
Mark D. Blewett	Helena		

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

PLEASE LEAVE PREPARED STATEMENT WITH SECRETARY.

VISITORS' REGISTER

Appropriations COMMITTEE

Human Services Budgets (Education Action)

BILL NO. HB 500 DATE March 19, 1985 a.m.

SPONSOR Bardanouve

NAME (please print)	RESIDENCE	SUPPORT	OPPOSE
Fred W. De Money	Butte, MT	✓	
Roy H Turley	Butte, Mt	✓	
Tom Welsh	Bozeman	✓	
Terry Sutton	Bozeman	✓	

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

PLEASE LEAVE PREPARED STATEMENT WITH SECRETARY.

VISITORS' REGISTER

Appropriations COMMITTEE

Education Budgets (Executive Action)

BILL NO. HB500 DATE March 19, 1985 p.m.

SPONSOR Bardanouve

NAME (please print)	RESIDENCE	SUPPORT	OPPOSE
[illegible]	OBPP		
Jim Welch	Bozeman	✓	
[illegible]	MSU-AES	✓	
Clyde Carroll	MSU-CES	✓	
Carl Hoffman	Bozeman	✓	
Bill Byars	Havre	✓	
Jim Pickett	Bozeman	✓	
[illegible]	Bozeman		
Neil Bucklew	Missoula		
[illegible]	Helena (UM)	✓	
Bill Opitz	DHES		
[illegible]	Hamilton		
Barry B. [illegible]	Columbia Falls	—	
[illegible]	DHES		
Charles F. Stohl	DHES		
David Wanzenried	D.O.L.T.		
Michelle E Wing	ASMSU		
Chad Mockler	MCCL	✓	

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

PLEASE LEAVE PREPARED STATEMENT WITH SECRETARY.

CS-33

VISITORS' REGISTER

Appropriations COMMITTEE p. 2

BILL NO. HB 500 - Education DATE 3/19/85

SPONSOR Bardanouve

NAME (please print)	RESIDENCE	SUPPORT	OPPOSE
E Dear	Helena / MEA		✓
P. Sherman	Helena / Mont. Fed of Teachers		
Ken Heikes	Billings - EMC		
Monte Koch	Helena - ASUM	✓	

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

PLEASE LEAVE PREPARED STATEMENT WITH SECRETARY.

CS-33