MINUTES OF THE MEETING
APPROPRIATIONS COMMITTEE
MONTANA STATE
HOUSE OF REPRESENTATIVES

March 20, 1985

The meeting of the Appropriations Committee was called to order by Chairman Bardanouve on March 20, 1985 at 8:05 a.m. in Room 104 of the State Capitol.

ROLL CALL: All members were present except Representative Spaeth, who was excused.

(Tape 41:A:000)

GENERAL GOVERNMENT AND HIGHWAYS SUBCOMMITTEE

Representative Quilici, Chairman, General Government and Highways Subcommittee, went over the modifications and budget which is found on Exhibit 1.

LEGISLATIVE AUDITOR: Representative Quilici said the Legislative Auditor's Office was authorized for 65 FTE but they only had 58 FTE on board. Representative Waldron said the additional employees were necessary for the statewide audit. Representative Moore said he felt there are too many audits performed on state government. Representative Waldron said we would have to change the law if we didn't want to do the audits. He noted that most states do annual audits but we are only required to perform biennial audits. On top of the annual audits, we have to perform the statewide audit. The bond companies demanded we do the statewide audit. Also, if an agency receives federal funds, that agency has to be audited at least every two years and, in some cases, more often.

Representative Moore (093) said he wants us to look very closely at the Legislative agencies. He said we scrutinize other state agencies very closely and we should take a very close look at our in-house staff as well.

LEGISLATIVE FISCAL ANALYST: Representative Quilici went over the modifieds for this agency which are outlined on page 2 of Exhibit 1.

E X E C U T I V E   A C T I O N :

Representative Quilici made a motion to include $26,043 in FY 1987 for the purchase of the computer and $1,200 in FY 1987 for maintenance.

Representative Donaldson asked why they have to have a computer. Judy Rippingale, Legislative Fiscal Analyst, (133) said the staff does not have a computer to use. They have to use the state's mainframe computer. Her staff does not have the necessary computer expertise and, consequently, have to hire a computer programmer. Also, it is very expensive to use the mainframe computer. This requested computer would save staff time and make their jobs easier. Ms. Rippingale noted that many state agencies have their own computers and they present data to the Fiscal Analyst's Office from their computers. The analysts then have to check the figures by hand, which is very time consuming.

A voice vote was taken and the motion carried unanimously.

Representative Quilici explained the need for an additional 2.5 FTE staff for the Legislative Fiscal Analyst's Office.

Representative Quilici made a motion to add 2.5 FTE to the Legislative Fiscal Analyst's budget.

Representative Donaldson said one of the reasons for the extra workload is the establishment of the Long Range Planning Subcommittee as one of the Appropriations subcommittees. Ms. Rippingale said she took one of the staff from the area of revenue to staff the Long Range Planning Subcommittee, thinking it would only require a part-time analyst. She found, however, that analyst has been very busy on the subcommittee and it requires full time work. Representative Thoft, Chairman, Long Range Planning Subcommittee, said his subcommittee has been very busy, holding hearings to this date even though all of the other subcommittees have finished their work. Chairman Bardanouve said there are literally books of projects which must be heard by the Long Range Planning Subcommittee and he does not think there is any way to limit the number of projects that have to be heard.

Representative Hand asked what Ms. Rippingale's office does when the Legislature is not in session. Ms. Rippingale responded with a breakdown of her office's schedule. After the Legislature adjourns, she allows her staff time off in the summer. Then, for about 8 months, they work on special problems and monitor state agencies to ensure compliance with legislative intent on spending. From mid-August of an even numbered year to mid-June of an odd numbered year, they are busy with preparing and presenting the budget. The Legislative Finance Committee also requires reports during the interim.

Representative Waldron handed out a breakdown of the time this office spends (Exhibit 2). He said the meetings listed on the first page sometimes run two days or more. He also noted that budget amendments take a lot of work due to the new budget amendment bill passed last session.

Representative Waldron said there is an enormous amount of uncompensated hours, hours for which the staff does not get paid. In 1984, there were 5,041 uncompensated hours or an average of 509 per staff member.

Representative Waldron said either the Legislative Finance Committee will not be able to get everything they request or the Legislative Fiscal Analyst will have to start saying "no" to some requests for information.

Representative Waldron proposed language for the appropriation for the Legislative Fiscal Analyst's Office (Exhibit 3). No motion was made to accept this language.

Many members of the committee spoke of the quality of work performed by this agency and agreed that they felt this office is overworked. This issue was discussed in length by the committee.

A voice vote was taken and the motion carried unanimously.

It is the intent of this committee that this additional staff should be used to cut down on uncompensated hours.

LEGISLATIVE COUNCIL: Representative Manuel (538) was requested to line-item interim studies by Diana Dowling, Executive Director, Legislative Council (Exhibit 4).

Representative Manuel made a motion to line-item interim studies and make this a biennial appropriation.

A voice vote was taken and the motion carried unanimously.

Representative Moore (585) had a problem with the equipment purchase authorized for this agency. He said there are lots of computers and software in state government and it is getting very expensive.

Ms. Dowling explained that the equipment purchase would be for 2 IBM PCs now being used by the House of Representatives and the Senate. This would allow the Council to use the computers during the interim. Ms. Dowling said the additional equipment can be purchased for the next legislative session. She said they have 2 PCs now, one for the Montana Codes Annotated and one for accounting. Ms. Dowling said they do not have to pay mainframe costs when they use the personal computers.

Chairman Bardanouve said this issue should be analyzed more thoroughly before we take any action. It was the general consensus of this committee to authorize the Council to use the IBM PCs during the interim.

(Tape 41:B:000)

Representative Quilici said there was a request to add money to the budgets of the Forest Task Force and the Revenue Oversight Interim Studies.

Representative Quilici made a motion to amend the amendments by Representative Manuel for the interim studies as follows:

Forestry Task Force	$20,000
Revenue Oversight Committee	$20,000

Representative Quilici explained the action of the subcommittee approved $9,800 for the Forestry Task Force and, out of that amount, they have to pay $5,500 in dues. He did not feel they could function with such little funds. Also, the Revenue Oversight Committee was cut from $25,000 to $15,000. The Administrative Code Committee needed $5,000 more than they were appropriated.

Cliff Roessner, Senior Analyst, Legislative Fiscal Analyst's Office, said there was an additional 2% taken off the bottom line appropriation in compliance with the Governor's request.

Representative Moore made a motion to take Representative Quilici's motion one at a time.

A voice vote and the motion carried unanimously.

Representative Quilici made a motion to increase the appropriation for the Forestry Task Force by $10,000.

Representative Rehberg made a substitute motion to increase the appropriation for the Forestry Task Force by $5,500 for the payment of dues.

Representative Lory noted the appropriation by the subcommittee was based on two members but the bill passed through both houses with four members on the Forestry Task Force. The dues are annual in accordance with that bill.

Representative Rehberg withdrew his substitute motion.

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

Representative Quilici made a motion to add $5,000 to the Revenue Oversight Committee for a biennial appropriation of $19,700.

A voice vote was taken and the motion carried with Representatives Nathe, Swift, Rehberg, Moore, and Ernst opposing the motion.

Representative Quilici made a motion to add $5,000 to the Administrative Code Committee for a biennial appropriation of $19,700.

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

Representative Swift explained that dues are paid on the basis of the forestry harvest in the six states which belong to the task force. California and Oregon pay about $22,000 per year. All others pay on the basis of the harvest.

Representative Bardanouve asked if the task force needed four members or could they get by with two. As it stands, the bill requiring four members for the Forestry Task Force has been passed by both houses. Senator Pat Regan, Chairman, Senate Finance and Claims, (201) said Chairman Bardanouve could ask the Governor for the bill and it could be amended to two members.

Representative Moore made a motion to amend the appropriation for the Five-State Biennial Conference from $16,170 to $8,088.

A voice vote was taken and the motion carried unanimously.

Representative Donaldson made a motion to delete the Salary Commission.

A voice vote was taken and the motion carried unanimously.

Representative Donaldson (267) was concerned regarding the legislative agencies. He felt these should be scrutinized more closely as we have done with the other state agencies.

Representative Donaldson made a motion to have the five legislative agencies' administrators plus the chairman and the vice chairman of the subcommittee look at taking 5% and 10% from their budgets and let the committee know what services would have to be cut to accommodate the reductions.

Representative Waldron made an amendment to Representative Donaldson's motion to use the base excluding the modifieds.

Representative Lory noted that 2% has already been cut from these budgets. Representative Donaldson said these agencies have substantial increases and this should be addressed.

Representative Waldron withdrew his amendment.

Representative Waldron said he did not feel it was fair to ask the agencies to try to analyze this data in one day, which is all the time we have before this bill has to be ready.

Representative Donaldson said he felt this measure was critical and we have to look into it before we can pass the budgets as they are. He felt delaying discussion of HB 500 on the floor was not that big of a deal.

A roll call vote was taken and the motion carried with 14 members approving and 6 members opposing the motion. (For the record, Representative Spaeth left a vote for this motion which is why there are 20 votes tallied.)

JUDICIARY:

Supreme Court: Representative Quilici went over this budget which is found on pages 6 and 7 of Exhibit 1. He explained the increase in state special revenue funds was attributed to the water courts because of adjudication. There are five modified requests for this agency. However, the agency said they feel only two of the modified requests are important to the operation of the Supreme Court. The number one priority was put on the workload increase modified.

Representative Quilici made a motion to increase the appropriation for this agency by $81,936 in FY 1986 and $81,878 in FY 1987 for an additional lawyer and two secretaries.

Mike Abley, Administrator, Supreme Court, said there is 5% overtime for the secretarial staff. The professional staff are salaried and do not receive overtime. The extra hours are not tracked for professional staff.

A roll call vote was taken and the motion failed with 13 members opposing and 3 members approving the motion.

Representative Quilici (500) said the modified for computer equipment was the agency's second priority but, without the additional staff, this modified would not be necessary.

Law Library: Representative Quilici outlined the modifieds for the Law Library which are found on page 9 of Exhibit 1. There are three modifieds for the Library but the agency said their top priority was #2, Increased Research Activity.

Representative Quilici made a motion to appropriate $16,801 in FY 1986 and FY 1987 for WESTLAW and $4,000 in FY 1986 and FY 1987 for DIALOG.

A voice vote was taken and the motion carried unanimously.

GOVERNOR'S OFFICE: Representative Quilici outlined a proposed amendment to the language in the bill for this agency which was presented by the Governor's Office (Exhibit 5).

(Tape 42:A:000)

Representative Quilici noted that this is not new money.

Representative Quilici made a motion to accept the language proposed by the Governor's Office on Exhibit 5.

Representative Rehberg said this is all the money left in this fund for the Coal Tax Lobby Effort. He said this is a tremendous waste of money. He explained that he worked in Washington, D.C. for three years defending Montana's coal severance tax. He said 95% of the work done in defeating any congressional proposal to lower Montana's coal severance tax was done by the four congressional delegation members from Montana. He said one of the reasons the proposed lowering of the tax is a general attitude of Congress not to infringe upon states' rights. Representative Rehberg said he does not feel there is a threat of lowering our coal severance tax from Congress.

Representative Rehberg made a substitute motion to accept the $20,000 as originally submitted by the Governor's Office for the study but the rest of the money reverts to the general fund.

Representative Quilici would like the motion segregated.

Representative Rehberg restated his motion to delete the Coal Tax Lobby Fund of $243,000 for the biennium.

Representative Rehberg said the Governor is proposing this session to lower the coal severance tax voluntarily so why should we appropriate money to defend it in Congress.

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

Representative Quilici made a motion to appropriate $20,000 to fund the Coal Trust Advisory Council as outlined on Exhibit 5.

A voice vote was taken and the motion carried unanimously.

Representative Connelly (120) said the Client Assistance Program is special revenue money but they need spending authority for $50,000 each year from federal sources for the Governor's Office budget (page 14, Exhibit 1).

Representative Connelly made a motion to authorize the expenditure of $50,000 in each fiscal year for the Client Assistance Program.

A voice vote was taken and the motion carried unanimously.

Representative Lory made a motion to authorize the expenditure of $267,500 per year from private and federal sources for the Clark Fork River Basin Project.

A voice vote was taken and the motion carried unanimously.

Representative Lory made a motion to appropriate $26,025 in FY 1986 and $25,036 in FY 1987 for an additional FTE for the Federal-State Coordinator in Washington, D.C.

Representative Rehberg (161) said there is a Congressional Research Service in Washington, D.C. that can find any information requested of it. He added that most of the coal tax lobby information came from this service and it is faster, better, and more diversified than if a research specialist did the research.

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

SECRETARY OF STATE: Representative Quilici outlined the modified from page 23 of Exhibit 1.

Larry Akey, Executive Assistant to the Secretary of State, (251) said they have been trying for three sessions to get this project funded. He asked that minimal start-up funds be appropriated. He noted HB 150 allows the agency to charge uniform commercial code fees commensurate with costs. He said the general fund start-up money will be paid back with these fees.

Representative Winslow made a motion to appropriate $81,601 in FY 1986 and $15,120 in FY 1987 to convert the Uniform Commercial Code files to microfilm.

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

Administrative Code Program: Representative Moore (323) said we need language regarding HB 893. If that bill passes, we can reduce the Administrative Code Program by $15,000 in each year of the biennium.

Representative Moore made a motion to delete $30,000 for the biennium for this program if HB 893 passes.

A voice vote was taken and the motion carried unanimously.

COMMISSIONER OF POLITICAL PRACTICES: Representative Quilici (344) outlined the modified for this agency which is found on page 26 of Exhibit 1. Representative Thoft asked if they couldn't contract their legal services. Representative Lory said it would probably cost more to contract.

STATE AUDITOR:

Management and Control: Representative Quilici (372) went over the modified for this program which is outlined on page 28 of Exhibit 1. Chairman Bardanouve said, during these fiscal hard times, we should not tie up money if something comes up. He said, in the Department of Social and Rehabilitation Services, we told the Director that he should come in for a supplemental if this money has to be spent.

Administrative Support: Representative Quilici (397) went over the modifieds on page 30 of Exhibit 1. He said the modified for reoganization was the number 1 priority of the agency.

Representative Quilici made a motion to appropriate $63,040 in FY 1986 and $74,991 in FY 1987 from the general fund to cover reoganization costs in this program.

Representative Miller (418) said Sonny Omholt had been in that position for 22 years. He agreed to carry this modified for Andy Bennett, State Auditor. He noted this is a realignment of positions and not new positions.

Wayne Phillips, Chief Examiner, State Auditor's Office, (452) said the two positions are to be upgraded because it is very difficult to find qualified people for salaries under $38,000 per year. Mr. Phillips outlined the reorganization which has taken place since Ms. Bennett took office.

A roll call vote was taken and the motion carried with 12 members approving the motion and 6 members opposing the motion.

Representative Quilici (580) went over the second modified for this agency which is found on page 30 of Exhibit 1. This was the agency's fifth priority on the priority list. Representative Moore asked why a new car was included in this budget. Mr. Phillips said the car is used for investigations on securities and insurance departments. This is a special undercover car with special license plates.

Representative Quilici outlined the third modified which he said was the agency's second highest priority.

Representative Winslow made a motion to authorize $95,000 in FY 1986 and $110,000 in FY 1987 for office automation.

Representative Winslow said this equipment is ancient and parts for it can only be purchased from one place in the entire country. There has been no modernization for 20 years.

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

(Tape 42:B:000)

This side of the tape was not recorded due to machine malfunction.

(Tape 43:A:000)

This tape was damaged due to machine malfunction.

Insurance Regulations and Licensing Program: Representative Quilici went over the two modifieds on page 31 of Exhibit 1. No motions were made.

Investment Regulation and Licensing Program: Representative Quilici (027) went over the modified on page 33 of Exhibit 1. The North American Securities Administrators Association had paid the travel expenses. No motion was made on this modified.

Representative Quilici presented the second modified for this program which is outlined on page 34 of Exhibit 1. The committee has not been appropriating contingency funding in these hard fiscal times. No motion was made on this modified.

DEPARTMENT OF JUSTICE:

Agency Legal Services: Representative Quilici (070) went over the modified outlined on page 39 of Exhibit 1. This is a proprietary account which is funded by general fund or state special revenue. This position was added by budget amendment and is on board now. The proprietary account is funded through fees paid by state agencies who use these services.

Representative Moore made a motion to add a 1 FTE investigator at $33,688 in FY 1986 and $33,782 in FY 1987.

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

Driver Services Bureau: Representative Quilici went over the modifieds for this bureau which are outlined on page 40 of Exhibit 1. The first modified would be funded with federal special revenue funds.

Representative Quilici made a motin to authorize the expenditure of $20,000 in FY 1986 from federal special revenue for microfilming records.

A voice vote was taken and the motion carried unanimously.

Representative Quilici (114) went over the second modified for supervisor training. No motion was made on this modified.

Vacancy savings for the Department of Justice was set at 4% except in the Indian Legal Jurisdiction Project. On the Highway Patrol, 2% was taken from the gas tax account.

Highway Patrol: Representative Quilici (124) went over the modifieds for this program which are outlined on page 43 of Exhibit 1.

Representative Quilici made a motion to appropriate $32,000 for both years of the biennium from federal funds for advanced training of patrol officers.

A voice vote was taken and the motion carried unanimously.

Representative Quilici outlined the second modified for Highband Radios. This would complete the move to highband installation.

A voice vote was taken and the motion carried unanimously.

Representative Quilici made a motion to appropriate $389,750 from the gas tax account in FY 1986 for highband radio installation.

A voice vote was taken and the motion carried unanimously.

Representative Quilici outlined the third modified for this program. Because of the problems with general fund money, the Highway Patrol asked that this modified not be proposed.

Representative Moore said he felt they needed this modified.

Representative Moore made a motion to appropriate $162,838 in FY 1986 and $183,318 in FY 1987 from general fund and $131,415 in FY 1986 and $278,499 in FY 1987 from the state gas tax fund for additional highway patrol officers.

Representative Quilici said the agency deleted this modified from their priority list and said they would like to have the additional officers but there are more important things they need.

Representative Moore withdrew his motion.

Representative Quilici said the Attorney General has tightened his belt for the Department and he appreciated this voluntary decision to help ease the funding problems of the state.

Representative Quilici went over the fourth modified for 4 FTE for a 55 mph enforcement squad outlined on page 43 of Exhibit 1. These are federal funds.

Representative Quilici made a motion to appropriate $111,440 in FY 1986 and $141,063 in FY 1987 from federal funds for 4 FTE 55-mph enforcement squad.

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

Representative Quilici (211) went over the fifth modified outlined on page 43 of Exhibit 1.

Representative Lory made a motion to appropriate $35,029 in FY 1986 and $30,765 in FY 1987 for the additional officers which were not approved and $20,056 in FY 1986 only for the 55-mph enforcement squad.

A roll call vote was taken and the motion failed with 15 members opposing and 3 members approving the motion.

Representative Quilici (246) went over the sixth modified outlined on page 43 of Exhibit 1 for two communications technicians to be funded with highway gas tax funds. Representative Bardanouve said this is a very inefficient way to get the work done because there is already one repair shop and it should be fully funded rather than setting up another shop. Representative Quilici said this modified was not one of the department's priorities.

Representative Moore made a motion to delete the "bear in the sky". Representative Lory opposed this motion because this is the only way to catch truckers who are bypassing the weigh stations.

Representative Quilici said this airplane is also used for public service, such as transporting needed blood from one place to another. He said every other state in the nation has a plane for this purpose and he said he felt it is a tremendous asset to the state.

A roll call vote was taken and the motion failed with 15 members opposing and 2 members approving the motion.

(The tape was damaged at this point due to machine malfunction.)

(Tape 44:A:000)

Motor Vehicle Registration: Representative Quilici went over the modifieds on page 44 of Exhibit 1. These modifieds were deleted from the Department's list of priorities.

Law Enforcement Teletype: Representative Quilici went over the modified for this program, which is outlined on page 47 of Exhibit 1.

This modified is funded with highway earmarked funds. Without this modified, the System can not function.

Representative Quilici made a motion to appropriate $221,288 in FY 1986 and $322,739 in FY 1987 from state gas tax funds.

Representative Connelly said we really need this dispatch 24 hours per day. She said this is important for the highband radio operation. Representative Lory said this system also dispatches the Highway Department on weekends.

A roll call vote was taken and the motion carried with 13 members approving and 6 members opposing the motion.

Fire Marshall Bureau: Representative Quilici (158) went over the modified for a deputy fire marshall which is outlined on page 49 of Exhibit 1.

Representative Quilici made a motion to appropriate $43,454 in FY 1986 and $33,005 in FY 1987 for a deputy fire marshall.

Bob Kuchenbrod, Administrator, Centralized Services Division, (181) said this request came about for two reasons. First, a performance audit by the Legislative Auditor's Office found there was a 27% increase in arson fires and a 40% increase in arson investigation. Secondly, about 2,759 compensation hours are now on record or an average of 293 per employee.

A voice vote was taken and the motion failed with Representatives Connelly, Waldron, and Quilici approving the motion.

Identification Program: Representative Quilici (210) outlined the modifieds for this program which are found on page 50 of Exhibit 1. He noted the Department did not prioritize the first two modifieds for a finger print examiner or operating expenses.

Exhibit 1 is in error in that the modified for the Rocky Mountain Information Network should be under the Criminal Investigation Program.

Representative Lory (229) said the Department had told the subcommittee the second modified for operating expenses for the missing person specialist was important. Susan Hansen, Administrative Officer for the Attorney General, (233) said it was an oversight on their part not to include this modified on their list of priorities. The last legislative session enacted a statute to require the Department of Justice to keep files on all missing persons and unidentified bodies. There were no personnel nor operating expenses to provide these services. The Department transferred a position to this bureau to perform these functions but they still need the operating expenses. HB 358, which has passed the House and is being heard in the Senate, creates a missing children program and includes additional expenses.

Representative Lory made a motion to include $8,698 in FY 1986 and $5,276 in FY 1987 for operating expenses for the Missing Persons Program.

There was a good deal of discussion regarding the need for this money. Ms. Hansen said there were 650 missing people each year who are missing for more than 30 days and, in 1983, there were 7 unidentified bodies. There has not been a central depository for this information in the past. As it is now, a circular is sent on missing people but that is generally only circulated regionally. Also, if a doctor has an unidentified body, there is no agency he can go to to assist him in determining the identity.

A roll call vote was taken and the motion failed with 14 members opposing and 4 members approving the motion.

Criminal Investigation Program: Representative Quilici (306) went over the modified for the Rocky Mountain Information Network outlined on page 50 of Exhibit 2. He noted that this modified is funded with federal monies.

Representative Quilici made a motion to appropriate $69,231 in FY 1986 and $70,292 in FY 1987 of federal funds for 2 FTE to continue to coordinate the activities of the Rocky Mountain Information Network.

Mr. Kuchenbrod (319) said they have been informed by the parent group in Arizona the money will be available through June 30 and is proposed for FY 1986 and FY 1987. He said, if the federal funds drop off, the Department will not ask for general fund to pick up this expense. This was approved by budget amendment.

A voice vote was taken and the motion carried unanimously.

Representative Quilici went over the modified outlined on page 51 of Exhibit 1. He said this was a high priority on the Department's priority list. No motion was taken on this modified.

Data Processing: Representative Quilici (355) went over the modifieds outlined on page 54 of Exhibit 1. This was a number one priority for the Department and is general fund money. This ties back to the Law Enforcement Teletype System.

Representative Quilici made a motion to appropriate $50,303 in FY 1986 and $48,788 in FY 1987 of general fund for 2 FTE computer operators.

It was noted the Law Enforcement Teletype System is the backup for the state's mainframe computer.

Representative Connelly related an incident recently to illustrate the need to have this system manned 24 hours per day. Recently, a police officer was killed when he approached a stolen car. The officer had no way of knowing the car was stolen; he had stopped the car for not paying for gas. Had this system been operating, the officer could have found out the car was stolen and requested backup before approaching it. As it was, this information was not available and the officer was killed.

Representative Waldron said law enforcement officers don't have this system when it is critical -- on nights after the bars close and on weekends.

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

Representative Quilici went over the modified for a programmer analyst outlined on page 54 of Exhibit 1. This modified would be funded with motor vehicle funds. Chairman Bardanouve said most of the money in that fund has already been spent. No motion was made on this modified.

Forensic Science Division: Representative Quilici (485) went over the modified for a camera which is outlined on page 56 of Exhibit 1. Currently, the Division is using a Kodak instant camera. This request is for a special camera used to photograph evidence to present in court.

Representative Quilici made a motion to appropriate $2,500 in FY 1986 for the purchase of a camera.

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

The previous motion is funded with motor vehicle funds. Chairman Bardanouve said motor vehicle funds generally go to issuing new license plates but, he noted, we haven't issued new plates for several years now and this money is accumulating. The subcommittee has used most of this money to fund programs.

Representative Quilici (570) went over the modified for a forensic scientist which is outlined on page 56 of Exhibit 1. This modified is funded partially with alcohol funds for expenses incurred doing DUI testing.

Representative Waldron said alcohol funds this biennium are experiencing a drastic shortfall for local programs. He agreed that this position is necessary but he said the funding is not stable. He said, with the increasingly strict DUI laws, we have put a tremendous burden on the Forensic Science Division.

Representative Waldron made a motion to appropriate $30,636 in FY 1986 and $30,037 in FY 1987 from the motor vehicle account.

There was some discussion regarding this motion and the use of motor vehicle funds. It was noted the medical examiner does not perform these tests and, when the present forensic scientist is testifying in court, there is no one to do testing. Representative Donaldson said this funding will probably not be available next session and the general fund will have to pick up the costs. Representative Waldron said, if we are going to pass strict DUI laws, we will have to pay someone to perform the tests. Representative Quilici said alcohol sales contribute to DUI so the tax from alcohol sales should contribute to DUI testing.

(Tape 44:B:000)

Representative Quilici made a substitute motion to fund the additional forensic scientist from alcohol funds.

A roll call vote was taken and the motion carried with 13 members approving and 6 members opposing the motion.

Highway Traffic Safety: Representative Quilici (041) went over the modifieds outlined on page 57 of Exhibit 1.

Representative Quilici made a motion to appropriate $4,060 in each fiscal year from the federal special revenue account for increased travel for the analyst's training.

A voice vote was taken and the motion carried unanimously.

Representative Quilici (056) outlined the second modified found on page 57 of Exhibit 1 which is federally funded.

Representative Quilici made a motion to authorize the expenditure of $30,000 each fiscal year from federal funds for consulting and professional service.

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

Representative Quilici made a motion to authorize the expenditure of $3,944 in FY 1986 and $4,124 in FY 1987 from federal special revenue funds for increased postage and mailing.

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

DEPARTMENT OF REVENUE:

Research and Information: Representative Quilici (106) went over the modified for a software specialist which is found on page 62 of Exhibit 1. This modified would be funded 25% from alcohol funds and 75% from general fund.

John LaFaver, Director, Department of Revenue, (122) said there are two elements contributing to this request. One is the workload increase requiring 1 FTE additional data entry operator to keep up with the workload. The software specialist is needed to write the program for the Child Support Program, which is funded with federal funds. He asked that we consider this request a top priority. Mr. LaFaver said his highest priorities are the four modifieds dealing with increased workloads. Also, there are modifieds which would generate revenue.

Representative Quilici made a motion to add 1 FTE software specialist at $26,616 in each year split 75% general fund and 25% alcohol funds and 1 FTE data entry operator at $13,948 in FY 1986 and $27,897 in FY 1987 funded 75% from general fund and 25% from alcohol funds.

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

Legal Division: Representative Quilici (380) went over the modified for an investigator's secretary which is outlined on page 65 of Exhibit 1. This modified is funded partially with general funds and partially with federal funds.

Representative Quilici made a motion to add 2 FTEs, one investigator for Miles City and one secretary for Helena, at a cost of $6,510 general fund and $53,309 federal funds in FY 1986 and $5,175 general fund and $43,322 federal funds in FY 1987.

Mr. LaFaver said the emphasis of these positions is liquor, welfare, and Medicaid fraud. Part of the $11,685 general fund money is liquor funds. Carolyn Doering, Budget Analyst, Office of Budget and Program Planning, (437) said the general fund and the welfare fraud funds are split 50:50. The rest is alcohol funds.

A roll call vote was taken and the motion failed with 11 members opposing and 6 members approving the motion.

Representative Quilici (470) went over the modified for child support staff. The funding is 70% federal funds and 30%

general fund. This modified is mandated by federal legislation.

Representative Quilici made a motion to appropriate $326,032 in FY 1986 and $288,475 in FY 1987 split 70% federal funds and 30% general fund for 13 FTE for the Child Support Bureau.

Mr. LaFaver said there will be a penalty on match for AFDC if we don't enforce this legislature.

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

Income Tax: Representative Quilici (550) said the four modifieds for this program which are outlined on page 66 of Exhibit 1 could generate close to $15 million. He outlined the first modified which would generate about $6.8 million.

Representative Quilici made a motion to add 4.5 FTE systems development positions for an appropriation of $265,640 in FY 1986 and $334,902 in FY 1987.

This additional revenue is not included in the Governor's revenue estimates. Representative Quilici said, this is one way for us to generate much needed revenue and we should put our money where our mouths are. He noted that, in the past when the Department said additional FTE would generate so much money, the additional FTE have always generated more than the estimated amount of revenue.

A roll call vote was taken and the motion carried with 11 members approving the motion and 6 members opposing.

The second modified will not generate additional revenue. No motion was made on this modified.

The third modified for 6 FTE audit staff will generate about $3.8 million.

Representative Quilici made a motion to add 6 FTE audit staff and appropriate $131,307 in FY 1986 and $110,897 in FY 1987 from general fund.

(Tape 45:A:000)

Representative Waldron asked why we can't include this anticipated revenue in the revenue bill. Chairman Bardanouve said we don't want to count on 100% of this money because we don't actually have it in hand. He suggested we look at 50% of the revenue and relate it to the cost of the additional FTE required to generate that money.

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

Representative Quilici (053) went over the fourth modified for 8.5 FTE collection staff outlined on page 66 of Exhibit 1. These additions should generate approximately $4.8 million.

Representative Quilici made a motion to add 8.5 FTE collection staff for an appropriation of $186,749 in FY 1986 and $155,125 in FY 1987 from the general fund.

Mr. LaFaver said there is about $12 million receivable meaning that money is owed to the state by taxpayers but has not been collected. The taxpayer is notified of his debt to the state but that is not always enough to collect the money. These positions go to the taxpayer and work out a payment schedule so we can collect at least a part of the money owed.

Mr. LaFaver said, with the present staff, they cannot keep up with the receivables. Representative Swift asked why the Department doesn't just contract with a collection agency. Mr. LaFaver responded this is done for out-of-state accounts but the in-state collection agencies want the money up front and it is usually significantly in excess per case than what they are requesting here. He said, the sooner they approach the taxpayer, the more likely they will ever collect the money.

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

Natural Resources and Corporation Tax: Representative Quilici (128) went over the modifieds for this division which are outlined on page 67 of Exhibit 1.

The first modified would generate about $2.6 million for the biennium.

Representative Quilici made a motion to appropriate $65,972 in FY 1986 and $62,454 in FY 1987 for an additional natural resource tax auditor and corporate tax auditor.

Chairman Bardanouve said there is a chance we can recover more than we spend on these positions. Representative Lory reiterated what Representative Quilici said that, in the past, additional positions have brought in more than they had estimated.

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

Chairman Bardanouve said there is a point of diminishing returns with these positions where added positions will generate less and less revenue but he said he was only saying that as a point of reference; he said he did not feel we where at that point yet.

Representative Quilci went over the second modified for additional clerical support staff. He noted these positions can't show additional revenue but the positions we are adding need to have support staff.

Representative Quilici made a motion to add a clerk and a word processor for a cost of $40,642 in FY 1986, including $7,904 for equipment, and $32,807 in FY 1987 from the general fund.

A roll call vote was taken and the motion failed with 10 members opposing the motion and 8 members approving.

Representative Quilici (230) went over the third modified which is outlined on page 68 of Exhibit 1. The royalties auditor is in the Department of Revenue but it is attached to the Department of State Lands. The source of funding is resource development special revenue funds which is 2% of the income of trust land.

Representative Quilici made a motion to add one royalties auditor for a cost of $32,986 in FY 1986 and $31,227 in FY 1987 from the resource development state special revenue fund.

A roll call vote was taken and the motion carried with 14 members approving and 4 members opposing the motion.

Representative Quilici went over the fourth modified for three mineral royalty auditors. Two of the positions are located in Casper, Wyoming, and the third position is in Denver. These positions are funded with federal funds. Mr. LaFaver said the federal government gives us these funds to perform the audits. The positions are under the supervision of the Department of Revenue, not the federal government. These positions are located out of state because that is where the mineral royalty records are kept. Also, these positions were added by budget amendment.

There was some discussion regarding the consequences of adding all of these positions. Representative Winslow was concerned because all of these positions become part of the base next biennium. Chairman Bardanouve said, if the additional revenue is not realized, we can always delete the positions.

Representative Moore said he did not like this action. He said it will be hard or impossible for the next session of the legislature to cut these positions once they have been established. Also, he said, we have cut the institutions, health and human services, and education budgets. Now we are adding a bunch of bureaucrats, Representative Moore said, and he doesn't like it. Chairman Bardanouve said, yes, but they are revenue-generating bureaucrats. Representative Waldron said audits are the cheapest way to spend money because it saves us money in the long run.

Representative Quilici made a motion to add three federal mineral royalty auditors for a cost of $138,121 in FY 1986 and $136,224 in FY 1987 from federal funds.

A roll call vote was taken and the motion carried with 18 members approving and 1 member opposing the motion.

Miscellaneous Tax: Representative Quilici (465) went over the modifieds for this division which are outlined on page 69 of Exhibit 1. The first modified would be funded with state special revenue funds.

There was a lot of discussion regarding the need for auditors for unclaimed property audits. Representative Nathe asked if banks don't just send the money to this fund. Mr. LaFaver said the banks don't always remember to do this.

Chairman Bardanouve explained this money still belongs to the individual who left it in the bank. He went over the history of this fund and how this process works. Representative Miller told the committee the bank examiners are sure to see that the money goes into this account.

Representative Quilici made a motion to add 2 auditors for unclaimed property audits and appropriate $60,478 in FY 1986 and $58,478 in FY 1987 from the unclaimed property state special revenue fund.

A roll call vote was taken and the motion carried with 10 members approving and 8 members opposing the motion.

There is $3-4 million in the unclaimed property account now. The money still belongs to the individual but the state uses the interest for the Foundation Program.

Representative Quilici (624) went over the second modified on page 69 of Exhibit 1. There are actually two parts to this modified. Automation of the contractors gross receipts tax system would cost $23,299 in FY 1986 from the general fund. There was no motion made on this portion of the modified.

The second part of the modified would be to automate the unclaimed property system for a cost to the unclaimed property account of $43,805 in FY 1987.

Representative Quilici made a motion to appropriate $43,805 in FY 1987 for the automation of the unclaimed property system.

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

(Tape 45:B:000)

Motor Fuels: Representative Quilici went over the modified to automate fuel tax collections. This would be funded with highway fuel tax funds.

Representative Quilici made a motion to automate the fuel tax collection system from the highway fuel tax funds of $54,400 in FY 1986 and $30,000 in FY 1987.

A roll call vote was taken and the motion carried with 11 members approving the motion and 5 members opposing the motion.

Property Assessment: Representative Quilici (039) went over the modifieds for this division which are outlined on page 72 of Exhibit 1. The 26.67 FTE would be used to complete a 7 year reappraisal cycle. Mr. LaFaver said this is his highest priority because it keeps the property tax base in place and keeps us from losing revenue.

Representative Quilici made a motion to add 26.67 FTE clerical staff to complete the reappraisal project for a cost to the general fund of $387,530 in FY 1986.

This is a one time appropriation and these FTEs would be deleted after the reappraisal is complete. Mr. LaFaver said he would like to hire workfare people and solve two problems at once.

Representative Rehberg made a substitute motion to add 13 FTE clerical staff to complete the reappraisal.

Mr. LaFaver (107) said the original request from the agency was double the 26.67 FTE figure. The substitute motion would cut the request to one-fourth of the original request.

Representative Connelly said the legislature required the Division to perform this reappraisal and now we aren't giving them all of the people necessary to accomplish the task.

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

Representative Bradley made a substitute motion to add 20 additional clerical staff.

A roll call vote was taken and the motion carried with 11 members approving and 6 members opposing the motion.

Representative Quilici (173) said there is another modified that is not in Exhibit 1. It is for keypunch operators needed to enter data on property tax appraisals. The request is for 6.5 FTE keypunch operators and this goes with the previous modified for additional clerical staff.

Representative Quilici made a motion to add 6.5 FTE keypunch operators to the Property Assessment Division for a cost to the general fund of $88,526 in FY 1986.

Representative Rehberg made a substitute motion to add 3 FTE keypunch operators.

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

Representative Waldron made a substitute motion to add 4 FTE keypunch operators.

A roll call vote was taken and the motion failed with 11 members opposing the motion and 6 members approving.

It was noted that the work will not get done without the keypunch operators. Chairman Bardanouve said there was no rhyme nor reason for the votes cast by the committee members. Representatives Lory and Connelly said they are holding out for the 6.5 FTE addition and they would not accept less.

Representative Moore made a motion to reconsider action on Representative Waldron's motion to add 4 FTE.

A voice vote was taken and the motion carried unanimously.

Representative Waldron made a motion to add 4 FTE keypunch operators for a cost to the general fund of $54,477 in FY 1986.

A roll call vote was taken and the motion carried with 14 members approving and 4 members opposing the motion.

Representative Quilici (339) went over the modified for an additional attorney which is outlined on page 72 of Exhibit 1. No motion was made on this modified.

Representative Quilici went over the modified for a biennial line-item appropriation for airline litigation and railroad appraisal.

Mr. LaFaver said this was line-itemed last session as a result of litigation of the federal 4R Act, the Railroad Revitalization Act. He said, if we don't straighten out the property tax system by HB 240 or SB 48, this probably won't be enough money but it is an insurance policy for the state whether or not we pass those bills.

Greg Groepper, Administrator, Property Assessment Division, (360) said $360,000 was appropriated in FY 1982. Last session, the Department was appropriated $260,000. $300,000 was returned. $260,000 went to the Department and $35,000 went to the Revenue Oversight Committee. They spent $24,000 of that for the airline lawsuits which they had 67 outstanding under a different federal protection act. That is all they spent. They will revert $220,000 this biennium. Of that figure, the subcommittee appropriated $120,000 to settle the outstanding airline lawsuits. This actually allows the Department to carryover $120,000.

Representative Moore made a motion to allow the Department to carryover $120,000 from the FY 1983 appropriation and revert the remainder.

Ms. Rippingale said it would be easier to just appropriate $120,000. It makes the appropriation easier to track.

Representative Moore withdrew his motion.

Representative Moore made a motion to appropriate $120,000 biennial line-item appropriation for the airline litigation and railroad appraisal.

A voice vote was taken and the motion carried unanimously.

Representative Nathe (475) referring to page 71 of Exhibit 1, noted the subcommittee funded county assessors' salaries at 80% in FY 1986 and 70% in FY 1987. He said he felt the Department should pay 100% of the salaries.

Representative Nathe made a motion to appropriate $386,000 in FY 1986 and $217,500 in FY 1987 to fund county assessor salaries 100%.

Representative Lory said the county assessors aren't doing assessments; the Property Assessment Division does them. He said three counties have deleted their county assessors and they are doing just fine without them. He said the subcommittee took this action to send a message to the county assessors.

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

Representative Moore made a motion to delete all of the funding for county assessors' salaries.

A roll call vote was taken and the motion failed with 18 members opposing and 1 member approving the motion.

DEPARTMENT OF ADMINISTRATION: Representative Quilci (611) went over the agency summary which is outlined on page 73 of Exhibit 1. He noted a 2.4% decrease in operating costs in the general fund. The proprietary account increased 27.3%. These are services to other state agencies.

Centralized Administration: Representative Quilici went over the modified for the Finance Advisory Council which is outlined on page 74 of Exhibit 1.

(Tape 46:A:000)

Representative Quilici made a motion to appropriate $2,096 from general fund in each year of the biennium for the legislative members of the advisory council.

Chairman Bardanouve, along with Senator Himsl, are the two legislative members of this council. For that reason, Chairman Bardanouve turned the meeting over to Vice Chairman Donaldson and did not vote on this modified.

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

Representative Quilici (056) went over the modified for an attorney to be split between the Public Employees Retirement System (PERS), the Teachers Retirement System (TRS), and the Architecture and Engineering Division (A/E). This modified is outlined on page 74 of Exhibit 1. He noted none of those division have an attorney. The funding would come from the proprietary account which collects fees for services.

Representative Quilici made a motion to add a 1 FTE lawyer for a cost to the proprietary account of $32,556 in FY 1986 and $32,476 in FY 1987.

Ellen Feaver, Director, Department of Administration, (078) said the alternative would be contracted services and that method is more expensive than having the FTE. She said there are a substantial number of disputes in the A/E. The proprietary account is funded by building funds for A/E, PERS earnings, and TRS contributions. Ms. Feaver said the Department has one lawyer and the Personnel Division has one lawyer that only services statewide personnel functions. There are also three attorneys in the Insurance Division.

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

Accounting: Representative Quilici (142) went over the modified for the Governmental Accounting Standards Board (GASB) which is outlined on page 75 of Exhibit 1.

Representative Lory made a motion to appropriate $11,700 in both years of the biennium for GASB.

A roll call vote was taken and the motion failed with 12 members opposing and 6 members opposing the motion.

Architecture and Engineering: Representative Quilici (169) went over the modified for an additional secretary which is outlined on page 76 of Exhibit 1.

This modified would be funded with state special revenue funds through long range building capital projects funds.

Representative Lory made a motion to add 1 FTE secretary at a cost of $16,044 in FY 1986 and $15,576 in FY 1987 from state special revenue funds.

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

Publications and Graphics: Representative Quilici (220) went over the modifieds for this division which are outlined on page 77 of Exhibit 1. The first modified would be for a new copy center in the new Department of Natural Resources and Conservation building. It would be funded from the proprietary account.

Don Brieby, Administrator, Publications and Graphics, (233) said this would add a copy center to the north side of the capitol campus. The rates charged for printing are not anticipated to increase because of this new center. Mr. Brieby noted that the Department of Natural Resources and Conservation is a substantial customer and sends a person to the Capitol copy center twice a day for printing. This would save employee time and travel.

Representative Quilici made a motion to add 1 FTE and operating expenses for a quick copy center at the new Department of Natural Resources and Conservation building for a cost of $57,206 in FY 1986 and $47,211 in FY 1987.

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

Representative Quilici (284) went over the modified for 1 FTE and operating expenses to monitor and check contracts for private vendors. He said they can save money by checking the contracts. (Note: The titles for modifieds 2 and 3 on page 77 are transposed. The second modified should be entitled "Personal Computer".)

Representative Lory (366) made a motion to accept Item 3, Page 77 of Exhibit 1, "Work Load Increase" of 1 FTE and operating costs to allow more work to be contracted out to private vendors. A roll call vote was taken and the motion carried, with Representatives Moore and Nathe voting no.

Representative Lory (446) made a motion to accept Item 2, Page 77 of Exhibit 1, "Personal Computer". A voice vote was taken and the motion carried, with Representatives Moore and Nathe voting no.

Information Services Division

Mike Trevor, Administrator, Information Services Division, reviewed the three modifications for the committee. He said (521) the request for a records management specialist is for General Fund monies (modification #1, Page 78, Exhibit 1).

Representative Lory made a motion to accept Modification #1 for a records management specialist. A roll call vote was taken and the motion failed, with Representatives Bardanouve, Donaldson, Bradley, Ernst, Hand, Manuel, Miller, Moore, Nathe, Peck, Rehberg, Waldron and Winslow voting no.

Representative Lory made a motion to accept Modification #2, Page 78, Exhibit 1, for 1 FTE technician to help develop a disaster recovery plan and provide routine backup of the justice system. A roll call vote was taken and the motion failed, with Representatives Bardanouve, Donaldson, Bradley, Ernst, Hand, Manuel, Menahan, Miller, Moore, Nathe, Peck, Rehberg and Winslow voting no; and Spaeth, Swift and Thoft being absent.

(Tape 46:B:000)

Representative Lory made a motion to accept Modification #3, Page 78, Exhibit 1, "Workload Increases", which includes the purchase of a new main frame computer with payments continued for five years. A roll call vote was taken and the motion carried, with all members voting yes.

Representative Lory (107) made a motion to accept Modification #4, Page 78, Exhibit 1, "Contract Programming". A roll call vote was taken and the motion carried, with Representative Moore voting no.

Property Supply

Representative Connelly (170) made a motion that Modification #1, Page 80, Exhibit 1, for 5.5 FTE and operating costs be accepted. Representative Donaldson made a substitute motion to add only 1 FTE in 1986 and 1 FTE in 1987 above the current level FTE. A roll call vote was taken and the motion carried, with Representatives Connnelly and Moore voting no.

Building Standards Division

Representative Quilici (269) said there should be some language added, contingent upon Senate Bill 242 passing (a bill to transfer state building codes function from the Department of Administration to the Department of Commerce). The language should say, "Contingent upon Senate Bill 242 passing, the following administrative costs are added to the Building Codes Division appropriation of State Special Revenue: FY 1986, $75,204; FY 1987, $60,721."

Representative Waldron (283) made a motion to adopt the language. A voice vote was taken and the motion carried unanimously.

Investments

Representative Quilici (332) made a motion to accept Modification #1, Page 85, Exhibit 1, "Rent", which is to be line itemed. A voice vote was taken and the motion carried unanimously.

Cliff Roessner (338) said last session House Bill 371 allowed the Investment Bureau to invest 10 percent of any fund in Montana business activities and there is now a request for 1 additional FTE to monitor this activity. The cost to the Proprietary Fund is $26,806 in 1986 and $26,026 in 1987. The committee did not discuss this item.

Communications

Mike Trevor (369) said the 3 FTE requested in Modification 1, Page 86, Exhibit 1, are needed to assist in meeting the needs of the Bureau as a result of deregulation and managing the telephone system. He said an analyst was already approved through budget amendment by the Finance Committee last spring and one of the 3 FTE requested is already on board. He said the requested radio engineer would be used to assist local governments by providing technical assistance to help them become compatible with the statewide high-band system.

Representative Lory (400) made a motion to accept Modification #1, Page 86, Exhibit 1 for 3 FTE. A roll call vote was taken and the motion failed, with Representatives Bardanouve, Donaldson, Bradley, Ernst, Manuel, Menahan, Miller, Moore, Nathe, Peck, Rehberg, Waldron and Winslow voting no.

Representative Quilici (416) made a motion to accept Modification #2, Page 86, Exhibit 1, "Spending Authority" - a passthrough authority to pay telephone bills for university units. A voice vote was taken and the motion carried unanimously.

Insurance and Legal Division

Mike Young (548), Legal Counsel, DOA, said they currently have two full-time trial lawyers plus him and he is carrying about 20 cases, which is reduced because he is an administrator. They have about 930 claims and there are about 250 active lawsuits and about 50 or 60 of these are in the Attorney General's office, but they won't take anymore. There are about 20 law firms on retainer around the state in hard-to-get-to places, like Libby, etc. There are about 35 files for each of the lawyers in the office and this is too much of a work load.

Representative Moore (695) made a motion to accept Modification #1, Page 90, Exhibit 1, "Workload Increases" for 2 FTE - an attorney and a legal secretary. A voice vote was taken and the motion carried unanimously.

Representative Moore made a motion to accept Modification #2, Page 90, Exhibit, "Insurance Policy" - an umbrella policy which would pay for claims over $2 million up to $10 million. A voice vote was taken and the motion carried unanimously.

ADJUTANT GENERAL

(Tape 47:A:000)

(Army Guard Program)

Representative Connelly (006) made a motion that Item #61, Exhibit 6, for an Environmental Planner be approved. A roll call vote was taken and the motion failed, with Representatives Bardanouve, Donaldson, Bradley, Ernst, Hand, Manuel, Miller, Moore, Nathe, Peck, Rehberg and Winslow voting no.

(Air Guard Program)

Representative Quilici (035) made a motion that Modification #1, Page 100, Exhibit 1, "Security Guards" - 11 FTE - be approved. A voice vote was taken and the motion carried.

(Veteran's Affairs)

Representative Nathe(058) made a motion that Modification #1, Page 101, Exhibit 1, "Equipment" be approved. A voice vote was taken and the motion carried.

(Disaster Coordination and Response)

Representative Lory (075) made a motion that Modification #1, Page 103, Exhibit 1, "Travel Funds" be approved. He said this is mandated by the federal government. A voice vote was taken and the motion carried.

(Nuclear Civil Protection)

Representative Quilici (105) made a motion to accept Modification #1, Page 104, Exhibit 1, "Training" - 1.5 FTE. A roll call vote was taken and the motion failed, with 10 voting no and 9 voting yes.

VACANCY SAVINGS POLICY

Representative Menahan (152) made a motion a vacancy savings policy be set at 4 percent. A voice vote was taken and the motion carried.

DEPARTMENT OF HIGHWAYS

Representative Quilici (170) read the narratives for this agency from Pages 2 through 12 (EXHIBIT 7).

(General Operations)

Representative Bardanouve asked Gary Wicks, Director, Department of Highways if there would be any savings in the centralization of the right-of-way agents. Gary Wicks said he estimates there will be a savings over the long run of about $60,000 per year in operating the Right-of-Way Bureau, but the main reason the centralization of agents was done is because of the changing operations of the Department. He said before, it made sense to have the right-of-way agents in the districts throughout the state, but now that the interstate highway will be completed in September, 1986, so the right-of-way organization will have to shift from various parts of the state to centralization of agents. This is to give more mobility to adjust to the program on the primary districts in the state.

Representative Quilici (200) made a motion to accept Modification #1, Page 2, Exhibit 7, "Word Processing - 1.5 FTE". A voice vote. was taken and the motion carried, with Representative Connelly voting no.

(Gross Vehicle Weight)

Representative Quilici (212) made a motion to accept the Modification on Page 3, Exhibit 7, "Additional GVW Officers - 4 assistant district supervisors in FY '86 and 11 GVW officers in FY '87. A voice vote was taken and the motion carried unanimously.

(Construction)

Representative Quilici (235) made a motion to accept the Modification on Page 4, Exhibit 7, "Increased Workload" - 17.15 FTE in FY '86 and 13.80 FTE in FY '87. A voice vote was taken and the motion carried.

(Maintenance)

Representative Quilici (256) made a motion to accept Modification #1, Page 6, Exhibit 7, "Increased Rest Area Caretaker Service". A voice vote was taken and the motion carried.

Representative Quilici (283) made a motion to accept Modification #2, Page 6, Exhibit 7, "Land Purchase" - future gravel sources. A voice vote was taken and the motion carried.

In response to a question from Representative Donaldson, Gary Wicks said there is a $150,000 increase over the base of $205,000 in contracted services for the rest areas.

(Preconstruction)

Representative Quilici (344) made a motion to accept Modification #1, Page 7, Exhibit 7, "Additional FTE" - 11 additional FTE related to bridge work. A voice vote was taken and the motion carried.

Representative Lory (359) made a motion to accept Modification #2, Page 7, Exhibit 7, "Computer" - computer-aided drafting and design system.

Gary Wicks said the state of Washington has successfully used this system and the model the department used was from the state of Washington. He said he estimates over the years this system will save about 15 FTE in drafting and design work. It will also allow the department to look at options of design much quicker. He said the plan is to implement the system during the biennium. The first year the department will buy the equipment and the second year it should be operational. He said there should be some reduction in FTE after this biennium. Chairman Bardanouve asked the LFA to make a note to remove 15 FTE in the 1987 session.

A voice vote was taken and the motion carried, with Representatives Nathe, Swift and Moore voting no.

(Motor Pool)

Representative Quilici (423) made a motion to accept Modification #1, Page 9, Exhibit 7. A voice vote was taken and the motion carried. (This modification replaces 18 vehicles.) Representative Rehberg voted no.

(Equipment)

Representative Quilici (483) made a motion to accept Modification #1, Page 10, Exhibit 7, "Additional Equipment". A voice vote was taken and the motion carried.

(High-band Radios)

Chairman Bardanouve (487) asked the LFA to research who is paying for the use of this service because agencies other than the Highway Department use these services, but the Department of Highways pays all the expenses.

Recess: The meeting recessed at 6:10 p.m.

Reconvene: The meeting reconvened at 7:40 p.m.

NATURAL RESOURCES

Representative Manuel presented the Natural Resources Subcommittee recommendations for modifieds of state agencies' budgets (EXHIBIT 8).

Public Service Commission

(Public Service Regulation)

Representative Manuel (568) made a motion to accept Modification 1, Exhibit 8, "Phase II Data Processing" - to allow completion of contracted development, equipment purchases, and software purchases. A voice vote was taken and the motion carried, with Representative Moore voting no.

Representative Manuel (578) made a motion to accept Modification 2, Exhibit 8, "Motor Carrier Safety Assistance Program". A voice vote was taken and the motion carried.

Representative Manuel (597) made a motion to accept Modification 3, Exhibit 8, "Pipeline Consultants" - waiver review on Montana Power Company gas pipeline. A roll call vote was taken and the motion carried, with Representatives Donaldson, Ernst, Moore, Rehberg, Thoft and Winslow voting no.

Representative Manuel (664) made a motion to accept Modification 4, Exhibit 8, "Training" - complex nature of utility regulation requires additional training for staff and commissioners.

Eileen Shore, Attorney for the Public Service Commission, supports this modification. In response to a question from Representative Peck, she said there are a number of seminars throughout the country providing training, but once there was someone brought into Montana to give the training, so most of the time the training is at a seminar out of state.

(Tape 48:A:000)

A roll call vote was taken and the motion carried, with Representatives Donaldson, Ernst, Miller, Moore, Rehberg and Thoft voting no.

Representative Manuel (023) made a motion to accept Modification 6, Exhibit 8, "Consultants/expert witnesses" - where staff lacks required knowledge. A roll call vote was taken and the motion failed, with Representatives Bardanouve, Donaldson, Ernst, Miller, Moore, Rehberg, Thoft and Winslow voting no, and Representatives Hand and Quilici abstaining. (See following motion.)

Representative Bradley (050) made a substitute motion to amend Modification 6, Exhibit 8 from $40,000 to $20,000 to fund expert witnesses. A roll call vote was taken and the motion carried, with Representatives Bardanouve, Donaldson, Hand, Miller, Moore, Rehberg and Thoft voting no.

Representative Manuel (144) made a motion to accept Modification 5, Exhibit 8, "Travel Reimbursements" - out-of-state travel reimbursements when auditors travel to review a utility's records. Chairman Bardanouve said he thinks this is General Fund money and he asked the LFA to check this out and report back to the committee.

A voice vote was taken and the motion carried, with Representatives Hand and Moore voting no.

Department of Livestock

(Diagnostic Laboratory)

Representative Manuel (278) made a motion to accept Modification 7, Exhibit 8, "Milk Testing Equipment". A voice vote was taken and the motion carried unanimously.

Department of Agriculture

(Centralized Services)

Representative Manuel (292) made a motion to accept Modification 8, Exhibit 8, "Weed Coordinator".

Representative Harper (319) said part of the weed compromise currently going on in the Legislature involves Trust Fund playing off against the bill Representative Thoft and he are handling. He said one of the reasons the extra mills were cut in one of the bills he is carrying is they thought some of the counties with low-mill valuations were "up against the blades on the weed problem", but have access to the Trust Fund. He said they don't have the Trust Fund yet, but the bill is still in good shape. If there is no weed coordinator in the Department of Agriculture, the needs of counties with the Trust Fund will have nobody to be in charge of the cooperative agreements with the different federal agencies so the weed effort can be carried through.

Representative Thoft (335) said there is provision in Representative Harper's bill to create a state Weed Advisory Council which can probably take care of this position and any cooperative agreements with the federal agencies can be made directly with the counties involved and not the state.

Representative Spaeth (345) said he thinks the Weed Advisory Council should not be planned on to do this much coordinating because it is a 9-member board and there is essentially no staff in the Department of Agriculture to fund this because 3 FTE have been cut already in order to fund the Weed Coordinator.

A roll call vote was taken and the motion carried, with Representatives Miller, Moore, Peck, Quilici, Swift and Thoft voting no.

Representative Manuel (375) made a motion to accept Modification 9, Exhibit 8, "Trade Teams". A voice vote was taken and the motion carried unanimously.

Representative Manuel (395) made a motion to accept Modification 10, Exhibit 8, "Market Improvement. A voice vote was taken and the motion carried unanimously.

Representative Manuel (399) made a motion to accept Modification 11, Exhibit 8, "Image of Agriculture" - to create public awareness on impacts of agriculture on American economy. A voice vote was taken and the motion carried, with Representatives Bradley and Moore voting no.

(Hail Insurance)

Representative Manuel (473) made a motion to accept Modification 12, Exhibit 8, "Hail Insurance Adjustor". A voice vote was taken and the motion carried, with Representatives Peck and Moore voting no.

(Environmental Management)

Representative Manuel (497) made a motion to accept Modification 13, Exhibit 8, "Pesticide Training Fees". A voice vote was taken and the motion carried.

Representative Manuel (513) made a motion to accept Modification 15, Exhibit 8, "EPA Samples" - laboratory fees to process toxic samples. A voice vote was taken and the motion carried.

Keith Kelly said he doesn't know whether this federal money will be received, but Modification 13 will provide spending authority in case the money is received. It is all federal funding.

Representative Manuel (531) made a motion to accept Modification 14, Exhibit 8, "Tribal Pesticide Training". A voice vote was taken and the motion carried.

(Plant Industry)

Representative Manuel (546) made a motion to accept Modification 16, Exhibit 8, "Feed Contaminants" - to analyze animal feeds for the presence of pesticides and PCB's. A voice vote was taken and the motion carried.

Representative Bardanouve (576) asked about the General Fund loan for the Beginning Farm Loan Program, Page 19 (EXHIBIT 9). Representative Manuel said that because of the delay in federal legislation, this program was not started until the middle of

1985, so the late start has not allowed the program to generate the revenues needed for self-support or to pay back the $200,000 loan from the 1983 Legislature.

PUBLIC SERVICE COMMISSION (CONTINUED)

Judy Rippingale said the PSC doesn't understand the difference between cash flow and spending authority. They received $5,000 from the General Fund to put into the Revolving Account. Now what they need is some spending authority out of the Revolving Account when they go on trips so that can rotate the money. They estimated $15,000 would more than cover their travel, so they need $15,000 each year in the Proprietary Account. She suggested the committee line-item $5,000 to be transferred to the Proprietary Account and give them $15,000 of spending authority in the Proprietary Account.

A voice vote was taken and the motion carried, with Representatives Hand and Moore voting no.

Representative Manuel (655) made a motion the Public Service Commission be granted $15,000 per year of spending authority from the Proprietary Account for out-of-state travel reimbursements when auditors have to travel to review a utility's records. A voice vote was taken and the motion carried unanimously.

DEPARTMENT OF STATE LANDS

(Tape 48:B:000)

(Central Management)

Representative Manuel made a motion to accept Modification 17, Exhibit 8, "Trust Proofing" - to hire abstractor to review department's trust land deeds to determine the extent of right-of-ways and easements on state lands and consolidate existing records.

Representative Donaldson asked why this needs to be done. Dennis Hemmer, Director, said over the years there has accumulated a number of errors in the records and they need to go back into the records to "clean them up". He said some of the deeds are becoming so "dog-eared" they are becoming unreadable, so this needs to be done.

Representative Bardanouve (022) asked if money from the Development Account could be used for this purpose because it has to do with preserving the state land. Dennis Hemmer said he doesn't know whether this money could be used. Representative Bardanouve said he wants to check to see if this could be funded from the Land Development funds. The LFA said she will check into this.

Representative Manuel (045) made a motion to accept Modification 18, Exhibit 8, "Pilot Transfer" - from the Department of Natural Resources. A voice vote was taken and the motion carried.

(Reclamation)

Representative Manuel (078) made a motion to accept Modification 19, Exhibit 8, "Attorney" - for mining permit litigation. A roll call vote was taken and the motion failed, with Representatives Bardanouve, Donaldson, Connelly, Ernst, Hand, Miller, Moore, Peck, Quilici, Rehberg, Waldron and Winslow voting no.

(Land Administration)

Representative Manuel (108) made a motion to accept Modification 20, Exhibit 8, "Land Use Specialists"- to investigate and follow-up on land abuse, poor farming or grazing practices, and failure to accurately report income from state lands.

Representative Quilici (140) asked how would the cost of this modification be offset by increased land transaction fees which are deposited in the General Fund. Dennis Hemmer said the department administratively sets fees as to what it costs, for instance, for one leasee to transfer his lease to another leasee, or what it costs for an easement, or what it costs to apply for a number of transactions the department does. He said the department is suggesting by this modification that they can off-set this amount by raising those transaction fees and revert them into the General Fund to off-set the increased cost.

Representative Bardanouve (150) asked how long it has been since the fees were raised. Dennis Hemmer said in the early '70's.

A roll call vote was taken and the motion carried, with Representatives Bardanouve, Donaldson, Ernst, Hand, Miller, Moore and Rehberg voting no.

Representative Bardanouve asked Dennis Hemmer if he keeps a record of these fees so the 1987 Legislature can take a look at the fees collected and the cost of this program. Dennis Hemmer said the department keeps track of the fees and this is how it came up with the projection.

Representative Moore (202) said with the exception of a few thousand dollars of Representative Bradley's substitute motion, the committee has approved every General Fund increase in this budget; and he made a motion to approve the expenditure of $2,446,221 of General Fund monies and let all the modifieds be approved. A roll call vote was taken and the motion failed, with Representatives Bardanouve, Bradley, Connelly, Ernst, Hand, Lory, Miller, Nathe, Peck, Quilici, Spaeth and Winslow voting no.

(Forestry)

Representative Manuel (260) made a motion to accept Modification 21, Exhibit 8, "Expanded Brush Program" - for expanding timber harvest on state lands. He said Modifications 21, 22 and 23 are a group for expanding timber harvest.

Representative Hand (337) made a substitute motion that Modifications 21, "Expanded Brush Program"; 22, "Expanded Timber Sales"; and 23, "Expanded Timber Stand Improvement Program", Exhibit 8 be considered as one package. A roll call vote was taken and the motion carried, with Representatives Bardanouve, Bradley, Moore, Nathe, Peck, Quilici, Waldron and Winslow voting no. (But see below.)

Representative Manuel (437) made a motion to accept Modification 14, Exhibit 8, "Forest Economist" - to aid in the preparation of cost-benefit analysis of projects. A voice vote was taken and the motion carried unanimously.

Representative Manuel (442) made a motion to accept Modification 25, Exhibit 8, "Improved Nursery Production".

Representative Hand said his motion on Modifications 21, 22 and 23 were to consider all three as one package - not that they be accepted.

Representative Spaeth (463) said "Expanded Timber Sales" (Modification 22, Exhibit 8) is the key and it drives Modifications 21 and 23, Exhibit 8.

Representative Lory (485) made a motion that Modifications 21, 22 and 23, Exhibit 8 be approved. A roll call vote was taken and the motion failed, with Representatives Bardanouve, Bradley, Hand, Moore, Nathe, Peck, Quilici, Rehberg, Waldron and Winslow voting no. This was a tie vote, so Modifications 21, 22 and 23 are "dead".

Returning to Representative Manuel's motion to accept Modification 25, Exhibit 8, "Improved Nursery Production", a voice vote was taken and the motion carried unanimously.

Representative Manuel (531) made a motion to accept Modification 27, Exhibit 8, "White Sulphur Springs Block" - to provide fire protection.

Representative Bardanouve said the state has taken over the Libby area and this will be the second area, which if it is not done, the state will have to pay the federal government for fire protection.

A voice vote was taken and the motion carried unanimously.

Representative Manuel (611) made a motion to accept Modification 26, Exhibit 8, "County Cooperative Fire Program - Add 11 Counties". A roll call vote was taken and the motion carried, with Representatives Bardanouve, Connelly, Hand, Miller, Peck, Quilici and Waldron voting no.

(Tape 49:A:000)

Representative Manuel (018) made a motion to accept Modification 28, Exhibit 8, "Knapweed Research". A voice vote was taken and the motion carried.

Representative Bardanouve (017) asked what the University of Montana will do with the regranted funds for knapweek research. Dennis Hemmer (025) said for the past few years the Forest Service has passed money through State Lands and they have contracted with the University of Montana to study the impacts of knapweed on tree regeneration and wildlife.

FISH, WILDLIFE AND PARKS

Representative Manuel (045) made a motion to accept Modifications 29 through 80, Exhibit 8, for the expenditures listed. A voice vote was taken and the motion carried unanimously. (There is no General Fund in Modifications 29 through 80.)

Representative Manuel (091) said there is a "modification to the modifications" for $50,000 a year for two years for improving fishing at Canyon Ferry. He made a motion to add $50,000 a year for two years to the budget; and 2 FTE field workers, not biologists, to continue the study. He said this modified was not approved by the subcommittee, but after the testimony he decided to bring it before the full committee.

Jim Flynn (114) said this was a requested modification which the subcommittee deleted, but the department still supports the project and hopes the committee will support it too.

A voice vote was taken and the motion carried unanimously.

Representative Manuel (127) said this is also a "modification to the modifications". He made a motion to add $100,000 to "Deer/Elk/Antelope Population Predictions".

Jim Flynn said the department presented a proposal to the subcommittee for approximately $200,000 a year to increase the capacity for deer/elk/antelope predictions. The subcommittee granted half of the requested amount. At the same time, in the House Fish & Game Committee there are three bills dealing with reimbursement to landowners for game damage. He said controlling the numbers of game animals is very complicated and takes a lot of money, so he is requesting restoration of $100,000 to get the population estimates more up-to-date. In response to this, the House Fish & Game Committee wrote a letter to the Appropriations subcommittee requesting they review their actions on deleting this money. The letter did not reach the subcommittee until after they had recessed, so now it is being brought before the full committee. (This is Modification #50, Exhibit 8.)

A voice vote was taken and the motion carried.

DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION

(Centralized Services)

Representative Manuel (218) made a motion to accept Modification 81, Exhibit 8, "Adjudication Lawyer" - to handle increased workload from water adjudication. A voice vote was taken and the motion carried unanimously.

Representative Manuel (265) made a motion to accept Modification 82, Exhibit 8, "Programmer Analyst" - to assist with data processing. A voice vote was taken and the motion carried, with Representative Peck voting no.

Representative Manuel (279) made a motion to accept Modification 83, Exhibit 8, "Grant and Loan Monitoring System" - development or purchase of such a system. A voice vote was taken and the motion carried.

(Oil and Gas Conservation)

Representative Manuel (300) made a motion to accept Modification 84, Exhibit 8, "Litigation-MEPA" - relating to the applicability of the Montana Environmental Policy Act to drilling permits issued by the Oil and Gas Commission. A voice vote was taken and the motion carried.

(Conservation Districts)

Representative Manuel (312) made a motion to accept Modification 85, Exhibit 8, "Corps of Engineers Office Share" - costs for sharing office space. A voice vote was taken and the motion carried, with Representative Bradley voting no.

Representative Moore (343) made a motion that Modification 86, Exhibit 8, "Triangle Saline Seep Project" not be accepted.

Representative Nathe made a substitute motion that Modification 86, Exhibit 8 be accepted. A roll call vote was taken and the motion carried, with Representatives Bardanouve, Donaldson, Bradley, Hand, Moore, Quilici and Waldron voting no.

(Water Resources)

Representative Manuel (480) made a motion to accept Modification 88, Exhibit 8, "Water Development Engineer" - to assist small agricultural projects in applying for grants and loans. A voice vote was taken and the motion carried, with Representative Moore voting no.

Representative Manuel (533) made a motion to accept Modification 87, Exhibit 8, "Water Rights Field Investigation Travel". A roll call vote was taken and the motion carried, with Representatives Moore, Peck, Quilici and Winslow voting no.

Representative Manuel (586) made a motion to accept Modification 89, Exhibit 8, "Secretary for Reserved Water Rights Compact Commission". A roll call vote was taken and the motion failed, with Representatives Donaldson, Bradley, Connelly, Ernst, Hand, Miller, Moore, Peck, Quilici, Rehberg, Spaeth, Waldron and Winslow voting no.

Representative Spaeth (680) made a motion to accept Modification 91, Exhibit 8, "Cooney Dam" - for completion of project. A voice vote was taken and the motion carried. This is reauthorization of funds.

Representative Manuel (697) made a motion to accept Modification 90, Exhibit 8, "Middle Creek Project" - to rehabilitate this water project.

Larry Fasbender (709) said studies have been done on this dam and the request for spending authority is here because Bureau of Reclamation money is much cheaper than using Coal Tax money. A voice vote was taken and the motion carried.

(Tape 49:B:000)

Representative Manuel made a motion to accept Modification 92, Exhibit 8, "Debt Service & Bond Issuance" - for all the sewer and water projects in Montana. A voice vote was taken and the motion carried.

(Energy Planning)

Representative Manuel made a motion to accept Modification 93, Exhibit 8, "Demonstration Program" - to complete the program which demonstrated the effectiveness of insulation and construction modifications in reducing energy consumption. A voice vote was taken and the motion carried, with Representative Nathe voting no.

Bob Robinson, DNRC, said these funds are provided to the state and DNRC administers the program for the Bonneville Power Administration to implement an energy conservation demonstration program. These are homes built in compliance with the Northwest Power Planning Council's energy conservation code. DNRC pays the incremental cost between a standard construction and the new standards and monitor the projects to match them against a like home built to current HUD standards to see if they do save the energy projected by the Northwest Power Planning Council. He said there is a limit of $4,500 to $5,000 per home for incremental costs. The program has been running for two years at $300,000 to $400,000 this year and the same last year; next year is the third year and it will be phased out in the fourth year.

Representative Manuel (042) made a motion to accept Modification 94, Exhibit 8, "Rock Creek Mitigation" - settlement funds for the Rock Creek environmental impact mitigation. The funds are held in trust by the department for the groups prevailing in the lawsuit.

Larry Fasbender (045) said there was a lawsuit filed and in the settlement agreement it was agreed the $1,650,000 would be used to mitigate the crossing of the transmission line on Rock Creek. The money came from BPA. This request is for authorization to expend the money. The involved parties in the lawsuit were Trout Unlimited, the wildlife people, the department, Fish, Wildlife and Parks and a number of other people. An Advisory Council will be set up to handle the expenditure of these funds. He said it is possible and was determined by the Department of Administration that DNRC would not need spending authorization, since it was a settlement on a lawsuit, but DNRC felt since the state was involved, the Legislature should know what was going on. The money can be used for buying stream access or easements - that sort of thing, he said.

A voice vote was taken and the motion carried, with Representative Swift voting no.

DEPARTMENT OF COMMERCE

Representative Moore (082) made a motion to segregate Modification 99, Exhibit 8, "McCarthy Farms/Staggers 229 Litigation" - to pursue litigation in rail rate overcharge case; and accept the remainder of the modifications on Exhibit 8. A voice vote was taken and the motion carried.

(Transportation)

William Fogarty (097), Administrator, Transportation Division, said the Ag coalition, in 1980, filed a lawsuit against the Burlington Northern Railroad (BN), stating the grain rates from 1978 to 1980 were excessive. Montana, in 1981, filed a case under the Stagger law which said the base rates in 1980 were excessive. This was important because all future rate adjustments would be predicated on that base rate in effect in 1980. In 1982 an administrative law judge ruled on the McCarty Farms case stating that not only did the Burlington Northern have market dominance in Montana, but the rates at that time were, in some cases, as high as 292 percent of variable costs. The BN appealed to the Interstate Commerce Commission, who sat on the case for about a year, and in the meanwhile they determined there was enough similarity between the Staggers case and the McCarty Farms case to combine the two cases. The attorney for McCarty Farms filed a writ of mandamus from Judge Hatfield to move the case forward. The ICC then re-opened the case saying market dollars would have to re-proved and re-prove the reasonableness of rates. Up to this time, the Ag producers have contributed about $260,000, the Wheat Commission has put about $40,000, the McCarty Farms attorneys have currently about $160,000 incurred costs they have no reimbursement for. The subcommittee recommended that if the case is won, the state be reimbursed for the costs plus 10 percent interest. The state has not been involved in this litigation and this would be a new appropriation, he said.

Representative Manuel (132) made a motion that Modification 99, Exhibit 8, "McCarty/Staggers 229 Litigation" be approved.

Representative Nathe (165) passed out a a memorandum, dated 2/5/85, to Senator Ed Smith from Bill Fogarty (EXHIBIT 10). The memorandum lists the BN grain tariffs from points in Nebraska, Minnesota and Montana to the Pacific north coast.

The memorandum shows Montana rates are 200+ percent greater than the highest Minnesota or Nebraska rate going to the same port though, in some instances, Montana is 700 miles closer. Representative Nathe said this is what is meant by "market dominance" and why there is a lawsuit.

A voice vote was taken and the motion carried unanimously.

TECHNICAL AMENDMENTS TO HOUSE BILL 500

Curt Nichols said there are some amendments needed to make the amounts in HB 500 consistent with subcommittee action and to correct some other errors. He submitted a list of those amendments (EXHIBIT 11).

DEPARTMENT OF COMMERCE (CONTINUED)

(Professional and Occupational Licensing)

An amendment to make HB 500 consistent with subcommittee action (Exhibit 11, Page 1).

(Business Assistance)

An error in subtraction (Exhibit 11, Page 1).

(Housing)

Rent adjustments made by the committee were incorrectly distributed (Exhibit 11, Page 1).

(Transportation)

To make subcommittee action consistent with HB 500 (Exhibit 11, Page 2).

(Local Government Aud-t Service)

To take reductions against Proprietary Funds rather than General Fund (Exhibit 11, Page 2).

(Accounting and Management Systems)

To take reductions against Proprietary Funds rather than General Fund (Exhibit 11, Page 2).

(Bonding Authority)

Corrects misallocation of funding sources (Exhibit 11, Page 2).

DEPARTMENT OF NATURAL RESOURCES (CONTINUED)

To correct amounts added for data processing upgrade (Exhibit 11, Page 3).

TECHNICAL AMENDMENTS TO HOUSE BILL 500 (CONTINUED)

DEPARTMENT OF COMMERCE (CONTINUED)

(Local Government Audit Service) and
(Accounting and Management Systems)

Representative Bardanouve (242) asked why the 2 percent reductions were not taken against the General Fund. Curt Nichols said he took the reductions against the General Fund, then the OBPP analyst said the reduction should have been taken against the Proprietary Funds.

Representative Manuel (257) said he thinks the reduction should have come out of the General Fund.

Representative Spaeth (271) said it was his understanding the reduction should have been taken on the General Fund.

Representative Spaeth (273) made a motion the 2 percent reduction for the Local Government Audit Service and for the Accounting and Management Systems be taken from the General Fund (Exhibit 11, Page 2). A voice vote was taken and the motion carried.

Representative Manuel (314) made a motion the amendments listed above be accepted. A voice vote was taken and the motion carried.

DEPARTMENT OF STATE LANDS (CONTINUED)

(Central Management)

Curt Nichols (321) said Chairman Bardanouve had requested the Department of State Lands to take a look at the funding for Trust Proofing to see if it could be funded from the RIT Account. The Department said they took a look at it, and while they are not absolutely certain, they believe it would be permissible.

Representative Manuel (324) made a motion to fund the Trust Proofing modification (modification 17, Exhibit 8) be funded with from the RIT Account. A voice vote was taken and the motion carried.

DEPARTMENT OF COMMERCE (CONTINUED)

(Financial)

Representative Miller (331) said he wants to add 2 FTE to this program to conduct bank examinations. Representative Bardanouve suggested this modification be considered if House Bill 460 passes or have the Senate consider this modification. Judy Rippingale said generally when there are conference committees, all the passed bills and fiscal notes are reviewed and the conference committee decides whether or not to fund them.

(Business Assistance)

Representative Bradley (361) made a motion to add $40,000 per year to fund the "University Center for Business and Management Development Program". She presented a memorandum, dated 3/19/85, to the Appropriations Committee from John Balsam, Small Business Advicate, Department of Commerce (EXHIBIT 12). A roll call vote was taken and the motion failed, with Representatives Bardanouve, Donaldson, Connelly, Ernst, Hand, Manuel, Nathe, Peck, Rehberg, Spaeth, Swift, Waldron and Winslow voting no.

DEPARTMENT OF SOCIAL AND REHABILITATION SERVICES

(Medicaid - Other Services)

The Legislative Fiscal Analyst (638) presented the language which should be in HB 500 (EXHIBIT 13).

Representative Spaeth (696) said Items 1 and 2 of the proposed language (Exhibit 13) are acceptable to him, but not Item 3. He made a motion that Item 2 be the language inserted into HB 500.

(Tape 50:A:000)

Representative Winslow (025) made a substitute motion to adopt Item 3. A roll call vote was taken and the motion carried, with Representatives Bardanouve, Donaldson, Lory, Moore, Nathe, Peck, Spaeth and Swift voting no.

(DD Homes)

Representative Winslow (093) made a motion to include language in HB 500 saying contributions, donations and monies received from contracted services would not be used against the DD homes reimbursements. He said if this language is not included, it would be a disincentive for them to raise contributions. He said he will provide the language to the LFA and the essence of the language will be the same as in the 1983 bill. A voice vote was taken and the motion carried.

(Services for Autistic Children)

Representative Winslow (105) made a motion to include language in HB 500 saying autistic children be recognized as a priority service. He said SRS has no problem with including this language. A voice vote was taken and the motion carried.

(AFDC and GA - Poverty Index)

Representative Bradley (127) handed out a memorandum to her from Peter Blouke, Senior Analyst, LFA Office, dated 3/20/85, titled "Adjustments for Increased Payment Levels for AFDC and GA" (EXHIBIT 14). She said she is concerned about the 47 percent of poverty level. She said her concern is that the able-bodied age will be placed at age 50 and the poverty level at 47 percent. She said she thinks 47 percent is so low, she is willing to help carry the bill if the poverty index can be raised.

Representative Winslow (253) made a motion to raise the poverty level to 48 percent for persons aged 40 and under. A roll call vote was taken and the motion failed, with Representatives Bardanouve, Connelly, Manuel, Menahan, Miller, Moore, Nathe, Peck, Swift and Waldron voting no - a tie vote.

OFFICE OF PUBLIC INSTRUCTION

(Teacher Pre-certification)

Representative Donaldson asked Bob Anderson, OPI, to address the committee.

Bob Anderson said a couple of years ago the Superintendent and the Board of Education recommended there be a test at the college level for students who would be entering the teaching profession. The idea was rejected by the Board of Regents and they suggested a test be given to teachers before they are certified. So this is the proposal, in part, before the committee tonight. The other part is for testing of students in the various schools. He said because of cuts already made, they are concerned about getting the program started. The amount requested for teacher pre-certification testing is $40,500 in FY 1986 and $2,500 in FY 1987. The original request, including student testing, was for $50,500 in FY 1986 and $11,500 in FY 1987.

Senator Regan (510) said the original request for this program was for $122,000 each year and she told them to go back and "sharpen their pencil". She gave the committee a handout of her computations (EXHIBIT 15). She said she will consider money for student testing only, but thinks teachers should pay for their own testing. Bob Anderson said the request for teacher testing is seed money to get the program in place for the first year because teachers taking the test will be charged and the program will be self-supporting.

(Tape 50:B:000)

Representative Donaldson made a motion to accept the modification of $50,500 in FY 1986 and $11,500 in FY 1987. A roll call vote was taken and the motion carried, with Representatives Bardanouve, Bradley, Manuel, Menahan, Nathe, Quilici, Rehbert, Spaeth and Waldron voting no.

MONTANA TECH

(Earthquake Studies)

Dr. McClearnan, Montana Tech, gave the committee a handout showing the cost of the earthquake studies office (EXHIBIT 16).

Representative Spaeth made a motion to accept the modified of $27,000 in FY 1986 and $27,000 in FY 1987. A roll call vote was taken and the motion carried, with Representatives Bradley, Ernst, Manuel and Winslow voting no.

Representative Donaldson made a motion to accept the modification for active fault mapping of $24,000 each year of the biennium. A roll call vote was taken and the motion failed, with Representatives Bardanouve, Bradley, Connelly, Ernst, Manuel, Miller, Moore, Nathe, Peck, Rehberg, Spaeth, Swift, Waldron and Winslow voting no.

(Phase-down at Montana Tech)

Mr. Burke, Business Manager, Montana Tech, (132) said the actual FTE is 120 for current level - so there will be a reduction of $1.4 million without a modified. He said this is a drastic reduction for Montana Tech.

Representative Moore (149) made a motion that the phase-down at Montana Tech be reduced from $453,112 to $362,031. A voice vote was taken and the motion carried.

DEPARTMENT OF INSTITUTIONS

(Women's Correction Center)

Representative Waldron (176) said there is currently one corrections officer on the floor at night. He made a motion the committee reconsider its action in rejecting an additional corrections officer at night. A voice vote was taken and the motion carried.

Representative Waldron (190) made a motion to accept the modification of $52,666 in FY 1986 and $52,749 in FY 87. A voice vote was taken and the motion carried, with Representative Bardanouve voting no.

BOILERPLATE TO HOUSE BILL 500

Representative Spaeth (202) said a transfer throughout an agency is allowed for 5 percent of an agency budget unless specifically prohibited. He said with this type of provision, the Legislature literally loses control. He wants to change the boilerplate language so an entire program within an agency cannot be eliminated (EXHIBIT 17).

Representative Spaeth made a motion to amend HB 500 boilerplate language as follows:

Page 2, line 25
Following: "budget"
Insert: "nor to increase or decrease a program more than 10%"

A voice vote was taken and the motion carried unanimously.

FORESTRY TASK FORCE

Representative Connelly (234) made a motion the committee reconsider its action on the Forestry Task Force. A roll call vote was taken and the motion failed, with Representatives Bardanouve, Donaldson, Bradley, Ernst, Hand, Manuel, Moore, Nathe, Peck, Rehberg, Thoft and Winslow voting no.

DEPARTMENT OF COMMERCE

(Economic Forecasting - by University of Montana)

Representative Lory (267) made a motion to reconsider committee action on $75,000 each year removed by the subcommittee. A roll call vote was taken and the motion failed, with Representatives Bardanouve, Donaldson, Bradley, Connelly, Ernst, Manuel, Moore, Nathe, Peck, Rehberg, Spaeth, Thoft and Winslow voting no.

LEGISLATIVE AGENCIES

Representative Donaldson (326) said the committee asked each legislative agency to report on what would happen if they took a 5 percent and a 10 percent cut in their budgets. The agencies presented their answers in written form (EXHIBITS 18, 19, 20, 21 and 22).

The committee could not come to an agreement on the Legislative Auditor's presentation because there was confusion on whether the 2 percent cut recommended by the Executive was included in the calculations. Judy Rippingale said she could hold the legislative agencies budgets in HB 500 open no later than tommorrow because the bill had to go to printing to be ready for House action. The Chairman said he will not recognize any motions on budgets except on legislative agencies after tonight.

Adjourn: It was past midnight when the committee adjourned.

F. Bardanouve

FRANCIS BARDANOUVE, Chairman

DAILY ROLL CALL

APPROPRIATIONS COMMITTEE

49th LEGISLATIVE SESSION -- 1985

Date March 20, 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		

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
SWIFT, BERNIE	X	
THOFT, BOB		X
WALDRON, STEVE		X
WINSLOW, CAL		X
	8	11

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to increase the appropriation for the Forestry Task Force by $10,000.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL		X
	10	9

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to add $5,000 to the Adminstrative Code Committee for a biennial appropriation of $19,700.

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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 Donaldson made a motion to have the five legislative agencies' administrators plus the chairman and the vice chairman of the subcommittee look at taking 5% and 10% from their budgets and let the committee know what services would have to be cut to accommodate the reductions.

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	absent	
BRADLEY, DOROTHY		X
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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE	absent	
WINSLOW, CAL		X
	3	13

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to increase the appropriation for this agency by $81,936 in FY 1986 and $81,878 in FY 1987 for an additional lawyer and two secretaries.

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	absent	
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	absent	
WINSLOW, CAL	absent	
	9	8

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Rehberg made a motion to delete the Coal Tax Lobby Fund of $243,000 for the biennium.

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL		X
	9	10

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Lory made a motion to appropriate $26,025 in FY 1986 and $25,036 in FY 1987 for an additional FTE for the Federal-State Coordinator in Washington, D.C.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
QUILICI, JOE	X	
REHBERG, DENNIS	X	
SPAETH, GARY	absent	
SWIFT, BERNIE	X	
THOFT, BOB	X	
WALDRON, STEVE		X
WINSLOW, CAL	X	
	12	6

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to appropriate $63,040 in FY 1986 and $74,991 in FY 1987 from the general fund to cover reorganization costs for the State Auditor.

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
QUILICI, JOE	X	
REHBERG, DENNIS		X
SPAETH, GARY	absent	
SWIFT, BERNIE	X	
THOFT, BOB		X
WALDRON, STEVE	absent	
WINSLOW, CAL	X	
	9	8

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Winslow made a motion to authorize $95,000 in FY 1986 and $110,000 in FY 1987 for office automation.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
QUILICI, JOE	X	
REHBERG, DENNIS		X
SPAETH, GARY	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE	absent	
WINSLOW, CAL		X
	3	15

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Lory made a motion to appropriate $35,029 in FY 1986 and $30,765 in FY 1987 for the additional officers which were not approved and $20,056 in FY 1986 only for the 55 mph enforcement squad.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
QUILICI, JOE		X
REHBERG, DENNIS		X
SPAETH, GARY	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE	absent	
WINSLOW, CAL		X
	2	15

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Moore made a motion to delete the "bear in the sky".

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
SWIFT, BERNIE	X	
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL		X
	13	6

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to appropriate $221,288 in FY 1986 and $322,739 in FY 1987 from state gas tax funds.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
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
	4	14

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Lory made a motion to include $8,698 in FY 1986 and $5,276 in FY 1987 for operating expenses for the Missing Persons Program.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL	X	
	12	7

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to appropriate $50,303 in FY 1986 and $48,788 in FY 1987 of general fund for 2 FTE computer operators.

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
SWIFT, BERNIE	X	
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL		X
	11	8

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to appropriate $2,500 in FY 1986 for the purchase of a camera.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
SWIFT, BERNIE	X	
THOFT, BOB	X	
WALDRON, STEVE		X
WINSLOW, CAL	X	
	13	6

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a substitute motion to fund the additional forensic scientist from alcohol funds.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	absent	
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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE		X
WINSLOW, CAL	absent	
	9	8

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to add 1 FTE software specialist at $26,616 in each year split 75% general fund and 25% alcohol funds and 1 FTE data entry operator at $13,948 in FY 1986 and $27,897 in FY 1987 funded 75% from general fund and 25% from alcohol funds.

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	absent	
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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE		X
WINSLOW, CAL	absent	
	6	11

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to add 2 FTEs, one investigator for Miles City and one secretary for Helena, at a cost of $6,510 general fund and $53,309 federal funds in FY 1986 and $5,175 general fund and $43,322 federal funds for FY 1987.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	absent	
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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL	absent	
	9	8

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to appropriate $326,032 in FY 1986 and $288,475 in FY 1987 split 70% federal funds and 30% general fund for 13 FTE for the Child Support Bureau.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	absent	
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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL	absent	
	11	6

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to add 4.5 FTE systems development positions for an appropriation of $265,640 in FY 1986 and $334,902 in FY 1987.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	absent	
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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL	absent	
	10	7

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to add 6 FTE audit staff and appropriate $131,307 in FY 1986 and $110,897 in FY 1987 from general fund.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	absent	
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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL	absent	
	9	8

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to add 8.5 FTE collection staff for an appropriatin of $186,749 in FY 1986 and $155,125 in FY 1987 from the general fund.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	absent	
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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL	absent	
	10	7

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to appropriate $65,972 in FY 1986 and $62,454 in FY 1987 for an additional natural resource tax auditor and corporate tax auditor.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	absent	
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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE		X
WINSLOW, CAL		X
	8	10

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to add a clerk and a word processor for a cost of $40,642 in FY 1986, including $7,904 for equipment, and $32,807 in FY 1987 from the general fund.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	absent	
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	absent	
SWIFT, BERNIE	X	
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL	X	
	14	4

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to add one royalties auditor for a cost of $32,986 in FY 1986 and $31,227 in FY 1987 from the resource development state special revenue fund.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	absent	
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	absent	
SWIFT, BERNIE	X	
THOFT, BOB	X	
WALDRON, STEVE	X	
WINSLOW, CAL	X	
	18	1

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to add three federal mineral royalty auditors for a cost of $138,121 in FY 1986 and $136,224 in FY 1987 from federal funds.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	absent	
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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL		X
	10	8

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motin to add 2 auditors for unclaimed property audits and appropriate $60,478 in FY 1986 and $58,478 in FY 1987 from the unclaimed property state special revenue fund.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	absent	absent
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	absent	absent
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE		X
WINSLOW, CAL		X
	7	11

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to appropriate $43,805 in FY 1987 for automation of the unclaimed property system.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)	absent	
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	absent	
SPAETH, GARY	absent	
SWIFT, BERNIE		X
THOFT, BOB	absent	
WALDRON, STEVE	X	
WINSLOW, CAL	X	
	11	5

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to automate the fuel tax collection system from the highway fuel tax funds of $54,400 in FY 1986 and $30,000 in FY 1987.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	absent	
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	absent	
SWIFT, BERNIE	X	
THOFT, BOB	absent	
WALDRON, STEVE	X	
WINSLOW, CAL	X	

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Rehberg made a substitute motion to add 13 FTE clerical staff to complete the reappraisal.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	absent	
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	absent	
SWIFT, BERNIE	X	
THOFT, BOB	absent	
WALDRON, STEVE	X	
WINSLOW, CAL	X	
	11	6

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Bradley made a substitute motion to add 20 additional clerical staff.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	absent	
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	absent	
SWIFT, BERNIE		X
THOFT, BOB	absent	
WALDRON, STEVE	X	
WINSLOW, CAL	X	
	7	10

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to add 6.5 FTE keypunch operators to the Property Assessment Division for a cost to the general fund of $88,526 in FY 1986.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	X	
DONALDSON, GENE (Vice Chairman)	absent	
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	absent	
SWIFT, BERNIE		X
THOFT, BOB	absent	
WALDRON, STEVE	X	
WINSLOW, CAL		X

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Waldron made a substitute motion to add 4 FTE keypunch operators.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
SWIFT, BERNIE	X	
THOFT, BOB	absent	
WALDRON, STEVE	X	
WINSLOW, CAL	X	
	14	4

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Waldron made a motion to add 4 FTE keypunch operators for a cost to the general fund of $54,477 in FY 1986.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
SWIFT, BERNIE	X	
THOFT, BOB	X	
WALDRON, STEVE		X
WINSLOW, CAL		X
	8	11

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Nathe made a motion to appropriate $386,000 in FY 1986 and $217,500 in FY 1987 to fund county assessor salaries 100%.

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE		X
WINSLOW, CAL		X
	1	18

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Moore made a motion to delete all of the funding for county assessor salaries.

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	abstained	
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	absent	
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
	12	5

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to appropriate $2,096 from general fund in each year of the biennium for the legislative members of the Finance Advisory Council.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE		X
WINSLOW, CAL		X
	8	11

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to add 1 FTE lawyer for a cost to the proprietary account of $32,556 in FY 1986 and $32,476 in FY 1987.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 1985 BILL NO. HB 500 TIME N/A

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)	absent	
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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL		X
	6	12

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Lory made a motion to appropriate $11,700 in both years of the biennium for GASB.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL		X
	10	9

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Lory made a motion to add 1 FTE secretary at a cost of $16,044 in FY 1986 and $15,576 in FY 1987 from state special revenue funds.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE March 20, 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	absent	
SWIFT, BERNIE		X
THOFT, BOB		X
WALDRON, STEVE	X	
WINSLOW, CAL		X
	8	11

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Representative Quilici made a motion to add 1 FTE and operating expenses for a quick copy center at the new Department of Natural Resources and Conservation building for a cost of $57,206 in FY 1986 and $47,211 in FY 1987.

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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	

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Lory: Accept Item 3, Page 77, Exhibit 1, "Work Load Increase" of 1 FTE and operating costs. (DEPT. OF ADMIN.)

(Pub. & Graphics)

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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		
SWIFT, BERNIE		
THOFT, BOB		
WALDRON, STEVE		X
WINSLOW, CAL		X

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Lory: Accept Modification 1 - Records Management Specialist

(DEPT. OF ADMINISTRATION) (Pub. & Graphics)

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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		
SWIFT, BERNIE		
THOFT, BOB		
WALDRON, STEVE	x	
WINSLOW, CAL		x

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Accept Modification 2, Page 78, Exhibit 1 - 1 FTE technician to help develop a disaster recovery plan. (DEPT. OF ADMIN.)

(Inform. Serv. Div.)

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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		
SWIFT, BERNIE		
THOFT, BOB		
WALDRON, STEVE	X	
WINSLOW, CAL	X	

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Lory: Accept Modification 3, Page 78, Exhibit 1 - "Workload Increase" - new mainframe computer. (DEPT. OF ADMIN. Information Services Division)

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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		
SWIFT, BERNIE		
THOFT, BOB		
WALDRON, STEVE	X	
WINSLOW, CAL	X	

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Lory: Accept Modification 4, Page 78, Exhibit 1 - "Contract Programming" (DEPT. OF ADMIN., Information Services Division).

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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		
SWIFT, BERNIE		
THOFT, BOB		
WALDRON, STEVE	X	
WINSLOW, CAL	X	

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Donaldson: Sub-motion: Add 1 FTE in FY 86 and 1 FTE in FY 87 above current level FTE (DEPT. OF ADMIN., Property Supply)

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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		
SWIFT, BERNIE		
THOFT, BOB		
WALDRON, STEVE		X
WINSLOW, CAL		X

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Lory: Accept Modification 1, Page 86, Exhibit 1 - 3 FTE.

(DEPT. OF ADMIN. - Communications)

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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		
MILLER, RON		x
MOORE, JACK		x
NATHE, DENNIS		x
PECK, RAY		x
QUILICI, JOE	x	
REHBERG, DENNIS		x
SPAETH, GARY		
SWIFT, BERNIE		
THOFT, BOB		
WALDRON, STEVE		
WINSLOW, CAL		x

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Connelly: Accept Item 61, Exhibit 6 - Environmental Planner.

(ADJUTANT GENERAL - Army Guard Program)

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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		
SWIFT, BERNIE	X	
THOFT, BOB		X
WALDRON, STEVE		X
WINSLOW, CAL		X

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Quilici: Accept Modification 1, Page 104, Exhibit 1 - 1.5 FTE (ADJUTANT GENERAL - Nuclear Civil Protection)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Manuel: Accept Item 3, Exhibit 8 - Pipeline Consultants

(PUBLIC SERVICE COMMISSION)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Manuel: Accept Modification 4, Exhibit 8 - "Training"

(PUBLIC SERVICE COMMISSION)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Manuel: Accept Modification 6, Exhibit 8 - "Consultants/ Expert Witnesses" (PUBLIC SERVICE COMMISSION)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

NAME	AYE	NAY
BARDANOUVE, FRANCIS (Chairman)		X
DONALDSON, GENE (Vice Chairman)		X
BRADLEY, DOROTHY	X	
CONNELLY, MARY ELLEN		
ERNST, GENE	X	
HAND, BILL		X
LORY, EARL	X	
MANUEL, REX	X	
MENAHAN, WILLIAM		
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		
WINSLOW, CAL	X	

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Bradley: Sub-motion: Amend/accept Modification 6, Exhibit 8 from $40,000 to $20,000 - "Expert Witnesses" (PUBLIC SERVICE COMMISSION).

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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		
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		
WINSLOW, CAL	X	

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Manuel: Accept Modification 8, Exhibit 8 - "Weed Coordinator" (DEPT. OF AGRICULTURE)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Manuel: Accept Modification 19, Exhibit 8 - "Attorney"

(STATE LANDS - Central Management)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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	

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Manuel: Accept Modification 20, Exhibit 8 - "Land Use Specialists) (DEPT. OF STATE LANDS, Land Administration)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Moore: Approve expenditure of $2,446,221 of General Fund monies and let all modifieds be approved. (ALL MODIFICATIONS TO HB 500)

CS-31

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Exhibit 8

Motion: Hand: Sub-motion: Consider Modifieds 21,22,23/as one package - (DEPT. OF STATE LANDS - Forestry)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Lory: Accept Modifications 21,22,23 of Exhibit 8 (DEPT. OF STATE LANDS - Forestry)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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	

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Manuel: Accept Modification 26, Exhibit 8 - "County Cooperative Fire Program - Add 11 Counties" (STATE LANDS - Forestry)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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		
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	

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Nathe: Sub-motion: Accept Modification 86, Exhibit 8 - "Triangle Saline Seep Project" (DNRC - Conservation Districts)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Manuel: Accept Modification 87, Exhibit 8 - "Water Rights Field Investigation Travel" (DNRC - Water Resources)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Manuel: Accept Modification 89, Exhibit 8 - "Secretary for Reserved Water Rights Compact Commission" (DNRC - Water Resources)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Bradley: Add $40,000 a year to fund Business School Training Program (University Center for Business and Management Development Program)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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	

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Winslow: Sub-motion: Accept Item 3, Exhibit 5 - "language which should be in HB 500 (SRS - Medicaid - Other Services)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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	

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Winslow: Raise poverty level to 48 percent for persons aged 40 and under (SRS - AFDC and GA)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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	

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Donaldson: Accept modification of $50,500 in FY 1986 and $11,500 in FY 1987 for Teacher Pre-certification and student testing (OPI)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Spaeth: Accept a modified of $27,000 in FY 1986 and $27,000 in FY 1987 for earthquake studies (MONTANA TECH)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Donaldson: Accept modification for active fault mapping of $24,000 each year (MONTANA TECH)

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Connelly: Reconsider committee action on Forestry Task Force

ROLL CALL VOTE

HOUSE COMMITTEE APPROPRIATIONS

DATE 3/20/85 BILL NO. HB 500 TIME

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

JEAN CARROLL
Secretary

FRANCIS BARDANOUVE
Chairman

Motion: Lory: Reconsider committee action on $75,000 each year removed by subcommittee for Economic Forecasting - U of M.

EXHIBIT 1
March 20, 1985
General Government and
Highways

NARRATIVE FOR HOUSE BILL 500
by the
General Government and Highways Subcommittee

March 13, 1985

Agency: L slative Auditor | Program: gency 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
FTE	58.00	65.00	65.00	65.00	65.00	65.00	65.00	12.0
Personal Services	$1,529,726	$1,799,582	$1,727,599	$1,727,599	$1,799,582	$1,727,599	$1,727,599	12.9
Operating Expenses	322,578	445,088	350,983	395,959	440,445	359,360	397,514	22.7
Equipment	30,318	9,592	9,394	9,394	18,550	3,550	18,550	30.9
Total Exp.	$1,882,622	$2,254,262	$2,087,976	$2,132,952	$2,258,577	$2,090,509	$2,143,663	13.3
FUNDING								
General Fund	$1,085,455	$1,370,944	$1,204,658	$1,305,700	$1,335,845	$1,167,777	$1,303,901	20.3
State Special Rev.	797,167	883,318	883,318	827,252	922,732	922,732	870,005	3.8
Total Funding	$1,882,622	$2,254,262	$2,087,976	$2,132,952	$2,258,577	$2,090,509	$2,173,906	13.3

Language in Bill: Travel of $5,000 each year is line itemed for travel relating to legislative requests. Telephone costs of $2,432 for moving telephones in case the capitol is renovated is a line item biennial appropriation.

Program Description: The Office of the Legislative Auditor was established in 1967 and is responsible for auditing the financial affairs and transactions of all state agencies and for assisting the legislature by gathering and analyzing information pertinent to the fiscal affairs of state government.

Current Level Budget: Vacancy savings was set at 4 percent. The current level budget was accepted with the following adjustments. (1) For the biennium, $65,000 was added for a computer system. In fiscal 1986, $25,000 is to study requirements and definition of system needs for an in-house data processing system. In fiscal 1987, $25,000 was provided for implementation assistance of the new system. Included in fiscal 1987 is $15,000 for a mini computer for the system. (2) Included is $5,000 each year for actuarial contracts for review of the retirement systems and other areas such as medicaid. (3) An additional $10,000 per year was provided by the committee for contract audits that may be scheduled during the year. This is in addition to the specific contract audits of $88,000 identified by the LAO. (4) The committee provided $2,432 for wiring telephones in case the capitol is renovated. This is a biennial line item appropriation. (5) Travel was increased by $26,690 each year. Included is an additional $7,000 each year for travel by auditors for audit purposes, an additional $3,690 for legislative audit committee members, $11,000 for travel to training seminars, and $5,000 line itemed each year for travel in relation to legislative requests. The committee took a 2 percent general fund reduction to be consistent with reducing executive branch agencies by 2 percent. The resulting decrease was $26,668 in fiscal 1986 and $26,078 in fiscal 1987.

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Agency: O[illegible]ce of the Legislative Fiscal Analyst

Program: [illegible]ency 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
FTE	15.00	15.00	15.00	15.00	15.50	15.50	15.50	-0-
Personal Services	$407,646	$522,888	$522,888	$522,888	$523,386	$523,386	$523,386	28.2
Operating Expenses	101,213	144,268	102,722	149,105	192,432	162,288	154,866	68.0
Equipment	37,290	12,750	2,750	2,750	2,750	2,750	2,750	(99.0)
Total Exp.	$546,149	$679,906	$628,360	$674,743	$718,568	$688,424	$681,002	27.3
FUNDING								
General Fund	$546,149	$679,906	$628,360	$674,743	$718,568	$688,424	$681,002	27.3

Language in Bill: $20,000 is a biennial appropriation for consultants. $30,390 is a biennial appropriation for computer enhancements.

Program Description: The Office of the Legislative Fiscal Analyst (LFA) was established in 1974 to provide concentrated fiscal analysis of state government and to accumulate, compile, analyze and furnish such information that might bear upon financial matters of the state and that might be relevant to issues of policy and questions of statewide importance. The legislative fiscal analyst is guided by the Legislative Finance Committee.

Current Level Budget: Contract services of $20,000 for committee consultants was made a biennial appropriation. To provide flexibility for planning potential changes in the computer operations, the biennium costs of computer programming of $30,390 was made a biennium appropriation. Travel was increased by $21,500 in fiscal 1986 to $39,000 and $6,500 in fiscal 1987 to $24,000. Travel will provide for 12 two-day committee meetings in fiscal 1986 and six two-day committee meetings in fiscal 1987. Staff travel is increased so staff can visit the agencies they analyze and participate in out-of-state meetings pertinent to state fiscal offices.

The committee reduced the budget by 2 percent to remain consistent with cost reductions the executive recommended. These reductions were $17,797 in fiscal 1986 and $18,271 in fiscal 1987.

Modified Recommendations: (1) Computer. Computer support was authorized to allow for analysis of budgets and legislative requests. The cost is $26,043 in fiscal 1987 and $1,200 for maintenance in fiscal 1987. Funding is general fund.

(2) Increase in Staff. The LFA staff worked 4,700 extra hours in the first six months of fiscal 1985. Extra hours worked during the 1983 session totaled 4,798. Combining the pre-session and session hours worked, staff will work enough extra hours in fiscal 1985 to equal 5.2 FTE. The modified is for two professional FTE and one half-time secretary. The added staff would be hired in September 1985. One professional FTE would be for the natural resources area. One professional FTE would be for education. Costs to the general fund would be $70,646 in fiscal 1986 and $67,301 in fiscal 1987.

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Agency: slative Council

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
FTE	45.57	43.50	43.57	41.50	58.00	53.00	56.00	9.0
Personal Services	$1,045,566	$1,310,901	$1,250,087	$1,327,855	$1,631,975	$1,423,446	$1,566,696	27.0
Operating Expenses	1,039,436	1,758,640	1,359,125	1,554,813	688,452	590,941	638,253	49.6
Equipment	93,370	35,766	-0-	35,776	38,193	-0-	28,193	(61.7)
		I get 3,105,307						
Total Exp.	$2,178,372	$3,105,317	$2,609,212	$2,918,444	$2,358,620	$2,014,387	$2,233,142	34.0
FUNDING								
General Fund	$1,643,441	$2,124,317	$1,759,212	$1,937,444	$2,358,620	$2,014,387	$2,233,142	17.9
State Special Rev.	534,931	981,000	850,000	981,000	-0-	-0-	-0-	83.4
Total Funding	$2,178,372	$3,105,317	$2,609,212	$2,918,444	$2,358,620	$2,014,387	$2,233,142	34.0

Language in Bill: The state special revenue fund in fiscal 1986 is a biennial appropriation for the Montana Codes Annotated.

Program Description: The Legislative Council was established to provide support to the legislature in the drafting of legislation and to coordinate the activities of standing and select committees and subcommittees by providing staff support and report preparation assistance. Staff of the council is functionally grouped into four statutory divisions--Research, Legislative Services, Management, and Legal Services--and one recently created division, the Research Library.

Current Level Budget: Vacancy savings was set at 4 percent. The budget was approved as requested with reductions totaling $134,437 in fiscal 1986 and $61,974 in fiscal 1987. The Interim Committee travel budget was reduced from $233,000 for the biennium to $145,000 for the biennium, a reduction of $88,000. Council staff travel was reduced to $44,220 for the biennium, a reduction of $10,000. Equipment requested for shelving of $10,000 was not funded. A 2 percent reduction of the budget was made by the committee to remain consistent with cost reductions the executive suggested for executive branch agencies. These reductions amounted to $41,437 in fiscal 1986 and $46,974 in fiscal 1987. The council budget was represented as having no inflation; therefore, no reductions were made when other state budgets were reduced to inflation at the level of 4 percent, 3 percent, 3 percent for fiscal years 1985, 1986, and 1987, respectively.

Included in equipment in fiscal 1986 are computers of $16,360, software of $8,500, and office equipment of $10,916. Equipment in fiscal 1987 includes computers of $13,895, software of $500, and office equipment of $13,798.

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Agency: C umer Counsel | Program: Agency Summary

	FY 1984	- - - Fiscal 1986	- - -	- - -	- - - Fiscal 1987	- - -	- - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	4.25	4.25	4.25	4.25	4.25	4.25	4.25	0.0
Personal Services	$151,845	$178,354	$178,354	$178,354	$192,224	$178,354	$192,134	17.4
Operating Expenses	481,949	664,494	524,400	683,422	692,024	550,256	704,436	141.8
Equipment	3,019	20,000	1,000	20,000	1,000	1,000	1,000	562.0
Total Exp.	$636,813	$862,848	$703,754	$881,776	$885,248	$729,610	$897,570	38.5
FUNDING								
State Special Rev.	$636,813	$862,848	$703,754	$881,776	$885,248	$729,610	$897,570	38.5

Language in Bill: $100,000 was line-itemed for expert witness fees for unanticipated cases.

Program Description: The Consumer Counsel is charged with the "duty of representing consumer interest in hearings before the Public Service Commission or any other successor agency." The Consumer Counsel also may initiate, intervene in, or otherwise participate in appropriate proceedings in the state and federal courts and in administrative agencies on behalf of the public of Montana.

Current Level Budget: Contract services were set at $640,319 in fiscal 1986 and $659,528 in fiscal 1987 with $100,000 being line-itemed for unanticipated cases. The amounts for contract services include inflation and are above current level by $152,266 in fiscal 1986 and $147,075 in fiscal 1987. Travel was increased over fiscal 1984 expenditures by $7,127 in fiscal 1986 and $8,003 in fiscal 1987 for travel associated with unanticipated cases. Equipment authorized in fiscal 1986 is a word processor.

Funding is provided by a consumer counsel tax on all regulated entities under the public service jurisdiction.

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Agency: Environmental Quality Council   Program: Agency Summary

	FY 1984	- - Fiscal 1986 - -			- - Fiscal 1987 - -			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	6.25	6.25	6.25	6.25	6.25	6.25	6.25	0.0
Personal Services	$140,468	$168,297	$168,297	$168,297	$168,297	$168,299	$168,299	19.8
Operating Expenses	62,556	76,149	68,598	67,146	76,371	69,916	67,397	7.3
Equipment	11,776	-0-	-0-	-0-	-0-	-0-	-0-	(100.0)
						I get 238,215		
Total Exp.	$214,800	$244,446	$236,895	$235,443	$244,668	$238,214	$235,696	9.6
FUNDING								
General Fund	$214,800	$244,446	$236,895	$235,443	$244,668	$238,214	$235,696	9.6

Program Description: The Environmental Quality Council was established in 1971 to implement provisions of the Montana Environmental Policy Act (MEPA - Title 75, Chapter 1, MCA). The council functions as an arm of the legislature, with the role of anticipating and analyzing the causes of environmental problems and recommending solutions to those problems. The council is to insure that state environmental policy is consistently observed by all state agencies that are concerned with environmental matters. The legislature assigns interim studies relating to natural resources and economic development to the council, and the council staffs Natural Resource Committees during legislative sessions.

Current Level Budget: The current level budget was approved with an increase in travel of $4,575 in fiscal 1986 for a total travel budget of $28,362. This will fund six regular EQC meetings, eight subcommittee meetings, and staff travel. Contract services in fiscal 1987 were increased by $5,477 to allow for the printing of the EQC annual report. The committee reduced the budget by 2 percent to remain consistent the executive cost reduction recommendations. These reductions amounted to $4,811 in fiscal 1986 and $4,825 in fiscal 1987.

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	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	85.00	91.00	91.00	91.00	91.00	91.00	91.00	7.00
Personal Services	$3,035,705	$3,530,279	$3,467,846	$3,517,598	$3,540,661	$3,478,439	$3,528,273	15.8
Operating Expenses	685,833	948,879	865,368	973,340	951,968	896,649	1,010,631	41.9
Equipment	262,814	246,543	248,343	251,437	222,547	224,347	218,878	4.4
Grants	96,855	97,542	97,542	97,542	100,885	100,885	100,885	.7
Total Exp.	$4,081,207	$4,823,243	$4,679,099	$4,839,917	$4,816,061	$4,700,320	$4,858,667	18.6
FUNDING								
General Fund	$3,833,793	$4,256,684	$4,125,715	$4,252,974	$4,233,949	$4,130,934	$4,255,722	10.9
State Special Rev.	247,414	566,559	553,384	586,943	582,112	569,386	602,945	137.0
Total Funding	$4,081,207	$4,823,243	$4,679,099	$4,839,917	$4,816,061	$4,700,320	$4,858,667	18.6

Program Description: The judicial branch of state government is provided for in Article III, Section I and Article VII of the 1972 Montana Constitution. In Section II of Article VII, the jurisdiction of the Supreme Court is defined. That jurisdiction consists of all appellate jurisdiction and original jurisdiction in petitions for writs of habeas corpus and other such writs, general supervisory control over all courts, and rulemaking power of Montana's courts. Programs of the court include the Supreme Court, Board and Commissions Program, Law Library, District Court, and Water Courts.

Current Level Budget: Personal services increase 15.8 percent as the result of four additional district court judges being added to the District Court Program and 1.5 paraprofessionals being added to the Water Courts Program. Vacancy savings was not taken from any program except the Supreme Court where 1 percent vacancy savings was taken.

Operating expenses are up 41.9 percent from fiscal 1984 to fiscal 1986. This is due to funds for printing being increased by $27,060 to allow for printing a backlog of Montana Reports, increases in travel and training for district court judges, and an increase in water court expenses of 279 percent over fiscal 1984.

	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	32.00	32.00	32.00	32.00	32.00	32.00	32.00	-0-
Personal Services	$ 960,341	$ 973,900	$ 935,533	$ 964,744	$ 975,931	$ 937,484	$ 966,755	0.5
Operating Expenses	274,519	334,822	284,018	315,237	320,376	282,690	312,160	14.8
Equipment	44,563	28,659	28,659	28,659	5,163	5,163	5,163	(35.7)
Grants	96,855	97,542	97,542	97,542	100,885	100,885	100,885	.07
Total Exp.	$1,376,278	$1,434,923	$1,345,752	$1,406,182	$1,402,355	$1,326,222	$1,384,963	2.2
FUNDING								
General Fund	$1,376,278	$1,434,923	$1,345,752	$1,406,182	$1,402,355	$1,336,222	$1,384,963	2.2

Program Description: The Supreme Court Program is the appellate court in the State of Montana. The Supreme Court also has original jurisdiction to issue, hear, and determine writs of habeas corpus and other writs as provided by law. The Supreme Court Operations Program relates specifically to the day-to-day operations of the court.

Current Level Budget: Vacancy savings for this program was set at 1 percent. An increase in operating expenses of $27,060 was approved for printing a backlog of Montana Reports. Montana Reports are those reports that contain all of the cases decided by the Montana Supreme Court since 1871. The $27,060 in each year will not make those reports current. Montclerk funding was authorized at $97,542 in fiscal 1986 and $100,885 in fiscal 1987. Montclerk prepares legal memoranda and answers questions as requested by mail and telephone by judges, prosecutors, public defenders, and other publicly paid members of the criminal justice system in Montana.

Modified Recommendations: (1) Workload Increase. The Supreme Court is requesting one lawyer and two secretaries to assist the Supreme Court Justices in their work. The staff attorney is requested to review routine matters filed with the court, review proposed opinions for consistency with previous court decisions, and provide legal support for the Boards and Commissions Program. Two legal secretaries were approved to provide faster turnaround on opinions and provide clerical duties currently being done by the Justices and law clerks. The general fund cost is $81,936 in fiscal 1986 and $81,878 in fiscal 1987.

(2) Sentencing Data Project. This would provide the computer software for producing regular sentencing reports. The general fund cost in fiscal 1986 is $5,700.

(3) Archives Project. This project would provide historic preservation of court records by microfilming. These funds would complete the preservation project, which was started six years ago and is 50 percent complete. Costs to the general fund are $71,500 in fiscal 1986 and $71,500 in fiscal 1987.

(4) Computer Equipment. Two terminals and one printer were approved. The general fund cost is $7,060 in fiscal 1986 and $7,868 in fiscal 1987.

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Agency: J ciary | Program: Boar & Commissions

	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	3.00	3.00	3.00	3.00	3.00	3.00	3.00	-0-
Personal Services	$ 80,867	$ 78,432	$ 75,374	$ 78,432	$ 78,465	$ 75,406	$ 78,465	3.0
Operating Expenses	109,460	123,219	117,978	124,045	123,415	123,391	129,458	13.3
Equipment	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total Exp.	$190,327	$201,651	$193,352	$202,477	$201,880	$198,797	$207,923	6.4
FUNDING								
General Fund	$190,327	$201,651	$193,352	$202,477	$201,880	$298,797	$207,923	6.4

Program Description: The Boards and Commissions Program provides support and supervision of the various boards and commissions appointed or established by the Supreme Court. There are presently nine boards that review activities of the Judiciary branch of government. These boards include such things as the Bar Examiners and Sentence Review and Standards.

Current Level Budget: No vacancy savings was taken from this program. A $6,607 increase for printing and supplies needed to revise and update legal rules and costs associated with uncompleted confidential cases for the Judicial Standards Commission. The balance of the increase in operating expenses is inflation.

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	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-
Personal Services	$123,375	$156,759	$148,928	$153,549	$156,824	$148,988	$153,611	24.5
Operating Expenses	122,084	119,746	120,260	131,907	121,175	126,587	138,255	8.0
Equipment	201,684	199,884	201,684	230,176	199,884	201,684	228,592	14.1
Total Exp.	$447,143	$476,389	$470,872	$515,632	$477,883	$477,259	$520,458	15.3
FUNDING								
General Fund	$438,767	$466,889	$461,372	$485,435	$468,383	$467,740	$490,261	10.0
State Special Rev.	8,376	9,500	9,500	30,197	9,500	9,519	30,197	26.0
Total Funding	$447,143	$476,389	$470,872	$515,632	$477,883	$477,259	$520,458	15.3

Program Description: The Law Library staff provides for the operation of the State Law Library. The law library is maintained for use by the members of the bar, legislators, state officers and employees, and the general public.

Current Level Budget: Operating expenses increase primarily for maintenance contracts and photo reproduction supplies. No vacancy savings was taken. The major increase in the budget over current level is in the area of books. An inflation factor of approximately 12.03 percent was used. This figure was based on inflation factors from the Law Library Journal, Volume 76, No. 1.

The state special revenue account is for reimbursements for the on-line reference service, Westlaw. In fiscal 1984, $8,375 was generated from this service. In fiscal 1985, $29,708 was budgeted. It was anticipated that $30,197 would be generated from this service in fiscal 1986 and fiscal 1987. Fees for this service are based on the amount charged by the vendor with no markup.

Modified Recommendations: (1) Increased Workload. The move to the new law library has increased access to the library and improved circulation. In turn, reshelving has become a problem. The subcommittee approved .75 FTE to eliminate this problem. The cost is $5,460 in fiscal 1986 and $5,460 in fiscal 1987. Funding is general fund.

(2) Increased Research Activity. The subcommittee approved an increase in estimated Westlaw activity and a new on-line search system called Dialog which is a bibliographic service. Costs of these services are estimated at $16,801 in fiscal 1986 and fiscal 1987 for Westlaw and $4,000 in fiscal 1986 and fiscal 1987 for Dialog. Costs for these services will be recovered by charging a fee for the services.

(3) IBM Computer. The subcommittee approved the purchase of an IBM computer for the library and one cabinet for microforms. The general fund cost in fiscal 1986 is $8,505 and in fiscal 1987 is $650.

Agency: .ciary

Program: District ..urt Operations

	FY 1984	- - - - Fiscal 1986	- - - -	- - - -	- - - - Fiscal 1987	- - - -	- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	32.00	36.00	36.00	36.00	36.00	36.00	36.00	12.5
Personal Services	$1,704,525	$1,994,304	$1,994,302	$1,994,302	$2,002,404	$2,002,402	$2,002,402	17.0
Operating Expenses	123,896	158,917	130,937	164,578	158,927	135,773	170,173	32.8
Equipment	-0-	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Total Exp.	$1,828,421	$2,153,221	$2,125,239	$2,158,880	$2,161,331	$2,138,175	$2,172,575	18.1
FUNDING								
General Fund	$1,828,421	$2,153,221	$2,125,239	$2,158,880	$2,161,331	$2,138,175	$2,172,575	18.1

Program Description: The District Court Operations pays the salaries and travel expenses for the 36 district court judges.

Current Level Budget: No vacancy savings was taken from this program. The budget reflects the addition of four new judges added last session. Operating expenses are above current level due to: (1) increased legal seminars as mandated by the Supreme Court for $16,000 per year; and (2) increased judges' travel associated with in-state seminars and out-of-state travel to the National Judicial College for $16,000 per year.

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	FY 1984	- - - - Fiscal 1986 - - - -			- - - - Fiscal 1987 - - - -			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	11.50	13.50	13.50	13.50	13.50	13.50	13.50	17.4
Personal Services	$166,597	$326,884	$313,709	$326,571	$327,037	$314,159	$327,040	96.0
Operating Expenses	55,874	212,175	212,175	212,175	228,075	228,208	228,208	279.0
Equipment	16,567	18,000	18,000	18,000	17,500	17,500	17,500	8.6
Total Exp.	$239,038	$557,059	$543,884	$556,746	$572,612	$559,867	$572,748	132.9
FUNDING								
State Special Rev.	$239,038	$557,059	$543,884	$556,746	$572,612	$559,867	$572,748	132.9

Program Description: The Water Courts Program provides for the adjudication of claims of existing water rights in Montana and supervision of the distribution of water among the four water divisions.

Current Level Budget: No vacancy savings was taken. In fiscal 1984, the expenditures for the adjudication process were less than anticipated. It is expected that in fiscal 1985, 1986, and 1987, expenditures should increase due to the number of cases settled by the court. Funding for the water courts comes from the water development account.

Agency: Governor's Office

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
FTE	58.02	59.08	55.40	58.90	59.08	55.40	58.90	.01
Personal Services	$1,604,305	$1,841,896	$1,720,111	$1,845,923	$1,851,694	$1,723,493	$1,855,361	16.3
Operating Expenses	800,049	959,181	688,139	921,372	983,406	733,317	958,222	15.16
Equipment	36,449	4,450	1,849	5,000	4,200	849	4,200	(86.2)
Total Exp.	$2,440,803	$2,805,527	$2,410,099	$2,772,295	$2,839,300	$2,457,659	$2,817,783	13.58
FUNDING								
General Fund	$2,122,505	$2,363,814	$2,049,483	$2,330,556	$2,375,809	$2,090,880	$2,354,033	9.8
Federal Revenue	318,298	441,713	360,616	441,739	463,491	366,779	463,750	38.7
Total Funding	$2,440,803	$2,805,527	$2,410,099	$2,772,295	$2,839,300	$2,457,659	$2,817,783	13.58

Program Description: The Governor's Office oversees and directs the activities of executive branch agencies. The Governor's Office consists of the Lieutenant Governor's Office, responsible for performance of those duties prescribed by law and those delegated to him by the Governor; the Office of Budget and Program Planning, responsible for assisting the Governor in the planning, preparation, and the administration of the state budget; the Citizens' Advocate Office, responsible for making state government more responsible and accessible to the citizens of Montana; the Mental Disabilities Board of Visitors responsible for reviewing patient care at Montana's institutions and community health centers; and the Northwest Power Planning Council, responsible for the development of a 20-year electric energy plan that will provide an efficient and adequate electric power supply for consumers in the Pacific Northwest and will encourage conservation in development of natural resources.

Current Level Budget: 1) Two programs were transferred to the Governor's Office: a) The Aging Coordinator Program was transferred from SRS to the executive office program, and b) the Legal Services Program was transferred to the Board of Visitors from the Department of Institutions. The result of program transfers is an increase of 2.5 FTE. One FTE an economist III position was reinstated by the subcommittee to the Northwest Power Council.

2) Major operating expense increases are due to the approval by the subcommittee of the coal tax lobby effort, Flathead Basin Commission, and the program transfers.

3) Federal revenue for the Governor's Office is primarily associated with the Northwest Power Council and is from the Bonneville Power Administration.

4) The committee accepted the Governor's proposal of reducing all budgets in the Governor's office by 2 percent. Before inflation, the reductions totaled $38,567 in fiscal 1986 and $37,884 in fiscal 1987.

Agency: ...nor's Office | Program: ...cutive Office

	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	20.65	20.68	19.50	20.68	20.68	19.50	20.68	1.4
Personal Services	$ 618,732	$ 652,043	$618,444	$ 652,294	$ 656,045	$ 619,192	$ 655,898	5.4
Operating Expenses	394,725	478,465	281,162	455,071	427,548	274,908	411,316	15.3
Equipment	18,601	-0-	500	500	-0-	-0-	-0-	973.0
Total Exp.	$1,032,058	$1,130,508	$900,106	$1,107,865	$1,083,593	$894,100	$1,067,214	7.3
FUNDING								
General Fund	$1,023,080	$1,130,508	$900,106	$1,107,865	$1,083,593	$894,100	$1,067,214	8.3
Federal Revenue	8,978	-0-	-0-	-0-	-0-	-0-	-0-	
Total Funding	$1,032,058	$1,130,508	$900,106	$1,107,865	$1,083,593	$894,100	$1,067,214	7.3

Language in Bill: The lobby effort is for the purpose of defending the state's right to establish and levy a tax on coal mined within Montana's borders, to oppose federal legislation that would diminish the state's revenue through discriminatory formula or funding allocations, and to monitor federal actions regarding coal transportation and the Clean Air Act. This appropriation would also fund the legislative oversight committee established in HB 828, Session Laws of 1981. In addition, any balance remaining from item 2(c) of the Governor's Office appropriations contained in HB 447 of the 48th Legislature is reappropriated for use in the 1987 biennium.

If 3 FTE are authorized for the Clark Fork River Project, they will be restricted to that project and cannot be transferred to any other program within the Governor's Office

Program Description: The executive office budget as approved by the subcommittee contains the budget for the executive office, coal tax lobby effort, Flathead Basin Commission, and the Aging Coordinator. The executive office is responsible for overseeing and directing the activities of the executive branch of government.

Current Level Budget: Vacancy savings of 4 percent was set. A 1.18 FTE have been approved above current level. One FTE is the aging coordinator and a .18 FTE has been approved to assist the Revenue Oversight Committee. Vacancy savings for this program was set at 4 percent. Operating expenses are above current level due to:

	FY 86	FY 87
1. The [illegible] tax lobby effort. The major part of these funds are for a [illegible]ington, D.C. lobbyist firm hired to advocate the states right to levy a 30 percent tax on coal mined in Montana.	$121,398	$121,849
2. Flathead Basin Commission. This is a biennial appropriation. The purpose of the Flathead Basin Commission is to protect the existing high quality of the Flathead Lake aquatic environment; the waters that flow into, out of, or are tributary to the lake; and the natural resources and environment of the Flathead basin.	36,690	---
3. Aging Coordinator Program. This program was transferred to the executive office from SRS.	39,256	39,270
4. An increase in dues for the Governor's membership to regional and national organizations was approved by the subcommittee.	19,371	19,371

Federal funds in fiscal 1984 were in association with the Clark Fork River Basin Project.

Modified Recommendations: (1) Clark Fork River Basin Project. The principal objective of the project is to provide administrative continuity to water related studies. Three FTE were approved with this project. Funding for the project is from private and federal sources, $267,500 per year.

(2) Client Assistance Program. The purpose of this program is to assist handicapped individuals receiving or seeking rehabilitative services. Funding for this program is $50,000 federal from the Department of Education.

(3) Federal-State Coordinator. An additional FTE, a research specialist, was approved for Washington D.C.. This individual will be responsible for performing relatively complex research assignments on topics such as the federal budget and pending federal legislation that affects Montana. Funding is general fund, fiscal 1986 $26,025, fiscal 1987 $25,036.

DWLEG:gg app nar/9

Agency: Governor's Office

Program: Mansion Maintenance

	FY 1984	- - - - Fiscal 1986	- - - -	- - - -	- - - - Fiscal 1987	- - - -	- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	2.25	2.15	2.15	2.15	2.15	2.15	2.15	(4.5)
Personal Services	$34,304	$38,850	$38,850	$38,803	$38,866	$38,864	$38,818	13.2
Operating Expenses	17,889	20,055	20,202	20,788	20,176	21,291	21,771	16.2
Equipment	1,160	450	500	500	-0-	-0-	-0-	(56.9)
Total Exp.	$53,353	$59,355	$59,522	$60,091	$59,042	$60,155	$60,589	12.6
FUNDING								
General Fund	$53,353	$59,355	$59,522	$60,091	$59,042	$60,155	$60,589	12.6

Program Description: The Mansion Maintenance Program provides housing maintenance for the governor's official residence.

Current Level Budget: Vacancy savings for this program was set a 4 percent. Current level was increased by $1,112 for a late food bill that was not included in fiscal 1984 actual expenses.

DWLEG:gg app nar/10

Agency: Go nor's Office — Program: Air Tr sportation

	FY 1984	- - - Fiscal 1986 - - -			- - - Fiscal 1987 - - -			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	1.00	1.00	1.00	1.00	1.00	1.00	1.00	0.00
Personal Services	$ 29,284	$30,208	$30,218	$30,208	$ 30,221	$30,230	$ 30,221	3.1
Operating Expenses	72,575	65,076	49,823	64,201	78,278	51,438	78,414	(11.5)
Total Exp.	$101,859	$95,284	$80,041	$94,409	$108,499	$81,668	$108,635	(7.3)
FUNDING								
General Fund	$101,859	$95,284	$80,041	$94,409	$108,499	$81,668	$108,635	(7.3)

Program Description: The Air Transportation Program provides a state airplane for the governor and other state officials

Current Level Budget: Vacancy savings was set at 4 percent. The subcommittee approved $15,000 in fiscal 1986 and $27,598 in fiscal 1987 above current level for unscheduled maintenance for the Governor's airplane. The remainder of the difference is associated with inflation.

DWLEG:gg app nar/11

SUBCOMMITTEE ACTION

Agency: Go[illegible]nor's Office

Program: Office of Budget and Prog[illegible] Planning

	FY 1984	- - Fiscal 1986 - -			- - Fiscal 1987 - -			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	18.25	18.25	18.25	18.25	18.25	18.25	18.25	0.00
Personal Services	$520,228	$575,715	$576,134	$576,134	$580,420	$578,005	$580,877	10.7
Operating Expenses	89,354	91,889	84,496	84,564	128,888	122,777	121,447	(5.4)
Equipment	11,057	-0-	-0-	-0-	-0-	-0-	-0-	(100.0)
Total Exp.	$620,639	$667,604	$660,630	$660,698	$709,308	$700,782	$702,324	6.5
FUNDING								
General Fund	$620,639	$667,604	$660,630	$660,698	$709,308	$700,782	$702,324	6.5

Program Description: The Office of Budget and Program Planning assists the governor in the planning, preparation, and administration of the state budgets.

Current Level Budget: Vacancy savings was set at 4 percent. Personal services increase in fiscal 1987 over current level due to overtime expected during a session year of $2,872. The subcommittee approved $7,000 per year for a legislative statewide audit that will allow for the centralized audit of appropriations recorded on the state's accounting records. Rent for the Department of Administration was adjusted reflecting the majority of the remaining difference between the current level budget and the subcommittee's budget. The 2 percent reduction in this program reduced current level by $10,451 in fiscal 1986 and $11,104 in fiscal 1987.

Agency: Governor's Office

Program: Northwest Regional Power Council

	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	7.37	7.00	6.00	7.00	7.00	6.00	7.00	5.00
Personal Services	$168,918	$245,352	$207,246	$245,352	$245,855	$207,716	$245,855	45.2
Operating Expenses	139,549	192,361	152,521	192,387	213,436	158,214	213,695	37.8
Equipment	849	4,000	849	4,000	4,200	849	4,200	371.0
Total Exp.	$309,316	$441,713	$360,616	$441,739	$463,491	$366,779	$463,750	42.8
FUNDING								
Federal Revenue	$309,316	$441,713	$360,616	$441,739	$463,491	$366,779	$463,750	42.8

Program Description: Northwest Regional Power Act established the Northwest Electric Power and Conservation Planning Council. The Montana State Legislature, with passage of House Bill 641 of the 47th Legislative Session, enabled Montana to participate in the council. The Power Planning Council consists of the states of Montana, Washington, Idaho, and Oregon. The council is charged with the task of developing a 20-year electric energy plan, which assures the region of an efficient and adequate power supply.

Current Level Budget: The subcommittee reinstated on economist III position in the budget. This position had been vacant all of fiscal 1984. Operating expenses were set at the level of the negotiated contract with the Bonneville Power Administration. Funds for updating typing, calculating, and duplicating equipment were authorized. The federal revenue comes from the Bonneville Power Administration.

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Agency: Governor's Office | Program: Lieutenant Governor

	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	6.00	6.00	6.00	6.00	6.00	6.00	6.00	0.00
Personal Services	$162,402	$184,033	$175,954	$184,033	$184,542	$176,188	$184,541	13.3
Operating Expenses	41,887	54,101	47,138	48,569	54,890	49,215	52,116	15.9
Equipment	4,646	-0-	-0-	-0-	-0-	-0-	-0-	(100.0)
Total Exp.	$208,935	$238,134	$223,092	$232,602	$239,432	$225,403	$236,657	11.3
FUNDING								
General Fund	$208,935	$238,134	$223,092	$232,602	$239,432	$225,403	$236,657	11.3

Program Description: The Lieutenant Governor's Office is responsible for carrying out duties prescribed by law as well as duties delegated by the Governor. The Lt. Governor 's Office is expected to become more involved in state and local government relations in the later part of 1985 and the 1987 biennium as the result of the clearing house review process which places stronger emphasis on including local governments in planning federal programs.

Current Level Budget: Vacancy savings for this program was set at 4 percent. Operating expenses are over current level by 12 percent. The increase is primarily related to an anticipated increase for travel of $1,627 and contract printing of $1,700, associated with the local state coordination position that was vacant in fiscal 1984. An internship was approved for fiscal 1987 at $1,800. An adjustment in personal services was made for a position that was filled by a temporary employee at a lower salary then would normally be paid. This increase to personal services was for $8,079 in fiscal 1986 and $8,354 in fiscal 1987.

Agency: Governor's Office | Program: Citizen's Advocate Office

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	1.00	1.00	1.00	1.00	1.00	1.00	1.00	0.00
Personal Services	$31,938	$30,776	$30,776	$30,776	$30,790	$30,791	$30,791	(3.6)
Operating Expenses	14,009	16,910	16,153	10,660	19,622	17,333	19,238	18.9
Total Exp.	$45,947	$47,686	$46,929	$47,436	$50,412	$48,124	$50,029	3.2
FUNDING								
General Fund	$45,947	$47,686	$46,929	$47,436	$50,412	$48,124	$50,029	3.2

Program Description: The Citizen's Advocate Office provides a toll free number to citizens so that they may obtain information, make suggestions, air complaints, and ask for assistance with problems regarding state government.

Current Level Budget: Vacancy savings was set at 4 percent. Operating expenses were increased by $1,177 to reflect a late phone bill that was not in the current level budget and the communications base was increased $1,729 to reflect anticipated increased usage during the session year. Inflation associated with the increased communications costs accounts for the remaining difference between the subcommittee and current level.

Agency: Governor's Office

Program: Board of Visitors

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	1.50	3.00	1.50	3.00	3.00	1.50	3.00	1.00
Personal Services	$38,498	$ 84,919	$42,489	$ 88,323	$ 84,955	$42,507	$ 88,360	129.40
Operating Expenses	30,058	40,324	36,642	39,132	40,568	38,141	40,225	50.1
Equipment	136	-0-	-0-	-0-	-0-	-0-	-0-	(100.00)
Total Exp.	$68,692	$125,243	$79,131	$127,455	$125,523	$80,648	$128,585	85.5
FUNDING								
General Fund	$68,692	$125,243	$79,131	$127,455	$125,523	$80,648	$128,585	85.5

Program Description: The Board of Visitors is charged with protecting the rights of the mentally ill and the developmentally disabled by reviewing the care and treatment of facilities providing care to this population.

Current Level Budget: Vacancy savings for this program is set at 2 percent. Operating expenses associated with Board of Visitors were increased for Department of Administration rent by $1,848 in fiscal 1986 and $1,875 in fiscal 1987 as the board moved to new spaces in the fall and by $450 each year for maintenance on equipment purchased in fiscal 1984. FTE for this program increase by 1.5 as the Legal Services Program was transferred from the Department of Institutions. This program provides legal services for eligible residents of the Montana State Hospital and the Boulder River School and Hospital. Costs associated with this program are $46,340 in fiscal 1986 and $46,433 in fiscal 1987.

Agency: Secretary of State

Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	30.00	29.50	28.00	30.00	29.50	28.00	29.50	0.0
Personal Services	$ 570,176	$ 622,582	$ 593,266	$ 631,094	$ 623,193	$ 593,754	$ 625,252	10.7
Operating Expenses	417,498	372,503	366,084	367,720	400,937	404,374	396,763	(11.9)
Equipment	16,802	6,363	1,800	5,600	-0-	1,796	1,796	(67.0)
Non-Operating	70,220	51,600	51,600	51,600	51,600	51,600	51,600	(26.6)
Total Exp.	$1,074,696	$1,053,048	$1,012,750	$1,056,014	$1,075,730	$1,051,524	$1,075,411	(1.7)
FUNDING								
General Fund	$ 901,609	$ 893,561	$ 871,239	$ 894,010	$ 917,998	$ 909,192	$ 913,721	(0.8)
State Special Rev.	173,087	159,487	141,511	162,004	157,732	142,332	161,690	(6.4)
Total Funding	$1,074,696	$1,053,048	$1,012,750	$1,056,014	$1,075,730	$1,051,524	$1,075,411	(1.7)

Program Description: The Office of the Secretary of State was established by Article VI, Section 1 of the Montana Constitution and its duties are set forth in Title 2, Part 4, of the Montana Code Annotated (MCA). It is primarily a record keeping office which files, maintains, and preserves the permanent records of the state and certain public interest records of private citizens. The office also publishes the Montana Administrative Register (MAR) and the Administrative Rules of Montana (ARM).

Current Level Budget: Two positions had been deleted from the current level budget, a corporate document specialist in the Records Management program which was vacant all of fiscal 1984 and a position related to the completion of the ARMS' indexing project from the Administrative Code Program. The subcommittee reinstated the corporate documents specialist to the budget and it was determined that the Secretary of State's office had deleted the position relating to the ARMS' indexing project from the Records Management Program in the last biennium. Operating expenses decrease as the result of system's development costs being reduced in the 1987 biennium. They increase over current level from an adjustment to rent. The state special revenue account contains funds generated from the sale of administrative documents.

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Agency: S[illegible]etary of State

Program: Rec[illegible]ds Management

	FY 1984	- - - Fiscal 1986 - - -			- - - Fiscal 1987 - - -			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	26.50	26.00	25.50	26.50	26.00	25.50	26.00	0.0
Personal Services	$479,631	$540,114	$529,747	$546,908	$540,666	$530,282	$541,006	14.0
Operating Expenses	345,937	295,484	288,092	289,902	325,732	325,514	319,319	(16.2)
Equipment	14,463	6,363	1,800	5,600	-0-	1,796	1,796	(61.2)
Total Exp.	$840,031	$841,961	$819,639	$842,410	$866,398	$857,592	$862,121	.03
FUNDING								
General Fund	$831,389	$841,961	$819,639	$842,410	$866,398	$857,592	$862,121	1.3
State Special Rev.	8,642	-0-	-0-	-0-	-0-	-0-	-0-	(100.0)
Total Funding	$840,031	$841,961	$819,639	$842,410	$866,398	$857,592	$862,121	.03

Program Description: This program provides statutorily required services relating to elections, filing of corporate records, and custodianship of the state's documents.

Current Level Budget: Vacancy savings for this program was set at 4 percent. The subcommittee restored a 1 FTE documents specialist to the budget. The position had been vacant all of fiscal 1984. The FTE had been kept vacant in order to apply savings to the universal commercial code system development overrun. The committee reduced a .50 FTE clerk position in fiscal 1987 in anticipation that the new computer system that was completed in fiscal 1984 will prove efficient enough that fewer FTE will be needed. Operating expenses increase over current level for an adjustment to rent as the office moved to larger office spaces in the fall. The committee approved a typewriter, two terminals, a printer, and one file cabinet in fiscal 1986 at a cost of $5,600. Two typewriters were approved in fiscal 1987 at a cost of $1,796.

Modified Recommendations: Microfilm project - This project would convert the Uniform Commercial Code Files to microfilm. Costs associated with the project are general fund and include 1 FTE in fiscal 1986. Costs associated with the project are $81,601 in fiscal 1986 and $15,120 in fiscal 1987.

Agency: Secretary of State | Program: Administrative Code Program

	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	3.50	3.50	2.50	3.50	3.50	2.50	3.50	0.00
Personal Services	$ 90,545	$ 82,468	$ 63,519	$ 84,186	$ 82,527	$ 63,472	$ 84,246	(7.1)
Operating Expenses	71,561	77,019	77,992	77,818	75,205	78,860	77,444	8.7
Equipment	2,339	-0-	-0-	-0-	-0-	-0-	-0-	(100.0)
Transfer	70,220	51,600	51,600	51,600	51,600	51,600	51,600	(26.5)
Total Exp.	$234,665	$211,087	$193,111	$213,604	$209,332	$193,932	$213,290	(9.0)
FUNDING								
General Fund	$ 70,220	$ 51,600	$ 51,600	$ 51,600	$ 51,600	$ 51,600	$ 51,600	(26.5)
State Special Rev.	164,445	159,487	141,511	162,004	157,732	142,332	161,690	(1.5)
Total Funding	$234,665	$211,087	$193,111	$213,604	$209,332	$193,932	$213,290	(9.0)

Program Description: The administrative code program is responsible for filing, publishing, and distributing the Administrative Rules of Montana developed for the operation of state agencies.

Current Level Budget: This program has been budgeted at 2 percent vacancy savings. One FTE above current level was restored to this program. It has been determined that an FTE related to the ARMS indexing project had already been deleted from the Records Management Program last biennium. Operating expenses increase over current level in association with a rent adjustment as the office moved to larger quarters in the fall of 1984.

State special funds are fees paid to the Secretary of State's Office for Administrative Rules publications and updates. The subcommittee introduced HB 893 for reducing the number of free copies of ARMS which are sent to state entities. The bill would limit the number of copies of the ARM to be provided to counties and remove the provision for providing a copy to the clerk of each court of records. This bill, if passed, would save $30,000 in general fund over the biennium by reducing the $51,600 transfer each year of the biennium to $36,600 each year. Table 1 on the following page details the anticipated fees. The Secretary of State will charge for services and documents in the 1987 biennium. Table 2 shows the status of the Administrative Rules account. The $51,600 of general fund is a transfer from the general fund to this program to cover the costs of copies of ARM that are designated as free copies by statute.

le 1
Prices of Admi. trative Documents

Administrative Document	FY 81	FY 84	Percent Change
Set of Administrative Rules	$350.00	$350.00	-0-
Updates of Administrative Rules	100.00	150.00	50.00
Page of Rule Changes	13.50	30.00	122.00
Montana Administrative Register	170.00	225.00	32.35

Table 2
Administrative Rules Account Balance
FY 84 - FY 87

	FY 84	FY 85	FY 86	FY 87
Beginning Fund Balance	$ 15,948	$ 43,496	$ 21,671	$ 39,267
Revenue				
Administrative Documents	$126,815	$127,000	$127,000	$127,000
General Fund Transfer	70,220	51,600*	51,600	51,600
Other Additions	3,599	1,500	1,000	1,000
Total Funds Available	$216,582	$223,596	$201,271	$218,867
Total Deductions	173,086	201,925	162,004	161,690
Ending Fund Balance	$ 43,496	$ 21,671	$ 39,267	$ 57,177

*The general fund appropriation is $72,502.

DWLEG:gg app nar/20

Agency: Co. ssioner of Political Practices

Program: ..gency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	5.00	5.00	5.00	4.75	5.00	5.00	4.75	(5.0)
Personal Services	$124,866	$125,333	$130,555	$123,977	$125,488	$130,717	$124,136	(0.7)
Operating Expenses	15,919	22,603	20,697	22,268	16,730	15,236	16,633	35.7
Equipment	195	195	195	195	-0-	-0-	-0-	0.0
Total Exp.	$140,980	$148,131	$151,477	$146,440	$142,218	$145,953	$140,769	3.9
FUNDING								
General Fund	$140,804	$147,131	$150,163	$145,156	$141,218	$144,953	$139,769	3.1
State Special Rev.	176	1,000	1,284	1,284	1,000	1,000	1,000	62.9
Total Funding	$140,980	$148,131	$151,477	$146,440	$142,218	$145,953	$140,769	3.9

Program Description: The purpose of the Commissioner of Political practices office is to establish consistent requirements for the full disclosure and reporting of the source and dispositions of funds used to support or oppose state and local political candidates or political issues.

Current Level Budget: The budget retains 5 FTE. The state special revenue account is used to record receipts and pay expenses relating to the sale of copies of campaign reports. Vacancy savings was taken at zero percent for this program. An administrative officer II position was reduced to a .75 FTE as a cost saving measure. Increases over current level were allowed for travel of $500 associated with field audits and rent on a new copy machine of $900. Operating expenses decrease from fiscal 1986 to fiscal 1987 because printing costs associated with the contributions and expenditure report and audit fees of $1,680 are in fiscal 1986.

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	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	59.00	59.00	58.00	59.00	59.00	58.00	59.00	1.7
Personal Services	$1,255,449	$ 1,310,007	$1,288,839	$1,310,645	$ 1,311,608	$1,290,473	$1,312,211	4.4
Operating Expenses	932,131	950,204	724,243	907,457	922,258	701,928	880,569	(2.7)
Equipment	11,271	11,634	2,400	11,934	1,450	1,650	1,000	5.8
Distributions	-0-	11,707,517	-0-	-0-	12,101,517	-0-	-0-	---
Total Exp.	$2,198,851	$13,979,362	$2,015,482	$2,230,036	$14,336,833	$1,994,051	$2,193,780	1.4
FUNDING								
General Fund	$1,965,524	$ 1,971,845	$1,694,482	$1,925,036	$ 1,935,316	$1,697,051	$1,888,780	(2.1)
State Special Rev.	233,327	7,471,517	321,000	305,000	7,865,517	297,000	305,000	30.7
Federal Revenue	-0-	4,536,000	-0-	-0-	4,536,000	-0-	-0-	---
				T/2,230,036.00				
Total Funding	$2,198,851	$13,979,362	$2,015,482	$2,353,413	$14,336,833	$1,994,051	$2,193,780	1.4

Program Description: The State Auditor's Office is charged with the responsibility of overseeing insurance activities in the state, preparing and issuing state warrants, and licensing broker dealers.

Current Level Budget: General fund increases 3.8 percent from fiscal 1984 to fiscal 1986. FTE remains constant. Distributions shown in the executive budget are payments made to retirement funds for policemen and firemen and are made by statutory appropriation. Forest reserve money from the Department of Agriculture passes through the State Auditor's Office. These monies are distributed to counties according to a statement furnished by the U.S. Department of Agriculture.

	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	0.0
Personal Services	$201,501	$202,184	$202,289	$202,290	$202,366	$202,476	$202,476	.4
Operating Expenses	144,914	154,604	154,795	153,080	152,249	154,506	150,838	5.6
Equipment	-0-	-0-	-0-	-0-	-0-	-0-	-0-	0.0
Total Exp.	$346,415	$356,788	$357,084	$355,370	$354,615	$356,982	$353,314	2.6
FUNDING								
General Fund	$346,415	$356,788	$357,804	$355,370	$354,615	$356,982	$353,314	2.6

Program Description: The Management and Control Program provides direct mailing of State of Montana warrants, replacement of lost or damaged warrants, final storage of cash warrants, and deposit and issue receipts for all fees collected by the Insurance and Securities Division.

Current Level Budget: Vacancy savings was set at 4 percent.

Modified Recommendations: (1) Emergency Equipment Replacement. The State Auditor's Office is responsible for the majority of the functions of the warrant system, including issuance of original warrants and validation and posting of cashed warrants.

In fiscal 1984 a total of 1,413,007 warrants went through the Warrant Writing System. This task was accomplished only through the use of machines, including the Imprinter/Detacher which is critical to the warrant signing process. The mailing process is also handled primarily by machines including th inserter which handles 35 percent of the mailing process. If these machines were to breakdown, the office has limited funds for minor repairs and no funds for replacement. Presently these machines are reaching the end of their life expectancy.

In the 1985 biennium, the legislature recognized the potential for system breakdown and appropriated $26,000 in a special line-item for emergency equipment replacement in the event of a machine breakdown. These funds have not been spent to date because no major breakdown has occurred. The committee authorized the $26,000 on the same basis for the 1987 biennium. This money would be spent in the event of any major breakdown of equipment used in the warrant writing process. The $26,000 would be a line-time biennial appropriation.

Agency: Sta Auditor's Office

Program: Central Payroll Division

	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	0.0
Personal Services	$196,177	$201,794	$201,985	$201,990	$202,278	$202,484	$202,494	2.8
Operating Expenses	590,475	568,227	354,037	529,032	554,717	341,163	516,399	(10.4)
Equipment	3,890	450	750	750	450	-0-	-0-	19.3
Total Exp.	$790,542	$770,471	$556,772	$731,772	$757,445	$543,647	$718,893	(7.4)
FUNDING								
General Fund	$557,215	$470,471	$235,772	$426,772	$457,445	$246,647	$413,893	23.4
State Special Rev.	233,327	300,000	321,000	305,000	300,000	297,000	305,000	30.7
Total Funding	$790,542	$770,471	$556,772	$731,772	$757,445	$543,647	$718,893	(7.4)

Program Description: The Central Payroll Program operates a central payroll system for state employees and is responsible for the payroll, position control and personnel system.

Current Level Budget: Vacancy savings was set at 4 percent. Contract services for this program were increased to $490,286 in fiscal 1986 and $478,188 in fiscal 1987. This is $263,146 over current level. Of this amount, $50,000 each year was approved for payroll, personnel and position control (PPP) modifications, $116,146 for operating expenses associated with the PPP system, and approximately $7,000 for an increase in payroll microfiche charges as more of the payroll output will be put on microfiche instead of hard copy.

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Agency: St. Auditor's Office

Program: Administ. .cive Support

	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	8.00	8.00	8.00	8.00	8.00	8.00	8.00	0.0
Personal Services	$192,954	$192,306	$192,400	$192,471	$192,432	$192,527	$192,526	1.7
Operating Expenses	32,073	46,943	48,811	47,320	31,274	33,513	31,519	41.0
Equipment	3,875	8,520	-0-	8,520	-0-	-0-	-0-	119.0
Total Exp.	$228,902	$247,769	$241,211	$248,311	$223,706	$226,040	$224,045	8.4
FUNDING								
General Fund	$228,902	$247,769	$241,211	$248,311	$223,706	$226,040	$224,045	8.4

Program Description: The Administrative Support Program provides administrative functions for the State Auditor's Office.

Current Level Budget: Vacancy Savings was set at 4 percent. Minor adjustments were made to current level for rent and bonds and insurance. A car was authorized in fiscal 1986 for $8,520. The major increase in the budget from fiscal 1984 is audit fees. Audit fees increase from $3,606 in fiscal 1984 to $16,800 in fiscal 1986.

Modified Recommendations: (1) Reorganization. The new State Auditor wants to reorganize the office, reducing the current five divisions to four. The plan calls for a realignment of positions with an upgrade of some positions, increasing the salary in order to attract technically qualified personnel for those positions. The costs of this reorganization to the general fund would be $63,040 in fiscal 1986 and $74,991 in fiscal 1987.

(2) Training Funds. Historically the State Auditor's budget has not included funding for staff training. With the reorganization of the office and the need to hire several replacement personnel, the committee saw a need for training funds in the 1987 biennium. Also, the department believes cross-training is necessary to permit the continuation of essential functions in the office due to the occurrence of promotion, transfer, layoff, termination or temporary absences of employees. Specific training is needed to improve communications and methods of reconciling conflicts with security and insurance agents. Both oral and written communications are targeted for improvements. The committee approved $5,000 of general fund each year for training.

(3) Systems Development of Office Automation. Based on preliminary reviews of office staff and the Systems Development Bureau, the State Auditor's Office has identified a substantial need for office automation funding in the 1987 biennium. The office automation needs include minor enhancements to the existing warrant writing system and funds to initiate a study of the existing warrant writing system for replacement in the 1989 biennium. The office has also identified a need to study and implement agency-wide automation. The request for office automation study and implementation totals $95,000 in fiscal 1986 and $110,000 in fiscal 1987.

Agency: [illegible] Auditor's Office Program: Insurance Regulations & Li[illegible]sing Program

	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	22.00	22.00	22.00	22.00	22.00	22.00	22.00	0.0
Personal Services	$472,625	$499,764	$499,934	$499,935	$500,212	$500,391	$500,394	5.8
Operating Expenses	129,439	139,068	128,118	136,639	142,852	132,695	140,137	5.6
Equipment	2,007	2,664	950	2,664	1,000	950	1,000	32.7
Total Exp.	$604,071	$641,496	$629,002	$639,238	$644,064	$634,036	$641,531	5.8
FUNDING								
General Fund	$604,071	$641,496	$629,002	$639,238	$644,064	$634,036	$641,531	5.8

Language in Bill: In the event HB 759 passes, the Insurance Regulation and Licensing Program would be funded through the state special revenue account.

Program Description: The Insurance Division is responsible for regulating activities related to the industry in the state.

Current Level Budget: Vacancy savings was set at 4 percent. Adjustments were made to current level increasing rent and bonds and insurance by approximately $4,000. Travel was increased by $2,854 for in and out-of-state travel related to audits and $1,600 for an increase in maintenance contracts.

Modified Recommendations: (1) Contingency Funding. The Insurance Division is responsible for enforcing the provision of the Insurance and Insurance Companies Act, Title 33, MCA. In carrying out its enforcement mandates, the division has no way of knowing the number of violations that will occur in any given period. However, it should be noted that the Division has recently experienced an increase in related expenses directly incurred as a result of regulatory actions required of the division.

There is no indicator as to whether new cases will result in administrative actions or whether hearings will be required. Investigating new cases may require legal research, expert witnesses, subpoena expenses for bank records, telephone records, hearings transcripts, and statements. These requirements can cost a minimum of $1,000 per hearing. The department is requesting $25,000 of general fund each year in anticipation of an increase costs. If approved, this item is to be line-itemed in the appropriations bill.

(2) Consumer-Senior Citizen's Information. There continued to be requests, particularly from senior citizens, for increased personal contact by the policy holder service staff to disseminate insurance information on a person-to-person basis. The Insurance Division has provided this service on a limited basis when the budget permits and selective calls are made to outlying areas of the state where demand is the greatest.

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Because of the changes in social security benefits and state insurance offerings which supplement those benefits, the department [illegible] s there is a need for direct first-hand information for the elderly which necessitates a continual program of seminars in key areas throughout the state. In responding to these requests, the department will implement a program on a continual basis with established schedules and will hold 12 seminars a year in major cities throughout Montana. Cost to the general fund is $4,000 each year.

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Agency: State Auditor's Office — Program: Investment Regulation & Licensing Program

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	9.00	9.00	8.00	9.00	9.00	8.00	9.00	0.0
Personal Services	$192,192	$213,959	$192,231	$213,959	$214,320	$192,595	$214,321	11.3
Operating Expenses	35,230	41,362	38,482	41,386	41,166	40,051	41,676	17.4
Equipment	1,499	-0-	700	-0-	-0-	700	-0-	(100)
Total Exp.	$228,921	$255,321	$231,413	$255,345	$255,486	$233,346	$255,997	11.5
FUNDING								
General Fund	$228,921	$255,321	$231,413	$255,345	$255,486	$233,346	$255,997	11.5

Language in Bill: In the event HB 634 passes, this program would be funded with state special revenue funds.

Program Description: The Securities Program is responsible for the administration of the securities act of Montana which protects securities investors.

Current Level Budget: Vacancy savings was set at 4 percent. The subcommittee reinstated 1 FTE that had been deleted from the current level budget because it was vacant 81 percent of fiscal 1984 and was still vacant as of October 1984. This position is a securities analyst. An increase of current level was allowed for out-of-state travel, $1,265, education and training, $1,180, and repair and maintenance contracts, $798.

Modified Recommendations: (1) NASAA Travel. The State Auditor's office is requesting $6,000 each year of the 1987 biennium to continue its current level of participation at meetings of the North American Securities Administrators Association (NASAA). In the past, NASAA has reimbursed the department for a portion of its travel expenses. However, NASAA has indicated that it may no longer reimburse the department's travel costs to attend its meetings.

Presently, Montana is a member in good standing of NASAA, an international association whose membership consists of securities administrators of all 50 states, the District of Columbia, every Canadian province and territory, Mexico, and Puerto Rico. As a NASAA member, the department joins other securities administrators in program related to investor education, information sharing, cooperative enforcement efforts, promoting uniformity of state securities requirements, and other actions necessary for effective state and federal securities regulation.

The department hopes to continue active participation on the various NASAA committees. Participation with NASAA allows the Commissioner to cooperate with the securities administrators of other states and the federal Securities and Exchange Commission with a view to achieving maximum uniformity in the form and content of registration statements, applications, and other reports.

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NASAA attempts to reimburse the costs associated ... its ... gram ... ich ... avel ... oth ... ommi ... exp... . H...er, ... ould ... note ... at NASAA ha... a contractural or legally binding obligation to reimburse a... ember or the staff person of any member, and its present ... y of doing so could cha... from year to year, or at any given time.

(2) Contingency Funding. The securities department is responsible for enforcing the provision of the Montana Securities Act. In carrying out its enforcement mission, the department has no way of knowing the number of crimes or civil violations that will occur in any given period. The department has experienced an increase of over 250 percent in securities violations since 1982.

Presently, the department is involved in 31 investigations, 10 hearings, and 3 criminal cases. Nine new investigations were opened in January 1985. There is no indication as to whether these new cases will result in criminal or civil actions or whether a hearing will be required. Processing these new cases may require legal research, expert witnesses, subpoena expenses for bank records, telephone records, hearing transcripts, and statements. These requirements can cost a minimum of $1,000 per hearing.

In the past, the department has taken advantage of all revenue sources which would alleviate the need to increase state funded expenditures. For example, NASAA has reimbursed the department on special occasions for enforcement/investigation travel for Montana. In each year that the department received reimbursement from NASAA, the department has returned unused funds to the general fund.

For the 1987 biennium, the department is requesting contingency funding of $10,000 each year to handle the increase in both civil and criminal investigations, and to cover costs in the event NASAA is unable to continue its reimbursement policies. This funding will be used only if absolutely necessary as a result of additional investigations. The department is to continue to maximize NASAA funding to the extent it becomes available. If approved by the legislature, it is to be line-itemed. Cost to the general fund is $10,000 each year.

Agency: De tment of Justice — Program: ..gency 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
FTE	525.10	523.35	523.35	522.35	523.35	523.35	522.35	(.19)
Personal Services	$13,108,844	$13,467,703	$13,445,038	$13,612,255	$13,489,907	$13,494,384	$13,664,216	3.84
Operating Expenses	4,737,105	5,026,351	4,715,558	4,943,079	4,601,992	4,561,168	4,619,196	4.35
Equipment	1,188,132	1,216,885	909,916	1,160,212	1,208,005	957,605	1,180,570	(2.35)
Total Exp.	$19,034,081	$19,710,939	$19,070,512	$19,715,546	$19,299,904	$19,013,157	$19,463,982	3.58
FUNDING								
General Fund	$ 8,991,637	$ 8,786,233	$ 8,834,731	$ 8,574,150	$ 8,380,222	$ 8,835,601	$ 8,294,895	(4.64)
State Special Rev.	9,317,179	10,282,641	9,650,026	10,486,622	10,280,272	9,589,734	10,513,847	12.55
Other Revenue	347,249	245,238	186,307	243,425	245,888	187,943	244,845	29.90
Proprietary	378,016	396,827	399,448	411,349	393,522	399,879	410,395	4.10
Total Funding	$19,034,081	$19,710,939	$19,070,512	$19,715,546	$19,299,904	$19,013,157	$19,463,982	3.58

The Department of Justice consists of the Attorney General and his legal staff. The various functions carried out by this department include representing the state before the supreme court, assisting counties in the prosecution of cases, training of county attorneys, registering and licensing all motor vehicles, operation of the highway patrol, operation of the law enforcement academy, and arson investigation.

General fund shows a decrease of 4.64 percent from the 1985 biennium to the 1987 biennium. The major reason for the decrease is a funding switch of using approximately $2.2 million in motor vehicle funds in place of general fund that was used in the 1985 biennium. See the summary sheet on the Motor Vehicle Administration for more information on this account.

Agency: D... rtment of Justice — Program: Legal Services

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	20.0	20.0	20.0	20.0	20.0	20.0	20.0	0.0
Personal Services	$583,176	$645,820	$643,145	$643,145	$646,729	$644,068	$644,067	10.3
Operating Expenses	161,875	167,743	168,323	173,503	163,454	166,483	170,775	7.20
Equipment	14,356	3,444	3,444	3,444	861	861	861	(76.01)
Total Exp.	$759,407	$817,007	$814,912	$820,092	$811,044	$811,412	$815,703	8.00
FUNDING								
General Fund	$739,888	$796,707	$794,539	$799,736	$790,744	$791,129	$795,461	8.50
State Special Rev.	19,519	20,300	20,373	20,356	20,300	20,283	20,242	4.30
Total Funding	$759,407	$817,007	$814,912	$820,092	$811,044	$811,412	$815,703	8.00

Language in Bill: Case related travel is line-itemed at $10,000 per year.

Program Description: The Legal Services Division staff provides the Attorney General with legal research and analysis; provides legal counsel for the state government officials, bureaus, and boards; represents Montana's interests in cases before state and federal courts; represents the state in anti-trust cases, and cases involving property that reverts to the state in the absence of legal heirs; interprets laws; provides legal assistance to local governments on bond issues and other matters; and enforces the laws relating to the reporting and collection of unclaimed property owing to persons who cannot be located.

Current Level Budget: Vacancy savings was set at 4 percent. The budget contains $6,298 in fiscal 1986 and $6,613 in fiscal 1987 for Westlaw. This is an increase from a base of $2,553 and allows for 52 hours of computer time plus a $1,200 terminal charge. The state special revenue fund pays part of the costs of enforcing the laws relating to the enforcing and collecting of unclaimed property from financial institutions.

Agency: D rtment of Justice Program: Indian Legal Juri...iction

	FY 1984	- - - Fiscal 1986 - - -			- - - Fiscal 1987 - - -			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	2.0	2.0	2.0	2.0	2.0	2.0	2.0	0.0
Personal Services	$ 58,470	$ 59,996	$ 60,008	$ 62,495	$60,173	$60,192	$62,680	6.88
Operating Expenses	431,817	438,944	308,168	409,085	38,989	8,491	9,303	(5.30)
Equipment	542	-0-	589	-0-	-0-	618	-0-	(100.0)
Total Exp.	$490,829	$498,940	$368,765	$471,580	$99,162	$69,301	$71,983	(3.90)
FUNDING								
General Fund	$490,829	$498,940	$368,765	$471,580	$99,162	$69,301	$71,983	(3.90)

Language in Bill: $400,000 in Fiscal 1986 is a biennial appropriation for legal fees, expert witness fees, and court costs.

Program Description: Provides coordination of trial and appellate lawsuits involving the state of Montana on the Indian tribes, provides legal services, and supervises private attorneys contracted by the state to assist with those cases.

Current Level Budget: Vacancy savings was set at zero as there are only 2 FTE in the program. Legal fees and court costs were reduced by $28,511 each year. The $400,000 line-item biennial appropriation may be used for those costs.

Agency: Department of Justice | Program: County Prosecutor Service

	FY 1984	- - - Fiscal 1986 - - -			- - - Fiscal 1987 - - -			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	3.0	3.0	3.0	3.0	3.0	3.0	3.0	0.0
Personal Services	$100,736	$102,233	$100,913	$104,533	$102,276	$100,955	$108,354	3.77
Operating Expenses	23,449	24,458	24,300	24,221	24,809	25,060	25,060	3.29
Total Exp.	$124,185	$126,691	$125,213	$128,754	$127,085	$126,015	$133,414	3.68
FUNDING								
General Fund	$124,185	$126,691	$125,213	$128,754	$127,085	$126,015	$133,414	3.68

Program Description: Provides legal assistance to counties in the prosecution and disposition of major felonies and in cases in which county attorneys have conflicts of interest. This program also coordinates training and continuing legal education for county and city attorneys.

Current Level Budget: Vacancy Savings was set at 4 percent. Personal services was increased by $3,790 in fiscal 1986 and $5,420 in fiscal 1987 to bring the chief of county prosecutor's salary up to the level paid to full-time county attorneys. The chief of county prosecutor's salary is currently $39,404. In fiscal 1986 full-time county attorneys will be paid $43,194 and in fiscal 1987 their salary will be $44,824.

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	9.75	9.0	9.0	9.0	9.0	9.0	9.0	0.00
Personal Services	$287,120	$305,768	$305,786	$318,508	$306,145	$306,172	$318,901	10.93
Operating Expenses	90,896	91,059	93,662	$ 92,841	87,377	93,707	91,494	2.96
Total Exp.	$378,016	$396,827	$399,448	$411,349	$393,522	$399,879	$410,395	9.04
FUNDING								
Proprietary	$378,016	$396,827	$399,448	$411,349	$393,522	$399,879	$410,395	9.04

Language in Bill: The rate charged by agency legal services may not exceed $46.00 per hour for the biennium.

Program Description: Provides legal services, upon request, to state agencies.

Current Level Budget: A zero vacancy savings rate was applied. The LFA current level for operating expenses was accepted. Agency legal services operates in the proprietary fund, charging fees for the services provided to state agencies. The following is a history of the rates charged per hour by the program: Fiscal 1983 - $35.00; Fiscal 1984 - $42.50; Fiscal 1986- $46.00; Fiscal 1987 - $46.00.

Modified Recommendations: A 1.0 FTE investigator was added to perform investigative functions thus saving attorney time. The position had been added to the fiscal 1984 and fiscal 1985 budgets by budget amendment. The increased cost is $33,688 in fiscal 1986 and 33,782 in fiscal 1987.

Agency: De rtment of Justice

Program: Driver Services Bureau

	FY 1984	- - - Fiscal 1986 - - -			- - - Fiscal 1987 - - -			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	80.8	80.8	80.8	80.8	80.8	80.8	80.8	0.0
Personal Services	$1,501,333	$1,508,539	$1,521,047	$1,521,046	$1,510,901	$1,523,504	$1,523,504	1.37
Operating Expenses	436,280	513,829	504,380	510,877	515,000	520,361	518,480	17.10
Equipment	44,896	49,000	39,080	43,080	45,000	32,858	37,858	(4.04)
Total Exp.	$1,982,509	$2,071,368	$2,064,507	$2,075,003	$2,070,901	$2,076,723	$2,079,842	4.67
FUNDING								
General Fund	$1,883,109	$1,926,618	$1,958,944	$1,830,374	$1,924,801	$1,970,317	$1,834,051	(2.80)
State Special	99,400	144,750	105,563	244,629	146,100	106,406	245,791	146.11
Total Funding	$1,982,509	$2,071,368	$2,064,507	$2,075,003	$2,070,901	$2,076,723	$2,079,842	4.67

Program Description: Administers the driver's licensing and control provisions of the motor vehicle code and promotes drivers safety.

Current Level Budget: A 4 percent vacancy savings was applied. Additional printing costs of $5,986 in fiscal 1986 and $1,931 in fiscal 1987 for motorcycle manuals and driver licenses envelopes were added. Relocation expenses of $2,682 that had been deleted in the current level were added by the committee. The LFA current level equipment was accepted plus $4,000 in fiscal 1986 for a copier and $5,000 per year for CRT's and office equipment. The special revenue funding consists of $166,000 each year of motor vehicle funds (See the Write up on Motor Vehicle Administration), driver licenses collections, driver rehabilitation funds and highway patrol ID funds.

Modified Recommendations: (1) Microfilming Study--Federal special revenue authority of $20,000 was added in fiscal 1986 in anticipation of receiving federal funding for a feasibility study for microfilming records.

(2) Supervisor Training--Training at the Northwestern University traffic institute was approved at a cost to the general fund of $3,541 each year of the biennium.

	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	2.90	2.90	2.90	2,90	0.0
Personal Services	$79,662	$ 85,709	$ 85,720	$ 85,720	$ 85,745	$ 85,756	$ 85,756	7.6
Operating Expenses	13,164	16,198	18,403	18,398	16,384	17,205	17,060	39.76
Equipment	300	-0-	-0-	-0-	-0-	-0-	-0-	(100.0)
Total Exp.	$93,126	$101,907	$104,123	$104,118	$102,129	$102,961	$102,816	11.8
FUNDING								
State Special Rev.	$93,126	$101,907	$104,123	$104,118	$102,129	$102,961	$102,816	11.8

Program Description: Program is responsible for policy direction and administration of drivers licensing enforcement actions relating to driver improvement, motor vehicle registration and titling, mandatory vehicle insurance laws, and dealer and manufacturer licensing.

Current Level Budget: Vacancy savings was set at 4 percent. The LFA current level was accepted for operating expenses. Travel in the current level budget was increased by $1,963 in fiscal 1986 and $126 in fiscal 1987. The administrator of the Motor Vehicle Division is a member of the Board of Directors of the American Association of Motor Vehicle Administrators (AAMVA) and the administrative officer serves on the Financial Responsibility Standing Committee of the AAMVA. The additional travel funds will allow them to carry out their functions with this organization. The state special revenue funding is the motor vehicle account. The following table shows the motor vehicle account and the budgeted expenditures from that account for fiscal 1985, 1986 and 1987.

le 1

Motor Vehicle Acc..nt Cash Flow Analysis

	Actual	Budgeted	- - - - - Projected	- - - - -
	Fiscal 1984	Fiscal 1985	Fiscal 1986	Fiscal 1987
*Beginning Balance	$ 931,548	$1,423,226	$1,648,654	$ 905,813
Revenues	3,399,886	3,307,500	3,330,500	3,334,250
Total Available	$4,331,434	$4,730,726	$4,979,154	$4,240,063
Expenditures				
Prison	$ 293,697	$ 522,895	$ 332,633	$ 355,379
Driver Services	-0-	-0-	166,000	166,000
Vehicle Registration	1,905,784	2,031,378	1,942,639	1,942,879
Law Enforcement Academy	199,163	139,752	519,413	527,407
Law Enforcement Network	214,499	155,000	442,086	478,447
Forensic Science Division	199,090	139,477	562,882	551,407
Motor Vehicle Administration	93,126	93,570	104,118	102,816
Central Services	2,849	-0-	3,570	-0-
Total Expenditures	$2,908,208	$3,082,072	$4,073,341	$4,124,335
Ending Balance	$1,423,226	$1,648,654	$ 905,813	$ 115,728

*Does not include $365,136 inventory at the prison which is assumed to remain constant through fiscal 1987.

Motor vehicle funds were used in fiscal 1984 to replace $612,752 of general fund in the Law Enforcement Academy (LEA), the Law Enforcement Network System Bureau (LENS), and the Forensic Science Division (FSD). General fund of $434,229 was replaced in those programs in fiscal 1985.

The motor vehicle fund balance has been growing and would have had a balance of approximately $1.6 million on July 1, 1985. Instead of allowing the fund balance to grow, the subcommittee replaced general fund by approximately $1.49 million in the programs indicated in Table 1. If in future bienniums the legislature directs the department to replace license plates on a statewide basis, the funding of the programs will have to be switched back to general fund, or motor vehicle fees would have to be increased to the motorists.

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	229.6	229.6	229.6	229.6	229.6	229.6	229.6	0.00
Personal Services	$6,575,121	$6,671,107	$6,647,637	$6,768,530	$6,682,824	$6,657,749	$6,778,496	2.94
Operating Expenses	1,433,759	1,491,442	1,464,011	1,451,969	1,468,607	1,527,712	1,478,008	(1.27)
Equipment	839,916	976,500	770,640	960,580	1,062,030	847,740	1,047,030	13.05
Total Exp.	$8,848,796	$9,139,049	$8,882,288	$9,181,079	$9,213,461	$9,033,201	$9,303,534	3.76
FUNDING								
General Fund	$2,581,960	$3,017,010	$2,739,871	$2,919,511	$3,079,071	$2,881,451	$3,032,747	13.07
State Special	6,232,836	6,122,039	6,142,417	6,261,568	6,134,390	6,151,750	6,270,787	.46
Federal Special to Fed.	34,000	-0-	-0-	-0-	-0-	-0-	-0-	(100.00)
Total Funding	$8,848,796	$9,139,049	$8,882,288	$9,181,079	$9,213,461	$9,033,201	$9,303,534	3.76

Program Description: Highway patrol patrols the highways, enforcing Montana traffic laws, and investigating accidents. They give assistance and information to motorists, first aid to the injured, and transport blood and medical supplies in emergency situations.

Current Level Budget: Vacancy savings was set at 4 percent for those FTE funded by general fund. Equipment was approved as follows: 70 cars each year at a cost of $899,080 in fiscal 1986 and $989,030 in fiscal 1987; 10 radar units each year at a cost of $10,000 each year; 80 sirens each year at a cost of $48,000 each year; and a copier at a cost of $3,500 in fiscal 1986.

Modified Recommendations: (1) Advanced Training. Federal funds of $32,000 was approved for both years for advanced training of patrol officers.

(2) Highband Radio. Funding of $389,750 from the highway gas tax account in fiscal 1986 only was approved for high-band radios installation in western Montana.

(3) Highway Patrol Officers. Additional highway patrol officers of 7.0 in fiscal 1986 and 13.0 in fiscal 1987 were approved. Funding is split between the general fund of $162,838 in fiscal 1986 and $183,318 in fiscal 1987 and the state gas tax fund of $131,415 in fiscal 1986 and $278,499 in fiscal 1987.

(4) 55 MPH Enforcement Squad. Federal funds for a 55 mph enforcement squad consisting of 4 FTE were approved at a cost of $111,440 in fiscal 1986 and $141,063 in fiscal 1987.

(5) Recruit School. Two recruit schools were approved, one for the additional patrol officers that were approved at a cost to the general fund of $35,029 in fiscal 1986 and $30,765 in fiscal 1987, and for the 55 MPH enforcement squad at a cost to the general fund of $20,056 in fiscal 1986 only.

(6) Communications Technicians. Two communication technicians were approved at a cost to the state gas tax fund of $40,918 in fiscal 1986 and $68,629 in fiscal 1987. The technicians will do the repair work on the radios used by the highway patrol.

crleg:doj app nar/8

Agency: Department of Justice | Program: Motor Vehicle Registration

	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	70.0	70.0	70.0	70.0	70.0	70.0	70.0	0.00
Personal Services	$1,150,179	$1,185,437	$1,187,261	$1,187,260	$1,187,810	$1,189,429	$1,189,430	3.22
Operating Expenses	676,185	724,565	722,682	716,677	737,667	752,828	737,469	5.99
Equipment	79,420	38,702	30,182	38,702	15,980	15,980	15,980	(51.27)
Total Exp.	$1,905,784	$1,948,704	$1,940,125	$1,942,639	$1,941,457	$1,958,237	$1,942,879	1.93
FUNDING								
State Special Rev.	$1,905,784	$1,948,704	$1,940,125	$1,942,639	$1,941,457	$1,958,237	$1,977,215	1.93

Program Description: Implements provisions of the Motor Vehicle Code and handles miscellaneous registration as provided by law.

Current Level Budget: Vacancy savings was set at 4 percent. Travel was increased by $1,232 each year to fund travel to county treasurers offices to provide assistance in titling and vehicle registration procedures and training. Maintenance decreased by $5,505 in fiscal 1987. Equipment authorized include one typewriter in fiscal 1986, $850; eight 600 unit microfilm rotary carousels at a cost of $3,480 each year; nine CRT's in fiscal 1986 at a cost of $22,500 and five CRT's in fiscal 1987 at a cost of $12,500; a final payment on a word processing terminal in fiscal 1986 at $3,352; and a new car in fiscal 1986 at a cost of $8,520. Funding for the program is provided by the motor vehicle account (see Motor Vehicle Administration for an explanation of the account).

Modified Recommendations: (1) Upgrade Word Processing System. Upgrading of the current word processing system was approved at $42,625 in fiscal 1986 and $2,914 in fiscal 1987.

(2) Automate County Offices. Approval to automate four additional county treasurer's offices for the purpose of motor vehicle registration at a cost of $25,313 in fiscal 1986 and $34,330 in fiscal 1987. Both modifieds are funded from the motor vehicle account.

Agency: Department of Justice   Program: Law Enforcement Services Division

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	2.0	2.0	2.0	2.0	2.0	2.0	2.0	0.0
Personal Services	$61,510	$62,340	$62,353	$62,353	$62,366	$62,378	$62,378	1.37
Operating Expenses	9,642	10,151	10,089	10,077	10,361	10,510	10,420	4.51
Equipment	-0-	8,520	8,520	8,520	-0-	-0-	-0-	100.00
Total Exp.	$71,152	$81,011	$80,962	$80,950	$72,727	$72,888	$72,798	19.40
FUNDING								
General Fund	$71,152	$81,011	$80,962	$80,950	$72,727	$72,888	$72,798	19.40

Program Description: The Law Enforcement Services Division--Administration Program administers four bureaus: Criminal Investigation, Fire Marshall, Identification, and the Law Enforcement Academy Bureaus. These bureaus provide a broad spectrum of services vital to local, county, state, and federal law enforcement criminal justice agencies through Montana.

Current Level Budget: Vacancy savings was set at 4 percent. Current level was accepted for the budget.

Agency: [illegible]rtment of Justice　　Program: County Attorne[illegible] Payroll

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	28.0	28.0	28.0	28.0	28.0	28.0	28.0	0.0
Personal Services	$727,291	$765,385	$769,870	$801,948	$765,720	$799,043	$832,336	10.27
Operating Expenses	-0-	-0-	-0-	-0-	-0-	-0-	-0-	0.0
Equipment	-0-	-0-	-0-	-0-	-0-	-0-	-0-	0.0
Total Exp.	$727,291	$765,385	$769,870	$801,948	$765,720	$799,043	$832,336	10.27
FUNDING								
General Fund	$727,291	$765,385	$769,870	$801,948	$765,720	$799,043	$832,336	10.27

Language in Bill: The county attorney payroll is a line item.

Program Description: Program pays one-half of the salary and benefits of the 56 county attorneys from the state general fund.

Current Level Budget: The LFA current level with zero vacancy savings was approved. If a county attorney position becomes vacant, county commissioners are required to appoint a new county immediately; thus, there is no vacancy savings.

Agency: De, tment of Justice

Program: Law Enforcement Tele.ype

	FY 1984	- - - - Fiscal 1986	- - - -	- - - -	- - - - Fiscal 1987	- - - -	- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	7.05	7.05	7.05	7.05	7.05	7.05	7.05	0.0
Personal Services	$158,179	$142,705	$143,535	$149,177	$142,943	$143,645	$149,289	(5.69)
Operating Expenses	378,770	452,018	382,342	476,794	460,764	418,971	512,880	25.98
Equipment	69,015	4,000	8,000	4,000	4,000	8,000	4,000	(94.20)
Total Exp.	$605,964	$598,723	$533,877	$629,971	$607,707	$570,616	$666,169	3.96
FUNDING								
General Fund	$194,577		$ 5,339	$ -0-	$ -0-	$ 51,355	$ -0-	(100.00)
State Special	411,387	$598,723	528,538	629,971	607,707	519,261	666,169	53.13
Total	$605,964	$598,723	$533,877	$629,971	$607,707	$570,616	$666,169	3.96

Program Description: Provides an integrated telecommunications network to facilitate the exchange of criminal justice information among federal, state, and local law enforcement agencies.

Current Level Budget: A zero vacancy savings was set for the program as LETS operates 24 hours a day. If a position becomes vacant, it must be filled immediately. Data processing fees of $95,000 each year were added for anticipated increase use of the LETS. Funding is provided by the motor vehicle account of $442,086 in fiscal 1986 and $478,447 in fiscal 1987 (see Motor Vehicle Administration for an explanation of that account) and by charges made to local government for the use of the LETS system.

Modified Recommendations: (1) Regional Dispatch--The Law Enforcement Teletype System and the Highway Patrol Communications System must be staffed 24 hours a day. The 48th Legislative Assembly authorized funds to purchase highband radio communications and dispatch equipment for the Highway Patrol and other State agencies for use in eastern Montana. The new dispatch centers will be located in Billings and Glendive. A regional dispatch center has already been established in Helena. The 11 FTE requested for Fiscal 1986 would be assigned as follows: 4 FTE in the Glendive Regional Dispatch Center, 4 FTE in the Billings Regional Dispatch Center, and 3 FTE in the Helena Regional Dispatch Center. A minimum of 5 FTE are required to operate a dispatch center 24 hours a day. The requested FTE would supplement existing FTE to staff the dispatch centers.

Pending approval of the modification to complete highband radio installation in western Montana, an additional 5 FTE are requested to cover dispatch needs for the area west of the Divide. These positions would be located in Missoula. Funding is to be provided by the state gas tax fund and would cost $221,288 in fiscal 1986 and $322,739 in fiscal 1987.

Agency: De cment of Justice   Program: Law Enforcement A demy

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	12.0	12.0	12.0	11.0	12.0	12.0	11.0	(8.33)
Personal Services	$302,412	$305,856	$306,032	$285,078	$306,468	$306,662	$285,712	(5.73)
Operating Expenses	321,337	342,756	316,381	304,835	355,333	329,839	318,469	(5.14)
Equipment	10,061	3,000	1,992	3,000	3,000	2,094	3,000	(70.18)
Total Exp.	$633,810	$651,612	$624,405	$592,913	$664,801	$638,595	$607,181	(6.45)
FUNDING								
General Fund	$344,239	$ -0-	$247,909	$ -0-	$ -0-	$293,860	$ -0-	(100.00)
State Special Rev.	261,646	651,612	376,496	592,913	$664,801	344,735	607,181	126.61
Federal Revenue	27,925	-0-	-0-	-0-	-0-	-0-	-0-	(100.00)
Total	$633,810	$651,612	$624,405	$592,913	$664,801	$638,595	$607,181	(6.45)

Program Description: Provides a professional education and training program in criminal justice for Montana law enforcement officers and other criminal justice personnel.

Current Level Budget: The juvenile justice training project was transferred to the Board of Crime Control. This reduced current level general fund by $51,864 in fiscal 1986 and $47,415 in fiscal 1987. Ammunition costs were increased by $3,228 each year for a total of $10,000 each year of the biennium. Ammunition inventory was reduced in fiscal 1984 as funding was short. Funding is provided by the motor vehicle account (see Motor Vehicle Administration for an explanation of that account) and by charging fees to local governments for sending law enforcement officers to special schools given by the academy. Miscellaneous enforcement equipment was authorized at a cost of $3,000 each year. Vacancy savings was set at 4 percent.

Agency: De. .tment of Justice

Program: Fire Marshal Bureau

	FY 1984	- - - - Fiscal 1986		- - - -	- - - - Fiscal 1987		- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	8.0	8.0	8.0	8.0	8.0	8.0	8.0	0.0
Personal Services	$231,680	$234,737	$236,243	$236,243	$234,837	$236,343	$236,344	1.97
Operating Expenses	80,185	92,834	87,614	87,619	89,053	85,535	84,992	9.27
Equipment	9,200	19,491	17,915	19,491	10,142	9,941	10,142	111.86
Total Exp.	$321,065	$347,062	$341,772	$343,353	$334,032	$331,819	$331,478	6.94
FUNDING								
General Fund	$321,065	$347,062	$341,772	$343,353	$334,032	$331,819	$331,478	6.94

Program Description: Provides fire and arson investigation, inspection of state-owned buildings, fire code interpretation and enforcement, and the collection of fire data through the Fire Incident Reporting System.

Current Level Budget: Vacancy savings was set at 4 percent. Travel costs of $1,000 were added both years of the biennium to allow the bureau to respond to increased requests from local officials for fire investigations.

Modified Recommendations: (1) Deputy Fire Marshall. A 1.0 FTE deputy fire marshall was added at a cost of $43,454 in fiscal 1986 and $33,005 in fiscal 1987.

crleg:doj app nar/14

Agency: Dep ment of Justice | Program: Identification Program

	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	7.0	8.0	8.0	8.0	8.0	8.0	8.0	14.29
Personal Services	$137,555	$171,647	$166,121	$171,647	$172,042	$166,555	$172,042	27.38
Operating Expenses	67,208	70,883	68,924	69,058	71,298	70,197	69,748	2.75
Equipment	11,944	3,739	3,739	3,739	908	908	908	(68.70)
Total Exp.	$216,707	$246,269	$238,784	$244,444	$244,248	$237,660	$242,698	12.80
FUNDING								
General Fund	$216,707	$246,269	$238,784	$244,444	$244,248	$237,660	$242,698	12.80

Program Description: The bureau collects, processes, preserves, and disseminates accurate criminal history record information and provides latent print services, and related training to criminal justice agencies through the state and the nation.

Current Level Budget: Vacancy savings was set at 4 percent. Personal services was increased by $5,794 in fiscal 1986 and $5,768 in fiscal 1987 to reflect the hiring of a new administrator in December 1984 at a step 10 instead of the budgeted step of 02.

Modified Recommendations: (1) Finger Print Examiner. A 1.0 FTE latent finger print examiner was added at a cost of $23,930 in fiscal 1986 and $23,017 in fiscal 1987. At the present time, the division administrator is the only finger print examiner for the state. This added FTE would provide back-up for the division administrator and allow the administrator to tend to other administrative duties in the division.

(2) Operating Expense. Operating expenses for the missing person specialists was added at $8,698 in fiscal 1986 and $5,276 in fiscal 1987. The duties were assigned during the last session, effective with the 1985 fiscal year, but costs associated with the function were not added to the budget.

(3) Rocky Mountain Information Network--The department requests spending authority and 2.0 FTE to continue to spend federal funds to coordinate the activities of the Rocky Mountain Information Network (RMIN) in Montana. RMIN is an eight state regional intelligence sharing network comprised of local, state and federal law enforcement agencies. RMIN's goal is to provide member law enforcement agencies with support in the detection, enforcement and prosecution of criminal activities that cross jurisdictional boundaries. Forty-one Montana law enforcement agencies participate in RMIN. Funding is from federal funds and costs are $69,231 in fiscal 1986 and $70,292 in fiscal 1987. These funds were added to the budget by budget amendment in fiscal 1984 and fiscal 1985.

crleg:doj app nar/15

Agency: Dep...ment of Justice

Program: Criminal Investigation

	FY 1984	- - - - Fiscal 1986	- - - -	- - - -	- - - - Fiscal 1987	- - - -	- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	4.0	4.0	4.0	4.0	4.0	4.0	4.0	0.0
Personal Services	$126,683	$128,311	$128,324	$128,311	$128,780	$128,808	$128,780	2.39
Operating Expenses	85,175	33,961	28,874	34,437	34,388	29,786	35,343	(60.74)
Equipment	364	33,320	-0-	-0-	9,798	-0-	-0-	(100.00)
Total Exp.	$212,222	$195,592	$157,198	$162,748	$172,966	$158,594	$164,123	(23.31)
FUNDING								
General Fund	$155,228	$195,592	$157,198	$162,748	$172,966	$158,594	$164,123	4.84
Federal Revenue	56,994	-0-	-0-	-0-	-0-	-0-	-0-	(100.00)
Total Funding	$212,222	$195,592	$157,198	$162,748	$172,966	$158,594	$164,123	(23.31)

Language in Bill: Case related travel is a line item of $10,000 per year.

Program Description: The Criminal Investigation Bureau staff is required by statute to assist city, county, state, and federal law enforcement agencies at their request by: (1) providing expert and immediate aid in investigation and solution of felonies committed in Montana, and (2) investigating apparent violations of penal statues disclosed by the audit of a state agency conducted by the Legislative Auditor and reported by him to the Attorney General and the Governor.

Current Level Budget: Vacancy savings was set at 4 percent. Travel was increased by $2,466 each year over current level for case related travel. Rent was increased by $1,771 each year to pay for space formerly occupied by the Rocky Mountain Information Network employees. The RMIN is a federally funded program.

Modified Recommendations: (1) Secretary. A 1.0 FTE secretary was added at a cost of $23,839 in fiscal 1986 and $18,904 in fiscal 1987. The division currently does not have a secretary and relies on other division secretaries for typing and clerical work.

crleg:doj app nar/16

Agency: D artment of Justice

Program: Criminal Investigation--Coal Board

	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	5.0	5.0	5.0	5.0	5.0	5.0	5.0	0.0
Personal Services	$ 71,353	$145,649	$134,670	$145,647	$145,710	$134,728	$145,709	104.12
Operating Expenses	68,827	99,589	51,637	97,778	100,178	53,215	99,136	42.06
Total Exp.	$140,180	$245,238	$186,307	$243,425	$245,888	$187,943	$244,845	73.65
FUNDING								
State Special Rev.	$140,180	$245,238	$186,307	$243,425	$245,888	$187,943	$244,845	73.65

Program Description: The Criminal Investigation--Coal Board Program provides undercover criminal investigative services, primarily in illegal drugs and stolen property, to the Eastern Coal Counties Task Force. The counties served are Yellowstone, Big Horn, Rosebud, Treasure, and Powder River.

Current Level Budget: The agency request with a zero vacancy savings was accepted for this budget.

This program is funded by a grant from the Montana coal Board to the Eastern Coal Counties Task Force. The task force contracts with the Department of Justice for undercover criminal investigation services and has an advisory council which reviews and recommends how funds should be spent. Increases in current level include $24,000 each year for contract employees in criminal investigation where it is not possible to use state employees, $9,000 for rent of office space in Billings, and $8,000 for travel in case it is needed.

crleg:doj app nar/17

Agency: D tment of Justice

Program: Centra. 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	11.0	10.0	10.0	10.0	10.0	10.0	10.0	(9.09)
Personal Services	$285,473	$262,306	$262,442	$262,443	$262,880	$263,033	$263,033	(8.07)
Operating Expenses	94,007	115,812	115,659	115,713	86,769	87,405	87,233	23.09
Equipment	884	25,269	25,000	26,631	25,000	25,000	27,110	2,912.51
Total Exp.	$380,364	$403,387	$403,101	$404,787	$374,649	$375,438	$377,376	6.42
FUNDING								
General Fund	$376,251	$364,703	$364,417	$366,103	$349,649	$350,438	$352,376	2.70
State Special Rev.	4,113	38,684	38,684	38,684	25,000	25,000	25,000	89.37
Total Funding	$380,364	$403,387	$403,101	$404,787	$374,649	$375,438	$377,376	6.42

Program Description: Provides the administrative, budgetary accounting, and fiscal support for the department.

Current Level Budget: Vacancy savings was set at 4 percent. The LFA current level was accepted for operating expenses. Office equipment was approved at $1,631 in fiscal 1986 and $2,110 in fiscal 1987. Audit fees for the entire department of $29,742 are in this budget. This is an increase of $7,673 over 1984. Insurance and bonds charged by the Department of Administration increased by $12,642 to a total of $58,105. Included in equipment is $25,000 each year in the insurance account for replacement of automobiles.

crleg:doj app nar/18

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	8.0	8.0	8.0	8.0	8.0	8.0	8.0	0.0
Personal Services	$232,003	$244,370	$244,471	$244,470	$244,906	$245,022	$245,022	5.37
Operating Expenses	16,542	16,768	17,102	16,564	17,004	17,889	17,676	.13
Equipment	2,848	1,000	-0-	1,000	-0-	4,395	4,395	(64.89)
Total Exp.	$251,393	$262,138	$261,573	$262,034	$261,910	$267,306	$267,093	4.23
FUNDING								
General Fund	$251,393	$262,138	$261,573	$262,034	$261,910	$267,306	$267,093	4.23

Program Description: The staff of the Data Processing Division plans, directs, evaluates, and supports all programs within the department that rely on automated data processing and law enforcement telecommunications systems. The goal of the program is to provide the department with efficient data processing and telecommunications capabilities with which to serve the general public.

Current Level Budget: Vacancy savings was set at 4 percent. Office equipment was authorized at $1,000 in fiscal 1986.

Modified Recommendations: (1) Computer Operations--Two FTE computer operators were approved in the new computer center for the Law Enforcement Teletype System (LETS) Program so the armory can be staffed 24 hours a day. The armory will contain the computer equipment for the new switcher. The computer equipment in the armory also will act as back-up for the Department of Administration computer in the Mitchell Building. The LETS system operates 24 hours per day. Therefore, the armory computer center must be manned 24 hours a day. The cost to the general fund is $50,303 in fiscal 1986 and $48,788 in fiscal 1987.

(2) Programmer Analyst--A 1.0 FTE programmer analyst was approved to work on program modifications and enhancements of the Motor Vehicle Registration Bureau. Funding is to be from the Motor Vehicle account at a cost of $26,997 in fiscal 1986 and $26,175 in fiscal 1987.

Agency: De tment of Justice   Program: Extridition and Transportation o Prisoners

	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	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Operating Expenses	$154,403	$158,107	$164,635	$162,615	$158,107	$171,697	$166,797	5.32
FUNDING								
General Fund	$154,403	$158,107	$164,635	$162,615	$158,107	$171,697	$166,797	5.32

Program Description: The program pays claims to sheriffs for expenses of transporting certain prisoners to state prison and for claims of any agent employed by the state to return a fugitive from justice to this state by order of the Governor.

Current Level Budget: The LFA current level budget was accepted.

Agency: [illegible]artment of Justice | Program: Forensic Science Division

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	14.0	14.0	14.0	14.0	14.0	14.0	14.0	0.0
Personal Services	$427,532	$439,788	$439,460	$439,461	$440,652	$440,342	$440,342	2.79
Operating Expenses	162,626	165,234	168,325	173,561	166,450	174,201	177,943	6.72
Equipment	94,571	50,900	862	48,025	31,286	9,286	29,286	(49.22)
Total Exp.	$684,729	$655,922	$608,647	$661,047	$638,388	$623,829	$645,571	3.46
FUNDING								
General Fund	$360,363	$ -0-	$214,940	$ -0-	$ -0-	$262,728	$ -0-	(100.00)
State Special Rev.	289,365	655,922	393,707	661,047	638,388	361,101	645,571	129,48
Federal Revenue	35,001	-0-	-0-	-0-	-0-	-0-	-0-	(100.00)
Total Funding	$684,729	$655,922	$608,647	$661,047	$638,388	$623,829	$645,571	3.46

Program Description: The Forensic Science Program, which includes the Crime Laboratory, provides for a statewide system of death investigations, forensic science training, scientific criminal investigations in the state, and scientific analysis of specimens submitted by law enforcement officials, coroners, and state agencies. The laboratory analyzes blood, breath, and urine samples taken by law enforcement officers in connection with Driving Under the Influence of Alcohol or Drugs (DUI) cases. The laboratory also performs drug and alcohol screens for the state Department of Institutions.

Current Level Budget: Vacancy savings were set at 4 percent. In-state case related travel and training expense was added at a cost of $1,694 each year of the biennium. Maintenance was increased by $4,608 each year of the contract maintenance on a gas chromatograph and mass spectrophotmetry system that the division is receiving from the Eastern Coal Counties Task Force. Scientific equipment was approved at a cost of $48,025 in fiscal 1986 and $20,000 in fiscal 1987. The following equipment will be replaced in the 1987 biennium: fiscal 1986: Mod 433 Packard Gaschromatograph with microprocessor, $28,900; Linear dual pen recorder, $1,300; Pyroprobe mod 130 pyrolyzer, $5,125; Beckman dual pen recorder, $1,350; Forma Water bath and circulator, $1,900; Houston dual pen recorder, $1,300; Diamond Cell, $5,000; Sorvall Centrifuge, $2,234; and Beckman Microfuge Centrifuge, $825. Fiscal 1987: Model 433 Packard Gaschromatograph with microprocessor, $20,000; automobile $9,286.

Funding is provided by motor vehicle fund (see the Motor Vehicle Administration write-up for an explanation of that account) and by the state alcohol fund which pays the expenses for testing DUI samples.

Modified Recommendations: (1) Camera. An evidence camera was approved at a cost of $2,500 in fiscal 1986. The division is currently using a Kodak Camera.

(2) Forensic Scientist. A 1.0 FTE forensic scientist to analyze DUI samples was approved at a cost to the state alcohol fund of $30,636 in fiscal 1986 and $30,037 in fiscal 1987.

Agency: Hi ay Traffic Safety Program: Highway Traffic afety

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	8.5	8.5	8.5	8.5	8.5	8.5	8.5	0.0
Personal Services	$232,729	$ 234,414	$ 246,570	$ 246,570	$ 235,093	$ 247,277	$ 247,277	5.95
Operating Expenses	151,899	161,016	165,595	163,808	159,335	170,741	166,166	7.84
Equipment	-0-	10,000	10,000	10,000	-0-	-0-	-0-	100.00
Non-Operating Cost	479,922	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000	1,100,000	129.20
Total Exp.	$864,550	$1,505,430	$1,522,165	$1,520,378	$1,494,428	$1,518,018	$1,513,443	75.86
FUNDING								
State Special Rev.	$ 68,316	$ 70,500	$ 71,800	$ 71,466	$ 70,500	$ 71,500	$ 70,691	4.61
Federal Revenue	796,234	1,434,930	1,450,365	1,448,912	1,423,928	1,446,518	1,442,752	81.97
Total Funding	$864,550	$1,505,430	$1,522,165	$1,520,378	$1,494,428	$1,518,018	$1,513,443	75.86

Program Description: Highway Traffic Safety assists local and state government entities in promoting traffic safety in order to reduce death, injury, and property loss that results from highway traffic accidents.

Current Level Budget: The LFA current level was accepted with a minor adjustment for Department of Administration rent charges. Federal funding is provided by the National Highway Traffic Safety Administration. State funding is from the state gas tax. The non-operating costs are pass-through grants to other state agencies and local governments.

Modified Recommendations: (1) Out-of-State Commercial Transportation. The Fatal Accident Reporting System has changed procedures for data transmission. This increases travel for the analyst's training in this procedure and requires her to train others in nearby states. A budget amendment was approved for 1985 regarding this increased cost. Cost to the federal special revenue account is $4,060 each year of the biennium.

(2) Consulting & Professional Services. Federal emphasis is on increased public information and education regarding alcohol and occupant protection. HR4616 as amended and passed by Congress earmarks an additional 8 percent of total funding to be spent on seat belts. Cost to the federal special revenue fund is $30,000 each year of the biennium.

(3) Postage & Mailing. Highway Traffic Safety distributes various amounts of over 20 brochures and pamphlets. With increased emphasis on public information and education, the mailing costs have increased and requests for films on traffic safety related topics is increasing. Cost to the federal special revenue fund is $3,944 in fiscal 1986 and $4,124 in fiscal 1987.

Agency: Bo[illegible] of Crime Control

Program: [illegible]gency 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
FTE	13.00	13.00	12.00	14.00	13.00	12.00	14.00	7.2
Personal Services	$348,708	$371,303	$369,601	$400,767	$371,815	$370,103	$401,287	14.9
Operating Expenses	141,482	148,073	145,601	173,383	137,970	140,621	166,797	22.6
Equipment	4,577	3,790	-0-	500	500	-0-	500	(20.7)
Total Exp.	$494,767	$523,166	$515,202	$574,650	$510,285	$510,724	$568,584	16.2
FUNDING								
General Fund	$412,304	$440,666	$432,702	$492,150	$427,785	$428,224	$486,084	19.3
Federal Revenue	82,463	82,500	82,500	82,500	82,500	82,500	82,500	0.00
Total Funding	$494,767	$523,166	$515,202	$574,650	$510,285	$510,724	$568,584	16.2

Program Description: This program provides supportive services and technical assistance to state and local criminal justice agencies in the areas of jail improvements, management and statistical analysis, crime prevention, crime stoppers, manpower development, and information systems.

Current Level Budget: The budget includes the Juvenile Justice program transferred from the Law Enforcement Academy as it was determined to be more closely related to the scope of the Board of Crime Control. The Juvenile Justice Program is 100 percent general funded at $48,267 in fiscal 1986 and $48,798 in fiscal 1987. A statistical clerk position was deleted from current level as two statistical clerk positions each had been vacant approximately 45 percent of the year. The subcommittee reinstated this position based on the board's testimony that it did not have adequate funds to pay these positions for the whole year. Also, one FTE from the Juvenile Justice Program was transferred to this program. Vacancy savings for this program was set at 4 percent for general fund employees and zero for federally funded employees. Federal funds are for administration of juvenile justice planning and operation of the juvenile probation information system.

DWLEG:gg app nar/30

Agency: Department of Revenue

Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	761.35	812.97	755.22	757.47	780.97	755.22	757.47	(.51)
Personal Services	$15,253,607	$16,635,596	$15,656,705	$15,540,881	$16,203,460	$15,682,412	$15,464,370	1.88
Operating Expenses	3,297,859	4,737,894	3,606,985	4,294,837	4,241,691	3,448,712	3,967,805	30.23
Equipment	628,703	471,445	238,711	357,259	302,274	286,642	200,969	(43.18)
Non-Operating Exp.	111,119	8,685,000	155,000	155,000	9,200,000	160,000	160,000	39.49
Total Exp.	$19,291,288	$30,529,935	$19,657,401	$20,347,977	$29,947,425	$19,577,766	$19,793,144	5.48
FUNDING								
General Fund	$16,828,429	$19,940,521	$17,002,172	$17,615,619	$18,942,802	$16,909,574	$17,076,447	4.68
State Special Rev.	781,567	8,480,637	836,132	857,156	8,949,456	843,040	865,114	9.67
Federal Revenue	1,093,799	1,357,054	1,137,988	1,194,506	1,345,116	1,160,949	1,206,840	9.21
Proprietary	587,493	751,723	681,109	680,696	710,051	664,203	644,743	15.86
Total Funding	$19,291,288	$30,529,935	$19,657,401	$20,347,977	$29,947,425	$19,577,766	$19,793,144	5.48

The Department of Revenue administers state tax laws. The department's functions include the assessment and collection of taxes, statewide property assessment, investigation of welfare fraud and liquor fraud, collection of child support payments, and administering the state liquor enterprise.

General fund increases 4.68 percent, or $787,190 from fiscal 1984 to fiscal 1986. The subcommittee FTE level does not include the FTE in Liquor Division, as that division received an open-ended appropriation.

Agency: Department of Revenue

Program: Director's Office

	FY 1984	- - - Fiscal 1986 - - -			- - - Fiscal 1987 - - -			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	7.50	7.50	7.50	7.50	7.50	7.50	0.00	
Personal Services	$245,552	$255,443	$255,502	$255,502	$256,933	$257,029	$257,028	3.89
Operating Expenses	156,355	234,585	229,681	230,998	136,564	97,734	98,671	47.74
Equipment	6,895	100	367	367	100	118	118	(94.68)
Non-Operating Exp.	11,086	4,000	-0-	-0-	1,000	-0-	-0-	23.74
Total Exp.	$419,888	$494,128	$485,550	$486,867	$394,597	$354,881	$355,817	20.50
FUNDING								
General Fund	$304,832	$373,542	$369,536	$370,340	$303,761	$263,728	$266,125	27.73
State Special Rev.	93,148	93,000	88,428	88,941	88,000	88,317	86,856	(4.45)
Proprietary	21,908	27,586	27,586	27,586	2,836	2,836	2,836	25.96
Total Funding	$419,888	$494,128	$485,550	$486,867	$394,597	$354,881	$355,817	20.50

Language in Bill: Outside legal fees of $35,000 as a biennial appropriation.

Program Description: The Director's Office supervises and coordinates the activities of all divisions within the department.

Current Level Budget: Vacancy savings was set a 4 percent. The state special revenue funding is from the state highway special revenue account. Audit fees from that account are $5,000 in fiscal 1986 only. The balance of the funding is to reflect the department support costs of the motor fuels tax division which are approximately 12 percent of that division operating costs. The proprietary funding is from the liquor fund. It consists of $24,750 of audit costs in fiscal 1986 only and $2,836 each year for payroll processing fees.

SUBCOMMITTEE ACTION

Agency: Department of Revenue

Program: Centralized Services

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	37.27	37.27	36.02	37.27	37.27	37.27	37.27	0.00
Personal Services	$740,588	$778,762	$756,945	$779,579	$780,161	$758,075	$780,718	5.26
Operating Expenses	89,688	92,260	92,609	89,394	93,871	96,817	92,492	(33)
Equipment	7,923	7,923	5,675	7,000	7,923	315	6,000	(11.65)
Total Exp.	$838,199	$878,945	$855,229	$875,973	$881,955	$855,207	$879,210	4.51
FUNDING								
General Fund	$833,198	$873,945	$849,179	$870,973	$876,955	$848,807	$874,210	4.53
Federal Revenue	5,001	5,000	5,300	5,000	5,000	5,600	5,000	0.00
Proprietary	-0-	-0-	750	-0-	-0-	800	-0-	0.00
Total Funding	$838,199	$878,945	$855,229	$875,973	$881,955	$855,207	$879,210	4.51

Program Description: Program provides administrative support services to the department such as accounting, auditing, payroll, and collections. The division also distributes wine taxes, beer taxes, and liquor taxes as provided by state statute.

Current Level Budget: Vacancy savings was set at 4 percent. A .25 personal clerk and 1.00 personnel specialist position that was vacant in fiscal 1984 were added to current level. These personnel functions were transferred to the Director's Office in fiscal 1983. Equipment authorized is calculators, typewriters, and data processing terminals. The federal revenue funds provide for administrative costs associated with the federal funding of programs in the legal division.

SUBCOMMITTEE ACTION

Agency: Department of Revenue

Program: Research and Information

	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	49.50	49.50	49.50	49.50	49.50	49.50	49.50	0.00
Personal Services	$986,037	$1,045,200	$1,042,178	$1,042,178	$1,047,101	$1,044,142	$1,044,742	5.69
Operating Expenses	181,821	190,114	198,829	185,137	200,744	197,382	199,963	1.82
Equipment	58,046	36,276	26,775	36,276	8,042	26,775	8,042	(37.50)
Total Exp.	$1,225,904	$1,271,590	$1,267,782	$1,263,591	$1,255,887	$1,268,299	$1,252,147	3.07
FUNDING								
General Fund	$ 901,744	$ 953,692	$ 950,735	$ 947,693	$ 941,915	$ 951,162	$ 958,309	5.10
Proprietary	324,160	317,898	317,047	315,898	313,972	317,137	319,436	(2.55)
Total Funding	$1,225,904	$1,271,590	$1,267,782	$1,263,591	$1,255,887	$1,268,299	$1,252,147	3.07

Program Description: Program provides support services of general research, computer systems development, programming, and data processing to the other department divisions.

Current Level Budget: A 4 percent vacancy savings was set. Current level operating expenses was accepted with $10,000 moved from fiscal 1986 to fiscal 1987 for the biennial report as required by law. The biennial report shows all the taxable property of the state, counties, and cities and its value, in tabulated form, with recommendations for improvements in the system of taxation, together with measures as may be formulated for the consideration of the legislature. Equipment funding allows for the continuation of data processing equipment on lease purchase. Final payment on that contract is in fiscal 1987.

Modified Recommendations: (1) Software Specialist--A 1.0 FTE software specialist was added in fiscal 1986 to help the department's one software specialist maintain existing software and develop new software. Cost of this position is $26,616 in each year split 75 percent general fund and 25 percent liquor funds. (2) Data Entry--A 1.0 FTE data entry operator position was added in fiscal 1986 and 2.0 FTE data entry positions were added in fiscal 1987. These data entry positions will be used to process state tax returns and property reappraisal forms. Costs are $13,948 in fiscal 1986 and $27,897 in fiscal 1987, split 75 percent general fund and 25 percent liquor funds. The proprietary fund is the state liquor fund which pays for 25 percent of the operating costs of the division.

Agency: Department of Revenue

Program: Legal Division

	FY 1984	- - - -	Fiscal 1986	- - - -	- - - -	Fiscal 1987	- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	69.50	68.50	68.50	68.50	68.50	68.50	68.50	(1.4)
Personal Services	$1,456,674	$1,612,113	$1,609,245	$1,609,024	$1,614,963	$1,612,147	$1,611,928	10.46
Operating Expenses	337,359	434,301	361,872	432,779	439,769	377,115	444,221	28.28
Equipment	155,125	66,006	47,204	66,115	29,797	37,858	29,797	(57.38)
Non-Operating Exp.	92,953	155,000	155,000	155,000	160,000	160,000	160,000	66.75
Total Exp.	$2,042,111	$2,267,420	$2,173,321	$2,262,918	$2,244,529	$2,186,120	$2,245,946	9.76
FUNDING								
General Fund	$ 711,887	$ 720,696	$ 704,907	$ 748,131	$ 715,828	$ 688,346	$ 715,236	3.42
Federal Revenue	1,088,799	1,207,422	1,132,688	1,206,541	1,198,717	1,155,349	1,201,840	9.25
Proprietary	241,425	339,302	335,726	342,597	329,984	343,430	328,870	39.68
Total Funding	$2,042,111	$2,267,420	$2,173,321	$2,297,269	$2,244,529	$2,186,120	$2,245,946	9.76

Program Description: The Legal Division has four functions: (1) providing legal assistance to all programs in the department; (2) investigating welfare and medicaid fraud; (3) enforcing child support payments; and (4) enforcing the state's liquor laws. The program also passes federal funds through to county attorneys for welfare and food stamp fraud prosecution.

Current Level Budget: Vacancy savings was set at 4 percent. Travel was increased by $6,164 each year for increased caseload in the child support function and training in the new computerized child support accounts receivable system that will be operational in the new computerized system. Contract services was increased by $31,870 for data processing fees for the new child support accounts receivable system that will be operational in fiscal 1985. Repair and maintenance costs increased by $19,996 each year for maintenance costs on the new equipment purchased for the accounts receivable system, and two telephone systems not covered by contracts in the base year.

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Funding:

Table 1
Funding Mix Legal Division

General Fund	Fiscal 1984	Fiscal 1985	Fiscal 1986	Fiscal 1987
Legal Assistance	$ 249,741	$ 232,911	$ 249,687	$ 250,585
Investigation	100,695	98,256	83,830	84,830
Child Support	324,621	310,361	348,259	343,484
Medicaid Fraud	36,830	27,225	36,532	36,337
Total General Fund	$ 711,887	$ 668,753	$ 718,308	$ 715,236
Federal Special Revenue				
Legal Assistance	$ 47,109	$ 47,893	$ 46,370	$ 46,538
Investigation				
Operations	87,110	98,259	83,830	84,830
Non-Operating	-0-	-0-	15,000	20,000
Child Support				
Operations	755,429	767,604	812,605	801,463
Non-Operating	92,953	120,000	140,000	140,000
Medicaid Fraud	106,198	108,472	109,593	109,009
Total Federal Revenue	$1,088,799	$1,142,228	$1,207,398	$1,201,840
Proprietary Fund				
Legal Assistance	$ 48,192	$ 62,084	$ 60,637	$ 60,856
Investigation	193,233	174,380	276,575	268,014
Total Proprietary Fund	$ 241,425	$ 236,464	$ 3337,212	$ 328,870
Total Funding	$2,042,111	$2,047,445	$2,262,918	$2,245,946

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Child support is funded 30 percent general fund and 70 percent federal funds. The Welfare Fraud Program in the Investigation Bureau is funded 50 percent by federal and 50 percent general fund. Liquor investigations are funded 100 percent from liquor funds. Medicaid fraud is funded 75 percent federal funds and 25 percent general fund.

Non-operating costs consisting of federal funding of $15,000 in fiscal 1986 and $20,000 in fiscal 1987 were added so that the program may reimburse counties for their help in the prosecution of food stamp cases. Reimbursement to county attorneys of $140,000 each year for child support assistance under the Uniform Reciprocal Enforcement of Support Act is included under local assistance.

Modified Recommendations: (1) Investigator's Secretary. Two FTE were added to the investigation staff. One was an investigator for the Miles City area to help in the investigation of liquor permits and welfare fraud. A secretary was added to the Helena staff to help with clerical workload increases. The cost of this modified is $59,819 in fiscal 1986 of which $6,510 is general fund, $53,309 federal funds, and $48,497 in fiscal 1987 of which $5,175 is general fund and $43,322 is federal funds.

(2) Child Support Staff. Thirteen FTE were added to the Child Support Bureau to provide staff needed to meet the requirements of federal legislation. Total costs are $326,032 in fiscal 1986 and $288,475 in fiscal 1987, split 70 percent federal funds and 30 percent general fund.

SUBCOMMITTEE ACTION

Agency: Department of Revenue

Program: Income Tax

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	75.15	75.15	75.15	75.15	75.15	75.15	75.15	0.00
Personal Services	$1,496,132	$1,517,868	$1,516,748	$1,516,747	$1,520,326	$1,519,196	$1,519,195	1.38
Operating Expenses	578,403	709,071	656,771	702,098	719,033	680,783	719,483	21.39
Equipment	36,454	29,724	26,060	29,724	10,578	5,200	5,200	18.46
Non-Operating	7,080	-0-	-0-	-0-	-0-	-0-	-0-	(100.00)
Total Exp.	$2,118,069	$2,256,663	$2,199,579	$2,248,569	$2,249,937	$2,205,179	$2,243,878	6.16
FUNDING								
General Fund	$2,112,296	$2,250,889	$2,193,153	$2,242,143	$2,244,163	$2,198,335	$2,237,034	6.15
State Special Rev.	5,773	5,774	6,426	6,426	5,774	6,844	6,844	11.31
Total Funding	$2,118,069	$2,256,663	$2,199,579	$2,248,569	$2,249,937	$2,205,179	$2,243,878	6.16

Program Description: Program is responsible for assessing, collecting, and auditing individual income tax returns.

Current Level Budget: Vacancy savings was set at 4 percent. An increase of $38,187 each year was allowed to print and process 1099G returns as required by federal statute on refunds given to Montana Taxpayers. Postage was increased by $5,600 to allow for the recent 2 cent increase granted to the U.S. Postal Service. The state special revenue fund pays for the operational costs of the non-game checkoff on income tax returns.

Modified Recommendations: (1) Systems Development--An additional 4.5 FTE systems development positions were allowed to develop a system for cross-matching of W-2's. It is estimated collections will increase $1 million in fiscal 1987 and $5.8 million by fiscal 1988 as a result of this program. Cost to the general fund of the program will be $265,640 in fiscal 1986 and $334,902 in fiscal 1987.

(2) Administrative Staff--Administrative support was increased by 1.5 FTE to help with the increased paperflow being generated by the division. Cost to the general fund is $68,234 in fiscal 1986 and $57,695 in fiscal 1987.

(3) Audit Staff--Six FTE were added to the audit staff at a cost to the general fund of $131,307 in fiscal 1986 and $110,897 in fiscal 1987. It is estimated the increased staff can generate $3.8 million in additional revenue in the 1987 biennium.

(4) Collection Staff--The collection staff was increased by 8.5 FTE at a cost to the general fund of $186,749 in fiscal 1986 and $155,125 in fiscal 1987. It is estimated that $4.8 million in additional revenue will be collected in the 1987 biennium from this addition to the staff.

Income tax collections are allocated so 75 percent is eventually deposited in the general fund and 25 percent in the school foundation account.

Agency: Department of Revenue

Program: Natural Resources and Corporation Tax

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	31.29	40.99	31.66	31.66	40.99	31.66	31.66	1.18
Personal Services	$ 764,721	$1,044,497	$ 830,285	$ 842,376	$1,043,785	$ 831,099	$ 849,702	10.15
Operating Expenses	282,987	480,071	324,136	351,894	488,347	341,575	367,148	24.35
Equipment	8,581	28,539	4,419	4,419	7,902	4,150	4,150	(48.50)
Local Assistance	-0-	5,625,000	-0-	-0-	6,042,000	-0-	-0-	0.00
Total Exp.	$1,056,289	$7,178,107	$1,158,840	$1,198,689	$7,582,034	$1,176,824	$1,221,000	13.48
FUNDING								
General Fund	$1,042,987	$2,440,999	$1,135,238	$1,175,104	$2,492,583	$1,152,815	$1,197,032	12.95
State Special Rev.	13,302	4,598,986	23,602	23,585	4,953,227	24,009	23,968	77.30
Federal Revenue	-0-	138,122	-0-	-0-	136,224	-0-	-0-	0.00
Total Funding	$1,056,289	$7,178,107	$1,158,840	$1,198,689	$7,582,034	$1,176,824	$1,221,000	13.48

Program Description: Administrators the state's resource severance taxes, other natural resource related taxes, and the corporation income and license tax.

Current Level Budget: Vacancy savings was set at 4 percent. Travel was increased $25,000 each year for anticipated increase in audit related travel. The current level was accepted for the balance of operating expenses and equipment. The state special revenue fund is the oil and gas conservation fund and pays for the operating costs of administering the oil and gas commission.

Modified Recommendations: (1) Natural Resource tax auditor and corporate tax auditor. The corporation tax bureau has experienced a substantial workload increase over the last several years. For example, the number of corporations filing returns has increased from 13,000 to 22,000 since 1975. The average number of refund claims has increased 400% over the same period. As a result of these and other increases some audit staff have been required to process the increase volume of documents flowing into this office. Consequently, audit activities have suffered. The natural resource bureau is responsible for administering 14 different taxes. Many major oil and gas producers remain unaudited. The additional audit position will allow an expanded audit program to include more companies and to cover the additional workload created by new legislation relating to windfall profit adjustments. Cost to the general fund is $65,972 in fiscal 1986 and $62,454 in fiscal 1987. It is anticipated the auditors will collect $1.3 million in revenue each year of the biennium.

(2) Two Clerical Positions. Two clerical positions, a clerk and a word processing operator, were added to help with a workload increase. Cost to the general fund is $40,642 in fiscal 1986, including $7,904 for equipment, and $32,807 in fiscal 1987.

Modified Recommendations-Continued-

(3) Royalties Auditor--One royalties auditor for the Department of State Lands was approved at a cost to the resource development state special revenue fund of $32,986 in fiscal 1986 and $31,227 in fiscal 1987. It is anticipated the audit would return a minimum of $600,000 to the school foundation fund each year.

(4) Federal Mineral Royalty Auditors--Federal funding was approved for federal mineral royalty auditors. Three auditors were approved at a cost of $138,121 in fiscal 1986 and $136,224 in fiscal 1987. It is anticipated that collections from the three auditors will be $500,000 each year of the biennium. These funds will go to the school trust account.

SUBCOMMITTEE ACTION

Agency: Department of Revenue

Program: Miscellaneous Tax

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	19.32	21.32	19.32	19.32	21.32	19.32	0.00	0.0
Personal Services	$391,939	$490,244	$436,863	$436,863	$491,193	$437,818	$437,818	14.46
Operating Expenses	89,199	112,967	85,364	84,642	136,937	80,151	85,036	(5.11)
Equipment	9,396	21,358	22,223	17,338	610	-0-	610	84.53
Total Exp.	$490,534	$624,569	$544,450	$538,843	$628,740	$517,969	$523,464	9.85
FUNDING								
General Fund	$426,626	$499,591	$473,672	$470,459	$461,957	$450,633	$452,464	10.27
State Special Rev.	63,908	124,978	70,778	68,384	166,783	67,336	71,000	7.00
Total Funding	$490,534	$624,569	$544,450	$538,843	$628,740	$517,969	523,464	9.85

Program Description: Program is responsible for the proper receipt and auditing of taxes related to contractor's licenses, store licenses, cigarette and tobacco product taxes, abandoned property, and inheritance tax.

Current Level Budget: Vacancy savings was set at 2 percent. Current level was increased by $6,368 in fiscal 1987 for printing of miscellaneous forms and envelopes. State special revenue funding is from the highway special revenue account (gas tax), unclaimed property tax account, and cigarette tax account.

Modified Recommendations: (1) Unclaimed Property Audit--Two auditors for unclaimed property audit were approved. Cost to the unclaimed property state special revenue fund is $60,478 in fiscal 1986 and $58,478 in fiscal 1987. It is anticipated collections to the unclaimed property account will be $450,000 for the biennium.

(2) Automation--Funds were approved to automate the contractors gross receipts tax system which is currently a manual accounting system. Cost to the general fund is $23,299 in fiscal 1986. Funds were approved to automate the unclaimed property system in fiscal 1987 at a cost of $43,805 in fiscal 1987 to the unclaimed property account.

SUBCOMMITTEE ACTION

Agency: Department of Revenue | Program: Motor Fuels

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	27.92	29.67	26.17	27.17	29.67	26.17	27.17	(2.69)
Personal Services	$504,700	$587,632	$533,305	$556,984	$588,677	$534,342	$558,034	10.36
Operating Expenses	100,266	159,167	107,249	107,136	140,409	111,354	108,826	6.85
Equipment	470	10,100	6,344	5,700	9,586	10,838	9,586	1112.77
Total Exp.	$605,436	$756,899	$646,898	$669,820	$738,672	$656,534	$676,446	10.63
FUNDING								
State Special Rev.	$605,436	$756,899	$646,898	$669,820	$738,672	$656,534	$676,446	10.63

Program Description: Program is responsible for the proper receipt and auditing of the motor fuels taxes received by the state of Montana for both in-state and out-of-state taxpayers.

Current Level Budget: Vacancy savings was set at 2 percent. Current level was increased by $1,000 in fiscal 1986 for the cost of converting the office to the state telephone system. The state special revenue fund is the highway gas tax fund.

Modified Recommendations: (1) Automate fuel tax system--Funds to automate the fuel tax collection system were approved at a cost of $54,400 in fiscal 1986 and $30,000 in fiscal 1987. The present system is a manual system, using posting cards to contain the status of the taxpayer accounts. As present there is no backup system. In case of fire, the records would be lost. The main goals of an automated system are to improve security by providing adequate file backup, to balance properly and on a timely basis all accounts, and to improve collections.

SUBCOMMITTEE ACTION

Agency: Department of Revenue | Program: Property Assessment

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	441.40	476.07	441.40	441.40	442.90	441.40	441.40	0.00
Personal Services	$ 8,667,264	$ 9,186,636	$ 8,675,634	$ 8,501,628	$ 8,723,210	$ 8,688,564	$ 8,405,805	1.91
Operating Expenses	1,481,782	2,313,558	1,550,474	2,110,759	1,874,185	1,465,801	1,851,965	42.45
Equipment	345,813	260,050	99,644	190,320	227,736	201,388	137,466	(44.96)
Total Exp.	$10,494,859	$11,760,244	$10,325,752	$10,802,707	$10,825,131	$10,355,753	$10,395,236	2.93
FUNDING								
General Fund	$10,494,859	$11,760,244	$10,325,752	$10,802,707	$10,825,131	$10,355,753	$10,395,236	2.93

Language in Bill: Equipment of $33,670 in the Helena base appraisal staff budget is a biennial appropriation.

Program Description: The Property Assessment Division is responsible for the evaluation of real and personal property for the purpose of taxation. State law requires that property reappraisal be completed by January 1, 1986. The division has three bureaus--Property Assessment Administration; Property Assessment Helena; and Appraisers and Assessors.

Property Assessment Administration has 18 FTE and functions as the administrative overseer of the division. Property Assessment Helena has 14 FTE and is responsible for the appraisal of industrial property in the state. Appraisers and assessors has 409.4 FTE and is responsible for the residential, commercial, and agricultural appraisal of property. This budget also pays the salary and some operating expenses of the county assessor's office.

Current Level Budget: Vacancy savings was set at 4 percent except for the salaries of the 52 county assessors. County assessor salaries were funded at 80 percent of their total in fiscal 1986 and 70 percent of their total in fiscal 1987 as proposed by the department. The Property Assessment Division was granted an increase over current level in operating expenses of $560,285 in fiscal 1986 and $386,164 in fiscal 1987. The committee added those costs based on the department's projections of a 20 percent increase in costs associated with anticipated appeals of property valuations, start-up costs for the next appraisal cycle and costs associated with completing the current appraisal cycle.

In the administration budget, consulting and professional services contains $5,000 for expert witness on tax appeals and $5,260 in fiscal 1986 only for appraisal manual preparation for the next cycle. Computer processing was increased by $7,175 in fiscal 1986 and $8,906 in fiscal 1987 for processing reappraisal forms, management reports, and the state report of assessed value. Gasoline increased from a base of $2,987 in fiscal 1984 to $6,353 in fiscal 1986 and $4,853 in fiscal 1987 for appeal defense and taxpayer information meetings. Travel was increased from a base of $17,111 in fiscal 1987 to $26,566 in fiscal 1986 and $22,194 in fiscal 1987 in anticipation of appeals to property valuations.

In the Helena based appraisal staff budget, computer processing increased from a base of $3,543 in fiscal 1984 to $8,600 in fiscal 1986 and $9,100 in fiscal 1987 as a result of increased activity and reports from timber reappraisal and industrial property appraisal. Maps and charts increased from a base of $1,742 in fiscal 1984 to $5,000 for both years of the biennium so that 1/5 of maps may be replaced each year. Valuation guides at a cost of $3,000 were approved in fiscal 1986 only for the start of the next reappraisal cycle. Out-of-state travel was increased from a base of $7,149 in fiscal 1984 to $9,900 each year.

Current Level Budget-Continued-

In the Assessors and Appraisers budget, consulting and professional services was zero based. A total of $58,000 in fiscal 1986 and $45,500 in fiscal 1987 was approved. Items included are $5,000 each year to develop a sales ratio program, $10,000 each year for assessment school instructors, $25,000 in fiscal 1986 and $12,500 in fiscal 1987 for independent fee appraisers, and $18,000 for Petroleum County for appraisal and assessment work instead of hiring staff. Printing costs increased from a base of $113,331 in fiscal 1984 to $144,125 in fiscal 1986 and $131,728 in fiscal 1987. New items associated with this increase include new value assessment notices on all properties, new appraisal manuals, new assessment forms to start the new appraisal cycle, and annual assessment manuals. Education and training was increased from a base of $14,958 in fiscal 1984 to $23,600 each year of the biennium for certification training of appraisal staff and assessor training. Photo and reproduction costs increased from a base of $18,530 in fiscal 1984 to $40,000 in fiscal 1986 and $46,000 in fiscal 1987. Included is 12,000 in fiscal 1986 and $8,600 in fiscal 1987 for ownership maps and data collection manuals. These costs will be eliminated in the next biennium. Part of the increase is for anticipated appeals. These costs should also decrease next biennium. Paper, office supplies, and data processing supplies increased from a base of $69,236 in fiscal 1984 to $112,023 in each year of the biennium, an increase of $42,787 each year, to pay for more of the expenses incurred by the counties needed for day to day operations. Postage and mailing was increased from a base of $68,164 in fiscal 1984 to $231,788 in fiscal 1986 and $154,788 in fiscal 1987 to provide for the mailing of new value assessment notices to all property taxpayers plus the legal requirement to send arbitrary and estimated assessments by registered mail.

Advertising was increased from a base of $1,726 in fiscal 1984 to $14,605 in each year of the biennium in order to advertise for exemption deadlines, office schedules, and recruitment.

Travel was increased from a base of $143,718 in fiscal 1984 to $216,196 in fiscal 1986, and $183,640 in fiscal 1987. Travel was increased to allow for the completion of the current appraisal cycle, anticipated appeals of property assessments, and travel for certification training and assessor schools.

Rent was increased from a base of $26,724 to $38,300 to provide for increases in private buildings for appraisal offices.

Maintenance agreements of $112,989 in fiscal 1986 and $101,334 in fiscal 1987 was approved for hardware and software in 30 computer automated counties. No expense was incurred in this category in fiscal 1984.

Equipment authorized was 8 vehicles each year at a cost of $80,000 each year, data processing terminals for 27 counties in fiscal 1986 at a cost of $48,600, and data processing terminal for 12 counties in fiscal 1987 at a cost of $21,600. Office equipment for the county appraiser and assessor offices was approved at $25,420 in fiscal 1986 and $34,420 in fiscal 1987.

Modified Recommendations: (1) Clerical Staff--26.67 FTE were approved for fiscal 1986 at a cost of $387,530 to the general fund. These clerical positions will be used to help enter property appraisal data on computer forms for input to the computer, verification work, filing, and preparing for the mailout of the new property tax volumes.

(2) Attorney--One attorney was approved at a cost to the general fund of $34,196 in fiscal 1986 and $34,211 in fiscal 1987 to help the existing staff attorney on property tax appeals.

(3) Litigation--A biennial line-item appropriation of $120,000 was approved for airline litigation and railroad appraisal.

SUBCOMMITTEE ACTION

Agency: Department of Administration

Program: Agency Summary

	FY 1984	- - - - Fiscal 1986	- - - -	- - - -	- - - - Fiscal 1987	- - - -	- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	407.84	426.34	403.84	403.84	431.09	408.59	409.09	(1.0)
Personal Services	$ 9,450,735	$10,512,827	$10,079,205	$10,257,605	$10,598,099	$10,163,868	$10,361,452	8.5
Operating Expenses	12,658,643	19,390,817	13,916,379	16,578,867	20,576,329	14,689,399	17,346,705	31.0
Equipment	1,377,134	2,270,553	1,504,659	1,821,585	1,857,410	874,418	1,177,316	32.3
Non-Operating Exp.	1,561,622	14,493,234	1,910,446	14,584,256	14,560,559	1,925,792	14,657,821	833.9
Total Exp.	$25,048,134	$46,667,431	$27,410,689	$43,242,313	$47,592,397	$27,653,477	$43,543,294	72.6
FUNDING								
General Fund	$4,032,020	$16,088,860	$ 3,943,940	$16,065,846	$16,091,659	$ 3,972,844	$16,093,691	298.5
State Special Rev.	1,561,053	1,981,923	1,786,662	1,897,287	1,793,182	1,666,881	1,743,725	21.5
Other Revenue	49,996	615,282	55,356	568,503	598,206	58,801	573,324	1037.1
Proprietary	19,405,065	27,981,366	21,624,731	24,710,677	29,109,350	21,954,951	25,132,554	27.3
Total Funding	$25,048,134	$46,667,431	$27,410,689	$43,242,313	$47,592,397	$27,653,477	$43,543,294	72.6

Included in the general fund are debt service costs of $12,129,955 in fiscal 1986 and $12,190,604 in fiscal 1985. With those costs removed, the operating costs in the general fund decrease by $96,129 from fiscal 1984 to fiscal 1986, a 2.4 percent decrease. The other non-operating costs are for lease participation notes in the Communications Division and transfers from the long-range building fund to the Architecture and Engineering Division to fund that division's operating costs.

SUBCOMMITTEE ACTION

Agency: Department of Administration — Program: Central 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	8.00	8.00	7.00	7.00	8.00	7.00	7.00	(12.5)
Personal Services	$257,616	$ 263,307	$233,068	$ 231,991	$ 264,715	$234,505	$ 233,428	(9.95)
Operating Expenses	44,959	25,399	20,993	22,861	26,810	23,116	25,030	(49.15)
Non-Operating Exp.	-0-	12,069,955	-0-	12,129,955	12,130,604	-0-	12,190,604	100.00
Total Exp.	$302,575	$12,358,661	$254,061	$12,384,807	$12,422,129	$257,621	$12,449,062	3,990.21
FUNDING								
General Fund	$302,575	$12,317,073	$254,061	$12,375,956	$12,380,618	$257,621	$12,440,208	3,990.21
Proprietary	-0-	41,588	-0-	8,851	41,511	-0-	8,854	100.00
Total Funding	$302,575	$12,358,661	$254,061	$12,384,807	$12,422,129	$257,621	$12,449,062	3,990.21

Program Description: Central Administration supervises and coordinates the activities of the various divisions within the department and the administratively attached boards and agencies.

Current Level Budget: Vacancy savings was set at 4 percent. Out-of-state travel was increased by $719 each year of the biennium. Debt service costs of $12,129,955 in fiscal 1986 and $12,190,604 in fiscal 1987 were approved.

Modified Recommendations: (1) Financial Advisory Council. Funding of the legislative members of the Financial Advisory Council was approved at a cost to the general fund of $2,096 each year of the biennium. The Financial Advisory Council was created by executive order to help coordinate the issuance of state debt by state agencies.

(2) New Lawyer: Requested was a 1.0 FTE lawyer who would devote his time to the PERS, TRS and the A&E Division. These divisions would be billed for the lawyer's costs. Cost to the proprietary fund would be $32,556 in fiscal 1986 and $32,476 in fiscal 1987.

Agency: Department of Administration | Program: Accounting

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	12.50	12.00	12.50	12.50	12.00	12.50	12.50	0.00
Personal Services	$288,560	$305,801	$313,217	$313,217	$306,223	$313,654	$313,653	8.54
Operating Expenses	549,817	525,733	486,259	529,439	517,379	493,157	531,264	(3.71)
Equipment	890	-0-	-0-	-0-	-0-	-0-	-0-	(100.00)
Total Exp.	$839,267	$831,534	$799,476	$842,656	$823,602	$806,811	$844,917	.4
FUNDING								
General Fund	$839,267	$831,534	$799,476	$842,656	$823,602	$806,811	$844,917	.4

Program Description: The Accounting Program operates SBAS and is responsible for recording the state's financial transactions.

Current Level Budget: Vacancy savings was set at 4 percent. The major portion of this program's operating expenses is in the area of data processing fees and programming services. These costs were zero based, resulting in a decrease of approximately 3 percent from actual 1984 costs. The LFA current level analysis had reduced data processing fees and systems support provided by the Systems Development Bureau by approximately $41,000. The committee left those expenses at the agency request which incorporates the 3 percent reduction at the agency's request.

Modified Recommendations: 1) GASB. Annual dues to the Governmental Accounting Standards Board were approved at a cost of $11,700 each year. This will allow the state to participate in the setting of accounting and financial reporting requirements for state governments.

SUBCOMMITTEE ACTION

Agency: Department of Administration

Program: Architecture and Engineering

	FY 1984	- - - - - -	Fiscal 1986	- - - - - -	- - - - - -	Fiscal 1987	- - - - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	14.50	15.50	14.50	14.50	14.50	14.50	14.50	0.00
Personal Services	$ 383,939	$ 426,212	$410,910	$ 419,369	$ 427,075	$411,790	$ 420,255	9.23
Operating Expenses	71,160	83,168	72,935	89,433	77,158	71,415	90,240	15.61
Equipment	5,641	4,745	4,345	4,345	5,028	5,028	5,028	(25.64)
Non-Operating Exp.	699,738	514,125	-0-	513,147	509,261	-0-	514,523	(26.67)
Total Exp.	$1,160,478	$1,028,250	$488,190	$1,026,294	$1,018,522	$488,233	$1,030,046	(11.56)
FUNDING								
State Special Rev.	$ 460,740	$ 514,125	$488,190	$ 513,147	$ 509,261	$488,233	$ 515,523	11.37
Capital Projects	699,738	514,125	-0-	513,147	509,261	-0-	515,523	(26.67)
Total Funding	$1,160,478	$1,028,250	$488,190	$1,026,294	$1,018,522	$488,233	$1,030,046	11.56

Program Description: The program oversees construction, renovation, and repair of state owned buildings and formulates a long-range building plan for legislative consideration.

Current Level Budget: Vacancy savings was set at 2 percent. Current level was increased by $8,547 in fiscal 1986 and $8,713 in fiscal 1987 for legal fees to pay the costs of an attorney who devotes approximately 1/3 of his time to the A&E Division. Expenditures in this category were $30,000 in fiscal 1984. Travel was increased by $1,619 in fiscal 1986 only. The capital projects funds are a transfer of long range building funds to the state special revenue fund for the administration costs of the program.

Modified Recommendations: (1) Secretary. A 1.0 FTE Secretary was approved to assist with an increasing workload in the division. Staffing for the division was at 15.25 FTE for fiscal years 1980 through fiscal 1983. A 1 FTE clerk typist position was reduced last session to a .25 FTE. The number of projects worked by the division have increased from 94 in fiscal 1981 to 108 in fiscal 1984. As of October 30, 1985, there have been 71 projects assigned to staff. The dollar amounts of the projects have increased from $32 million in the 1979 biennium to $66 million in the 1985 biennium. Costs for the secretary are $16,044 in fiscal 1986 and $15,576 in fiscal 1987.

SUBCOMMITTEE ACTION

Agency: Department of Administration

Program: Publications and Graphics

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	26.00	27.00	26.00	26.00	30.75	30.75	30.75	0.00
Personal Services	$ 540,876	$ 569,039	$ 588,858	$ 598,040	$ 635,947	$ 653,390	$ 666,375	10.57
Operating Expenses	837,230	3,013,011	924,722	914,347	3,113,736	1,044,817	1,024,543	10.45
Equipment	207,008	313,973	198,473	348,473	296,733	196,233	346,233	68.34
Total Exp.	$1,585,114	$3,896,023	$1,712,053	$1,860,860	$4,046,416	$1,894,440	$2,037,151	17.40
FUNDING								
Proprietary	$1,585,114	$3,895,023	$1,712,053	$1,860,860	$4,046,416	$1,894,440	$2,037,151	17.40

Language in Bill: $150,000 each year is line-itemed for copier pool equipment.

Program Description: Program provides centralized duplicating and photocopying services, graphics design and layout, typesetting forms design, and other functions to provide camera ready copy to state agencies.

Current Level Budget: Vacancy savings was set at 2 percent. Equipment of $150,000 was added each year for copier leases in the copier pool. The LFA current level was accepted for the balance of the budget. The committee did not set rates for an operating balance for P&G. In discussing rates with the committee, the agency said they did not expect rates to increase over what the inflationary increase in their budget would be.

Modified Recommendations: (1) Quick Copy Center. One FTE and operating expenses for the quick copy center at the new DNRC building were approved at a cost of $57,206 in fiscal 1986 and $47,211 in fiscal 1987.

(2) Work Load Increase. One FTE and operating costs were approved to allow for more work to be contracted out to private vendors. A personal computer was approved at a cost of $15,000 for fiscal 1986. The computer will be used in billing procedures and in estimating costs of printing requests.

(3) Personal Computer. One FTE and operating expenses were requested so that all printing not done by the division is channeled through the division. This will assist state agencies and also create one source contract for private printers. An estimated $2 million of work is expected to pass through the division to private printers. The cost is $2,097,720 in fiscal 1986 and $2,097,786 in fiscal 1987. If this modified is approved, it will be line-itemed.

SUBCOMMITTEE ACTION

Agency: Department of Administration

Program: Information Services Division

	FY 1984	- - - -	Fiscal 1986	- - - -	- - - -	Fiscal 1987	- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	122.45	128.45	121.45	120.45	143.84	121.45	120.45	(1.63)
Personal Services	$2,829,378	$3,193,227	$3,043,456	$3,085,480	$3,198,365	$3,048,751	$3,090,799	9.05
Operating Expenses	1,801,035	4,113,461	2,128,212	2,386,819	4,369,117	2,188,421	2,621,520	32.52
Equipment	1,038,128	1,690,729	1,128,977	1,223,043	1,469,551	633,719	743,657	17.81
Non-Operating	1,990	-0-	-0-	-0-	-0-	-0-	-0-	
Total Exp.	$5,670,531	$8,997,417	$6,300,645	$6,695,342	$9,037,033	$5,870,891	$6,455,976	18.07
FUNDING								
Proprietary	$5,670,531	$8,997,417	$6,300,645	$6,695,342	$9,037,033	$5,870,891	$6,455,976	18.18

Program Description: The Information Services Division provides state agencies with central data processing services, microfilming services, and record storage services.

Current Level Budget: Vacancy savings was set at 2 percent. A 1 FTE computer operator position was deleted from current level as the Department of Justice will provide a computer operator for the new LETS switcher at the armory. Increases were granted for anticipated growth in use of ISD's services by other state agencies. The approximate biennial cost of this growth is $437,000. Approximately $88,000 was added for the biennium for increased travel and registration fees for training to provide an increased level of technical training for the division employees. The Information Services Division gets its revenues from fees charged to agencies for its services.

Modified Recommendations: 1) Records Management Specialist: A 1 FTE records management specialist to provide improved record management practices throughout state government was approved at a cost to the general fund is $21,655 in fiscal 1986 and $21,663 in fiscal 1987. 2) Disaster Recovery - A 1 FTE technician was approved at a cost of $29,666 per year to help develop a disaster recovery plan and provide routine backup of the justice system. 3) Workload Increases - Increases are $652,090 in fiscal 1986 and $933,905 in fiscal 1987. Included is the purchase of a new main frame computer in fiscal 1986 with payments on the new computer continuing for five years. 4) Contract Programming - $99,840 in fiscal 1986 and $104,832 in fiscal 1987 was approved to provide authority to contract for programming and systems services to augment the division's development staff.

SUBCOMMITTEE ACTION

Agency: Department of Administration

Program: General Services

	FY 1984	- - - - Fiscal 1986 - - - -			- - - - Fiscal 1987 - - - -			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	49.25	49.75	48.75	49.75	50.25	48.75	50.25	1.02
Personal Services	$ 941,759	$1,009,493	$ 989,044	$1,030,525	$1,023,654	$ 991,067	$1,044,986	9.43
Operating Expenses	1,696,535	1,963,785	1,882,367	1,952,259	2,095,480	1,984,741	2,083,895	15.08
Equipment	16,408	10,200	6,200	10,200	3,200	3,200	3,200	(37.84)
Non-Operating	165,503	119,418	120,710	151,418	123,458	128,556	155,458	8.51
Total Exp.	$2,820,205	$3,102,896	$2,998,321	$3,144,402	$3,245,792	$3,107,564	$3,287,539	11.50
FUNDING								
General Fund	$ 617,063	$ 648,303	$ 588,266	$ 566,044	$ 636,199	$ 608,108	$ 574,118	(8.26)
Capital Project	49,996	50,000	55,356	55,356	50,000	58,801	58,801	10.72
Proprietary	2,153,146	2,404,593	2,354,699	2,523,002	2,559,593	2,440,655	2,654,620	17.18
Total Funding	$2,820,205	$3,102,896	$2,998,321	$3,144,402	$3,245,792	$3,107,564	$3,287,539	11.50

Language in Bill: The department may charge a maximum of $2.98 per square foot in fiscal 1986 and $3.10 per square foot in fiscal 1987. At the end of fiscal 1987, the maximum cash the department may carry over is $320,000. During the 1987 biennium if utility costs exceed the budgeted amounts, the department may submit a budget amendment to cover the increase in utility costs.

Program Description: The General Services Program provides maintenance, janitorial, and security services for all buildings and grounds located primarily in the capitol complex.

Current Level Budget: Vacancy savings was set at 2 percent. A .50 FTE architect position was added in fiscal 1986 to an existing .50 FTE architect position. This position will help in the design of remodeling projects carried out by the program. A .50 FTE maintenance worker was added in fiscal 1986 and an additional .50 FTE maintenance worker was added in fiscal 1987 to provide services for the new DNRC building scheduled to be on-line November of 1985 and for the museum addition scheduled for October 1986.

Operating expenses for those buildings were also added to the budget. Funding for general services is provided by general fund, approximately 19 percent, and the proprietary fund, 81 percent. The proprietary fund source of revenue is from fees paid by state agencies for the space they occupy in state buildings. The capital project funds are from the capital building fund.

SUBCOMMITTEE ACTION

Agency: Department of Administration

Program: Property & Supply

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	13.0	12.50	12.50	12.50	12.50	12.50	12.50	3.85
Personal Services	$ 255,308	$ 276,344	$ 275,292	$ 281,283	$ 277,171	$ 276,157	$ 282,152	10.17
Operating Expenses	1,777,534	2,461,591	1,880,521	3,164,186	2,837,488	1,964,775	3,161,348	78.02
Equipment	35,218	50,000	-0-	50,000	60,000	-0-	60,000	41.97
Total Exp.	$2,068,060	$2,787,935	$2,155,813	$3,495,469	$3,174,659	$2,240,932	$3,503,500	69.03
FUNDING								
Proprietary	$2,068,060	$2,787,935	$2,155,813	$3,495,469	$3,174,659	$2,240,932	$3,503,500	69.03

Language in Bill: Cost of goods sold is line itemed at $3,000,000 each year of the biennium.

Program Description: The Property and Supply Bureau purchases supplies and materials in bulk quantities to achieve private discounts and resells the merchandise to state agencies. It also distributes used federal and state property to state agencies and county and city governments at a cost that is much less than if new property were purchased.

Current Level Budget: Vacancy savings was set at 2 percent. Repair and maintenance was increased by $7,000 each year to remodel and repair the old liquor warehouse and the old state library building. Equipment approved was two trucks in fiscal 1986 at a cost of $50,000 to replace two existing trucks and a new outdoor forklift in fiscal 1987 at a cost of $60,000. Funding is provided by selling office supplies and federal surplus property to state agencies and local governments. Supplies and equipment are purchased in large quantities at a discount and then sold to state agencies and local governments at a cost less than private vendors would charge.

Modified Recommendations: 1) Growth - Operating costs and 5.5 FTE were added for anticipated growth in the area of property and supply over the coming biennium. Costs to the proprietary fund are $93,099 in fiscal 1986 and $93,135 in fiscal 1987.

SUBCOMMITTEE ACTION

Agency: Department of Administration

Program: Purchasing

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	17.00	16.50	16.50	16.50	16.50	16.50	16.50	(2.94)
Personal Services	$394,321	$387,746	$389,129	$389,129	$388,485	$389,892	$389,893	1.32
Operating Expenses	134,694	123,005	121,403	123,058	123,171	126,319	124,755	(8.64)
Equipment	413	850	850	850	850	850	850	105.81
Total Exp.	$529,428	$511,601	$511,382	$513,037	$512,506	$517,061	$515,498	(3.10)
FUNDING								
General Fund	$529,428	$511,601	$511,382	$513,037	$512,506	$517,061	$515,498	(3.10)

Program Description: The Purchasing Division supervises purchasing by state agencies through competitive bidding procedures and processes all purchase orders and contracts.

Current Level Budget: Vacancy savings was set at 2 percent. Data processing fees were increased by $3,000 to allow for maintenance and minor enhancements to the purchasing data processing system.

SUBCOMMITTEE ACTION

Agency: Department of Administration

Program: Building Standards Division

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	27.00	28.50	27.00	27.00	28.00	27.00	27.00	0.00
Personal Services	$668,091	$ 749,871	$715,471	$ 730,142	$738,189	$716,905	$731,584	9.29
Operating Expenses	142,231	215,049	146,698	151,418	214,083	148,501	150,829	6.46
Equipment	1,249	159,256	129,769	146,809	-0-	17,040	-0-	11,654.12
Total Exp.	$811,571	$1,124,176	$991,938	$1,028,369	$952,272	$882,446	$882,413	26.71
FUNDING								
State Special Rev.	$811,571	$1,124,176	$991,938	$1,028,369	$952,272	$882,446	$882,413	26.71

Language in Bill: Understanding that education of enforcement personnel and enforcement will be an extremely important need in the success of an energy code enforcement program and the exact needs will not be known until after the administrative hearings process for the energy code adoption is completed, the necessary funding may be added by budget amendment. The budget amendment will be for the purposes of allowing the department to receive and expend federal funds made available for educational and enforcement purposes and the necessary supervisory staff to administer the same. Should the economy improve to the point there is a need for more building standard inspectors, a maximum of 3 FTE and operating expenses and equipment for the 3 FTE may be added by budget amendment to the Building Standards Division.

Program Description: The Building Standards Division is responsible for enforcing state laws and codes relating to mechanical, electrical, and general building construction.

Current Level Budget: Vacancy savings was set at 2 percent. Gasoline costs were increased by $4,789 each year due to a rate miscalculation. Equipment purchases in fiscal 1986 is for automobile replacement of 16 existing vehicles. Funding is provided by charging a fee for code inspections of construction projects.

Modified Recommendations: 1) 1.5 FTE Attorney - The attorney will be used to pursue prosecution of 85 cases of code violators. It is anticipated that a .5 attorney could be dropped in fiscal 1987 once the workload is reduced. Costs are $50,960 in fiscal 1986 and $35,024 in fiscal 1987.

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SUBCOMMITTEE ACTION

Agency: Department of Administration | Program: Mail & Distribution 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	9.25	9.25	9.25	9.25	9.25	9.25	9.25	0.00
Personal Services	$152,706	$156,824	$158,135	$161,325	$ 157,557	$158,898	$ 162,089	5.64
Operating Expenses	630,749	813,928	685,057	813,759	921,469	718,221	922,941	29.01
Equipment	8,119	7,122	7,122	7,122	8,875	8,875	8,875	(14.00)
Total Exp.	$791,574	$977,874	$850,314	$982,206	$1,087,901	$885,994	$1,093,905	24.08
FUNDING								
Proprietary	$791,574	$977,874	$850,314	$982,206	$1,087,901	$885,994	$1,093,905	24.08

Language in Bill: Communications is line itemed at $754,338 in fiscal 1986 and $861,494 in fiscal 1987.

Program Description: The program serves as the state's central mail operation.

Current Level Budget: Vacancy savings was set at 2 percent. Communication costs, consisting primarily of postage, were increased in total from fiscal 1984 by $171,370 in fiscal 1986 and $278,526 in fiscal 1987 but were line itemed in the budget. Funding is provided by fees charged to user agencies for the bureau's services. The committee did not set any rates or fund balance limitations. The department indicated that rates would not rise above the inflation increases they experience.

SUBCOMMITTEE ACTION

Agency: Department of Administration

Program: Treasury Central Services

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	15.00	15.00	15.00	15.00	15.00	15.00	15.00	-0-
Personal Services	$362,301	$372,373	$372,586	$372,372	$372,993	$373,223	$372,992	2.78
Operating Expenses	46,696	89,180	89,550	89,627	51,921	55,024	53,386	91.94
Equipment	2,268	2,823	2,073	2,823	123	123	123	24.48
Total Exp.	$411,265	$464,376	$464,209	$464,822	$425,037	$428,370	$426,501	13.02
FUNDING								
General Fund	$411,265	$436,316	$464,209	$437,324	$396,854	$428,370	$398,882	6.34
Proprietary	-0-	28,060	-0-	27,498	28,183	-0-	27,619	100.00
Total Funding	$411,265	$464,376	$464,209	$464,822	$425,037	$428,370	$426,501	13.02

Program Description: The Treasury-Central Services Division is divided into two bureaus. The Financial Bureau is the central services operation for the department. It contains central budget and personnel functions. The Treasury Bureau is the state's central bank. It receives and disburses funds and monitors the records of accounts for all approved commercial depositories throughout the state. In fiscal 1985, the division was given the responsibility of the accounting and payroll functions of the Governor's Office. One FTE accounting clerk was deleted from the Governor's Executive Office as a result of this transfer of duties.

Current Level Budget: Vacancy savings was set at 2 percent. The increase in operating expenses in fiscal 1986 is due to audit fees being budgeted in this division instead of the Central Administration Program. One FTE and operating expenses are funded from the Investment Division's proprietary fund as the duties of this position are attributable to the investment function.

SUBCOMMITTEE ACTION

Agency: Department of Administration

Program: Investments

	FY 1984	- - - - - - - - Fiscal 1986	- - - - - - - -		- - - - - - - - Fiscal 1987	- - - - - - - -		FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	19.00	20.00	19.00	19.00	20.00	19.00	19.00	-0-
Personal Services	$483,948	$571,144	$545,361	$576,751	$572,651	$546,890	$581,130	19.18
Operating Expenses	208,043	199,501	194,231	195,233	200,479	196,694	197,181	(6.16)
Equipment	4,282	13,530	11,700	12,770	7,200	7,200	7,200	198.23
Total Exp.	$696,273	$784,175	$751,292	$784,754	$780,330	$750,784	$785,511	12.77
FUNDING								
Proprietary	$696,273	$784,175	$751,292	$784,754	$780,330	$750,784	$785,511	12.77

Program Description: The Investment Division administers the investment of state funds under the direction of the Board of Investments.

Current Level Budget: Vacancy savings was set at 2 percent. Personal services was increased by $20,000 in fiscal 1986 and $23,000 in fiscal 1987 to allow for salary increases for exempt positions. Funding is provided by assessing a fee to the funds invested by the division.

Modified Recommendations: 1) Rent - Rent payments of $36,680 in fiscal 1986 and $35,691 in fiscal 1987 were approved in anticipation of the division moving to new spaces. Those amounts are to be line itemed.

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SUBCOMMITTEE ACTION

Agency: Department of Administration

Program: Communications

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	14.39	15.39	15.39	15.39	15.39	15.39	15.39	-0-
Personal Services	$ 360,801	$ 426,706	$ 427,373	$ 436,212	$ 427,248	$ 427,992	$ 436,835	20.90
Operating Expenses	3,519,356	4,148,727	4,016,838	4,223,361	4,764,157	4,341,903	4,318,974	20.00
Equipment	6,212	-0-	-0-	-0-	-0-	-0-	-0-	(100.00)
Non-Operating	1,393,562	1,789,736	1,789,736	1,789,736	1,797,236	1,797,238	1,797,236	28.43
Total Exp.	$5,279,931	$6,365,169	$6,233,947	$6,449,309	$6,988,641	$6,567,131	$6,553,045	22.15
FUNDING								
Proprietary	$5,279,931	$6,365,169	$6,233,947	$6,449,309	$6,988,641	$6,567,131	$6,553,045	22.15

Language in Bill: A biennial appropriation of $200,000 is line itemed to hire consultants for a long term transmission proposal.

Program Description: The Communications Division provides communications services to all state agencies, including charging and paying for communication costs, providing technical assistance, and planning for future communications systems.

Lease participation certificates were issued in fiscal 1984 in order to convert the existing lease agreement between the state and Centel Business Systems for the lease of telephone equipment to a lease purchase option. This was permitted by language in House Bill 447 from the 1983 legislative session and allows the state to purchase and own the telephone equipment. Funding for this program is provided by fees charged to the users of the communications system.

Current Level Budget: Vacancy savings was set at 2 percent. A one-time cost of $25,000 is included in fiscal 1986 to bring the new DNRC building into the state's telephone system. Current level contract services was increased by $200,000 to hire a consultant for the long term transmission ends project. This project is currently being studied by the telecommunications advisory council and the plan will be submitted to the 1987 legislature for implementation. This is a line item biennial appropriation. Travel and training cost of $7,596 each year were added for technical training of staff. The non-operating costs is the debt service payments in the lease participation notes.

Modified Recommendations: (1) 3 FTE - A telecommunications analyst, a radio engineer, and a secretary were added at a cost of $68,186 in fiscal 1986 and $68,225 in fiscal 1987. The telecommunication specialist will be used as key project manager for major projects such as the long term transmission project. The radio engineer will be used to improve public safety between state and local governments and to assist local governments with their high band conversion needs. The secretary was added to help with the administration of contracts.

(2) Spending Authority. Passthrough spending authority to pay telephone bills for the university units was approved at $1,275,012 each year of the biennium.

SUBCOMMITTEE ACTION

Agency: Department of Administration

Program: Personnel Program

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	30.50	29.00	29.00	29.00	29.00	29.00	(4.92)	
Personal Services	$730,851	$749,111	$751,420	$751,420	$750,882	$753,256	$752,257	2.81
Operating Expenses	130,306	133,566	137,482	140,491	145,393	152,118	153,905	7.82
Equipment	10,353	-0-	-0-	-0-	-0-	-0-	-0-	(100.00)
Non-Operating Exp.	567	-0-	-0-	-0-	-0-	-0-	-0-	(100.00)
Total Exp.	$872,077	$882,677	$888,902	$891,911	$896,275	$905,374	$907,162	2.27
FUNDING								
General Fund	$869,214	$882,677	$888,902	$891,911	$896,275	$905,374	$907,162	3.98
State Special Rev.	2,863	-0-	-0-	-0-	-0-	-0-	-0-	(100.00)
Total Funding	$872,077	$882,677	$858,902	$891,911	$896,275	$905,374	$907,162	2.27

Program Description: Provides centralized personnel services including classification, employee relations, labor relations, and development of personnel policy.

Current Level Budget: Vacancy savings was set at 4 percent. Department of Administration rent was increased by $3,000 in fiscal 1986 for space the division had occupied free of charge in fiscal 1984. The LFA current level was accepted for operating expenses. The state special revenue fund in fiscal 1984 was for the merit council which was disbanded in fiscal 1984.

Agency: Department of Administration

Program: Group Benefits

	FY 1984	- - - -	Fiscal 1986	- - - -	- - - -	Fiscal 1987	- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	5.50	5.50	5.50	5.50	5.50	5.50	5.50	0.00
Personal Services	$112,518	$128,612	$129,550	$129,550	$128,980	$129,936	$129,936	15.14
Operating Expenses	90,154	118,541	112,904	111,899	121,882	119,208	116,776	24.12
Equipment	641	500	500	500	500	500	500	(22.00)
Total Exp.	$203,313	$247,653	$242,954	$241,949	$251,362	$249,644	$247,212	19.00
FUNDING								
General Fund	$ 45,769	$ 31,152	$ 32,000	$ 32,000	$ 36,000	$ 35,145	$ 35,145	(30.08)
Proprietary	157,544	216,501	210,954	209,949	215,362	214,499	212,067	33.26
Total Funding	$203,313	$247,653	$242,954	$241,949	$251,362	$249,644	$247,212	19.00

Program Description: Program is responsible for administration of the state's health insurance and employee benefits program.

Current Level Budget: Vacancy savings was set at 4 percent. LFA current level was accepted for operating expenses. Expenses increase 19 percent from fiscal 1984 to fiscal 1986. Audit fees were increased by $13,787 in fiscal 1986 as the Legislative Auditor's Office never completed the in-house compliance audit in fiscal 1984. Computer processing fees increased $2,050 to reflect a full year's operations for eligibility certification. Repairs and maintenance on equipment increase $360 for contracts on equipment purchased in fiscal 1984. Mail and postage increased by $730 to reflect a full year's activity for eligibility certification. An additional $3,000 in the general fund is added in fiscal 1987 to pay for the biennial salary survey. The proprietary funding comes from the insurance premiums state employees pay into the insurance fund.

Agency: Department of Administration

Program: Training Program

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	3.00	5.00	3.00	3.00	5.00	3.00	3.00	0.00
Personal Services	$69,097	$125,447	$ 85,953	$ 85,952	$125,630	$ 86,123	$ 86,124	24.39
Operating Expenses	25,042	80,407	45,067	46,228	113,384	46,433	46,890	86.60
Equipment	4,562	725	-0-	-0-	2,250	-0-	-0-	(100.00)
Total Exp.	$98,701	$206,579	$131,020	$132,180	$241,264	$132,556	$133,014	33.97
FUNDING								
General Fund	$55,714	$ 73,329	$ 61,579	$ 62,125	$ 73,483	$ 62,301	$ 62,517	11.51
Proprietary	42,987	133,250	69,441	70,055	167,781	70,255	70,497	62.97
Total Funding	$98,701	$206,579	$131,020	$132,180	$241,264	$132,556	$133,014	33.92

Program Description: The Training Program is the central coordinator for general training activities throughout state government.

Current Level Budget: Vacancy savings was set at 4 percent. Travel was increased by $1,584 each year to a total of $5,500 each year so the training staff could travel to training seminars to improve its skills.

Total operating expenses increased by 33.92 percent. The 1983 legislature authorized 2 FTE that were funded through general fund to initiate a training program for all supervisors and managers in state government. The purpose of the program was to improve the managerial and technical abilities of those supervisors and managers. During fiscal 1984, the staff spent most of its time and resources developing the program and did not start full training operations until the last quarter of fiscal 1984. An increase of $16,570 in operating expenses is the amount needed to operate the now-developed training program at a full year's operation.

Funding: The 1983 legislature provided general fund of $56,142 in fiscal 1984 and $55,646 in fiscal 1985 to help start the new Management Training Program. The committee continued the general fund support in the 1987 biennium to help support the 2 FTE as they refine and encourage the use of the program by the agencies.

SUBCOMMITTEE ACTION

Agency: Department of Administration

Program: Insurance & Legal Division

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	7.67	9.00	7.00	7.00	9.00	7.00	7.00	-0-
Personal Services	$ 224,476	$ 279,550	$ 226,510	$ 231,125	$ 280,133	$ 227,087	$ 231,754	2.96
Operating Expenses	770,444	1,018,875	798,822	1,372,257	1,060,086	837,897	1,498,055	78.11
Equipment	22,615	1,450		-0-	1,450		-0-	(100.00)
Total Exp.	$1,017,535	$1,299,875	$1,025,332	$1,603,382	$1,341,669	$1,064,984	$1,729,809	44.77
FUNDING								
General Fund	$ 56,250	-0-	$ 39,759	$ -0-	$ -0-	$ 45,614	$ -0-	(100.00)
Proprietary	961,285	1,299,875	985,573	1,603,382	1,341,669	1,019,370	1,729,809	66.80
Total Funding	$1,017,535	$1,299,875	$1,025,332	$1,603,382	$1,341,669	$1,064,984	$1,729,809	44.77

Language in Bill: The department may expend available self-insurance reserves and revenues to pay any deficit that may be incurred for property or liability insurance premiums due and payable through June 30, 1985.

Program Description: The program bills insurance expenses to state agencies in order to pay insurance premiums to private carriers and to operate the self insurance program. The division also houses the department's legal services function.

Current Level Budget: Vacancy savings was set at 2 percent. Outside legal fees, court costs, and travel costs of $561,586 in fiscal 1986 and $645,827 in fiscal 1987 were added to current level. In prior years, these costs had been added through statutory appropriations. House Bill 12 from the 1985 legislative session changes the statute and these costs must now be budgeted in the general appropriation bill.

Modified Recommendations: (1) Workload Increases - Two FTE, an attorney and a legal secretary, were approved at a cost of $63,232 in fiscal 1986 and $63,282 in fiscal 1987 to help in the outstanding lawsuits and claims against the state.

(2) Insurance Policy-Approved were funds for a new insurance policy that would cover the state in case claims paid in one year would exceed $2 million. The policy would pay for claims over the $2 million level up to $10 million. The cost is $200,000 per year.

SUBCOMMITTEE ACTION

Agency: Department of Administration

Program: Passenger Tramway Safety

	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
Operating Expenses	$13,032	$18,689	$12,752	$19,209	$18,693	$13,336	$19,753	49.42
FUNDING								
General Fund	$13,032	$18,689	$12,752	$19,209	$ -0-	$13,336	$19,753	51.57
Proprietary	-0-	-0-	-0-	-0-	18,693	-0-	-0-	0.0

Language in Bill: If Senate Bill 198 passes, funding in fiscal 1987 will be from the state special revenue fund.

Program Description: The Passenger Tramway Safety Program regulates the design, construction, and operation of all passenger tramways in the state to insure public safety. The responsibility for the administration of this program lies within the Department of Administration.

Current Level Budget: The executive budget was accepted for the Passenger Tramway Program. Contracted services were increased by $6,184 each year for increased costs of inspecting tramways. Funding is provided by general fund. Senate Bill 198 switches the funding to the state special revenue fund. The committee added language that if Senate Bill 198 is passed, the fiscal 1987 funding will be from the state special revenue fund rather than general fund.

SUBCOMMITTEE ACTION

Agency: Department of Administration

Program: Workers' Compensation Judge

	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-
Personal Services	$201,711	$233,130	$230,979	$237,075	$233,212	$231,399	$237,502	17.53
Operating Expenses	72,939	98,842	63,903	107,046	96,787	63,153	106,637	46.76
Equipment	11,229	11,650	11,650	11,650	1,650	1,650	1,650	3.75
Total Exp.	$285,879	$343,622	$306,532	$355,771	$331,649	$296,202	$345,789	24.45
FUNDING								
State Special Rev.	$285,879	$343,622	$306,532	$355,771	$331,649	$296,202	$345,789	24.45

Language in Bill: The legal fees for veterans preference lawsuit are line itemed at $9,000 each year of the biennium. Meeting rooms are line itemed at $12,000 each year of the biennium.

Program Description: The workers compensation judge adjudicates disputed compensation claims among workers, insurance carriers, and employers.

Current Level Budget: Vacancy savings was set at 2 percent. Current level plus $38,755 was approved in the workers' compensation judge program. The $38,755 is for travel and meeting rooms to allow the court to act on claims within six months of filing. The worker's compensation judge is funded from the state's workers' compensation state special revenue fund.

SUBCOMMITTEE ACTION

Agency: Department of Administration

Program: State Tax Appeals Board

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	5.50	5.50	5.50	5.50	5.50	5.50	5.50	-0-
Personal Services	$192,478	$195,999	$192,893	$196,647	$196,062	$192,953	$196,708	2.17
Operating Expenses	96,687	94,994	95,661	125,937	95,751	100,030	98,783	30.25
Equipment	1,898	3,000	3,000	3,000	-0-	-0-	-0-	58.06
Total Exp.	$291,063	$293,993	$291,554	$325,584	$291,823	$292,983	$295,491	11.86
FUNDING								
General Fund	$291,063	$293,993	$291,554	$325,584	$291,823	$292,983	$295,491	11.86

Language in Bill: A biennial appropriation for $30,000 is line itemed for the "34 percent cases" and appeals in fiscal 1987 as a result of new property values from reappraisal.

Program Description: The State Tax Appeal Board hears appeals resulting from decisions of county appeal boards, from taxation decisions of county appeal boards, and from taxation decisions of the Department of Revenue. Included in the board's authority are property taxes, corporate license taxes, income taxes, and liquor taxes.

Current Level Budget: Vacancy savings of 4 percent was taken on the 2.5 FTE administrative employees. No vacancy savings was taken on the three board members. Current level was accepted for the State Tax Appeal Board plus $1,168 increase each year for out-of-state travel to attend a Judicial College conference and a tax administrator's conference. A biennial appropriation for $30,000 was added for anticipated workload increases for the "34 percent cases" and an expected 20 percent increase in appeals in fiscal 1987 as a result of the new values from reappraisal.

SUBCOMMITTEE ACTION

Agency: Public Employees Retirement Division

Program: 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
FTE	23.00	-0-	-0-	24.5	-0-	-0-	24.5	6.52
Personal Services	$461,962	$-0-	$-0-	$514,183	$-0-	$-0-	$515,095	11.3
Operating Expenses	148,931	-0-	-0-	319,437	-0-	-0-	275,021	114.5
Equipment	8,010	-0-	-0-	6,969	-0-	-0-	2,500	(13.0)
Total Exp.	$618,903	$-0-	$-0-	$840,589	$-0-	$-0-	$792,616	35.8
FUNDING								
Other	$618,903	$-0-	$-0-	$840,589	$-0-	$-0-	$792,616	35.8

Program Description: The Public Employees Retirement Division provides retirement, disability, refund and death benefits to the members and their beneficiaries of the Game Wardens, Highway Patrol, Judges', and Public Employees. Sheriffs', Statewide Police, Unified Firefighters and Volunteer Firefighters' of unincorporated areas retirement systems. Social security contributions from the state and various local government entities are also collected and disbursed. The division is regulated by Title 19.

Current Level Budget: The new treasury fund structure placed the administration costs for the PERD in the pension trust fund, a non-budgeted fund. Because of this, the OBPP did not require a budget be submitted for the program. The Legislative Services Committee directed that a bill be drafted requiring the budgeting of the administrative costs for the program. House Bill 655 was introduced and then passed the House to the Senate. The committee requested that the program submit a proposed budget for their review. The program responded with a budget which was passed by the committee.

The committee increased FTE as requested by 1.5. Added was a 1 FTE assistant administrator and a .5 clerk. These positions increased personal services by $37,503 in fiscal 1986 and $37,516 in fiscal 1987. Contract services increased by $10,000 in fiscal 1986 to contract for an experience study as requested by the Public Employees Retirement Board. Legal fees were increased by $17,000 each year to help pay for the costs of an attorney that was added to the Department of Administration's Central Office. The services of the attorney in that office had been free of charge for the past four years. Microfilm services were increased by $21,800 in fiscal 1986 and $2,800 in fiscal 1987 to allow for the conversion of paper records to microfilm. Computer programming maintenance decreased by $41,000 in fiscal 1986 and $51,000 in fiscal 1987 as a result of one-time development costs dropping off.

Agency: Teachers Retirement System | Program: Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	10.58	-0-	-0-	11.00	-0-	-0-	11.00	4.0
Personal Services	$187,258	$-0-	$-0-	$237,921	$-0-	$-0-	$237,312	27.1
Operating Expenses	308,320	-0-	-0-	222,330	-0-	-0-	169,507	(27.9)
Equipment	-0-	-0-	-0-	1,248	-0-	-0-	-0-	--
Total Exp.	$495,578	$-0-	$-0-	$461,499	$-0-	$-0-	$406,819	(6.9)
FUNDING								
Other	$495,578	$-0-	$-0-	$461,499	$-0-	$-0-	$406,819	(6.9)

Program Description: The function of the Teachers Retirement Board is to provide retirement, disability, and survivor benefits for the state's teachers. The program is regulated by Title 19, Chapter 4, MCA.

Current Level Budget: The new treasury fund structure placed the administration costs for the PERD in the pension trust fund, as non-budgeted fund. Because of this the OBPP-did not require a budget be submitted for the program. The Legislative Services Committee directed that a bill be drafted requiring the budgeting of the administrative costs for the program. House Bill 655 was introduced and then passed the House to the Senate. The committee requested that the program submit a proposed budget for their review. The program responded with a budget which was passed by the committee.

A 2 percent vacancy savings was set. The committee increased the FTE by a .42 secretary to assist with an increasing paper workload. Systems development costs decrease by $97,680 as the Teachers Retirement System computer system is nearing completion.

Attorney fees increase by $7,000 each year to pay one-fourth of the salary of an attorney at the Department of Administration. These services had been provided free of charge in the past.

SUBCOMMITTEE ACTION

Agency: Adjutant General

Program: Agency Summary

	FY 1984	- - - -	Fiscal 1986	- - - -	- - - -	Fiscal 1987	- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	58.50	70.00	58.00	57.50	70.00	58.00	57.50	1.8
Personal Services	$1,183,527	$1,410,517	$1,226,153	$1,231,196	$1,412,648	$1,228,253	$1,233,040	4.0
Operating Expenses	1,465,779	1,477,312	1,498,507	1,475,366	1,500,372	1,556,115	1,526,736	0.7
Equipment	132,984	2,400	749	-0-	6,000	749	6,000	(100.0)
Non-Operating	2,280	2,280	2,280	2,280	2,280	2,280	2,280	0.0
Total Exp.	$2,784,570	$2,892,509	$2,727,689	$2,708,842	$2,921,300	$2,787,397	$2,768,056	(2.7)
FUNDING								
General Fund	$1,733,614	$1,628,229	$1,652,437	$1,620,292	$1,649,000	$1,680,164	$1,648,889	(6.5)
Federal Revenue	1,050,956	1,264,280	1,075,252	1,088,550	1,272,300	1,107,233	1,119,167	3.6
Total Funding	$2,784,570	$2,892,509	$2,727,689	$2,708,842	$2,921,300	$2,787,397	$2,768,056	(2.7)

Language in Bill: If utilities expenditures exceed the amounts appropriated for utilities, the department may ask for a supplemental appropriation. If utilities do not exceed the amount anticipated for utilities, the difference may be used for energy conservation measures. The following amounts are appropriated for utilities.

	FY 1986	FY 1987
Administration	$ 24,650	$ 25,619
Army	398,630	415,198
Air	304,092	327,237

Program Description: The Adjutant General's Office oversees all activities of the Army National Guard, the Air Guard Programs, and the Veteran's Affairs.

Current Level Budget: The subcommittee approved a reorganization that reduced the Adjutant's General's administration program by one FTE accounting technician position and centralized the accounting functions for the four programs under the General's supervision. In addition, one FTE was moved from the Adjutant General's Army Guard Program to the Administration Program. This position was an accounting technician. The net reduction in FTE related to the reorganization was one. The subcommittee reinstated a .50 FTE administrative secretary position that was vacant 60 percent of fiscal 1984 on the basis that this position would help with the increase in number of veteran contracts and claims.

After establishing the current level budget, the committee reduced total expenditures by 2 percent. The result is a 1.5 percent decrease in operating expenses from fiscal 1984 to fiscal 1986. The subcommittee approved $7,000 more in repair and maintenance for the department's repair and maintenance program, $6,000 more in communication costs, and $6,000 more in supplies than current level. In fiscal 1987 operating expenses are over current level primarily in association with utilities being approved at the agency's request. Non-operating expenses are for disability payments for a guardsmen injured while on active duty.

Federal funding for this agency is based on four contracts; these are the Army National Guard Service Contract, Air National Guard Service Contract, Telephone Communications Service Agreement, and Army National Guard Training Site Contract. The Administration Program is 100 percent general fund, the Army Program operating expenses are funded 28.8 percent with federal funds in fiscal 1986 and fiscal 1987, and the Air Program operating expenses are funded 78.7 percent federal funds in fiscal 1986 and fiscal 1987.

SUBCOMMITTEE ACTION

Agency: Adjutant General

Program: Administration

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	4.00	4.00	4.00	4.00	4.00	4.00	4.00	0.00
Personal Services	$116,952	$116,391	$121,827	$118,474	$116,664	$122,102	$118,500	5.2
Operating Expenses	74,675	46,721	64,678	48,044	42,798	62,518	43,235	(34.4)
Equipment	450	1,300	450	-0-	-0-	450	-0-	188.0
Total Exp.	$192,077	$164,412	$186,955	$164,518	$159,462	$185,070	$161,735	(9.7)
FUNDING								
General Fund	$192,077	$157,171	$186,955	$157,277	$152,216	$185,070	$154,489	(13.5)
Federal Revenue	-0-	7,241	-0-	7,241	7,246	-0-	7,246	100.0
Total Funding	$192,077	$164,412	$186,955	$164,518	$159,462	$185,070	$161,735	9.7

Program Description: The administration program provides fiscal management and supervisory support for the Army and Air National Guard Programs.

Current Level Budget: One FTE accounting technician position has been deleted from current level and one FTE accounting technician position has been transferred to this program from the Army Guard Program. Vacancy savings was set at 4 percent. The difference in the current level budget and what the subcommittee approved is primarily in the areas of communications. The reorganization called for the transfer of most communication costs of $20,000 in current level to the Army Guard Program. A $5,200 decrease in current level for anticipated savings from radio use was put back in the budget based on the fact a reduction of $6,000 was taken from the last biennium. The subcommittee approved an increase in utilities associated with the remodeling of the Helena Armory, $3,722, and $1,000 for increased travel. The increased travel allows four people to attend the National Guard Association annual meeting to support the Adjutant General's voting block for obtaining support and funds for guard operations. After the committee had established the budget, it reduced the budget 2 percent as requested by the Governor. Those reductions totaled $3,143 in fiscal 1986 and $3,044 in fiscal 1987.

Agency: Adjutant General

Program: Army Guard Program

	FY 1984	- - - - - - - - Fiscal 1986	- - - - - - - -		- - - - - - - - Fiscal 1987	- - - - - - - -		FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	16.00	15.00	16.00	15.00	15.00	16.00	15.00	6.3
Personal Services	$ 270,338	$ 304,242	$ 298,137	$ 285,461	$ 304,499	$ 298,396	$ 285,712	5.6
Operating Expenses	988,430	1,011,342	972,415	995,056	1,032,111	1,010,905	1,026,467	0.4
Equipment	132,523	1,100	299	-0-	6,000	299	6,000	(100.0)
Non-Operating	2,280	2,280	2,280	2,280	2,280	2,280	2,280	
Total Exp.	$1,393,571	$1,318,964	$1,273,131	$1,282,797	$1,344,890	$1,311,880	$1,320,459	(8.0)
FUNDING								
General Fund	$ 980,891	$ 904,064	$ 895,012	$ 892,444	$ 930,557	$ 922,252	$ 920,516	9.0
Federal Revenue	412,680	414,900	378,119	390,353	414,333	389,628	399,943	(5.4)
Total Funding	$1,393,571	$1,318,964	$1,273,131	$1,282,797	$1,344,890	$1,311,880	$1,320,459	(8.0)

Program Description: The Army Guard Program provides trained and equipped military organizations for the Governor in the event of a state emergency.

Current Level Budget: Vacancy savings was set at 4 percent. One FTE accounting technician from this program was transferred to the Administration Program. Communication costs transferred to this program as the result of the internal reorganization total $25,127 for the Army Guard Program and $9,600 from the Air Guard Program. Supplies were increased by $6,000 above current level, which brought supplies back to the fiscal 1984 level. The subcommittee also approved an increase in repair and maintenance of $7,000 over current level for painting armories in fiscal 1986 and 1987. After establishing the current level budget, the committee reduced the budget by 2 percent in accordance with the Governor's recommendation. The result was a reduction of $27,474 in fiscal 1986 and $32,002 in fiscal 1987. Funding for this program is based on a service contract. Operating expenses are set at a ratio of 28.8 percent federal and 71.2 percent state funds.

Modified Recommendations: 1) Environmental Planner - An environmental planner position will insure the department's compliance with federal and state environmental laws and regulations. This position is funded with 50 percent general fund and 50 percent federal funds. Total costs are $23,059 fiscal 1986 and $23,059 in fiscal 1987.

DWLFC:gg app nar/34

SUBCOMMITTEE ACTION

Agency: Adjutant General

Program: Air Guard Program

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	20.50	31.00	20.00	20.00	31.00	20.00	20.00	(2.4)
Personal Services	$403,639	$587,442	$414,159	$425,614	$588,540	$415,209	$426,679	5.4
Operating Expenses	337,945	353,427	394,938	367,362	362,931	417,664	392,509	8.7
Total Exp.	$741,584	$940,869	$809,097	$792,976	$951,471	$832,873	$819,188	6.9
FUNDING								
General Fund	$103,308	$ 98,730	$111,964	$102,020	$100,750	$115,268	$107,210	1.3
Federal Revenue	638,276	842,139	697,133	690,956	850,721	717,605	711,978	8.2
Total Funding	$741,584	$940,869	$809,097	$792,976	$951,471	$832,873	$819,188	6.9

Program Description: The Air Guard program provides clerical facilities maintenance and fire protection support to the Air National Guard base at Great Falls.

Current Level Budget: Vacancy Savings was set at 4 percent. Communication costs of $9,600 have been moved from this program to the Army Guard Program as the result of the reorganization. The increase from 1986 to 1987 is in the area of utilities for new buildings coming on line in fiscal 1987 and inflation related to utilities. After establishing the current level budget, the committee reduced the budget by 2 percent in accordance with the Governor's proposal. The reductions totaled $9,875 in fiscal 1986 and $10,075 in fiscal 1987. Operating expenses are 78.7 percent federal.

Modified Recommendations: 1) Security Guards - 11 FTE security guards were approved for additional security at the air guard base. The guards will provide security to the areas presently secured and also areas determined to be classified where private contract security guards can presently not go. Cost of the security guards is $177,919 in fiscal 1986 and $177,995 in fiscal 1987. Funds are 100 percent federal and are based in an Air Guard Service Contract.

DJLFC:gg app nar/35

Agency: Adjutant General

Program: Veteran's Affairs

	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	18.50	18.50	18.00	18.50	18.50	18.00	18.50	0.00
Personal Services	$392,598	$402,442	$392,030	$401,647	$402,945	$392,546	$402,149	2.3
Operating Expenses	64,729	65,882	66,476	66,904	62,532	65,028	64,525	3.3
Equipment	11	-0-	-0-	-0-	-0-	-0-	-0-	(100.0)
Total Exp.	$457,338	$468,324	$458,506	$468,551	$465,477	$457,574	$466,674	2.5
FUNDING								
General Fund	$457,338	$468,324	$458,506	$468,551	$465,477	$457,574	$466,674	2.5

Program Description: The function of the Veterans' Affairs Division is to establish a statewide service for assisting discharged veterans and their families, to file claims, to cooperate with state and federal agencies having to do with the affairs of veterans and their families, and to promote the general welfare of veterans and their families. Assistance to veterans includes providing veterans with information on veterans' benefits, provision of Veterans' Administration (VA) forms, guidance in completing these forms, and representations before regional VA appeals boards.

Current Level Budget: Vacancy savings for this program was set at 4 percent. A .50 FTE administrative secretary was deleted from current level because the position had been vacant for 60 percent of fiscal 1984. This position was reinstated by the subcommittee with the understanding that the position would be used to help with the anticipated increase in claims over the coming biennium. After establishing the budget, the committee reduced the budget by 2 percent as recommended by the Governor. These reductions totaled $9,365 in fiscal 1986 and $9,310 in fiscal 1987.

Modified Recommendations: 1) Equipment - The subcommittee approved a request for ~~$6,500~~ $6,513 for equipment in fiscal 1986. The equipment approved includes the following list of equipment in Veteran' Affairs Division. Funding is general fund.

2 copiers	-	$3,500
4 desks	-	1,900
2 secretary chairs	-	174
3 book cases	-	226
4 file cabinets	-	700
Total		$6,500
		$6,513

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SUBCOMMITTEE ACTION

Agency: Disaster and Emergency Services

Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	21.75	22.50	21.00	21.00	22.50	21.00	21.00	0.0
Personal Services	$524,528	$ 572,165	$542,843	$543,260	$ 573,458	$544,078	$544,946	3.6
Operating Expenses	123,283	180,435	135,863	127,199	174,056	132,791	122,596	3.1
Equipment	12,359	4,500	897	21,500	898	897	898	73.9
Grants	-0-	2,000,000	-0-	-0-	2,065,000	-0-	-0-	0.0
Total Exp.	$660,170	$2,757,100	$679,603	$691,959	$2,813,412	$677,766	$668,440	4.8
FUNDING								
General Fund	$216,003	$ 229,152	$225,667	$223,534	$ 227,975	$224,967	$222,867	3.5
Federal Revenue	444,167	2,527,948	453,936	468,425	2,585,437	452,799	445,573	5.5
Total Funding	$660,170	$2,757,100	$679,603	$691,959	$2,813,412	$677,766	$668,440	4.8

Program Description: The Disaster and Emergency Services Division is responsible for the preparation, update, coordination, and testing of all state emergency preparedness, response and recovery plans.

Current Level Budget: The subcommittee approved 4 percent vacancy savings for both programs in this budget. The grants shown in the executive budget are provided as a statutory appropriation through 10-3-203, MCA. They are passthrough monies to local political subdivisions for local civil defense reimbursement.

SUBCOMMITTEE ACTION

Agency: Disaster and Emergency Services

Program: Disaster Coordination and Response

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	14.00	14.00	14.00	14.00	14.00	14.00	14.00	0.0
Personal Services	$362,349	$368,144	$373,632	$368,688	$369,245	$374,690	$369,747	1.8
Operating Expenses	78,317	119,816	86,017	78,379	115,463	83,529	75,090	.1
Equipment	897	-0-	897	17,000	898	897	898	1,795.0
Total Exp.	$441,563	$487,960	$460,546	$464,067	$485,606	$ 459,116	$445,735	5.1
FUNDING								
General Fund	$216,003	$229,152	$225,667	$223,534	$227,975	$224,967	$222,867	3.5
Federal Revenue	225,560	258,808	234,879	240,533	257,631	234,149	222,868	6.6
Total Funding	$441,563	$487,960	$460,546	$464,067	$485,606	$459,116	$445,735	5.1

Program Description: This program is responsible for coordinating emergency preparedness throughout the state. The program also provides support services for all disaster related programs.

Current Level Budget: Vacancy savings was set at 2 percent. Computer equipment of $17,000 was included in the budget. The equipment is to be 100 percent federally funded. Passthrough monies for disaster and emergency services are not included in the fiscal 1986 or 1987 budget; they are provided for through statutory appropriation. Federal funding is on a contract basis and is set at 50 percent federal, 50 percent state, excluding the $17,000 in equipment which is all federal. After establishing the current level budget, the committee reduced the program by 2 percent in accordance with the Governor's proposal. The reductions totaled $6,980 in fiscal 1986 and $6,842 in fiscal 1987.

Modified Recommendations: 1) Travel Funds - Federal funds for travel of $29,656 in fiscal 1986 and $29,656 in fiscal 1987 were approved. These funds are for travel by disaster and emergency personnel to attend federally sponsored training seminars.

2) Public Service Announcements - Funding to implement a public service announcement program was approved. This program will increase the awareness of citizens to potential disasters and action they should take to mitigate the impacts of such disasters. Costs are $2,185 in fiscal 1986 and $2,278 in fiscal 1987. Funding is 50 percent general fund and 50 percent federal.

DHLEC:aa app nar/38

SUBCOMMITTEE ACTION

Agency: Disaster and Emergency Services

Program: Nuclear Civil Protection

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	7.00	8.50	7.00	7.00	8.50	7.00	7.00	0.00
Personal Services	$156,030	$204,021	$169,211	$174,572	$204,123	$169,388	$175,199	11.9
Operating Expenses	41,280	60,619	49,846	48,820	58,593	49,262	47,506	18.2
Equipment	12	4,500	-0-	4,500	-0-	-0-	-0-	374.0
Total Exp.	$197,322	$269,140	$219,057	$227,892	$262,716	$218,650	$222,705	15.5
FUNDING								
Federal Revenue	$197,322	$269,140	$219,057	$227,892	$262,716	$218,650	$222,705	15.5

Program Description: This program supplements the disaster coordination and response program in the preparation and updating of local and state emergency preparedness plans.

Current Level Budget: Vacancy savings for this program was set at zero percent. The subcommittee approved $4,500 for a telecopier in fiscal 1986.

Modified Recommendations: 1) Training - 1.5 FTE were approved to assist in testing state and local government disaster plans and procedures. These FTE are a full-time training officer and a .50 administrative person. Funding for the 1.5 FTE is 100 percent federal. The cost is $45,506 in fiscal 1986 and $45,629 in fiscal 1987.

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REVISED
General Government and Highways
Subcommittee Modified Recommendations

Agency	Fiscal 1986 General Fund	Fiscal 1986 Other	Fiscal 1986 Total	Fiscal 1987 General Fund	Fiscal 1987 Other	Fiscal 1987 Total
Department of Justice						
1. Investigation	$ -0-	$ 33,333	$ 33,333	$ -0-	$ 33,426	$ 33,426
2. Supervisor Training	3,541	-0-	3,541	3,541	-0-	3,541
3. Microfilm Feasibility Study	-0-	20,000	20,000	-0-	20,000	20,000
4. Patrol Officers	162,838	131,415	294,253	183,318	278,499	461,817
5. Advanced Training	-0-	32,000	32,000	-0-	32,000	32,000
6. Highband Radio	-0-	389,750	389,750	-0-	-0-	-0-
7. 55 mph Enforcement	20,056	111,440	131,496	-0-	141,063	141,063
8. Recruit School	35,089	-0-	35,089	30,765	-0-	30,765
9. Recruit School 55 mph	20,056	-0-	20,056	-0-	-0-	-0-
10. Communication tech	-0-	40,918	40,918	-0-	68,629	68,629
11. Software Up-grade	-0-	42,625	42,625	-0-	2,914	2,914
12. Automate Counties	-0-	25,313	25,313	-0-	34,330	34,330
13. Programmer Analyst	-0-	26,997	26,997	-0-	26,175	26,175
14. Deputy Fire Marshall	43,454	-0-	43,454	33,005	-0-	33,005
15. Finger Print examiner	23,930	-0-	23,930	23,017	-0-	23,017
16. Missing Persons Support	8,698	-0-	8,698	5,276	-0-	5,276
17. Dispatchers	-0-	221,288	221,288	-0-	322,739	322,739
18. C/B Secretary	23,839	-0-	23,839	18,904	-0-	18,904
19. RMIN	-0-	69,231	69,231	-0-	70,292	70,292
20. Computer Operators	50,303	-0-	50,303	48,788	-0-	48,788
21. Evidence Camera	-0-	2,500	2,500	-0-	-0-	-0-
22. Forensic Scientist	-0-	30,636	30,636	-0-	30,037	30,037
Total	$391,804	$1,177,446	$1,569,250	$346,614	$1,060,104	$1,406,718
Department of Administration						
23. Financial Advisory Council	$ 2,096	$ -0-	$ 2,096	$ 2,096	$ -0-	$ 2,096
24. GASB	11,700	-0-	11,700	11,700	-0-	11,700
25. Attorney	-0-	32,556	32,556	-0-	32,476	32,476
26. A&E Secretary	-0-	16,372	16,372	-0-	15,890	15,890
27. Building Codes Attorney	-0-	50,960	50,960	-0-	35,024	35,024
28. Record Mgmt Specialist	21,655	-0-	21,655	21,655	-0-	21,656
29. Technical/Director	-0-	29,666	29,666	-0-	29,666	29,665
30. Workload Increase	-0-	652,090	652,090	-0-	933,905	933,905
31. Contract Programming	-0-	99,840	99,840	-0-	104,832	104,832
32. Communications FTE	-0-	80,018	80,018	-0-	78,561	78,561
33. Pass Through Funds	-0-	1,320,715	1,320,715	-0-	1,391,123	1,391,123
34. Rent and Moving Costs	-0-	38,680	38,680	-0-	35,691	35,691
35. Insurance and Legal 2 FTE	-0-	257,967	257,967	-0-	$258,016	258,016
Total	$ 35,451	$2,578,864	$2,614,315	$ 35,451	$2,915,184	$2,950,635
Department of Revenue						
36. Data Processing FTE	$ 30,423	$ 10,141	$ 40,564	$ 40,885	$ 13,628	$ 54,513
37. Investigation Staff	6,510	53,309	59,819	5,175	43,322	48,497

General Government and Highways
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
38. Child Support Staff	97,810	228,223	326,033	86,543	201,932	288,475
39. Systems Dev. FTE	265,640	-0-	265,640	334,902	-0-	334,902
40. Administrative Support	68,234	-0-	68,234	57,695	-0-	57,695
41. Audit Staff 6 FTE	131,307	-0-	131,307	110,897	-0-	110,897
42. Collection Staff	186,749	-0-	186,749	155,125	-0-	155,125
43. Auditors	65,972	-0-	65,972	62,454	-0-	62,454
44. Clerical Help	40,642	-0-	40,642	32,807	-0-	32,807
45. State Lands Auditor	-0-	32,986	32,986	-0-	31,227	31,227
46. Royalty Auditor	-0-	138,121	138,121	-0-	136,224	136,224
47. Unclaimed Prop. Audit	-0-	60,478	60,478	-0-	58,478	58,478
48. D/P Gross Receipts	23,299	-0-	23,299	-0-	-0-	-0-
49. D/P Unclaimed Property	-0-	-0-	-0-	-0-	43,805	43,805
50. D/P Fuel Tax	-0-	54,400	54,400	-0-	30,000	30,000
51. Appraisal FTE	387,530	-0-	387,530	-0-	-0-	-0-
52. Data Entry	88,526	-0-	88,526	-0-	-0-	-0-
53. Attorney	34,196	-0-	34,196	34,211	-0-	34,211
54. Airline Litigation	120,000	-0-	120,000	-0-	-0-	-0-
Total	$1,546,838	$577,658	$2,124,496	$920,694	$558,616	$1,479,310
Legislative Fiscal Analyst						
55. Computerization	$26,043	$ -0-	$26,043	$ 1,200	$ -0-	$ 1,200
56. 2.5 FTE	70,646	-0-	70,646	67,301	-0-	67,301
Total	$96,689	$ -0-	$96,689	$68,501	$ -0-	$68,501
Governor's Office						
57. Clark Fork River Basin	-0-	$267,772	$267,772	-0-	$267,773	$267,773
58. Federal State Coord.	$25,027		25,027	$25,037	-0-	25,037
59. Client Assistant Prog.	-0-	50,000	50,000	-0-	50,000	50,000
Total	$25,027	$317,772	$342,799	$25,037	$317,773	$342,810
Adjutant General						
60. Environmental Planner	$ 5,765	$ 17,294	$ 23,059	$ 5,765	$ 17,304	$ 23,069
61. Security Guards	-0-	177,919	177,919	-0-	177,995	177,995
62. Travel	-0-	29,656	29,656	-0-	29,656	29,656
63. Public Service Prob.	1,092	1,092	2,184	1,139	1,139	2,278
64. Training	-0-	45,506	45,506	-0-	45,629	45,629
65. Equipment	6,518	-0-	6,518	-0-	-0-	-0-
Total	$ 13,375	$ 271,467	$ 284,842	$ 6,904	$ 271,723	$ 278,627

General Government and Highways
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
Secretary of State						
66. Microfilming	$ 81,601	$ -0-	$ 81,601	$ 15,120	$ -0-	$ 15,120
State Auditor						
67. Travel to NASA mtngs.	$ 6,000	$ -0-	$ 6,000	$ 6,000	$ -0-	$ 6,000
68. Reorganization of Auditor's Office	63,040	-0-	63,040	74,991	-0-	74,991
69. Training Funds	5,310	-0-	5,310	5,310	-0-	5,310
70. Contingency Fndg-Ins.	10,000	-0-	10,000	10,000	-0-	10,000
71. Contingency Fndg-Secur.	25,000	-0-	25,000	25,000	-0-	25,000
72. Systems Development	95,000	-0-	95,000	110,000	-0-	110,000
73. Senior Citizens Prog	4,000	-0-	4,000	4,000	-0-	4,000
74. Emergency Equip. Repl.	26,000	-0-	26,000	-0-	-0-	-0-
Total	$ 234,350	$ -0-	$ 234,350	$ 235,301	$ -0-	$ 235,301
Judiciary						
75. Additional FTE	$ 81,036	$ -0-	$ 81,036	$ 81,078	$ -0-	$ 81,078
76. Microfilm Project	71,500	-0-	71,500	71,500	-0-	71,500
77. Sentencing Data Pjt.	5,700	-0-	5,700	-0-	-0-	-0-
78. Supplies	900	-0-	900	900	-0-	900
79. Equipment	7,060	-0-	7,060	7,868	-0-	7,868
Total	$ 166,196	$ -0-	$ 166,196	$ 161,346	$ -0-	$ 161,346
Department of Highways						
80. Word Processing FTE	$ -0-	$ 24,850	$ 24,850	-0-	$ 24,860	$ 24,860
81. GVW FTE	-0-	104,723	104,723	-0-	371,733	371,733
82. Const FTE(17.15 FY 86-13.80 FY 87)	-0-	488,153	488,153	-0-	384,452	384,452
83. Rest Area Contracts	-0-	150,000	150,000	-0-	150,000	150,000
84. Gravel Site Purchase	-0-	100,000	100,000	-0-	100,000	100,000
85. Preconstruction FTE	-0-	864,677	864,677	-0-	968,764	968,764
86. Computer Aided Design system	-0-	1,250,000	1,250,000	-0-	-0-	-0-
87. Increased authority for motor pool	-0-	160,000	160,000	-0-	-0-	-0-
88. New Equipment	-0-	250,000	250,000	-0-	500,000	500,000
Total		$3,392,403	$ 3,392,403	-0-	$2,499,809	$2,499,809
Total Subcommittee	$2,591,331	$8,315,610	$10,906,941	$1,814,968	$7,623,209	$9,438,177

CRLEG:gg mod 1-16-5

EXHIBIT 2
March 20, 1985
Legislative Fiscal
Analyst's Office

STATE OF MONTANA

Office of the Legislative Fiscal Analyst

STATE CAPITOL
HELENA, MONTANA 59620
406/449-2986

JUDY RIPPINGALE
LEGISLATIVE FISCAL ANALYST

March 18, 1985

Representative Steve Waldron
Montana House of Representatives
State Capitol
Helena, MT 59620

Dear Representative Waldron:

You requested information on the Legislative Finance Committee's workload, extra staff hours worked, and travel.

Although workload increase is hard to measure precisely, there has been an increase in staff output during the interim from the 1981 biennium to the 1985 biennium. For the time period June after session to September prior to the next session, Table 1 shows how the meetings and workload compares.

Table 1
Legislative Finance Committee Meetings and Workload

	1981-Interim	1985-Interim
Regular Meetings	6	10
Reports	31	46 + Special Budget Amendment Writeups
Special Work and Meeting Topics	University Study Community Colleges	Health Care Cost Review Writeups

The university study had considerably more staff effort and time than the health care cost review project which was not started until late spring of 1984. However, the number of committee meetings on the health care issue were about equal to special university formula meetings at the campuses.

The 1983 biennium interim had a different type of workload due to the two special sessions and the workload is not comparable in terms of staff reports or regular Legislative Finance Committee meetings.

Table 2 shows the staff hours worked for calendar years 1982, 1983, and 1984.

Table 2
Office of the Legislative Fiscal Analyst
Staff Hours Worked - Calendar Years 1982, 1983, and 1984

Time Period	Regular Hours	Overtime	Auth Comp	Extra Hours	Comp. Taken	Vacation	Sick Leave
1982	26,552.5	213.0	540.5	3,768.0	916.0	1,316.5	664.0
1983	21,085.5	680.0	4,986.5	339.5	4,157.0	649.5	733.0
1984	25,589.0	977.0	491.5	5,041.0	1,272.0	1,287	646.0
Percent Change 82-84	(3.6%)	358.6%	(9.0)%	33.7%	38.9%	(2.2)%	(2.7)%
July to December							
1982	13,705.5	175.5	343.0	3,364.5	274.5	732.0	208.0
1984	13,986.0	638.5	377.0	4,339.0	253.5	677.0	182.0
Percent Change 82-84	2.0%	263.8%	9.9%	28.9%	(7.6%)	(7.5)%	(12.5)%

Not counting secretarial overtime, there were 33,757.5 staff hours in 1982 and 34,326.5 staff hours in 1984, a 1.7 percent increase.

Table 3 shows the last six months of extra staff time worked.

Table 3
Extra Time Worked By Office of the Legislative Fiscal Analyst
Professional Staff

Time Period	Hours	Average Hours/Staff	Average Hours/Work
September 1984 to Session	4,560.5	351	20
Session - January-March 2	1,899.5	158	20
Six Months of Extra Hours	6,460.0	509	20

A normal work year has 2080 hours. State vacation, holidays, and sick leave is equivalent to approximately 280 hours a year. If professional staff uses only half their sick leave, the six months overtime hours of 6,460 shown above would equate to 7 professional FTE. Staff receives one hour compensatory time credit for each hour worked beyond eight hours per day from the first to the last day of the legislative session, during state holidays, and during weekend meetings of the Legislative Finance Committee. Because the award of compensatory time credit and the use of compensatory time off are not totally commensurate with time worked in excess of eight hours per day, professional staff, other than the director, have two extra steps in their pay. This would compensate the staff for an average of 170-180 hours of extra work at their regular hourly rate. As can be seen from Table 3, staff put in more than the 170-180 hours prior to session. With two additional professional staff and some computer support for projects, I hope to reduce the staff average overtime prior to session to less than 180 hours.

Secretarial Staff

We have two full-time secretaries and a part-time position in the session year. There have been enough secretary hours worked in the last six month period to equate to approximately 3.5 FTE. Because one secretary works part-time, the two full time secretaries have averaged an extra 900 hours or the equivalent of being one and a half FTE.

For a session year, secretarial hours worked are equivalent to one secretary for each 3.5 professional staff. Based on this ratio, we would need 4 FTE secretaries for the 14 professional staff requested or 1 more secretary for the existing 12 professional staff.

Table 4
Office of Legislative Fiscal Analyst
Secretarial Staff

Time period	Existing	Request	Total Request	Need	Need above Request
Non-session year	2.0	0.5	2.5	3.0	0.5
Session year	2.5	0.5	3.0	4.0	1.0

The Legislative Finance Committee workload seems to have increased and the staff workload for pre-session analysis is increased. The Legislative Finance Committee surveyed legislators after the 1983 session to determine what services they wanted and then set the staff workplan to comply with the legislators requested information.

One area we did not request a staff person for was the long-range planning committee. It was our understanding, that this committee would meet 2 or 3 times a week for a couple of hours each meeting. This committee is surpassing the other subcommittee meetings in both length of meetings and number of meetings. If this subcommittee is going to be continued as a regular part of the process, we should have a person who prepare themselves in the interim to handle the committee and is available to work exclusively for that committee during session.

Travel

Table 5 shows the travel in fiscal 1984 and what is seen as the budgeted travel in fiscal 1986 and 1987.

Table 5
Travel Budget-Office of the Legislative Fiscal Analyst

	Fiscal 1984	Fiscal 1986	Fiscal 1987
Total Travel	17,497	21,203	5,729

The General Government and Highways Subcommittee added travel and then reduced the total budget by 2 percent. The 2 percent decrease offsets the travel increases. The reason, I apply the 2 percent reduction against travel is that there is very little flexibility in the budget. There is a $3,706 travel increase showing in the Legislative Fiscal Analyst's budget in fiscal 1986 above fiscal 1984. During fiscal 1986, the legislative council paid for the Legislative Finance Committee meeting held in December as it was done in conjunction with special session. Fiscal 1985 travel as of February 28, 1985 is $10,112. There is a substantial travel decrease in fiscal 1987. Based upon the level of travel for fiscal 1987, we will have to use the equipment funds and any other budget savings for committee travel.

Sincerely,

Judy

Judy Rippingale
Legislative Fiscal Analyst

confid:sw 3-18-5

EXHIBIT 3
March 20, 1985
Legislative Fiscal
Analyst's Office

Amendment to HB 500
Rep. Waldron

Insert as bill language in Legislative Fiscal Analyst appropriation section:

"The personal services appropriation includes $70,646 in fiscal 1986 and $67,301 in fiscal 1987 for 2.5 additional FTE. The legislature intends that the additional money is to assist management in eliminating or substantially reducing uncompensated overtime."

5078b

EXHIBIT 4
March 20, 1985
Legislative Council

HOUSE MEMBERS
REX MANUEL
CHAIRMAN
RALPH S. EUDAILY
ROBERT L. MARKS
JOHN VINCENT

SENATE MEMBERS
ALLEN C. KOLSTAD
VICE CHAIRMAN
M. K. DANIELS
PAT M. GOODOVER
CARROLL GRAHAM

Montana Legislative Council
State Capitol
Helena, MT. 59620
(406) 444-3064

DIANA S. DOWLING
EXECUTIVE DIRECTOR
CODE COMMISSIONER
ELEANOR ECK
ADMINISTRATIVE ASSISTANT
MARILYNN NOVAK
DIRECTOR, LEGISLATIVE SERVICES
ROBERT PERSON
DIRECTOR, RESEARCH
SHAROLE CONNELLY
DIRECTOR, ACCOUNTING DIVISION
ROBERT C. PYFER
DIRECTOR, LEGAL SERVICES

March 19, 1985

TO: Francis Bardanouve
Chairman, House Appropriations

FROM: Diana S. Dowling Diana

RE: Council Budget

I respectfully request that the Council budget as it now appears on page 5 of the grey bill HB 500 for "Interim Studies" be line-itemed as shown on the attached brown sheet so that legislators will know what committees are involved and that it's not solely an "interim studies" budget.

Also, this is a biennial appropriation!!

Thank you for your consideration.

DSD:ee
Enc.
cc: House Appropriation Members
Legislative Council Members

	Fiscal 1986					Fiscal 1987				
	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total
	30,390				30,390					
3. Consultants										
	20,000				20,000					
Total	674,743				674,743	681,002				681,002

Items 2 and 3 are biennial appropriations.

LEGISLATIVE COUNCIL

	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total
1. Operations	1,673,172				1,673,172	2,159,072				2,159,072
2. Montana Code Annotated		969,000			969,000					
3. Interim Studies	274,712	12,000			286,712	74,070				74,070
Total	1,947,884	981,000			2,928,884	2,233,142				2,233,142

Item 2 is a biennial appropriation.

CONSUMER COUNSEL

	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total	General Fund	State Special Revenue	Federal Special Revenue	Proprietary	Total
1. Operations		781,776			781,776		797,570			797,570

3/19/85

MONTANA LEGISLATIVE COUNCIL
1986-87 BUDGET

FOLLOWING SUBCOMMITTEE ACTION

INTERIM STUDIES AND CONFERENCES - September 1, 1984

		Request FY 1986	Subcomm.
NCSL			
Dues		$ 33,163	$ 32,500
Travel*		78,000*	49,000
10 members to Seattle 1985 ($1,700 x 10)	17,000		
10 Members to New Orleans 1986 ($2,100 x 10)	21,000		
10 Members to 4 additional meetings ($1,000 x 10 x 4)	40,000		
CSG			
Dues		32,200	31,556
Travel*		56,000*	39,200
8 Members to Eugene OR 1985 ($1,500 x 8)	12,000		
8 Members Annual Mtg. 1986 ($1,500 x 8)	12,000		
8 Members to 4 additional meetings ($1,000 x 8 x 4)	32,000		
Interim Studies*		50,000*	49,000
Forestry Task Force* (Inc. dues)		25,000*	9,800
Revenue Oversight Committee*		25,000*	14,700
Administrative Code Committee*		25,000*	14,700
Capitol Building and Planning*		5,000*	4,900
Salary Commission*		3,300*	3,234
Five-State Biennial Conference* (Lincoln NE - $1,100 x 15 members)		16,500*	16,170
Water Task Force*		4,000*	3,920
Livestock Task Force* (2 members x 1 meeting per year)		4,400*	4,312

Interim Studies	Request FY 1986	Subcomm.
Legislative Management Consultant	2,000*	1,960
Coal Tax Subcommittee (Local Impact Fund)	12,000*	12,000
GRAND TOTAL - INTERIM STUDIES & CONF.	$371,563	$286,952

*Biennial Appropriations

FINREP/ee/Budget 86-87

EXHIBIT 5
March 20, 1985
Governor's Office

AMENDMENT TO HOUSE BILL 500

a, line 6

Amend Page ~~13~~, Governor's Office

Add: to the "Language in Bill"

Up to $20,000 of the appropriation for the Coal Lobby Effort may be used during the biennium to fund a Coal Trust Advisory Council, created in accordance with 2-15-122, to study and report prior to the next Legislature on:

1) how the coal tax trust fund can best be invested to benefit present and future generations of Montanans;

2) developing process and criteria for evaluating proposals to expend or pledge portions of the coal tax trust fund;

EXHIBIT 6
HB 500
3/20/85

REVISED
General Government and Highways
Subcommittee Modified Recommendations

Agency	Fiscal 1986 General Fund	Fiscal 1986 Other	Fiscal 1986 Total	Fiscal 1987 General Fund	Fiscal 1987 Other	Fiscal 1987 Total
Department of Justice						
1. Investigation	$ -0-	$ 33,333	$ 33,333	$ -0-	$ 33,426	$ 33,426
2. Supervisor Training	3,541	-0-	3,541	3,541	-0-	3,541
3. Microfilm Feasibility Study	-0-	20,000	20,000	-0-	20,000	20,000
4. Patrol Officers	162,838	131,415	294,253	183,318	278,499	461,817
5. Advanced Training	-0-	32,000	32,000	-0-	32,000	32,000
6. Highband Radio	-0-	389,750	389,750	-0-	-0-	-0-
7. 55 mph Enforcement	20,056	111,440	131,496	-0-	141,063	141,063
8. Recruit School	35,089	-0-	35,089	30,765	-0-	30,765
9. Recruit School 55 mph	20,056	-0-	20,056	-0-	-0-	-0-
10. Communication tech	-0-	40,918	40,918	-0-	68,629	68,629
11. Software Up-grade	-0-	42,625	42,625	-0-	2,914	2,914
12. Automate Counties	-0-	25,313	25,313	-0-	34,330	34,330
13. Programmer Analyst	-0-	26,997	26,997	-0-	26,175	26,175
14. Deputy Fire Marshall	43,454	-0-	43,454	33,005	-0-	33,005
15. Finger Print examiner	23,930	-0-	23,930	23,017	-0-	23,017
16. Missing Persons Support	8,698	-0-	8,698	5,276	-0-	5,276
17. Dispatchers	-0-	221,288	221,288	-0-	322,739	322,739
18. C/B Secretary	23,839	-0-	23,839	18,904	-0-	18,904
19. RMIN	-0-	69,231	69,231	-0-	70,292	70,292
20. Computer Operators	50,303	-0-	50,303	48,788	-0-	48,788
21. Evidence Camera	-0-	2,500	2,500	-0-	-0-	-0-
22. Forensic Scientist	-0-	30,636	30,636	-0-	30,037	30,037
Total	$391,804	$1,177,446	$1,569,250	$346,614	$1,060,104	$1,406,718
Department of Administration						
23. Financial Advisory Council	$ 2,096	$ -0-	$ 2,096	$ 2,096	$ -0-	$ 2,096
24. GASB	11,700	-0-	11,700	11,700	-0-	11,700
25. Attorney	-0-	32,556	32,556	-0-	32,476	32,476
26. A&E Secretary	-0-	16,372	16,372	-0-	15,890	15,890
27. Building Codes Attorney	-0-	50,960	50,960	-0-	35,024	35,024
28. Record Mgmt Specialist	21,655	-0-	21,655	21,655	-0-	21,656
29. Technical/Director	-0-	29,666	29,666	-0-	29,666	29,665
30. Workload Increase	-0-	652,090	652,090	-0-	933,905	933,905
31. Contract Programming	-0-	99,840	99,840	-0-	104,832	104,832
32. Communications FTE	-0-	80,018	80,018	-0-	78,561	78,561
33. Passthrough Funds	-0-	1,393,213	1,393,213	-0-	1,462,164	1,462,164
34. Rent and Moving Costs	-0-	38,680	38,680	-0-	35,691	35,691
35. Insurance and Legal 2 FTE	-0-	257,967	257,967	-0-	258,016	258,016
36. House Bill 371	-0-	26,806	26,806	-0-	26,056	26,056
Total	$ 35,451	$2,678,168	$2,713,619	$ 35,451	$3,012,281	$3,047,732
Department of Revenue						
37. Data Processing FTE	$ 30,423	$ 10,141	$ 40,564	$ 40,885	$ 13,628	$ 54,513
38. Investigation Staff	6,510	53,309	59,819	5,175	43,322	48,497

General Government and Highways
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
39. Child Support Staff	$ 97,810	$228,223	$ 326,033	$ 86,543	$201,932	$ 288,475
40. Systems Dev. FTE	265,640	-0-	265,640	334,902	-0-	334,902
41. Administrative Support	68,234	-0-	68,234	57,695	-0-	57,695
42. Audit Staff 6 FTE	131,307	-0-	131,307	110,897	-0-	110,897
43. Collection Staff	186,749	-0-	186,749	155,125	-0-	155,125
44. Auditors	65,972	-0-	65,972	62,454	-0-	62,454
45. Clerical Help	40,642	-0-	40,642	32,807	-0-	32,807
46. State Lands Auditor	-0-	32,986	32,986	-0-	31,227	31,227
47. Royalty Auditor	-0-	138,121	138,121	-0-	136,224	136,224
48. Unclaimed Prop. Audit	-0-	60,478	60,478	-0-	58,478	58,478
49. D/P Gross Receipts	23,299	-0-	23,299	-0-	-0-	-0-
50. D/P Unclaimed Property	-0-	-0-	-0-	-0-	43,805	43,805
51. D/P Fuel Tax	-0-	54,400	54,400	-0-	30,000	30,000
52. Appraisal FTE	387,530	-0-	387,530	-0-	-0-	-0-
53. Data Entry	88,526	-0-	88,526	-0-	-0-	-0-
54. Attorney	34,196	-0-	34,196	34,211	-0-	34,211
55. Airline Litigation	120,000	-0-	120,000	-0-	-0-	-0-
Total	$1,546,838	$577,658	$2,124,496	$920,694	$558,616	$1,479,310
Legislative Fiscal Analyst						
56. Computerization	$26,043	$ -0-	$26,043	$ 1,200	$ -0-	$ 1,200
57. 2.5 FTE	70,646	-0-	70,646	67,301	-0-	67,301
Total	$96,689	$ -0-	$96,689	$68,501	$ -0-	$68,501
Governor's Office						
58. Clark Fork River Basin	$ -0-	$267,772	$267,772	$ -0-	$267,773	$267,773
59. Federal State Coord.	25,027	-0-	25,027	25,037	-0-	25,037
60. Client Assistant Prog.	-0-	50,000	50,000	-0-	50,000	50,000
Total	$25,027	$317,772	$342,799	$25,037	$317,773	$342,810
Adjutant General						
61. Environmental Planner	$ 5,765	$ 17,294	$ 23,059	$ 5,765	$ 17,304	$ 23,069
62. Security Guards	-0-	177,919	177,919	-0-	177,995	177,995
63. Travel	-0-	29,656	29,656	-0-	29,656	29,656
64. Public Service Prob.	1,092	1,092	2,184	1,139	1,139	2,278
65. Training	-0-	45,506	45,506	-0-	45,629	45,629
66. Equipment	6,518	-0-	6,518	-0-	-0-	-0-
Total	$ 13,375	$ 271,467	$ 284,842	$ 6,904	$ 271,723	$ 278,627

General Government and Highways
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
Secretary of State						
67. Microfilming	$ 81,601	$ -0-	$ 81,601	$ 15,120	$ -0-	$ 15,120
State Auditor						
68. Travel to NASA mtngs.	$ 6,000	$ -0-	$ 6,000	$ 6,000	$ -0-	$ 6,000
69. Reorganization of Auditor's Office	63,040	-0-	63,040	74,991	-0-	74,991
70. Training Funds	5,310	-0-	5,310	5,310	-0-	5,310
71. Contingency Fndg-Ins.	10,000	-0-	10,000	10,000	-0-	10,000
72. Contingency Fndg-Secur.	25,000	-0-	25,000	25,000	-0-	25,000
73. Systems Development	95,000	-0-	95,000	110,000	-0-	110,000
74. Senior Citizens Prog	4,000	-0-	4,000	4,000	-0-	4,000
75. Emergency Equip. Repl.	26,000	-0-	26,000	-0-	-0-	-0-
Total	$ 234,350	$ -0-	$ 234,350	$ 235,301	$ -0-	$ 235,301
Judiciary						
76. Additional FTE	$ 81,036	$ -0-	$ 81,036	$ 81,078	$ -0-	$ 81,078
77. Microfilm Project	71,500	-0-	71,500	71,500	-0-	71,500
78. Sentencing Data Pjt.	5,700	-0-	5,700	-0-	-0-	-0-
79. Supplies	900	-0-	900	900	-0-	900
80. Equipment	7,060	-0-	7,060	7,868	-0-	7,868
Total	$ 166,196	$ -0-	$ 166,196	$ 161,346	$ -0-	$ 161,346
Department of Highways						
81. Word Processing FTE	$ -0-	$ 24,850	$ 24,850	$ -0-	$ 24,860	$ 24,860
82. GVW FTE	-0-	104,723	104,723	-0-	371,733	371,733
83. Const FTE(17.15 FY 86-13.80 FY 87)	-0-	488,153	488,153	-0-	384,452	384,452
84. Rest Area Contracts	-0-	150,000	150,000	-0-	150,000	150,000
85. Gravel Site Purchase	-0-	100,000	100,000	-0-	100,000	100,000
86. Preconstruction FTE	-0-	864,677	864,677	-0-	968,764	968,764
87. Computer Aided Design system	-0-	1,355,000	1,355,000	-0-	205,000	205,000
88. Increased authority for motor pool	-0-	160,000	160,000	-0-	-0-	-0-
89. New Equipment	-0-	250,000	250,000	-0-	500,000	500,000
Total	$ -0-	$3,497,403	$ 3,497,403	$ -0-	$2,704,809	$2,704,809
Total Subcommittee	$2,591,331	$8,519,914	$11,111,245	$1,814,968	$7,925,306	$9,740,274

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EXHIBIT 7
HB 500
3/20/85

SUBCOMMITTEE ACTION

Agency: Department of Highways

Program: General Operations

	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	130.03	142.53	138.35	141.03	142.53	137.03	141.03	8.4
Personal Services	$3,027,609	$3,570,085	$3,485,567	$3,545,235	$ 3,575,747	$3,462,314	$3,550,887	17.1
Operating Expenses	2,201,804	2,753,142	2,650,052	2,777,222	2,804,031	2,684,178	2,846,357	26.1
Equipment	489,203	467,587	422,980	467,587	426,736	422,980	426,736	(5.0)
Grants	193,066	14,300,000	300,000	300,000	14,300,000	300,000	300,000	100.0
Debt Service	-0-	25,682	-0-	25,682	25,682	-0-	25,682	100.0
Total Exp.	$5,911,682	$21,116,496	$6,858,599	$7,115,726	$21,132,196	$6,869,472	$7,149,662	20.4
FUNDING								
State Special Rev.	$4,635,480	$19,060,619	$4,869,605	$5,060,459	$19,071,721	$4,877,325	$5,090,959	9.2
Federal Revenue	1,276,202	2,055,877	1,988,994	2,055,267	2,060,475	1,992,147	2,058,703	61.0
Total Funding	$5,911,682	$21,116,496	$6,858,599	$7,115,726	$21,132,196	$6,869,472	$7,149,662	20.4

Program Description: The general operations program provides administrative and support services to the highway department.

Current Level Budget: The subcommittee approved the reinstatement of 1.5 FTE associated with the SBAS conversion project with the intent that phase II of the SBAS project be completed by the end of the 1987 biennium. The subcommittee also approved the transfer of 1 FTE word processor from the preconstruction program to aid in increased word processing activity expected from right-of-way centralization. Increases above current level were approved for contract services of $50,000 for several items including federal contracts of $28,000 for minority businesses. Travel was increased by $48,000 associated with civil rights program development. Other minor increases were approved in supplies and materials for production of "invite a friend" maps, $10,761, and communications increased as public demand for the road report increase costs by $9,146. Included in the equipment budget is $399,999 for high band radios each year of the biennium. The $14,000,000 shown in the executive budget is passthrough monies for cities and counties. It is provided for by statutory appropriation. The $300,000 are grants for minority business and transportation studies. The debt service pays for fees for maintaining records and issuance of bond certificates.

Modified Recommendations: (1) Word Processing - The subcommittee approved 1.5 FTE positions for additional word processor staff. The additional staff was added to help in Helena due to the anticipated workload increase from the centralization of the right-of-way agents to Helena. The costs in fiscal 1986 is $24,850 and in fiscal 1987 is $24,860.

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SUBCOMMITTEE ACTION

Agency: Department of Highways

Program: Gross Vehicle Weight

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	103.14	107.14	103.14	103.14	118.14	103.14	103.14	-0-
Personal Services	$2,175,012	$2,338,411	$2,258,502	$2,258,502	$2,565,164	$2,262,805	$2,262,805	3.8
Operating Expenses	689,951	815,008	752,739	820,765	907,547	788,342	899,462	19.0
Equipment	33,708	34,090	24,669	34,090	33,560	12,669	33,560	1.1
Total Exp.	$2,898,671	$3,187,509	$3,035,910	$3,113,357	$3,506,271	$3,063,816	$3,195,827	7.4
FUNDING								
State Special Rev.	$2,895,671	$3,187,509	$3,035,910	$3,113,357	$3,506,271	$3,063,816	$3,195,827	7.4
Federal Revenue	3,000	-0-	-0-	-0-	-0-	-0-	-0-	(100.0)
Total Funding	$2,898,671	$3,187,509	$3,035,910	$3,113,357	$3,506,271	$3,063,816	$3,195,827	7.4

Program Description: The Gross Vehicle Weight Division provides enforcement of the statutes and regulations relating to vehicle weights on the state's highways.

Current Level Budget: Travel was increased $63,911 in fiscal 1986 and $64,805 in fiscal 1987 for a concentrated enforcement effort which involves moving scales carried in a vehicle or mounted on a trailer. This gives the GVW officer the capability of stopping trucks any place on the highway to check them for overloads and other violations. In fiscal 1987 an increase in computer processing of $46,000 was allowed for processing accounting and managerial reports.

Modified Recommendations: Additional GVW Officers - The subcommittee approved a modification for 4 assistant district supervisors in fiscal 1986 and 11 GVW officers in fiscal 1987. Three of these additional 11 officers will be placed at Havre and eight will be placed at the port of entry at Saltese at proposed weigh stations. The cost is $104,723 in fiscal 1986 and $371,733 in fiscal 1987. Funding is from the highway special revenue account.

SUBCOMMITTEE ACTION

Agency: Department of Highways

Program: Construction

	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	608.76	650.40	592.25	633.25	619.65	592.25	605.85	4.0
Personal Services	$ 13,652,885	$ 16,558,740	$ 15,273,152	$ 16,182,735	$ 15,813,825	$ 15,326,848	$ 15,517,040	18.5
Operating Expenses	117,869,238	193,647,340	193,040,535	193,354,771	158,708,584	158,939,392	158,524,913	64.0
Equipment	125,739	217,976	69,288	217,976	149,685	69,288	149,685	27.0
Debt Service	464,993	-0-	-0-	-0-	-0-	-0-	-0-	(100.0)
Total Exp.	$132,112,855	$210,424,056	$208,382,975	$209,755,482	$174,672,094	$174,335,528	$174,191,638	58.7
FUNDING								
State Special Rev.	$ 32,431,054	$ 91,490,154	$ 92,907,142	$ 92,300,155	$ 67,526,505	$ 67,437,431	$ 67,943,134	184.6
Federal Revenue	99,681,801	118,933,902	115,475,833	117,455,327	107,145,589	106,898,097	106,248,504	17.8
Total Funding	$132,112,855	$210,424,056	$208,382,975	$209,755,482	$174,672,094	$174,335,528	$174,191,638	58.7

Language in Bill: The Department of Highways is directed to submit to the 1987 legislature a construction work plan for the 1989 biennium that is detailed by year, project phase, and fund. This work plan must specify, by road system or project area, proposed projects on which $1 million or more would be spent during the 1989 biennium and an aggregate cost for projects with anticipated expenditures of less than $1 million. Costs must be detailed by year, fund, and project phase.

Program Description: The Construction Program is responsible for assuring that roads and bridges are constructed and reconstructed to meet the needs of Montana citizens.

Current Level Budget: The FTE level drops from a fiscal 1986 level of 633.85 to 605.85 in fiscal 1987 as the workload is expected to peak in fiscal 1986. The construction budget shows a significant increase over the fiscal 1984 level. This is because contractor payments related to construction were less than anticipated in fiscal 1984 and activity in fiscal 1986 is expected to be greater than in prior years. Contractor payments in fiscal 1986 are budgeted at $189,012,793 in fiscal 1986 and $154,209,386, including utility relocation costs in fiscal 1987. 36 FTE that had been deleted from current level have been reinstated by the subcommittee on the basis that the construction management system is now in operation and indicates these FTE will be needed in the 1987 biennium. The state special revenue account increases 185 percent over fiscal 1984 due primarily to an anticipated increase in activity in the reconstruction trust program which is 100 percent state funded and increased construction activity which will be paid for by bond proceeds.

Modified Recommendations: 1) Increased Workload - 17.15 FTE in fiscal 1986 and 13.80 FTE in fiscal 1987 were approved. The construction management system indicates that additional staff and operating expenses will be needed to supervise contracted construction projects. The workload should peak in fiscal 1986 and expenses should decline in fiscal 1987. The costs are $488,153 in fiscal 1986 and $384,452 in fiscal 1987.

SUBCOMMITTEE ACTION

Agency: Department of Highways

Program: Maintenance

	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	662.83	662.83	662.83	662.83	662.83	662.83	662.83	-0-
Personal Services	$16,595,014	$17,372,563	$17,413,257	$17,413,257	$17,410,281	$17,452,150	$17,452,150	4.9
Operating Expenses	21,440,440	23,749,756	22,038,475	22,785,247	23,939,594	22,505,463	23,075,549	6.3
Equipment	172,147	419,231	76,436	419,231	80,363	76,436	80,363	(143.5)
Capital Outlay	11,366	100,000	-0-	-0-	100,000	-0-	-0-	(100.0)
Total Exp.	$38,218,967	$41,641,550	$39,528,168	$40,617,735	$41,530,238	$40,034,049	$40,608,062	6.3
FUNDING								
State Special Rev.	$38,218,967	$41,641,550	$39,528,168	$40,617,735	$41,530,238	$40,034,049	$40,608,062	6.3

Language in Bill: The legislature anticipates that the Maintenance Division will receive, by budget amendment, spending authority for any funds in excess of $394,098 in fiscal 1986 and $400,073 in fiscal 1987 that it collects from damage situations.
Program Description: The Maintenance Program is responsible for managing and maintaining state highways and related facilities.

Current Level Budget: The increase over current level is due to: (1) an increase in equipment rental rates of 5 percent which costs $367,000; (2) an increase in repair and maintenance of $179,067 for oil mixed materials and traffic line paint; and (3) an increase in communications of $35,500, for a new telephone system in Missoula which costs $25,000, a new telephone system in Havre which costs $10,000, and additional telephones in Butte which cost $500. For fiscal 1986, the subcommittee approved $315,000 for nine storage tanks that will be used for the bulk paint storage operation.

Modified Recommendations: 1) Increased Rest Area Caretaker Service - The subcommittee approved increased rest area caretaker service of $150,000 per year in order to have cleaner rest areas during the peak summer months.

2) Land Purchase - An appropriation of $100,000 per year to purchase land for future gravel sources was approved. Funding for both modifications is from the highway special revenue account.

SUBCOMMITTEE ACTION

Agency: Department of Highways

Program: Preconstruction

	FY 1984	- - - Fiscal 1986		- - -	- - - Fiscal 1987		- - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	225.00	243.00	238.00	232.00	242.00	238.00	232.00	3.1
Personal Services	$ 5,926,483	$ 6,591,594	$ 6,503,174	$ 6,383,917	$ 6,626,734	$ 6,514,038	$ 6,418,970	7.7
Operating Expenses	1,425,632	2,376,891	1,336,392	1,632,062	2,436,082	1,419,111	1,623,470	14.5
Equipment	50,409	1,268,230	5,084	18,230	1,650	5,084	1,650	(63.8)
Capital Outlay	3,352,965	4,190,518	4,190,518	4,190,518	2,758,108	2,758,108	2,758,108	24.9
Total Exp.	$10,755,491	$14,427,233	$12,035,168	$12,224,727	$11,822,574	$10,696,341	$10,802,198	13.7
FUNDING								
State Special Rev.	$ 3,698,420	$ 6,953,399	$ 5,421,838	$ 5,407,288	$ 5,327,374	$ 4,835,588	$ 4,935,908	46.2
Federal Revenue	7,057,071	7,473,834	6,613,330	6,817,439	6,495,200	5,860,753	5,866,290	3.4
Total Funding	$10,755,491	$14,427,233	$12,035,168	$12,224,727	$11,822,574	$10,696,341	$10,802,198	13.7

Language in Bill: The legislature anticipates the department will proceed during the 1987 biennium with the projects and right-of-way acquisitions listed in its revised work plan presented to the legislative subcommittee on general government and highways and spend funds substantially in accordance with the estimated expenditures shown on that work plan. The department shall report to the 1987 legislature any significant deviation in projects undertaken or funds expended from that work plan. The department will be allowed to adjust appropriations in the construction and preconstruction programs between fiscal years and funding sources to reflect actual expenditures related to the projected work plan.

Program Description: The Preconstruction Program carries out the planning stages of highway development including determining location and design, conducting necessary public hearings, acquiring right-of-way, and processing highway projects for contract award.

Current Level Budget: The subcommittee accepted the department's proposal of moving 6 former right-of-way positions to the construction program. The subcommittee added: approximately $200,000 for the completion of the centralization of right-of-way activity to pay for right-of-way appraiser fees, travel, and relocation costs; $50,000 for legal fees and court costs; and $40,000 for education and training. Capital outlay is the purchase of right-of-way. State special revenue expenditures are up 46.2 percent over fiscal 1984 due to increased activity associated with the reconstruction trust program which is 100 percent state funded.

Modified Recommendations: (1) Additional FTE - The subcommittee approved 11 additional FTE related to increased bridge work. Additional federal funds for bridge replacement and repair will be available in the 1987 biennium. This increase will allow the state to apply for federal funds to repair bridges around the state while the funds are available. The cost is $759,677 in fiscal 1986 and $763,764 in fiscal 1987.

(2) Computer - Purchase of computer-aided drafting and design system was authorized for $1,355,000 in fiscal 1986 and $205,000 in fiscal 1987.

SUBCOMMITTEE ACTION

Agency: Department of Highways

Program: Internal Service

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	74.25	73.25	73.25	73.25	73.25	73.25	73.25	(2.4)
Personal Services	$1,785,271	$1,856,010	$1,858,600	$1,858,600	$1,858,654	$1,862,339	$1,862,339	4.1
Operating Expenses	984,483	1,117,663	998,667	1,090,546	1,128,739	1,024,668	1,117,522	10.8
Equipment	39,990	42,200	40,888	40,888	238,000	29,588	238,000	2.2
Total Exp.	$2,809,744	$3,015,873	$2,898,155	$2,990,034	$3,225,393	$2,916,595	$3,217,861	6.4
FUNDING								
Proprietary	$2,809,744	$3,015,873	$2,898,155	$2,990,034	$3,225,393	$2,916,595	$3,217,861	6.4

Language in Bill: The Internal Service Program contains $210,000 in fiscal year 1987 for overhaul of the department's airplane. In the event the repair is not required, the department shall revert this spending authority.

Program Description: This program provides certain support services such as printing, data processing, photography, airplane use, and material testing common to all divisions.

Current Level Budget: The subcommittee approved an increase of $68,000 in fiscal 1986 and $77,699 in fiscal 1987 over current level for Department of Administration data processing services. Inflation was reduced by $8,748 in fiscal 1986 and $14,055 in fiscal 1987 on contract services at the department's request. Repair and Maintenance contracts were increased by $14,450 each year for contracts on data processing equipment.

In fiscal 1987, $210,000 was line itemed for an overhaul of the department's airplane engine.

The Internal Service Program is funded from other divisions within the highway department which are charged a fee for services provided.

SUBCOMMITTEE ACTION

Agency: Department of Highways

Program: Motor Pool

	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	$146,130	$135,716	$136,289	$136,289	$136,033	$136,651	$136,651	(6.8)
Operating Expenses	217,825	272,093	218,096	243,868	277,115	227,801	247,348	12.1
Equipment	294,075	600,000	300,000	350,000	350,000	275,000	350,000	19.0
Total Exp.	$658,030	$1,007,809	$654,385	$730,157	$763,148	$639,452	$733,999	11.0
FUNDING								
Proprietary	$658,030	$1,007,809	$654,385	$730,157	$763,148	$639,452	$733,999	11.0

Program Description: The State Motor Pool Program operates and maintains a fleet of rental vehicles available to all state offices and employees in the Helena area.

Current Level Budget: The budget allows for replacements of 37 vehicles in fiscal 1986 and 33 vehicles in fiscal 1987. An increase over current level was approved in gasoline of $18,262 each year. This was associated with an expected increase in usage associated with right-of-way construction. The increase will allow a total purchase of 63,000 gallons of gasoline at $0.96 per gallon and 77,000 gallons for credit card purchases at $1.20 per gallon. The motor pool is financed through a proprietary fund account. Agencies are charged a user fee to cover costs.

Modified Recommendations: 1) Vehicle Replacement - A modification for $160,000 was approved for replacement of 18 additional vehicles in fiscal 1986.

Motor Pool Working Capital
Fiscal 1984 -- Fiscal 1987

	FY 84	FY 85	FY 86	FY 87
Beginning Balance	$ 255,994	$ 361,783	$ 391,532	$213,599
Revenue	764,332	703,110	712,224	747,835
Total Funds Available	$1,020,326	$1,064,893	$1,103,756	$961,434
Deductions	658,543	673,361	890,157	733,999
Ending Balance	$ 361,783	$ 391,532	$ 213,599	$227,435

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SUBCOMMITTEE ACTION

Agency: Department of Highways

Program: Equipment

	FY 1984	- - - - Fiscal 1986	- - - -	- - - -	- - - - Fiscal 1987	- - - -	- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	120.35	120.35	120.35	120.35	120.35	120.35	120.35	0.00
Personal Services	$2,969,931	$3,142,456	$3,145,755	$3,145,755	$3,147,137	$3,150,563	$3,150,563	5.9
Operating Expenses	4,467,492	5,268,721	4,435,857	4,384,918	5,311,063	4,640,078	4,592,337	(1.6)
Equipment	4,654,765	4,993,000	4,500,000	4,743,000	5,000,000	4,500,000	4,500,000	1.9
Total Exp.	$12,092,188	$13,404,177	$12,081,612	$12,273,673	$13,458,200	$12,290,641	$12,242,900	1.5
FUNDING								
State Special Rev.	$2,589,974	$2,657,362	$2,537,138	$2,788,210	$2,424,324	$2,581,034	$2,555,637	(0.8)
Proprietary	9,502,214	10,746,815	9,544,474	9,485,463	11,033,876	9,709,607	9,687,263	0.2
Total Funding	$12,092,188	$13,404,177	$12,081,612	$12,273,673	$13,458,200	$12,290,641	$12,242,900	1.5

Program Description: The Equipment Program is responsible for the purchase, distribution, and maintenance of all highway equipment.

Current Level Budget: The subcommittee allowed an increase above current level for supplies and materials of $27,925 in fiscal 1986 and a decrease of $12,575 in fiscal 1987 for gasoline and diesel fuel as requested by the department. The reduction in operating expenses is associated with the decreasing of inflation to 4 percent, 3 percent, and 3 percent for fiscal 1985, 1986, and 1987, respectively. The additional equipment in fiscal 1986 is for nine 3-ton tandom axle trucks that will be used in the paint spraying operation. Funding is generated primarily from the maintenance program.

Modified Recommendations: 1) Additional Equipment - The subcommittee approved additional equipment purchases in fiscal 1986 costing $250,000 and $500,000 in fiscal 1987. This is a change in the equipment replacement program based on management's replacement projections. The new equipment includes:

FY 1986	FY 1987
5 one-cubic yard loaders	5 one-cubic yard loaders
2 two cubic yard loaders	2 two cubic yard loaders
	8 two-ganged tractor mowers

SUBCOMMITTEE ACTION

Agency: Department of Highways | Program: Capital Outlay

	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
Total Exp.	$5,491,876	$14,773,336	$14,773,336	$14,773,336	$14,773,336	$16,563,599	$16,563,597	16.9
FUNDING								
State Special Rev.	$5,491,876	$14,773,336	$14,773,336	$14,773,336	$14,773,336	$16,563,599	$16,563,597	16.9

Program Description: The Capital Outlay Program constitutes the sinking fund for retirement of the department's headquarters building bonds and the repayment of the first bond issue of $64 million in fiscal 1983 for the Highway Revenue Bond program.

Current Level Budget: Bond payments are made from this program for the highway complex and the bonds issued in 1983 which paid for the state's share of the costs of construction, reconstruction and repair of various state projects. Funds to repay the Highway Complex bonds are from revenues collected from gas taxes and license fees.

SUBCOMMITTEE ACTION

Agency: Department of Highways

Program: Stores

	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	$ 1,013,956	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	(100.0)
Operating Expenses	12,289,634	14,123,162	12,761,895	13,042,852	14,579,449	13,241,105	13,290,421	6.1
Total Exp.	$13,303,590	$14,123,162	$12,761,895	$13,042,852	$14,579,449	$13,241,105	$13,290,421	(2.0)
FUNDING								
State Special Rev.	$13,303,590	$14,123,162	$12,761,895	$13,042,852	$14,579,449	$13,241,105	$13,290,421	(2.0)

Language in Bill: The department is authorized to transfer $3,700,000 from the highway special revenue account to the Stores Program account as contributed capital in fiscal 1986. The department is instructed to develop a pricing structure in the Stores Inventory Program to maintain a cash balance and prepare budgets for the 1989 biennium in accordance with this plan.

Program Description: The Stores Program is used to purchase and store materials such as sand, road oil, and gasoline which is needed for other programs.

Current Level Budget: Three adjustments were made to the current level budget. Rental rates paid to the equipment bureau were increased $41,482 in fiscal 1986 and 1987. Supplies were increased by $191,332 in fiscal 1986 and $233,377 in fiscal 1987 for an expected increase in gas and diesel usage. Traffic line paint was increased $227,869 in fiscal 1986 and $175,365 in fiscal 1987. The total increase over current level is 3.2 percent or $416,000. The reason the entire $416,000 increase above current level does not show at the subcommittee level is inflation reductions of $135,027 in fiscal 1986 and $329,850 in fiscal 1987 made by all committees.

DWLEG:gg app nar/12

EXHIBIT 8
HB 500
/320/85

Natural Resources Subcommittee
Subcommittee Modified Recommendations

Agency	Fiscal 1986 General Fund	Fiscal 1986 Other	Fiscal 1986 Total	Fiscal 1987 General Fund	Fiscal 1987 Other	Fiscal 1987 Total
Public Service Commission						
1. Phase II data Processing	$ 84,480	$ -0-	$ 84,480	$137,620	$ -0-	$137,620
2. Motor Carrier Safety Assistance Program	-0-	308,000	308,000	-0-	308,000	308,000
3. Pipeline Consultants	15,000	15,000	30,000	-0-	-0-	-0-
4. Training	5,000	-0-	5,000	5,000	-0-	5,000
5. Travel Reimbursements	-0-	5,000	5,000	-0-	-0-	-0-
6. Consultants/expert witnesses	40,000	-0-	40,000	-0-	-0-	-0-
Total	$144,480	$328,000	$472,480	$142,620	$308,000	$450,620
Livestock						
7. Milk Testing Equipment	-0-	78,000	78,000	-0-	-0-	-0-
Agriculture						
8. Weed Coordinator	$31,803	$ -0-	$ 31,803	$33,071	$ -0-	$ 33,071
9. Trade Teams	-0-	5,000	5,000	-0-	5,000	5,000
10. Market Improvement	-0-	64,100	64,100	-0-	-0-	-0-
11. Image of Agriculture	-0-	15,000	15,000	-0-	-0-	-0-
12. Hail Insurance Adjustor	-0-	5,117	5,117	-0-	5,118	5,118
13. Pesticide Training Fees	-0-	14,666	14,666	-0-	14,930	14,930
14. Tribal Pesticide Training	-0-	2,500	2,500	-0-	4,000	4,000
15. EPA Samples	-0-	76,986	76,986	-0-	100,589	100,589
16. Feed Contaminants	-0-	16,106	16,106	-0-	16,118	16,118
Total	$31,803	$199,475	$231,278	$33,071	$145,755	$178,826
State Lands						
17. Trust Proofing	$ 10,400	$ -0-	$ 10,400	$ -0-	$ -0-	$ -0-
18. Pilot Transfer	25,869	-0-	25,869	25,879	-0-	25,879
19. Attorney	5,540	22,160	27,700	5,538	22,152	27,690
20. Land Use Specialists	111,313	-0-	111,313	76,485	-0-	76,485
21. Expanded Brush Program	-0-	267,472	267,472	-0-	283,646	283,646
22. Expanded Timber Sales	308,496	-0-	308,496	317,129	-0-	317,129
23. Expanded Timber Stand Improvement Program	50,758	198,000	248,758	78,259	198,000	276,259
24. Forest Economist	-0-	29,215	29,215	-0-	30,374	30,374
25. Improved Nursery Production	-0-	31,696	31,696	-0-	31,707	31,707
26. County Cooperative Fire Program-Add 11 Counties	183,333	91,667	275,000	183,333	91,667	275,000
27. White Sulphur Spgs Block	131,533	65,766	197,299	121,707	60,853	182,560
28. Knapweed research	-0-	43,000	43,000	-0-	42,000	42,000
Total	$827,242	$748,976	$1,576,218	$808,330	$760,399	$1,568,729

Natural Resources Subcommittee
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
Fish, Wildlife, and Parks						
29. Special License Drawings	$ -0-	$ 24,733	$ 24,733	$ -0-	$ 24,039	$ 24,039
30. Purchasing Manager	-0-	23,840	23,840	-0-	23,430	23,430
31. Vehicle Supplies & Maint for Modifieds	-0-	128,308	128,308	-0-	131,205	131,205
32. LCA Vehicle Expenses	-0-	135,000	135,000	-0-	136,000	136,000
33. Equity Transfer	-0-	100,000	100,000	-0-	-0-	-0-
34. Insurance on aircraft personnel	-0-	24,000	24,000	-0-	24,000	24,000
35. Landowner Insurance	-0-	20,000	20,000	-0-	20,000	20,000
36. Game Damage Control	-0-	75,000	75,000	-0-	75,000	75,000
37. Data Processing	-0-	30,540	30,540	-0-	29,829	29,829
38. Expend Insurance Awards	-0-	25,000	25,000	-0-	25,000	25,000
39. Landowner Meetings	-0-	2,000	2,000	-0-	2,000	2,000
40. Angler Preference Survey	-0-	73,762	73,762	-0-	81,351	81,351
41. Lower Clark Fork Study	-0-	92,945	92,945	-0-	76,083	76,083
42. Warm Water Fish Program	-0-	48,804	48,804	-0-	53,084	53,084
43. Painted Rock Water Purchase	-0-	20,000	20,000	-0-	20,000	20,000
44. Bearverhead Fish Inventory	-0-	25,667	25,667	-0-	25,678	25,678
45. Colstrip Warden	-0-	40,901	40,901	-0-	40,967	40,967
46. Operation Game Thief	-0-	11,020	11,020	-0-	11,438	11,438
47. Increase Warden Travel from 18,000 to 22,000 miles	-0-	27,040	27,040	-0-	27,040	27,040
48. Hunler Preference Survey	-0-	71,107	71,107	-0-	79,719	79,719
49. Grizzly/Black Bear Trends	-0-	60,392	60,392	-0-	56,719	56,719
50. Deer/Elk/Antelope Pop. Prediction	-0-	103,327	103,327	-0-	104,199	104,199
51. Landowner Cooperative Mgmt	-0-	72,705	72,705	-0-	72,720	72,720
52. Furbearers Study	-0-	32,535	32,535	-0-	31,813	31,813
53. Weed Control	-0-	20,395	20,395	-0-	20,419	20,419
54. Computer Programmer	-0-	30,438	30,438	-0-	30,533	30,533
55. Reimburse Federal Govt. for Equipment	-0-	90,200	90,200	-0-	-0-	-0-
56. Park-Landscaping Maint.	-0-	29,125	29,125	-0-	28,113	28,113
57. Region 3 fishing access Operation & Maintenance	-0-	3,640	3,640	-0-	3,643	3,643
58. Region 6 Park Manager	-0-	21,469	21,469	-0-	19,829	19,829
59. Coal Tax Parks-Operation and Maintenance	-0-	53,457	53,457	-0-	45,921	45,921
60. Region 2 Site Maintenance	-0-	19,116	19,116	-0-	16,289	16,289
61. Region 7 Rec. Site Impr.	-0-	15,405	15,405	-0-	15,411	15,411
62. Region 5 Rec. Site Impr.	-0-	6,340	6,340	-0-	6,342	6,342
63. Recreation Fee Collec.	-0-	42,860	42,860	-0-	38,776	38,776
64. Land Based Parks Operations & Maint.	-0-	60,003	60,003	-0-	50,012	50,012
65. Lone Pine Operation & Maintenance	-0-	14,893	14,893	-0-	14,610	14,610

Natural Resources Subcommittee
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
66. Cabin Site Appraisals	$ -0-	$ 52,000	$ 52,000	$ -0-	$ -0-	$ -0-
67. Snow Groomer Replacement	-0-	100,000	100,000	-0-	100,000	100,000
68. Snowmobile Revolving Account Establishment	-0-	290,046	290,046	-0-	117,644	117,644
69. Improve Weed Control	-0-	10,608	10,608	-0-	10,608	10,608
70. Bannack Interpreter	-0-	2,561	2,561	-0-	2,500	2,500
71. Sommers Rest Area	-0-	17,544	17,544	-0-	7,546	7,546
72. Newlan Creek Reservoir	-0-	2,690	2,690	-0-	1,867	1,867
73. Capital Complex Mapping	-0-	6,240	6,240	-0-	5,307	5,307
74. Anaconda Stack Operation	-0-	2,500	2,500	-0-	2,500	2,500
75. Video Taping/Hunter Ed	-0-	52,160	52,160	-0-	27,216	27,216
76. Montana Outdoors Promotion	-0-	12,000	12,000	-0-	12,000	12,000
77. Regulations Production	-0-	12,584	12,584	-0-	12,957	12,957
78. Administrative Aid	-0-	4,044	4,044	-0-	4,050	4,050
79. Payment to Fed Govt	-0-	62,000	62,000	-0-	-0-	-0-
80. Stream Access	-0-	65,000	65,000	-0-	65,000	65,000
Total	$ -0-	$2,367,944	$2,367,944	$ -0-	$1,830,407	$1,830,407
Natural Resources						
81. Adjudication Lawyer	$ 27,826	$ 11,925	$ 39,751	$ 27,517	$ 11,793	$ 39,310
82. Programmer Analyst	-0-	27,890	27,890	-0-	27,278	27,278
83. Grant and Loan Monitoring System	3,328	22,272	25,600	2,704	18,096	20,800
84. Litigation-MEPA	-0-	25,000	25,000	-0-	-0-	-0-
85. Corps of Engineers Office Share	-0-	2,607	2,607	-0-	2,703	2,703
86. Triangle Saline Seep Project	75,000	-0-	75,000	75,000	-0-	75,000
87. Water Rights Field Travel	11,550	-0-	11,550	11,550	-0-	11,550
88. Water Development Eng.	-0-	25,962	25,962	-0-	25,764	25,764
89. Secretary for Reserved Water Rights Compact Commission	12,000	-0-	12,000	12,000	-0-	12,000
90. Middle Creek Project	-0-	4,100,000	4,100,000	-0-	-0-	-0-
91. Cooney Dam	-0-	75,000	75,000	-0-	-0-	-0-
92. Debt Service & Bond Issuance	-0-	7,400,508	7,400,508	-0-	-0-	-0-
93. Demonstration Program	-0-	276,328	276,328	-0-	33,484	33,484
94. Rock Creek Mitigation	-0-	1,650,000	1,650,000	-0-	-0-	-0-
Total	$129,704	$13,617,492	$13,747,196	$128,771	$119,118	$247,889

Natural Resources Subcommittee
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
Commerce						
95. Expert Witnesses-Milk	$ -0-	$ 6,000	$ 6,000	$ -0-	$ 6,000	$ 6,000
96. Nursing Workload Increase	-0-	-0-	-0-	-0-	31,625	31,625
97. Administration-Receptionist and office automation	-0-	82,926	82,926	-0-	21,530	21,530
98. Horse Racing-harness racing and veterinarian contracts	-0-	53,920	53,920	-0-	53,920	53,920
99. Trans.-McCarty/Staggers 229 Litigation	100,000	-0-	100,000	100,000	-0-	100,000
100.Passenger Transit	-0-	88,112	88,112	-0-	44,000	44,000
101.Maritime Study Carryover	-0-	18,518	18,518	-0-	-0-	-0-
102.Loan Repayments on BN Case	-0-	3,416,760	3,416,760	-0-	-0-	-0-
103.EDA Funded Studies	-0-	20,000	20,000	-0-	20,000	20,000
104.Sale of Tax Exempt Bonds	-0-	219,197	219,197	-0-	342,186	342,186
105.Single Family Tax Credit	-0-	79,641	79,641	-0-	78,095	78,095
106.Rental Rehabilitation	-0-	1,367,289	1,367,289	-0-	1,367,297	1,367,297
107.Bnd Auth Clerical Assistance	-0-	29,887	29,887	-0-	30,579	30,579
108.Accountant	-0-	28,250	28,250	-0-	22,000	22,000
109.Deputy Director & Clerk	-0-	55,375	55,375	-0-	53,838	53,838
Total	$100,000	$5,465,875	$5,565,875	$100,000	$2,071,070	$2,171,070
Subcommittee Total	$1,233,229	$22,805,762	$23,038,991	$1,212,792	$5,234,749	$6,447,541

CNLEG:nat res mod

EXHIBIT 9
HB 500
3/20/85

NARRATIVE FOR HOUSE BILL 500
on the
Natural Resources Subcommittee

March 15, 1985

SUBCOMMITTEE ACTION

Agency: Public Service Commission

Program: Public Service Regulation

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	46.84	49.00	45.00	46.00	49.00	45.00	46.00	(3.9)
Personal Services	$1,162,210	$1,338,511	$1,249,990	$1,299,233	$1,341,133	$1,252,261	$1,301,844	11.8
Operating Expenses	371,086	332,254	297,426	305,006	325,534	291,975	297,364	(17.8)
Equipment	65,081	16,282	16,282	16,282	38,276	25,762	25,762	(75.0)
Total Exp.	$1,598,377	$1,687,047	$1,563,698	$1,620,521	$1,704,943	$1,569,998	$1,624,970	1.4
FUNDING								
General Fund	$1,498,924	$1,640,419	$1,517,070	$1,573,893	$1,654,024	$1,519,079	$1,574,051	5.0
Federal Revenue	99,453	46,628	46,628	46,628	50,919	50,919	50,919	(53.3)
Total Funding	$1,598,377	$1,687,047	$1,563,698	$1,620,521	$1,704,943	$1,569,998	$1,624,970	1.4

Program Description: The Public Service Commission regulates public utilities, motor carriers, and railroads. It maintains natural gas pipeline and motor carrier safety programs. Fees assessed by the PSC are deposited in the general fund. In fiscal 1984 $1,138,896 was deposited to the general fund, an amount equal to 76 percent of fiscal 1984 general fund expenditures.

Current Level Budget: Three FTE that had been vacant in fiscal 1984 are eliminated in the current level budget. This includes a hearings reporter, auditor, and computer technician. A systems analyst position is changed to an attorney. It is the committee's intent that the savings resulting from elimination of these positions be used to fund phase II of the PSC's data processing plan which is listed as a modified. Two percent vacancy savings is applied to the remaining positions. The committee added $5,838 per year for printing and telephone use. After moving to its new location in the highway department building, the PSC found these costs had increased. Equipment funds provide for the replacement of three vehicles and camera and office equipment.

Modified Recommendations: (1) Phase II Data Processing. The committee recommends ~~$134,480~~ 84,480 in fiscal 1986 and $137,620 in fiscal 1987 from general funds for phase II of the PSC's data processing plan. The commission stated this was its highest priority for expenditure in the coming biennium. The data processing addition to the PSC was initiated last session with the appropriation of $182,996. These additional funds will allow completion of contracted development, equipment purchases, and software purchases.

(2) Motor Carrier Safety Assistance Program. The committee recommends $308,000 per year of federal funds for MCSAP. This program was initiated by budget amendment in fiscal 1984 and 1985. The appropriation, $308,000, is the maximum the PSC feels it can receive with available "soft match". Further federal funds are available but would require a cash "hard match" of 20 percent. The recommended level will add six FTE.

(3) Pipeline Consultants. The committee recommends $30,000 in the biennium to have a consultant assist in waiver review on the MPC gas pipeline. Approval of the waiver would allow construction to begin on the northern half of this line. This expert in fracture mechanics will provide guidance to the PSC in its decisions relating to this pipeline. Funds are 50 percent general fund and 50 percent federal pipeline safety funds. The committee recommends this be line-itemed to revert to the extent not used.

(4) Training. The committee recommends $5,000 per year general fund to provide training for staff and commissioners. The complex nature of utility regulation requires the additional training.

(5) Expert Witnesses. The committee recommends $40,000 general fund in the biennium for expert witnesses. These experts would assist the commission in rate issues where current staff lacks the required knowledge.

(6) Travel Reimbursements. The committee recommends $5,000 to establish a contingent revolving fund for reimbursed travel when auditors travel out-of-state to review a utility's records.

SUBCOMMITTEE ACTION

Agency: Department of Livestock | Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	122.61	122.61	121.61	121.61	122.61	121.61	121.61	(.8)
Personal Services	$2,922,626	$3,060,059	$2,961,978	$3,086,133	$3,066,761	$2,968,369	$3,092,863	5.6
Operating Expenses	1,366,950	1,540,125	1,497,971	1,517,907	1,549,681	1,518,711	1,517,629	11.0
Equipment	77,090	170,220	88,810	136,605	165,762	98,220	131,542	77.2
Non-Operating Exp.	3,377	2,300	2,300	2,300	2,300	2,300	2,300	(31.9)
Total Exp.	$4,370,043	$4,772,704	$4,551,059	$4,742,945	$4,784,504	$4,587,600	$4,744,334	8.5
FUNDING								
General Fund	$ 593,536	$ 664,101	$ 591,974	$ 613,918	$ 663,014	$ 594,765	$ 618,309	3.4
State Special Rev.	3,258,112	3,520,603	3,371,085	3,541,027	3,533,490	3,404,835	3,538,025	8.7
Federal Revenue	518,395	588,000	588,000	588,000	588,000	588,000	588,000	13.4
Total Funding	$4,370,043	$4,772,704	$4,551,059	$4,742,945	$4,784,504	$4,587,600	$4,744,334	8.5

The Department of Livestock is administered by the Board of Livestock, whose seven members are appointed by the Governor. Each member must be an active livestock producer. Day-to-day supervision of the department is handled by the executive secretary. The current level budget approved by the committee draws 87 percent of its support from assessments and taxes on livestock with the remainder coming from the general fund. The general fund is used to support the Milk and Egg program and parts of Centralized Services, the Diagnostic Laboratory and Rabies Control programs.

One FTE is eliminated from the Disease Control Program as a result of departmental reorganization.

The committee recommends increases for computer equipment in several programs to allow automation of various aspects of department work. These enhancements are intended to improve the efficiency of the department and its ability to respond to the demands placed upon it while reducing the staff by one. The equipment is added in disease control, milk and egg, and inspection and control programs.

SUBCOMMITTEE ACTION

Agency: Department of Livestock | Program: Centralized Services

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	9.50	9.00	9.00	9.00	9.00	9.00	9.00	5.3
Personal Services	$225,746	$262,586	$263,028	$273,085	$263,231	$263,684	$273,745	21.0
Operating Expenses	130,053	146,700	142,939	137,052	123,841	132,078	125,370	5.4
Equipment	669	700	700	700	12,974	12,974	12,974	4.6
Total Exp.	$356,468	$409,986	$406,667	$410,837	$400,046	$408,736	$412,089	15.3
FUNDING								
General Fund	$ 65,423	$ 73,526	$ 59,983	$ 61,626	$ 71,904	$ 59,211	$ 61,813	(5.8)
State Special Rev.	291,045	336,460	346,684	349,211	328,142	349,525	350,276	20.0
Total Funding	$356,468	$409,986	$406,667	$410,837	$400,046	$408,736	$412,089	15.3

Program Description: Centralized Services is responsible for accounting, budgeting, payroll, personnel, legal services, and purchasing for the department. This includes the Livestock Crimestoppers Program. Funding is based upon funding shares within the entire department; general fund provides 15 percent of the support for this program.

Current Level Budget: Department reorganization has increased the personal services cost of this program. The executive secretary and programmer were moved into the program. Two word processor operators and a part-time clerk were moved out to the Disease Control Program. No vacancy savings is anticipated. Purchase of a vehicle for the executive secretary is included in fiscal 1987.

SUBCOMMITTEE ACTION

Agency: Department of Livestock | Program: Diagnostic Lab

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	19.80	19.00	19.00	19.00	19.00	19.00	19.00	(4.0)
Personal Services	$495,523	$486,772	$482,610	$502,213	$488,609	$484,352	$504,072	1.4
Operating Expenses	167,483	185,139	184,374	176,787	188,940	194,519	179,048	5.6
Equipment	994	16,725	8,550	8,550	9,000	-0-	-0-	760.2
Total	$664,000	$688,636	$675,534	$687,550	$686,549	$678,871	$683,120	3.5
General Fund	$312,615	$321,324	$317,284	$329,908	$322,684	$318,953	$327,689	5.5
State Special Revenue	351,385	367,312	358,250	357,642	363,865	359,918	355,431	1.8
Total Funding	$664,000	$688,636	$675,534	$687,550	$686,549	$678,871	$683,120	3.5

Program Description: The Diagnostic laboratory provides diagnostic support to veterinarians and livestock producers and improves marketability of livestock. In addition, it performs diagnostic tests on suspected rabies cases and tests dairy products. Funding for 1.5 FTE comes from federal sources; the remaining costs are shared equally by general fund and livestock assessments.

Current Level Budget: Department reorganization has reduced the number of FTE by .8 in this program. Purchase of a milk cryoscope, photography system, and ultra low temperature freezer is included in equipment. No vacancy savings is applied as turnover in this program has been very low.

Modified Recommendations: (1) Milk Testing Equipment. The committee recommends $78,000 in fiscal 1986 for the purchase of an infrared milk analyzer and a cell counting machine. These equipment items are for determining the fat, protein, lactose, and solid contents of milk and milk products and to test milk for mastitis. The equipment will be purchased with livestock earmarked funds which will be repaid from testing fees.

Agency: Department of Livestock

Program: Disease Control

	FY 1984	- - - - Fiscal 1986	- - - -	- - - -	- - - - Fiscal 1987	- - - -	- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	13.10	15.30	15.30	15.30	15.30	15.30	15.30	16.8
Personal Services	$400,028	$401,813	$396,359	$418,225	$402,468	$396,903	$418,895	4.5
Operating Expenses	93,702	120,223	100,836	125,028	131,202	105,069	136,547	33.4
Equipment	10,365	33,391	8,520	24,871	20,826	9,220	20,826	140.0
Non-Operating	2,316	2,300	2,300	2,300	2,300	2,300	2,300	(.7)
Total Exp.	$506,411	$557,727	$508,015	$570,424	$556,796	$513,492	$578,568	12.6
FUNDING								
State Special Rev.	$506,411	$557,727	$508,015	$570,424	$556,796	$513,492	$578,568	12.6

Program Description: Disease Control is funded from a tax on livestock for the purpose of prevention, control, and eradication of livestock diseases. The staff enforces sanitary standards, inspects animals at auction markets, and enforces import-export requirements.

Current Level Budget: Department reorganization has added 2.2 FTE to the program. No vacancy savings is applied in this program. Out-of-state travel funds have been increased approximately $5,000 per year to allow staff to attend regional meetings important to coordinating its work with surrounding states. Three replacement vehicles are included in the biennium. An automation development is approved for $74,673 in the biennium to replace the current system for maintenance and access to serology and import records. This includes $16,351 for three computer terminals and a printer and the remainder for computer processing, data transmission lines, and repair and maintenance on the system. Funds received from sale of the current displaywriter system will be deposited in the state special revenue account.

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Agency: Department of Livestock

Program: Milk and Egg

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	7.20	6.70	6.70	6.70	6.70	6.70	6.70	(6.9)
Personal Services	$170,287	$180,587	$181,316	$188,791	$180,807	$181,517	$188,997	10.9
Operating Expenses	26,954	30,441	27,909	28,525	31,859	28,503	28,996	5.8
Equipment	13,271	18,020	9,560	9,560	23,674	9,220	14,454	(28.0)
Total	$210,512	$229,048	$218,785	$226,876	$236,340	$219,240	$232,447	7.8
FUNDING								
General Fund	$196,012	$211,048	$200,785	$208,876	$218,340	$201,240	$214,447	6.6
Federal Revenue	14,500	18,000	18,000	18,000	18,000	18,000	18,000	24.1
Total Funding	$210,512	$229,048	$218,785	$226,876	$236,340	$219,240	$232,447	7.8

Program Description: The Milk and Egg Program is responsible for sampling, laboratory testing, and product and site inspection to insure eggs and dairy products are fit for human consumption.

Current Level Budget: The Milk and Egg Program lost .5 FTE due to department reorganization. Two replacement vehicles are allowed in the 1987 biennium, one in each year. A personal computer is authorized in fiscal 1987 for $5,234 to improve the efficiency of field inspectors. No vacancy savings is anticipated.

Agency: Department of Livestock

Program: Inspection and Control

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	68.81	68.61	68.61	68.61	68.61	68.61	68.61	(.3)
Personal Services	$1,518,750	$1,609,090	$1,547,699	$1,609,090	$1,611,851	$1,550,378	$1,611,851	5.9
Operating Expenses	233,783	246,881	238,051	251,492	261,793	243,913	241,584	7.6
Equipment	51,791	86,724	59,280	86,724	93,088	64,606	77,088	67.4
Non-operating	1,061	-0-	-0-	-0-	-0-	-0-	-0-	0.0
Total Exp.	$1,805,385	$1,942,695	$1,845,030	$1,947,306	$1,966,732	$1,858,897	$1,930,523	7.9
State Special Rev.	$1,805,385	$1,942,695	$1,845,030	$1,947,306	$1,966,732	$1,858,897	$1,930,523	7.9

Language in Bill: The appropriation for computer terminals in market offices is for the biennium.

Program Description: The Inspection and Control Program inspects and records livestock brands, investigates livestock thefts, and maintains files of livestock security interests and licenses dealers. It is supported through an assessment on livestock.

Current Level Budget: The current level budget includes replacement of six trucks and one automobile each year of the biennium. These vehicles are specially equipped for enforcement action. No vacancy savings is applied. Funding is provided to put computer terminals in four market offices at a cost of $31,292 in the biennium. This is to speed the checking of brand and security interest information on livestock and reduce duplicate record-keeping at market offices.

Agency: Department of Livestock

Program: Beef and Pork Research and Marketing

	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	$ 150	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	(100.0)
Operating Expenses	503,744	570,000	570,000	570,000	570,000	570,000	570,000	13.2
Total Exp.	$503,894	$570,000	$570,000	$570,000	$570,000	$570,000	$570,000	13.1
FUNDING								
Private Revenue	$503,894	$570,000	$570,000	$570,000	$570,000	$570,000	$570,000	13.1

Program Description: The program is to promote research and the production of beef and pork and to promote their marketing.

Current Level Budget: The appropriation includes $55,000 per year from pork producers and $515,000 per year from beef producers. The funds are distributed to the Montana Pork Council and the Montana Beef Council who in turn use the funds for promotional activities in conjunction with their respective national councils, provide market information, and fund research and educational programs.

SUBCOMMITTEE ACTION

Agency: Department of Livestock

Program: Predatory Animal Control

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	4.20	3.00	3.00	3.00	3.00	3.00	3.00	(28.6)
Personal Services	$112,142	$ 94,579	$ 90,816	$ 94,579	$ 95,153	$ 91,385	$ 95,153	(15.7)
Operating Expenses	176,744	200,630	205,090	200,665	201,602	214,418	206,874	13.5
Equipment	-0-	6,200	2,200	6,200	6,200	2,200	6,200	0.00
Total	$288,886	$301,409	$298,106	$301,444	$302,955	$308,003	$308,227	4.3
FUNDING								
State Special Rev.	$288,886	$301,409	$298,106	$301,444	$302,955	$308,003	$308,227	4.3

Program Description: The Predatory Animal Control Program provides protection to livestock producers by controlling predators, primarily coyotes, that kill or injure livestock. The predators are destroyed by aerial hunting. In fiscal 1984, the program was successful in destroying 2,314 coyotes and fox. Funding is from an assessment on livestock.

Current Level Budget: The drop of 1.2 FTE from fiscal 1984 is the result of departmental reorganization as a secretary and a .50 FTE programmer were moved to the Inspection and Control Program. No vacancy savings is applied. The major expenses for this program are gasoline and maintenance for helicopters and pilot salaries. Maintenance funds are increased to reflect sharply rising costs for parts for the helicopters. The current helicopters are out of production and parts are very expensive. The department is purchasing a new helicopter in fiscal 1985 which will replace two of the currently owned crafts. This will result in the elimination of one FTE pilot. This position is continued in the budget.

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SUBCOMMITTEE ACTION

Agency: Department of Livestock

Program: Rabies Control

	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
Operating Expenses	$34,486	$36,266	$28,922	$28,508	$36,266	$30,361	$29,360	(17.3)
FUNDING								
General Fund	$19,486	$21,266	$13,922	$13,508	$21,266	$15,361	$14,360	(30.7)
State Special Rev.	15,000	15,000	15,000	15,000	15,000	15,000	15,000	0.0
Total Funding	$34,486	$36,266	$28,922	$28,508	$36,266	$30,361	$29,360	(17.3)

Program Description: The Rabies Control Program is responsible for preventing exposure of domestic animals and humans to rabid animals, primarily skunks. Funding of $15,000 per year is provided by the Department of Fish, Wildlife and Parks, with the remainder being general fund.

Current Level Budget: The budget at current level indicates a decline of 16.1 percent as a supplemental appropriation of general fund was granted in fiscal 1984 to respond to an outbreak of rabies. The funds are used to pay rabies agents on a contract basis for control work.

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SUBCOMMITTEE ACTION

Agency: Department of Agriculture | Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	97.77	98.62	87.74	85.74	98.62	87.74	85.74	(12.3)
Personal Services	$2,017,053	$2,212,849	$2,089,012	$2,081,354	$2,216,100	$2,092,287	$2,070,645	3.2
Operating Expenses	705,538	924,721	815,411	766,130	917,864	812,989	773,442	8.6
Equipment	114,203	270,904	147,666	86,056	125,862	137,630	73,144	(24.6)
Non Operating Exp.	937,993	1,036,097	1,035,000	766,000	1,036,097	1,035,000	766,000	(18.3)
Total Exp.	$3,774,787	$4,444,571	$4,087,089	$3,699,540	$4,295,923	$4,077,906	$3,683,231	(2.0)
FUNDING								
General Fund	$1,514,204	$1,723,172	$1,480,664	$1,503,201	$1,600,182	$1,484,298	$1,472,256	(.7)
State Special Rev.	467,608	569,784	581,147	558,631	548,976	560,425	565,832	19.6
Federal Revenue	1,494,708	1,686,112	1,587,353	1,234,958	1,680,484	1,592,610	1,235,639	(17.4)
Proprietary	298,267	465,503	437,925	402,750	466,281	440,573	409,704	35.0
Total Funding	$3,774,787	$4,444,571	$4,087,089	$3,699,540	$4,295,923	$4,077,906	$3,683,231	(2.0)

The Department of Agriculture consists of four divisions: Centralized Services, Environmental Management, Plant Industry, and Agriculture Development. Attached to the department are the Hail Insurance Unit and Wheat Research and Marketing Program. The decline in FTE shown above is due primarily to the elimination of eight in the state grain laboratory in Great Falls.

General fund provides 40 percent of the funding for the Department of Agriculture in the 1987 biennium, approximately the same percentage as fiscal 1984. Federal and private funds fall as Environmental Protection Agency funds are reduced and Wheat Research and Marketing grants are reduced as income is anticipated to fall.

Agency: Department of Agriculture

Program: Centralized Services

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	8.50	12.00	11.00	11.00	12.00	11.00	11.00	29.4
Personal Services	$245,357	$318,339	$294,321	$319,016	$319,016	$295,000	$295,000	30.0
Operating Expenses	55,365	83,415	63,191	62,995	62,995	44,318	47,406	13.8
Equipment	434	14,992	506	13,876	13,876	-0-	1,500	309.7
Total	$301,156	$416,746	$358,018	$395,887	$395,887	$339,318	$343,906	31.5
FUNDING								
General Fund	$212,973	$307,380	$249,506	$289,142	$289,142	$229,560	$235,656	35.8
State Special Revenue	24,713	18,527	29,863	19,487	19,487	30,881	30,468	(21.1)
Federal Special Funds	42,518	55,149	45,099	52,504	52,504	45,323	49,918	23.5
Proprietary and Other	20,952	35,690	33,550	34,754	34,754	33,554	27,864	65.9
Total Funding	$301,156	$416,746	$358,018	$395,887	$395,887	$339,318	$343,906	31.5

Language in Bill: The appropriations listed under proprietary funds includes $23,067 in fiscal 1986 and $21,030 in fiscal 1987 from revenues received under the provisions of Section 80-2-221, MCA, for hail insurance and $4,101 in fiscal 1986 and $4,834 in fiscal 1987 from revenue available under Section 80-2-103, MCA, for rural development.

Program Description: Centralized services provides administrative services for the department. This includes the director, deputy director, lawyer, and accounting and clerical staff. Funding is from the various sources of revenue used to finance the programs administered by the department.

Current Level Budget: The FTE increase in this program as a result of departmental reorganization which consolidated word processing and legal functions in centralized services. These increases are matched by reductions in other programs. Vacancy savings is taken at 4 percent in this program. Operating expenses rise as travel funds are increased $1,834 each year and maintenance cost for word processing equipment is consolidated here. Equipment allowed includes a computer work station each year of the biennium, a microfiche reader, calculator, and secretary chair.

Modified Recommendations: (1) Weed Coordinator. The committee recommends $31,803 in fiscal 1986 and $33,071 in fiscal 1987 from the general fund for a weed coordinator. This coordinator is to work with counties, state agencies and the public to organize weed control efforts.

(2) Trade Teams. The committee recommends $5,000 per year of federal and other special revenue authority be given to allow the department to receive and expend contributions received for the expenses of foreign trade teams that occasionally visit the state.

(3) Market Improvement. The committee recommends $64,100 of federal authority be granted to expend a U.S. Department of Agriculture grant for market improvement. The initial award was for $129,800. Part will be expended in fiscal 1985 through budget amendment, but $64,100 will be carried over for expenditure in fiscal 1986.

(4) Image of Agriculture. The committee recommends $15,000 of federal funds in fiscal 1986 for the Image of Agriculture Program. This program, funded by a grant from the state of Minnesota, is to conduct a public awareness program on the impacts of agriculture on the American economy. The initial grant was $25,000, $10,000 of which will be spent through budget amendment in fiscal 1985.

Agency: Department of Agriculture

Program: Hail Insurance

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	6.05	6.05	6.05	6.05	6.05	6.05	6.05	0.00
Personal Services	$102,986	$116,134	$115,598	$116,134	$116,208	$115,672	$116,208	12.8
Operating Expenses	41,182	46,053	44,125	45,654	46,612	45,123	46,394	10.9
Equipment	5,323	2,000	2,000	2,000	3,000	3,000	3,000	(62.4)
Total	$149,491	$164,187	$161,723	$163,788	$165,820	$163,795	$165,602	9.6
FUNDING								
Proprietary	$149,491	$164,187	$161,723	$163,788	$165,820	$163,795	$165,602	9.6

Language in Bill: The appropriations listed under proprietary fund columns are expendable trust funds generated under the provision of Section 80-2-221, MCA for hail insurance.

Program Description: The Hail Insurance Program provides for the administration of the state's crop hail insurance. The administrative expenses are listed in the budget, while the insurance awards do not require appropriation and are not listed. In fiscal 1984, the program provided insurance on 1,206,835 acres and paid losses of $369,708.

Current Level Budget: The major expenses of hail insurance administration are the part-time adjuster salaries and travel expenses. There are three full-time employees and 3.05 FTE part-time adjusters which involve 12 individuals working the hail season. No vacancy savings is applied in the program. Equipment allowed includes a computer work station and a printer.

Modified Recommendations: (1) Hail Adjuster. The committee recommends the addition of .25 FTE hail adjuster and related travel expenses. This costs $5,117 in fiscal 1986 and $5,118 in fiscal 1987 from hail insurance funds. This position will only be implemented if hail damage incidence justifies.

Agency: Department of Agriculture

Program: Wheat Research and Marketing

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	3.12	3.12	3.12	3.12	3.12	3.12	3.12	0.00
Personal Services	$ 91,069	$ 99,681	$ 91,191	$ 97,131	$ 99,718	$ 91,229	$ 97,168	6.7
Operating Expenses	132,249	170,469	168,387	170,469	173,260	173,072	173,260	28.9
Equipment	12,682	250	250	250	---	---	-0-	(98.0)
Non-Operating Expenses	925,599	1,019,000	1,019,000	750,000	1,019,000	1,019,000	750,000	(19.0)
Total	$1,161,599	$1,289,400	$1,278,828	$1,017,850	$1,291,978	$1,283,301	$1,020,428	(12.4)
FUNDING								
Federal Revenue	$1,161,599	$1,289,400	$1,278,828	$1,017,850	$1,291,978	$1,283,301	$1,020,428	(12.4)

Program Description: The Wheat Research and Marketing Committee uses assessments against wheat and barley to fund research, promotional activities, and education relating to these crops.

Current Level Budget: The budget includes $30,000 per year for leased lines, an increase of $13,000 over the fiscal 1984 level, for expansion of news services. Per diem for increased meetings of the Wheat Research and Marketing committee is allowed as well as an increase in-state travel for these meetings. The total allowed for travel is $48,500 per year. Consultant contracts are increased $2,264 to monitor freight rates and provide rail cost data. No vacancy savings is applied in this program due to the small size of the staff. The level of grants is reduced in anticipation of lower revenues.

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SUBCOMMITTEE ACTION

Agency: Department of Agriculture

Program: Environmental Management

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	32.51	32.51	30.01	32.51	32.51	30.01	28.01	(13.8)
Personal Services	$ 723,068	$ 767,425	$ 712,669	$673,687	$ 768,993	$ 714,260	$675,263	(6.8)
Operating Expenses	266,276	326,734	276,898	240,757	334,266	282,638	247,629	(9.6)
Equipment	62,323	220,986	123,640	66,924	69,280	94,794	38,094	7.4
Total	$1,051,667	$1,315,145	$1,113,207	$981,368	$1,172,539	$1,091,692	$960,986	(6.7)
FUNDING								
General Fund	$ 758,380	$ 860,570	$ 720,663	$712,396	$ 756,898	$ 731,949	$693,461	(6.1)
State Special Revenue	103,199	174,373	174,373	150,801	141,572	141,572	149,354	46.1
Federal Special	190,088	280,202	218,171	118,171	274,069	218,171	118,171	37.8
Total Funding	$1,051,667	$1,315,145	$1,113,207	$981,368	$1,172,539	1,091,692	$960,986	(6.7)

Program Description: The Environmental Management Program administers the Montana Pesticides Act, the Noxious Plant Management Assistance Act, and the Insect Surveillance and Detection Act. It also administers the state's Rodent Control Program. The program includes funding for the state, pesticides and feed and fertilizer laboratory, the pesticide field enforcement staff, and other technical and administrative staff. Funding, which prior to fiscal 1983 came primarily from the federal Environmental Protection Agency, has been largely shifted to the state general fund as EPA has reduced its level of assistance to $109,671 per year.

Current Level Budget: As a result of departmental consolidation of word processing and legal functions in centralized services, 1.25 FTE were transferred out. The committee eliminated 2 FTE, an entomologist and a laboratory technician, as the decline in federal funds had placed the burden on the state general fund. Operating expenses of $5,500 relating to the transferred and eliminated positions were reduced in the budget. Vacancy savings is applied at 4 percent. The committee partially funded the laboratory equipment replacement schedule with the expectation that funds from modifieds and potential budget amendments would provide the remaining funds.

Modified Recommendations: (1) Pesticide Training Fees. The committee recommends $14,666 in fiscal 1986 and $14,930 in fiscal 1987 of pesticide training fees be appropriated to cover the costs of such training. The training is provided to dealers and applicators of pesticides in order to license and certify these individuals.

(2) EPA Samples. The committee recommends $76,986 in fiscal 1986 and $100,589 in fiscal 1987 of federal EPA funds be appropriated for laboratory expenses required to process toxic samples.

(3) Tribal Pesticide Training. The committee recommends $2,500 and $4,000 in fiscal 1986 and 1987, respectively, to provide pesticide enforcement training to tribal enforcement personnel. The funds will be federal EPA money received through the indian tribes.

Agency: Department of Agriculture

Program: Agriculture Development

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	9.25	9.0	9.0	9.00	9.0	9.0	9.00	(2.7)
Personal Services	$170,141	$239,755	$214,799	$219,881	$239,952	$214,985	$220,070	29.2
Operating Expenses	50,734	140,438	117,490	99,068	141,417	119,203	112,441	95.3
Equipment	4,408	2,867	1,691	2,107	648	398	398	(52.2)
Non-Operating Expenses	13,232	16,000	16,000	16,000	16,000	16,000	16,000	20.9
Total	$238,515	$399,060	$349,980	$337,056	$398,017	$350,586	$348,909	41.3
FUNDING								
General Fund	$ 87,213	$102,506	$76,567	$ 96,208	$102,437	$ 77,662	$102,655	10.3
State Special Revenue	7,601	37,054	36,887	37,054	37,633	37,460	37,633	387.5
Federal Special	36,176	37,895	378,895	37,895	38,455	38,455	38,455	4.8
Proprietary and Other	107,525	221,605	198,631	165,899	219,492	197,009	170,166	54.3
Total Funding	$238,515	$399,060	$349,980	$337,056	$398,017	$350,586	$348,909	41.3

Language in Bill: The appropriation listed under proprietary funds include $65,899 in fiscal 1986 and $65,166 in fiscal 1987 from expendable trust fund revenues available from Section 80-2-103, MCA.

The general fund loan authorized for the establishment of the Beginning Farm Loan Program in HB 447 of the 48th Legislature is extended until June 30, 1987.

Program Description: This program provides funding for the Beginning Farm Loan Program, crop and livestock statistical reporting, market research and assistance for Montana agricultural products, the Alfalfa Seed Program, and the Rural Development Program. The Beginning Farm Loan Program is funded from loan fees and a general fund loan for start-up. The following table shows the funding for the various parts of the program.

Agriculture Development Funding

Program	Fiscal 1986	Fiscal 1987	Source
Beginning Farm Loan Program	$100,000	$105,000	Loan Fees
Crop and Livestock and Marketing	134,103	141,110	General Fund, Wheat Research and Marketing and Federal Funds
Rural Development	65,899	65,166	Expendable Trust Fund
Alfalfa Seed	37,054	37,633	Assessments on seed sales

Current Level Budget: The large growth shown in this budget results as the alfalfa seed and Beginning Farm Loan program were starting in fiscal 1984; delays in hiring and getting work up to a normal schedule caused expenditures to be abnormally low. The current level budget shows a reduction of .25 FTE moved to centralized services as part of the consolidation of legal and word processing staff. No vacancy savings is applied to this program.

The committee recommends the general fund loan for the Beginning Farm Loan Program be extended until June 30, 1987 as federal legislation delayed the start of the program until the middle of fiscal 1985. The late start has not allowed the program to generate the revenues needed for self-support or to pay back the loan.

Agency: Department of Agriculture

Program: Plant Industry

	FY 1984	- - - Fiscal 1986	- - -	- - -	- - - Fiscal 1987	- - -	- - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	37.56	28.89	28.56	28.56	28.89	28.56	28.56	(24.0)
Personal Services	$670,383	$671,515	$660,434	$666,407	$672,213	$661,141	$666,936	(.6)
Operating Expenses	140,574	157,612	145,320	144,224	159,314	148,635	146,312	2.6
Equipment	715	30,906	19,579	12,769	40,155	39,438	30,152	1,685.9
Total	$811,672	$860,033	$825,333	$823,400	$871,682	$849,214	$843,400	1.4
FUNDING								
General Fund	$455,641	$452,716	$433,928	$432,596	$451,705	$445,127	$440,484	(5.1)
State Special Revenue	332,095	339,830	340,024	338,242	350,284	350,512	348,377	1.9
Federal Special Funds	1,000	23,466	7,360	8,667	23,478	7,360	8,667	766.7
Proprietary	22,936	44,021	44,021	43,895	46,215	46,215	45,872	91.4
Total Funding	$811,672	$860,033	$825,333	$823,400	$871,682	$849,214	$843,400	1.4

Program Description: This program includes funding for the Alfalfa Leafcutter Bee Program, the state grain laboratory, located at Great Falls, and state programs for enforcement of regulatory laws controlling marketing, production and manufacturing of agricultural commodities. The grain lab and leafcutter bee sections are fully funded from fees and assessments.

Current Level Budget: The budget reflects a reduction of .9 FTE as one FTE was transferred out as part of the consolidation of word processing in centralized services and 8 FTE in the state grain laboratory were eliminated. The department reduced the employees at the grain laboratory because use of the lab and subsequently the fees upon which it operates have dropped off significantly. Vacancy savings is taken at 4 percent in this program. Equipment allowed includes a van for the grain lab in fiscal 1986, a computer work station, some office furniture, two replacement vehicles in fiscal 1987 and an infrared protein analyzer.

Modified Recommendations: (1) Feed Contaminants. The committee recommends $16,106 and $16,118 of federal funds in fiscal 1986 and 1987, respectively to analyze animal feeds for the presence of pesticides and PCB's.

Agency: Department of State Lands — 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
FTE	260.35	306.33	266.43	266.43	317.86	266.43	266.43	2.3
Personal Services	$ 5,917,006	$ 7,143,384	$ 6,318,668	$ 6,322,295	$ 7,390,641	$ 6,332,168	$ 6,345,364	7.0
Operating Expenses	4,599,646	5,767,428	4,580,946	5,116,935	5,595,585	4,512,834	4,978,107	11.2
Equipment	500,231	904,287	532,146	448,580	572,953	550,048	422,398	10.3
Non-Operating	3,558,715	6,693,771	6,658,769	6,668,769	7,280,176	7,245,176	7,255,176	87.4
Total Exp.	$14,575,598	$20,508,870	$18,090,529	$18,566,579	$20,839,355	$18,640,226	$19,001,045	27.4
FUNDING								
General Fund	$ 5,033,534	$ 7,338,817	$ 6,369,529	$ 6,373,344	$ 7,234,818	$ 6,451,403	$ 6,346,495	26.6
State Special Rev.	2,742,560	3,505,565	2,447,132	2,950,462	3,471,824	2,427,552	2,890,497	7.6
Federal Revenue	6,696,949	9,506,668	9,131,548	9,088,516	9,943,693	9,587,751	9,578,175	35.4
Proprietary and Other	102,555	157,820	142,320	154,257	189,020	173,520	185,878	50.4
Total Funding	$14,575,598	$20,508,870	$18,090,529	$18,566,579	$20,839,355	$18,640,226	$19,001,045	27.4

The Department of State Lands administers lands owned and held in trust by the state of Montana. The primary purpose of the department is to secure the highest reasonable return from the lands it manages. In addition, the department has responsibility for fire protection on state and private lands and administers strip, underground, open-cut and hard rock mining permits. The department administers the federal abandoned mine reclamation program.

The large increase in general fund to support the department results as Resource Indemnity Trust (RIT) interest funds used in the 1985 biennium to support operating expenses are replaced with general fund. The use of RIT funds for operational expense was prohibited in HB447 of the 1983 legislature. In fiscal 1984, $1,173,543 of RIT funds were expended. Adjusting for the replacement of RIT funds, the 1984-86 general fund increase is only 2.7 percent.

The increase is non-operating expenses is primarily the result of an anticipated higher level of abandoned mine reclamations. These are funded from federal sources.

SUBCOMMITTEE ACTION

Agency: Department of State Lands

Program: Central Management

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	19.00	18.00	17.00	18.00	18.00	17.00	17.00	(10.5)
Personal Services	$ 515,736	$ 503,530	$ 477,895	$ 487,661	$ 504,832	$ 479,219	$ 488,953	(7.4)
Operating Expenses	274,435	848,201	360,224	801,541	810,665	369,029	776,605	192.1
Equipment	17,833	45,000	5,661	45,000	16,000	-0-	16,000	152.3
Non-Operating	255,000	265,000	255,000	265,000	265,000	255,000	265,000	3.9
Total Exp.	$1,063,004	$1,661,731	$1,098,780	$1,599,202	$1,596,497	$1,103,248	$1,546,558	50.4
FUNDING								
General Fund	$ 844,462	$ 881,556	$ 836,460	$ 814,788	$ 846,857	$ 809,728	$ 791,134	(3.5)
State Special Rev.	-0-	472,355	-0-	460,157	410,620	-0-	399,546	--
Federal Revenue	115,987	150,000	120,000	170,000	150,000	120,000	170,000	29.3
Proprietary	102,555	157,820	142,320	154,257	189,020	173,520	185,878	50.4
Total Funding	$1,063,004	$1,661,731	$1,098,780	$1,599,202	$1,596,497	$1,103,248	$1,546,558	50.4

Program Description: Central Management provides administrative services to the department including accounting, payroll, budgeting, and systems development. It maintains the department's aircraft unit. Funding for administrative functions is a mixture of general fund and federal administrative charges. Proprietary funds provided for part of the expenses of the aircraft unit. The proprietary funds are derived from hourly charges for aircraft usage. State special revenues from the resource development account are used to fund most of the data processing enhancement.

Current Level Budget: The budget includes $872,589 for development of expended data processing capability. The expansion is funded from the 2.5 percent assessment on income from lands managed by the department. The data processing expansion provides $61,000 for equipment, $484,885 for contracted systems development, $301,136 for computer processing, $21,150 for microfilming, and $4,418 for data processing supplies.

The budget proves $69,400 per year for airplane gasoline; $34,000 was spent on gasoline in fiscal 1984 for airplane gasoline. The department's aircraft unit operates on $340,135 of proprietary funds in the biennium. This excludes the pilot's salary which is entirely general fund.

Two FTE are transferred to other divisions of the department causing the reduction in personal services. These positions had been funded from the general fund and will continue to be so in their new assignment. Vacancy savings of 4 percent is taken. The budget increases $10,000 per year, the amount for equalization payments to counties with in excess of 6 percent of their land state owned.

Modified Recommendations: (1) Trust Proofing. The committee recommends to hire an abstractor to review the department's trust land deeds at a cost of $10,400 general fund in fiscal 1986. This will determine the extent of right-of-ways and easements on state lands and consolidate existing records.

(2) Pilot. The committee recommends to add a pilot transferred from the Department of Natural Resources. This will cost $25,869 in fiscal 1986 and $25,879 in fiscal 1987 from the general fund.

cnleg:sl app nar/2

Agency: Department of State Lands

Program: Reclamation

	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	42.00	45.00	42.00	42.00	45.00	42.00	42.00	0.00
Personal Services	$ 976,326	$1,185,515	$1,106,063	$1,112,173	$1,188,110	$1,108,763	$1,114,736	13.9
Operating Expenses	2,153,146	2,141,640	2,026,694	2,092,090	2,034,672	1,945,481	2,012,153	(2.7)
Equipment	26,768	91,552	23,687	38,122	33,667	24,447	33,667	42.4
Non-Operating	2,998,477	5,756,184	5,756,184	5,756,184	6,273,359	6,273,359	6,273,359	92.0
Total Exp.	$6,154,717	$9,174,891	$8,912,628	$8,998,569	$9,529,808	$9,352,050	$9,433,915	46.2
FUNDING								
General Fund	$ -0-	$ 676,769	$ 418,392	$ 622,355	$ 616,624	$ 442,207	$ 601,612	--
State Special Rev.	792,930	816,596	844,036	815,652	772,722	795,109	768,346	2.9
Federal Revenue	5,361,787	7,681,526	7,650,200	7,560,562	8,140,462	8,114,734	8,063,957	41.0
Total Funding	$6,154,717	$9,174,891	$8,912,628	$8,998,569	$9,529,808	$9,352,050	$9,433,915	46.2

Program Description: The Reclamation Program consists of the Hardrock, Open cut and Strip Mining Bureaus which are financed from the general fund and administers this state's Strip and Underground Mine Reclamation Act, Open Cut Mining Act, and Strip and Underground Mine Siting Act. Federal funds are used for the federal abandoned mine reclamation program. State special revenues are used in fiscal 1986 and 1987 for the Environmental Analysis Bureau.

In fiscal 1984, $424,793 of Resource Indemnity Trust Interest (RIT) funds were used in the program; however, House Bill 447 of the 48th legislature required that RIT funds not be used for agency operating expenses. The general fund replaces the RIT funds in this budget.

Current Level Budget: Current employees are maintained with a 4 percent vacancy savings allowance. One current level secretarial position is upgraded to reclamation specialist. Consultant contracts of $3.03 million are allowed in the biennium. This includes: $1.74 million for federal abandoned mine reclamation projects, $902,400 for environmental impact statements funded from fees, and $48,000 for reclamation research on hardrock mines funded from hardrock reclamation funds. The budget allows $39,300 for printing rule changes required by the federal Office of Surface Mining in fiscal 1986. Aircraft rental is increased $13,000 per year for increased aerial inspection of small mines. Travel funds are increased $9,000 in fiscal 1987. General fund of $58,670 is added in the biennium for anticipated legal fees and court costs relating to controversial mining permits. Equipment amounts allow for replacement of six vehicles, two typewriters, desk, chairs and file cabinets. The non-operating expenses represent federal funds used for abandoned mine reclamation.

Modified Recommendations: (1) Attorney--The committee recommends to add one attorney to handle additional workload resulting from mining permit litigation. This requires $27,700 in fiscal 1986, $27,690 in fiscal 1987. Twenty percent is financed from general funds and 80 percent from federal funds.

SUBCOMMITTEE ACTION

Agency: Department of State Lands

Program: Land Administration

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-8
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Chang
FTE	14.62	23.62	15.62	15.62	23.62	15.62	15.62	6.8
Personal Services	$317,565	$517,669	$351,625	$351,513	$518,264	$352,162	$352,037	10.7
Operating Expenses	66,528	136,736	78,468	73,737	132,732	77,693	70,767	10.8
Equipment	-0-	81,917	2,197	20,000	42,800	---	10,000	--
Total Exp.	$384,093	$736,322	$432,290	$445,250	$693,796	$429,855	$432,804	15.9
FUNDING								
General Fund	$297,619	$736,322	$432,290	$445,250	$693,796	$429,855	$432,804	49.6
State Special Rev.	86,474	-0-	-0-	-0-	-0-	-0-	-0-	(100.0)
Total Funding	$384,093	$736,322	$432,290	$445,250	$693,796	$429,855	$432,804	15.9

Program Description: This program provides for the supervision, management, and development of the state's non-forest trust lands. These lan represent 4.5 million acres of surface leases and 6.2 million acres of mineral leases. In fiscal 1984, $86,474 of Resource Indemnity Trust (RI interest funds were used in this program. It is replaced with general fund in the budget as House Bill 447 requires RIT funds no longer be used f agency operations.

Current Level Budget: An FTE is transferred to this program from central management, increasing personal services costs. Vacancy savings is taken at percent. The equipment amount allows the purchase of three replacement vehicles. The budget includes an additional $2,000 per year for helicopter u in remote area land inspections.

Modified Recommendations: (1) Land Use Specialists. The committee recommends adding three land use specialists to investigate and follow-up on la abuse, poor farming or grazing practices, and failures to accurately report income from state lands. This would cost $111,313 in fiscal 1986 and $76,4 in fiscal 1987 from the general fund. It would be offset by increased land transaction fees which are deposited in the general fund. The addition these specialists, the department believes, will increase revenue from state lands by more than the additional cost. The committee recommends langua be inserted with this modified requiring an increase in transaction fees to cover the cost.

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Agency: Department of State Lands

Program: Resource Development

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	7.00	7.00	7.00	7.00	7.00	7.00	7.00	---
Personal Services	$137,805	$176,565	$169,548	$169,548	$176,638	$169,618	$169,618	23.0
Operating Expenses	54,459	39,756	40,183	39,756	40,136	41,729	40,136	(27.0)
Equipment	1,596	-0-	-0-	---	-0-	-0-	---	---
Non-Operating	259,956	647,587	647,585	647,587	716,817	716,817	716,817	149.1
Total Exp.	$453,816	$863,908	$857,316	$856,891	$933,591	$928,164	$926,571	88.8
FUNDING								
State Special Rev.	$453,816	$863,908	$857,316	$856,891	$933,591	$928,164	$926,571	88.8

Program Description: Land development projects including irrigation, range renovation, stockwater, and golf courses are undertaken by this program to increase revenue from state lands and improve and preserve the value of the land. The program is funded by an assessment of up to 2.5 percent of the income from state lands.

Current Level Budget: The committee's recommendations include $1,364,402 for land development projects in the 1987 biennium. The projects funded are listed below. The major operating expense for this program is travel with over one-half being applied for travel expenses. Vacancy savings is taken at 4 percent in this program.

Fiscal Year 1986	
Stockwater Projects	$ 45,000
Irrigation Projects	111,654
Range Renovation	39,228
Saline Seep	13,203
Commercial Projects	413,500
Title Perfection, Island Surveys Navigability Studies	25,000
Total	$647,585

Fiscal Year 1987	
Stockwater Projects	$ 65,000
Irrigation Projects	156,316
Range Renovation	117,686
Saline Seep	52,815
Commercial Projects	150,000
Weed Control	50,000
Bridges on Forest Lands	100,000
Title Perfection, Island Surveys, Navigability Studies	25,000
Total	$716,817

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SUBCOMMITTEE ACTION

Agency: Department of State Lands

Program: Forestry

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-8
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Chang
FTE	177.73	212.71	184.81	184.81	224.24	184.81	184.81	4.0
Personal Services	$3,969,574	$4,760,105	$4,213,537	$4,211,400	$5,002,797	$4,222,406	$4,220,020	6.1
Operating Expenses	2,051,078	2,601,095	2,075,377	2,109,811	2,577,380	2,078,902	2,078,446	2.9
Equipment	454,034	685,818	500,601	345,458	480,486	525,601	362,731	(23.9)
Non-Operating Exp.	45,282	25,000	---	---	25,000	---	---	
Total Exp.	$6,519,968	$8,072,018	$6,789,515	$6,666,669	$8,085,663	$6,826,909	$6,661,197	2.3
FUNDING								
General Fund	$3,891,453	$5,044,170	$4,682,387	$4,490,951	$5,077,541	$4,769,613	$4,520,945	15.4
State Special Rev.	1,409,340	1,352,706	745,780	817,764	1,354,891	704,279	796,034	(42.0)
Federal Revenue	1,219,175	1,675,142	1,361,348	1,357,954	1,653,231	1,353,017	1,344,218	11.4
Total Funding	$6,519,968	$8,072,018	$6,789,515	$6,666,669	$8,085,663	$6,826,909	$6,661,197	2.3

Language in Bill: The appropriation contains $2,539,819 in fiscal 1986 and $2,534,602 in fiscal 1987 for fire protection.

Program Description: The forestry program funds the management of state lands classified as forest land encompassing such activities as timber sale: brush removal, and replanting. This program provides for assistance to private foresters, loggers, and wood processors and maintains the state forest seedling nursery. It provides for fire protection on state and private lands in Montana. Fees are assessed for fire protection, timber stand improvem and brush and slash removal. In fiscal 1984 $662,276 of resource indemnity trust (RIT) interest funds had been used in this program. As a result language contained in HB 447, these funds are no longer available to fund operating expenses and are replaced with general funds.

Current Level Budget: Personal services and FTE increase as one FTE is transferred from the Central Management Program and employees authorized by tl 1983 legislature for fire protection on the Libby Block are added. Vacancy savings is applied at 4 percent. Funds are added for increased fore: thinning contracts of $30,991 in the biennium, contract slash and brush removal of $24,000 in the biennium, equipment contracts for $18,916 in tl biennium, and tree planting for $30,710 in the biennium. The committee added $14,000 of supplies to start a second crop at the greenhouse. / additional $18,500 was provided each year for aircraft rent for fire protection on the Libby Block. Equipment is funded at the fiscal 1984 level aft adjusting for start-up equipment purchased for the Libby Block.

Modified Recommendations: NOTE: The first three modifieds are related to expanding the timber harvest on state lands by 18 million board feet per yea You may want to consider them as a group.

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Expanded Timber Harvest Modifieds

Modified	General Fund	Other Funds	Total
1	$ -0-	$551,118	$ 551,118
2	625,625	-0-	625,625
3	129,017	396,000	525,017
Total	$754,642	$947,118	$1,701,760

(1) Expanded Brush Program: The committee recommends $267,472 and $283,646 in fiscal 1986 and 1987, respectively, for expansion of brush removal relating to an increase in the annual timber harvest of 18 million board feet. This would add 4 FTE. It is funded by $198,000 per year received from an $11 per thousand board feet assessment on the additional 18 million board feet harvested and cash balances in the brush account.

(2) Expanded Timber Sales: The committee recommends $308,496 in fiscal 1986 and $317,129 in fiscal 1987 general fund to prepare and sell an additional 18 million board feet of timber on state lands. To accomplish this, 7.92 FTE in fiscal 1986 and 9.5 FTE in fiscal 1987 are added. Income from the sales will accrue to the public school funds. The department estimates the expanded harvest will yield $1.3 million per year.

(3) Expanded Timber Stand Improvement: The committee recommends $248,758 and $276,259 in fiscal 1986 and 1987, respectively, for expanded timber stand improvement program. This will add 1.75 FTE in fiscal 1986 and 3.50 FTE in fiscal 1987. It would be funded by $198,000 per year received from an assessment of $11 per thousand board feet on the 18 million board feet of timber harvest. The remainder of $50,758 in fiscal 1986 and $78,259 in fiscal 1987 is from the general fund.

(4) Forest Economist: The committee recommends the addition of 1 FTE forest economist with federal funds. The cost of this is $29,215 in fiscal 1986 and $30,374 in fiscal 1987. This position aids in the preparation of cost-benefit analysis of department projects.

(5) Improved Nursery Production: The committee recommends $31,696 in fiscal 1986 and $31,707 in fiscal 1987 to improve production at the tree seedling nursery. Funds would be $18,000 federal with the remainder from nursery sales.

(6) White Sulphur Springs Block: The committee recommends $197,299 and $182,560 in fiscal 1986 and 1987, respectively, to provide fire protection on the While Sulphur Springs Block of forest lands. One-third of this would be funded by fire protection assessments with the remainder general fund. This is part of a program to provide direct state fire protection on more lands rather than purchasing the fire protection from the federal government.

(7) County Cooperative Fire Program: The committee recommends adding eleven counties to the county cooperative fire program at a cost of $275,000 per year. Two-thirds of this will be supported by general fund.

(8) Knapweed Research: The committee recommends $43,000 in fiscal 1986 and $42,000 in fiscal 1987 of federal funds for knapweed research. The funds will be regranted to the University of Montana.

Agency: Department of Fish, Wildlife and Parks

Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	511.29	495.85	459.47	459.47	496.73	459.47	459.47	(10.1)
Personal Services	$12,250,852	$12,664,086	$11,941,054	$11,950,744	$12,701,195	$11,961,756	$11,970,926	(2.4)
Operating Expenses	7,449,499	8,493,825	6,942,858	7,375,005	8,506,531	7,142,363	7,116,377	(1.0)
Equipment	1,141,021	1,558,023	727,157	1,153,384	1,248,662	730,277	1,061,914	1.1
Non-Operating	1,425,083	4,012,848	3,391,082	3,416,082	3,587,373	3,299,009	3,324,009	139.7
Total Exp.	$22,266,455	$26,728,782	$23,002,151	$23,895,215	$26,043,761	$23,133,405	$23,473,226	7.3
FUNDING								
General Fund	$ 624,724	$ 624,730	$ 512,330	$ 512,330	$ 624,730	$ 533,553	$ 533,553	(18.0)
State Special Rev.	14,399,260	16,798,697	13,894,138	15,056,266	16,180,659	14,113,843	14,697,495	4.6
Federal Revenue	5,308,088	7,066,167	6,861,097	6,534,220	6,946,754	6,756,700	6,428,413	23.1
Proprietary	1,934,383	2,239,188	1,734,535	1,792,399	2,291,618	1,729,309	1,813,765	(7.3)
Total Funding	$22,266,455	$26,728,782	$23,002,151	$23,895,215	$26,043,761	$23,133,405	$23,473,226	7.3

The Department of Fish, Wildlife and Parks is responsible for the preservation and protection of all forms of Montana's wildlife, their habitat, an the natural and cultural resources of aesthetic, scenic, historic, scientific, and archaeological significance.

The department consists of eight divisions: Centralized Services, Field Services, Fisheries, Law Enforcement, Wildlife, Parks and Recreation Conservation Education, and Administration. The previous Ecological Services Division was eliminated under the department's reorganization. Th responsibilities of the Ecological Services Division were transferred to the Fisheries, Wildlife, Administration, and Field Services Division. The Fiel Services Division is a newly created division which includes the field activities of the seven regional headquarters, department personnel functions game damage activities, aircraft, and private land owner relations.

The department is supported by a variety of revenues, the largest of which is the general hunting and fishing licenses. The following table list revenue applied in the fiscal 1986 and 1987 current level budget approved by the committee.

Department of Fish, Wildlife and Parks Revenue

Funding Source	Amount Fiscal 1986	Amount Fiscal 1987
General Fund	$ 512,330	$ 533,553
Non-Game Wildlife	45,000	45,000
Snowmobile Fuel Tax	239,202	238,164
Coal Tax Trust Earnings	359,209	389,250
General License	12,910,371	12,446,194
State Parks Income	436,358	440,358
Motor Boat Fuel Tax	618,249	685,314
Motor Boat ID	42,361	44,400
Snowmobile Registration	37,748	37,748
Fishing Access Site Acquisition	77,768	81,067
Warden's Retirement--Fines	290,000	290,000
Federal	6,534,220	6,428,413
Print Shop--Proprietary	138,456	134,877
Equipment--Proprietary	1,270,940	1,308,757
Warehouse--Proprietary	226,983	227,162
Capitol Grounds--Proprietary	156,020	142,969
Total	$23,895,215	$23,473,226

The committee includes appropriation authority for federal and private grants that currently are undetermined. This authority will allow the agency to receive and expend the funds without a budget amendment. In order to maintain legislative oversight on this authority, the committee recommends the following language be inserted in the appropriation act.

"The appropriation of legislative contract authority are subject to the following provisions.

1. Legislative contract authority applies only to federal and private funds.

2. Legislative contract authority expenditures must be reported on state accounting records separately from current level operations.

3. A report shall be submitted by the department to the Legislative Fiscal Analyst following the end of fiscal 1986 and following the end of fiscal 1987 which includes the following.

   a. A description of the additional services provided by each grant of federal or private funds.

   b. An evaluation of the effectiveness of the additional services relating to each grant."

cnleg2:fwp app nar/2

SUBCOMMITTEE ACTION

Agency: Department of Fish, Wildlife and Parks

Program: Centralized Services

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	42.66	46.52	43.52	43.52	46.52	43.52	43.52	2.0
Personal Services	$ 889,363	$1,031,121	$ 979,256	$ 978,941	$1,032,494	$ 980,641	$ 980,292	10.2
Operating Expenses	1,983,925	2,109,468	1,973,378	1,993,814	2,078,656	1,975,943	1,966,434	.5
Equipment	587,369	597,726	470,607	489,607	659,295	451,295	515,795	(16.6)
Non Operating	-0-	275,000	40,000	40,000	176,000	40,000	40,000	---
Total Exp.	$3,460,657	$4,013,315	$3,463,241	$3,502,362	$3,946,445	$3,447,879	$3,502,521	1.2
FUNDING								
State Special Rev	$1,491,468	$1,735,071	$1,455,070	$1,572,977	$1,599,024	$1,451,501	$1,540,128	5.5
Federal Revenue	226,543	293,006	390,792	293,006	291,597	390,082	291,597	29.3
Proprietary	1,742,646	1,985,238	1,617,379	1,636,379	2,055,824	1,606,296	1,670,796	(6.1)
Total Funding	$3,460,657	$4,013,315	$3,463,241	$3,502,362	$3,946,445	$3,447,879	$3,502,521	1.2

Program Description: This program funds administrative services for the department and manages the vehicle fleet, and equipment and supply warehouses. It also manages the license drawings. Funding is provided by a mixture of license fees, gasoline taxes, coal tax trust revenues, and federal funds. The print shop, warehouse and vehicle fleet are operated as proprietary funds with revenue coming from the programs within the department.

Current Level Budget: Personal services increase as vacancy savings was 6 percent in fiscal 1984. Vacancy savings is taken at 4 percent in the 1987 biennium. The budget includes $627,369 for commissions for license agents in the biennium which represents a 1.3 percent increase over fiscal 1984. Funds are provided to replace 91 vehicles in the biennium. This is based on the department's policy to replace vehicles at 85,000 miles. Non-operating expenses of $40,000 per year is authority to expend federal and private funds that may become available and would normally require a budget amendment.

Modified Recommendations:

	FTE		Funding		
Description	Fiscal 1986	Fiscal 1987	Source	Fiscal 1986	Fiscal 1987
1. Special License Drawing Staff	1.00	1.00	General License	$ 24,733	$ 24,039
2. Purchasing Manager	1.00	1.00	General License	5,960	5,858
			Coal Tax Trust	5,960	5,857
			Snowmobile Fuel	5,960	5,857
			Motor Boat Fuel	5,960	5,858
3. Vehicles Supplies and Maintenance Relating to Modifieds	-0-	-0-	Equipment Proprietary	128,308	131,205
4. Vehicle Supplies and Maintenance Relating to Legislative Contract Authority	-0-	-0-	Equipment Proprietary	135,000	136,000
5. Equity Transfer	-0-	-0-	General License	100,000	

cnleg2:fwp app nar/3

Agency: Department of Fish, Wildlife and Parks — Program: Fisheries

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	91.12	99.29	90.79	90.79	99.29	90.79	90.79	(.4)
Personal Services	$2,316,537	$2,488,404	$2,315,075	$2,313,374	$2,492,430	$2,319,136	$2,317,329	(.1)
Operating Expenses	1,029,518	1,197,907	986,914	1,037,420	1,188,660	1,020,936	999,633	.8
Equipment	73,688	130,150	58,350	109,150	98,730	31,355	83,730	48.1
Non-Operating	5,000	1,266,500	1,266,500	1,266,500	1,217,000	1,217,000	1,217,000	---
Total Exp.	$3,424,743	$5,082,961	$4,626,839	$4,726,444	$4,996,820	$4,588,427	$4,617,692	38.0
FUNDING								
State Special Rev	$3,111,872	$2,782,128	$2,584,184	$2,683,789	$2,782,640	$2,609,942	$2,639,207	(13.8)
Federal Revenue	312,871	2,300,833	2,042,655	2,042,655	2,214,180	1,978,485	1,978,485	552.9
Total Funding	$3,424,743	$5,082,961	$4,626,839	$4,726,444	$4,996,820	$4,588,427	$4,617,692	38.0

Program Description: This program provides funds to manage Montana's fishing resources to provide optimum sport fishing. This includes operation of hatcheries, fishing habitat improvement, and research.

Current Level Budget: The budget applies vacancy savings at a rate of 4 percent. Major operating expenses of this program are travel at $291,000 per year, fish food at $110,000 per year, and computer processing at $77,000 per year. The budget includes $26,000 per year for emergency waterway repairs. The committee authorized printing of a fishing regulation booklet in fiscal 1986. The amount allowed for equipment includes $35,000 to replace a research boat and $42,500 for a tractor and forage harvester. The budget includes $1,247,000 in fiscal 1986 and $1,201,000 in fiscal 1987 to expend unanticipated federal and private grants.

Modified Recommendations:

	FTE		Funding		
Description	Fiscal 1986	Fiscal 1987	Source	Fiscal 1986	Fiscal 1987
1. Angler Preference Survey	.50	.50	General License	$18,450	$20,347
			Federal	55,312	61,004
2. Lower Clark Fork Study	3.00	3.00	General License	23,236	18,271
			Federal	69,709	57,812
3. Warm Water Fish Program	2.00	2.00	General License	12,201	13,271
			Federal	36,603	39,813
4. Painted Rock Water Purchase	-0-	-0-	General License	20,000	20,000
5. Beaverhead National Forest Fish Inventory	1.00	1.00	General License	25,667	25,678

cnleg22:fwp app nar/4

Agency: Department of Fish, Wildlife and Parks

Program: Law Enforcement

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	88.33	87.83	86.33	86.33	87.83	86.33	86.33	(2.3)
Personal Services	$2,513,340	$2,598,169	$2,544,419	$2,561,079	$2,602,673	$2,548,979	$2,565,569	1.9
Operating Expenses	706,264	875,597	734,592	759,468	880,939	764,478	764,271	7.5
Equipment	153,497	84,014	67,970	72,825	56,000	44,400	47,900	(52.5)
Non-Operating	272,841	374,000	374,000	374,000	374,000	374,000	374,000	37.1
Total Exp.	$3,645,942	$3,931,780	$3,720,981	$3,767,372	$3,913,612	$3,731,857	$3,751,740	3.3
FUNDING								
State Special Rev	$3,645,942	$3,847,780	$3,636,981	$3,683,372	$3,829,612	$3,647,857	$3,667,740	1.0
Federal Revenue	-0-	84,000	84,000	84,000	84,000	84,000	84,000	---
Total Funding	$3,645,942	$3,931,780	$3,720,981	$3,767,372	$3,913,612	$3,731,857	$3,751,740	3.3

Program Description: The law enforcement program is responsible for enforcement of fish and game laws and regulations, administration of special purpose licenses, assisting land owners, alleviating wildlife damage, and conservation officer training.

Current Level Budget: One position authorized in the previous session for a Colstrip warden is taken out of current level as Coal Board funding was not received. This position is presented as a modified. Vacancy savings is anticipated at 4 percent in this program. The major operating expense in the program is the cost of warden travel at $493,000 per year. This budget includes the addition of $9,938 in the biennium to establish a physical fitness program for the wardens. The elimination of mandatory retirement makes it desirable to implement such a program. The budget includes $20,000 per year for relocation of employees. Equipment includes $21,170 for sirens and light bars for enforcement vehicles, $58,000 for replacement snowmobiles, $17,000 for replacement boats, $5,000 for horses, and $19,555 for other items. Non-operating expenses include $290,000 per year as a contribution to the game wardens retirement system and $84,000 per year of authority for unanticipated federal and private grants.

Modified Recommendations:

	FTE		Funding		
Description	Fiscal 1986	Fiscal 1987	Source	Fiscal 1986	Fiscal 1987
1. Colstrip Warden	1.00	1.00	General License	$40,901	$40,967
2. Operation Game Thief	-0-	-0-	General License	11,020	11,438
3. Increase Warden Travel to 20,000 Miles Per Year from Current 18,000	-0-	-0-	General License	27,040	27,040

cnleg2:fwp app nar/5

Agency: Department of Fish, Wildlife and Parks | Program: Wildlife

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	88.79	95.49	89.14	89.14	95.76	89.14	89.14	.4
Personal Services	$2,512,341	$2,614,343	$2,457,756	$2,455,752	$2,625,101	$2,461,966	$2,459,842	(2.3)
Operating Expenses	1,545,098	1,919,928	1,332,732	1,592,452	1,990,610	1,392,616	1,609,651	3.1
Equipment	40,782	243,260	39,160	108,660	83,618	36,467	45,468	166.4
Non-Operating	19,275	1,041,729	1,032,009	1,032,009	1,004,729	995,009	995,009	0.0
Total Exp.	$4,117,496	$5,819,260	$4,861,657	$5,188,873	$5,704,058	$4,886,058	$5,109,970	26.0
FUNDING								
State Special Revenue	$2,154,937	$2,618,911	$1,892,456	$2,219,672	$2,533,920	$1,954,906	$2,178,818	3.0
Federal Special	1,962,559	3,200,349	2,969,201	2,969,201	3,170,138	2,931,152	2,931,152	51.3
Total Funding	$4,117,496	$5,819,260	$4,861,657	$5,188,873	$5,704,058	$4,886,058	$5,109,970	26.0

Program Description: The Wildlife Division is responsible for game management including operation and maintenance of wildlife management areas and survey, inventory and research on the state's wildlife.

Current Level Budget: Vacancy savings is taken at 4 percent in this program. Operating expenses, held basically at the fiscal 1984 level, include $380,000 per year for travel; $74,875 in fiscal 1986 and $77,985 in fiscal 1987 for big game and grizzly bear research; $50,000 per year for contract maintenance on wildlife management areas; $77,500 per year for timber harvest on Mt. Hagan ranch, and $271,000 per year for aircraft rental. Equipment allowed includes $49,601 for a tractor with backhoe, frontend loader, post hole digger and post driver, $20,500 for replacement checking station trailers, and $12,000 for replacement snowmobiles. Non-operating expenses include $1,015,000 in fiscal 1986 and $978,000 in fiscal 1987 authority for unanticipated federal and private grants.

Modified Recommendations:

	FTE		Funding		
Description	Fiscal 1986	Fiscal 1987	Source	Fiscal 1986	Fiscal 1987
1. Hunter Preference Survey	.50	.50	General License	$ 17,177	$ 19,930
			Federal	53,330	59,789
2. Grizzly/Black Bear Trends	1.00	1.00	General License	60,392	56,719
3. Deer/Elk/Antelope Population Predictions	-0-	-0-	General License	25,832	26,050
			Federal	77,295	78,149
4. Landowner Cooperative Management	2.10	2.10	General License	72,705	72,720
5. Furbearers Study	.50	.50	General License	32,535	31,813
6. Weed Control Evaluation	-0-	-0-	General License	20,395	20,419
7. Computer Programmer	1.00	1.00	General License	7,610	7,634
			Federal	22,828	22,899
8. Equipment Reimbursement to Federal Government	-0-	-0-	General License	90,200	-0-

Agency: Department of Fish, Wildlife and Parks

Program: Parks and Recreation

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	87.13	100.21	87.43	87.43	100.57	87.43	87.43	.3
Personal Services	$1,596,222	$1,968,424	$1,775,751	$1,771,253	$1,977,369	$1,779,035	$1,774,418	11.0
Operating Expenses	897,515	1,218,612	952,573	996,870	1,167,070	995,662	999,713	11.1
Equipment	55,600	233,107	54,690	92,840	199,890	54,890	97,890	67.0
Non-Operating	1,045,156	790,046	500,000	500,000	617,644	500,000	500,000	(52.2)
Total Exp.	$3,594,493	$4,210,189	$3,283,014	$3,3360,963	$3,961,973	$3,329,587	$3,372,021	(6.5)
FUNDING								
General Fund	$ 624,724	$ 624,730	$ 512,330	$ 512,330	$ 624,730	$ 533,553	$ 533,553	(18.0)
State Special Rev.	1,821,137	2,831,509	2,153,528	2,192,613	2,601,449	2,173,021	2,195,499	20.4
Federal Revenue	1,042,370	500,000	500,000	500,000	500,000	500,000	500,000	(52.0)
Proprietary	106,262	253,950	117,156	156,020	235,794	123,013	142,969	46.8
Total Funding	$3,594,493	$4,210,189	$3,283,014	$3,360,963	$3,961,973	$3,329,587	$3,372,021	(6.5)

Program Description: Parks and Recreation is responsible for operation and maintenance of the state park system and its parks, recreation areas, monuments, recreational waterways, trails, and fishing access sites. It administers the federal Land and Water Conservation Funds and snowmobile recreation programs and provides grounds maintenance for the capitol complex.

Current Level Budget: The current level budget shows a substantial increase in personal services as vacancies exceeded 10 percent in fiscal 1984. A 4 percent vacancy rate is applied in the 1987 biennium. The budget allows $22,000 to replace unreadable and damaged signs and install signs where they are missing or violate highway safety standards. Major equipment purchases allowed include $60,050 for tractors, $21,100 for a snow plow and sander for the capitol complex, $84,280 to replace mowers, and $7,900 for high band mobile radios.

The budget for capitol grounds maintenance is $156,020 in fiscal 1986 which includes the purchase of a snow plow and sander and $142,969 in fiscal 1987. Of these amounts, $96,216 and $104,265 in fiscal 1986 and 1987, respectively, are contracted services.

Modified Recommendations:

Description	FTE Fiscal 1986	FTE Fiscal 1987	Funding Source	Funding Fiscal 1986	Funding Fiscal 1987
1. Landscaping and Maintenance	1.00	1.00	Coal Tax Trust Earnings	$ 7,281	$ 7,028
			General License	7,281	7,028
			Motor Boat Fuel Tax	7,281	7,028
			Capitol Grounds Proprietary	7,282	7,029
2. Region 3 Fishing Access	.25	.25	General License	3,640	3,643
3. Region 6 Park Manager	.50	.50	General License	7,157	6,610
			Motor Boat Fuel Tax	14,312	13,219
4. Coal Tax Parks Operations and Maintenance	2.11	2.11	Coal Tax Trust Earnings	53,547	45,921
5. Region 2 Site Maintenance	.80	.80	Motor Boat Fuel Tax	19,116	16,289
6. Region 7 Recreation Site Improvement	1.00	1.00	Coal Tax Trust Earnings	7,703	7,706
			Motor Boat Fuel Tax	7,702	7,705
7. Region 5 Recreation Site Improvement	.50	.50	General License	2,114	2,114
			Coal Tax Trust Earnings	2,113	2,114
			Motor Boat Fuel Tax	2,113	2,114
8. Recreation Fee Collection	2.72	2.72	Motor Boat Fuel Tax	42,860	38,776
9. Land Based Parks--Operation and Maintenance	2.26	2.26	Coal Tax Trust Earnings	60,003	50,012
10. Lone Pine Park Operation and Maintenance	1.00	1.00	Coal Tax Trust Earnings	14,893	14,610
11. Cabin Site Appraisals	-0-	-0-	Motor Boat Fuel Tax	52,000	-0-
12. Snowgroomer Replacement	-0-	-0-	Snowgroomer Proprietary	100,000	100,000
13. Establish Snowgroomer Proprietary Account	-0-	-0-	Snowmobile Fuel Tax	290,046	117,644
14. Improve Weed Control	-0-	-0-	Coal Tax Trust Earnings	5,304	5,304
			Motor Boat Fuel Tax	5,304	5,304
15. Bannack Interpreter	.15	.15	Coal Tax Trust Earnings	2,561	2,500
16. Sommers Rest Area	.39	.39	Motor Boat Fuel Tax	17,544	7,546
17. Newlan Creek Reservoir	.10	.10	Motor Boat Fuel Tax	2,690	1,867
18. Capitol Complex Mapping	-0-	-0-	Capitol Grounds Proprietary	6,240	5,307
19. Anaconda Stack Operation	-0-	-0-	Coal Tax Trust Interest	1,000	1,000
			Federal and Private Funds	1,500	1,500

cnleg2:fwp app nar/8

Agency: Department of Fish, Wildlife and Parks

Program: Conservation Education

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	19.25	23.00	20.25	20.25	23.25	20.25	20.25	5.2
Personal Services	$542,397	$ 657,294	$ 603,878	$ 603,540	$ 662,150	$ 604,392	$ 604,039	16.3
Operating Expenses	402,710	492,528	419,999	439,230	518,975	431,680	465,526	9.1
Equipment	12,184	44,424	13,488	22,214	37,404	9,040	14,604	82.3
Non Operating	-0-	30,000	30,000	30,000	30,000	30,000	30,000	0.0
Total Exp.	$957,291	$1,224,246	$1,067,365	$1,094,984	$1,248,529	$1,075,112	$1,114,169	14.4
FUNDING								
State Special Rev	$813,712	$1,109,926	$ 965,126	$ 992,745	$1,132,488	$ 972,902	$1,011,959	22.0
Federal Revenue	143,579	114,320	102,239	102,239	116,041	102,210	102,210	(28.8)
Total Funding	$957,291	$1,224,246	$1,067,365	$1,094,984	$1,248,529	$1,075,112	$1,114,169	14.4

Program Description: This program funds public relations functions of the department, Montana Outdoors Magazine, and beginning this biennium, Hunter and Boating Safety Programs. These latter programs are transferred from the Law Enforcement Program.

Current Level Budget: The current level budget adds one FTE and expenses to reflect the transfer of Hunter and Boating Safety Programs to this program. Vacancy savings is taken at 4 percent. Operating expenses are increased $41,800 in the biennium for printing costs of Montana Outdoors and information brochures and $13,000 in the biennium for production of films. Equipment includes $4,290 for replacement films for the library, $5,545 for animal skins, $5,000 for video tape players/recorders, $3,875 for office equipment, and $8,108 for photographic equipment. Non-operating expense represent $30,000 per year of authority for unanticipated federal and private grant funds.

Modified Recommendations:

	FTE		Funding		
Description	Fiscal 1986	Fiscal 1987	Source	Fiscal 1986	Fiscal 1987
1. Video Taping/Hunter Education	.50	.50	General License	$12,040	$ 6,804
			Snowmobile Fuel Tax	10,030	5,103
			Motor Boat Fuel Tax	10,030	5,103
			Motor Boat Certification	10,030	5,103
			Federal	10,030	5,103
2. Montana Outdoors Promotion	-0-	-0-	General License	3,000	3,000
			Snowmobile Fuel	3,000	3,000
			Coal Tax Trust Earnings	3,000	3,000
			Motor Boat Fuel	3,000	3,000
3. Regulations Production	.50	.50	General License	12,584	12,957
4. Administrative Aid	.25	.25	General License	4,044	4,050

cnleg2:fwp app nar/9

Agency: Department of Fish, Wildlife and Parks

Program: Administration

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	14.19	13.01	13.01	13.01	13.01	13.01	13.01	(8.3)
Personal Services	$451,296	$ 482,619	$479,977	$482,619	$483,746	$481,117	$483,746	6.9
Operating Expenses	213,454	244,929	218,652	224,975	244,778	221,585	224,838	5.4
Equipment	48,759	175,200	4,600	160,200	600	600	600	228.6
Non Operating	80,000	157,000	95,000	95,000	95,000	95,000	95,000	18.8
Total Exp.	$793,509	$1,059,748	$798,229	$962,794	$824,124	$798,302	$804,184	21.3
FUNDING								
State Special Rev.	$710,198	$ 860,744	$528,109	$763,790	$626,145	$528,698	$606,205	7.6
Federal Revenue	83,311	199,004	270,120	199,004	197,979	269,604	197,979	138.9
Total Funding	$793,509	$1,059,748	$798,229	$962,794	$824,124	$798,302	$804,184	21.3

Program Description: This funds the director's office and staff and the Fish and Game Commission. It also includes the resource assessment unit and planning unit.

Current Level Budget: The personal services are budgeted with a 4 percent vacancy savings. Funds for out-of-state travel are increased $6,000 per year. The budget contains $30,000 per year for private legal counsel to work with water rights adjudication. Equipment includes $56,000 for computers for four regional offices, $8,000 for a computer communications network, $13,000 for word processing equipment, $3,600 for a SBAS terminal, $4,000 to replace two typewriters, $1,200 for mounted animals, and $75,000 for the Natural Heritage Program. The latter item is to be expended only for the purpose named.

Modified Recommendations:

	FTE		Funding		
Description	Fiscal 1986	Fiscal 1987	Source	Fiscal 1986	Fiscal 1987
1. Stream Access	-0-	-0-	General License	$65,000	$65,000
2. Payment to Federal Government	-0-	-0-	General License	62,000	-0-

cnleg2:fwp app nar/10

Agency: Department of Fish, Wildlife and Parks

Program: Field Services

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	29.07	30.50	29.00	29.00	30.50	29.00	29.00	(.2)
Personal Services	$ 746,640	$ 823,712	$ 784,942	$ 784,186	$ 825,232	$ 786,490	$ 785,691	5.0
Operating Expenses	296,285	434,856	324,018	330,776	436,843	339,463	334,908	11.6
Equipment	4,370	50,142	18,292	97,888	113,125	102,230	7,330	2,140.0
Non-Operating	2,811	78,573	53,573	78,573	73,000	48,000	73,000	2,695.2
Total Exp.	$1,050,106	$1,387,283	$1,180,825	$1,291,423	$1,448,200	$1,276,183	$1,200,929	27.0
FUNDING								
State Special Rev.	$1,049,562	$1,012,628	$ 678,735	$ 947,308	$1,075,381	$ 775,016	$ 857,939	(9.7)
Federal Revenue	544	374,655	502,090	344,115	372,819	501,167	342,990	631.6
Total Funding	$1,050,106	$1,387,283	$1,180,825	$1,291,423	$1,448,200	$1,276,183	$1,200,929	27.0

Program Description: Field services is responsible for coordinating and supervising field activities of the seven regional headquarters, personnel functions, aircraft operations, landowner relations, and game damage control activities.

Current Level Budget: Personal services increases as vacancy savings was nearly 5 percent in fiscal 1984. A 4 percent rate is applied in the 1987 biennium. Funds are provided to obtain a helicopter to replace the one damaged in January. The budget includes $25,000 per year for emergency repairs to the department facilities. Equipment includes replacement of two copy machines, a refrigerator, office furniture, a snow plow, and purchase of big game trapping equipment. Non-operating expenses include $45,000 authority for anticipated federal and private funds, $8,573 to repave a parking lot at region headquarters, and $3,000 to connect Region 5 headquarters to the city sewer.

Modified Recommendations:

	FTE		Funding		
Description	Fiscal 1986	Fiscal 1987	Source	Fiscal 1986	Fiscal 1987
1. Insurance on Aircraft Passengers	-0-	-0-	General License	$24,000	$24,000
2. Landowner Livestock Damage Insurance	-0-	-0-	General License	20,000	20,000
3. Game Damage Control	1.0	1.0	General License	75,000	75,000
4. Data Processing	1.0	1.0	Federal Overhead	30,540	29,829
5. Expend Insurance Awards Resulting from Damages to Department Buildings	-0-	-0-	Insurance Proceeds	25,000	25,000
6. Landowner Meetings	-0-	-0-	General License	2,000	2,000

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Agency: Department of Natural Resources and Conservation

Program: Agency Summary

	FY 1984	- - - - Fiscal 1986	- - - -	- - - -	- - - - Fiscal 1987	- - - -	- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	266.90	257.79	248.09	248.09	256.79	248.59	248.59	(7.0)
Personal Services	$ 5,808,159	$ 6,434,324	$ 6,039,724	$ 6,154,005	$ 6,417,672	$ 6,059,824	$ 6,173,893	6.0
Operating Expenses	3,032,862	6,942,746	4,617,998	4,948,319	4,811,757	4,486,808	4,699,157	63.2
Equipment	140,580	111,272	117,585	107,261	51,497	58,704	51,497	(23.7)
Non-operating	3,616,736	3,621,414	1,572,714	2,372,714	1,479,206	1,479,206	1,479,206	(34.4)
Total Exp.	$12,598,337	$17,109,756	$12,348,021	$13,582,299	$12,760,132	$12,084,542	$12,403,753	7.8
FUNDING								
General Fund	$ 4,318,642	$ 5,938,603	$ 4,472,581	$ 5,559,093	$ 5,706,439	$ 4,371,160	$ 5,393,803	28.7
State Special Rev.	6,817,966	7,975,909	6,679,600	6,756,897	5,872,170	6,525,515	5,864,614	(.9)
Federal Revenue	1,448,525	3,195,244	1,195,840	1,266,309	1,181,523	1,187,867	1,145,336	(12.6)
Proprietary	13,204	-0-	-0-	-0-	-0-	-0-	-0-	0.0
Total Funding	$12,598,337	$17,109,756	$12,348,021	$13,582,299	$12,760,132	$12,084,542	$12,403,753	7.8

The Department of Natural Resources is responsible for maintenance and enhancement of Montana's land, water, and energy resources. The conservation districts division provides leadership and financial assistance to the state's 59 conservation districts. The oil and gas division regulates the exploration for and production of oil and gas. The water resources division administers the state's water development program, state owned water projects, and water rights recording. The energy division operates the alternative energy program and administers the facility siting program.

General fund appropriated to the department rises substantially as Resource Indemnity Trust (RIT) interest funds are no longer used for operating expenses in the agency. In fiscal 1984, $1,470,111 of RIT interest funds were expended. Adjusting for the replacement of RIT interest funds with general fund, the general fund change from fiscal 1984 to 1986 would be a 4 percent reduction.

Agency: Department of Natural Resources and Conservation

Program: Centralized Services

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	44.37	42.00	40.50	40.50	42.00	41.00	41.00	(8.7)
Personal Services	$1,094,234	$1,128,786	$1,084,651	$1,087,651	$1,130,745	$1,093,589	$1,095,989	(.6)
Operating Expenses	318,449	614,187	460,297	498,536	464,776	369,137	381,269	56.6
Equipment	3,583	37,372	4,178	25,963	4,827	2,066	4,827	624.6
Total Exp.	$1,416,266	$1,780,345	$1,549,126	$1,612,150	$1,600,348	$1,464,792	$1,482,085	13.8
FUNDING								
General Fund	$1,069,230	$1,283,059	$1,105,624	$1,154,679	$1,098,375	$1,015,859	$1,019,383	8.0
State Special Rev.	314,664	327,286	287,471	287,471	331,973	292,902	292,902	(8.6)
Federal Revenue	32,372	170,000	156,031	170,000	170,000	156,031	170,000	425.1
Total	$1,416,266	$1,780,345	$1,549,126	$1,612,150	$1,600,348	$1,464,792	$1,482,085	13.8

Program Description: Centralized services is responsible for budgeting accounting, purchasing, data processing, publications, and general administration for the department. Chiefly funded from the general fund, the program also receives support from various state and federal revenues used in the other programs within the department.

Current Level Budget: The FTE decline as two are transferred to the oil and gas program and a pilot is transferred to the Department of State Lands. A secretarial position, vacant in fiscal 1984, is reinstated as .50 FTE in fiscal 1986 and 1.0 FTE in fiscal 1987. Vacancy savings is taken at 4 percent.

Rent costs were adjusted to reflect the department's move to its new building in mid fiscal 1986. Rent is paid on both old and new buildings for a one month period during the move. A one-time $20,000 amount is included in fiscal 1986 to pay moving costs. The increase in operating expenses in fiscal 1986, when compared to fiscal 1984, is largely attributable to consolidation of Helena Office rent expenses in this program. Offsetting reductions occur in other programs. Total Helena Office rent costs are $292,415 in fiscal 1986 and $246,069 in fiscal 1987.

The budget includes $20,000 to print the Natural Resources Series. Cost of the printing will be paid from the general fund and reimbursed from sales, primarily to schools. The Board of Natural Resources is provided $9,000 per year for private legal counsel. Equipment includes 2 terminals, memory, disk storage, and ports.

Modified Recommendations: (1) Adjudication Lawyer: The committee recommends the addition of an attorney to assist with the increased workload resulting from water adjudication. This position will be funded 70 percent from the general fund and 30 percent from water development funds.

(2) Programmer/Analyst: The committee recommends the addition of a programmer/analyst to assist the various programs within the department with their data processing requirements. This position would be funded from water development, alternative energy, and oil and gas commission funds.

(3) Grant and Loan Monitoring System: The committee recommends the addition of $46,400 in the biennium for a grant and loan monitoring system. Funds would be used for development or purchase of such a system. Funding is shared based upon the shares of grants and loans within the department; $6,032 would come from the general fund.

Agency: Department of Natural Resources and Conservation

Program: Oil and Gas Conservation

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	23.00	24.00	24.00	24.00	24.00	24.00	24.00	4.3
Personal Services	$519,562	$607,216	$583,195	$607,216	$608,798	$584,546	$608,798	16.9
Operating Expenses	203,931	244,274	248,479	270,022	240,888	244,780	270,761	32.4
Equipment	38,156	24,630	30,820	24,630	28,700	27,652	28,700	(35.4)
Total Exp.	$761,649	$876,120	$862,494	$901,868	$878,386	$856,978	$908,259	18.4
FUNDING								
State Special Rev.	$761,649	$876,120	$862,494	$901,868	$878,386	$856,978	$908,259	18.4

Language in Bill: The appropriation for travel of $2,500 in fiscal 1986 and $5,000 in fiscal 1987 is contingent upon filling all inspector positions.

The oil and gas conservation division is authorized to spend any funds received from bonds authorized in Section 82-11-123 (5), MCA, on oil and gas wells and such funds are appropriated for those purposes.

Program Description: The oil and gas conservation program regulates explorations and production of crude oil and natural gas including issuance of drilling permits, classification of wells, establishing well spacing units and pooling orders, inspection of drilling, production of seismic operations, investigation of complaints, and maintenance of well data and production information. It is funded through a tax on production.

Current Level Budget: The personal services increases as two positions were vacant the entire year of fiscal 1984 due to a lack of exploration activity. One position added in fiscal 1985 by the 1983 legislature comes into the budget. No vacancy savings is applied to the program. Travel and gasoline are increased to allow for the filling of the vacant position and one additional FTE. Software rent, data processing expenses and repair and maintenance for data processing equipment are increased as the program's part of the agency's data processing enhancement.

Modified Recommendations: The committee recommends that $25,000 be line-item appropriated for litigation costs relating to the applicability of the Montana Environmental Policy Act (MEPA) to drilling permits issued by the Oil and Gas Commission.

Agency: Department of Natural Resources and Conservation

Program: Conservation Districts

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	5.20	5.20	5.00	5.20	5.20	5.00	5.20	0.0
Personal Services	$107,878	$129,176	$126,695	$134,411	$129,615	$126,838	$134,854	24.6
Operating Expenses	106,658	295,703	110,282	293,096	316,809	111,531	314,106	174.8
Equipment	6,224	9,827	9,827	9,827	250	250	250	57.9
Non-Operating	282,138	320,000	320,000	320,000	320,000	320,000	320,000	13.4
Total Exp.	$502,898	$754,706	$566,804	$757,334	$766,674	$558,619	$769,210	50.6
FUNDING								
General Fund	$ -0-	$280,949	$270,804	$286,184	$275,321	$262,619	$280,560	---
State Special Rev.	500,514	471,150	296,000	471,150	488,650	296,000	488,650	(5.9)
Federal Revenue	2,384	2,607	---	---	2,703	---	---	(100.0)
Total Funding	$502,898	$754,706	$566,804	$757,334	$766,674	$558,619	$769,210	50.6

Program Description: This program provides supervision, coordination, and assistance to the 59 conservation districts in the state, administers the rangeland resource loan program, and the conservation district grant program. The rangeland resources loans are funded from Renewable Resources Development funds (RRD). The conservation district grant program is funded from the coal severance tax. Watershed planning is funded from RRD funds. The division's administrative costs and a $100,000 per year subsidy for conservation district administrative costs are financed from general fund.

Current Level Budget: Personal services increase as a resource program specialist and .2 FTE typist position were vacant all of fiscal 1984. No vacancy savings is applied to this program. Operating expenses show a substantial increase as rangeland resource loans of $175,150 and $195,150 in fiscal 1986 and 1987, respectively, are shown here. These are not listed as expenses in the fiscal 1984 figure. Travel is increased $3,716 per year as fiscal 1984 was a year of abnormally low operations due to vacancies previously discussed. Non-operating costs include $220,000 per year for conservation district projects grants and $100,000 to assist conservation districts with administrative costs. Equipment allowed includes one vehicle in fiscal 1986. The budget includes $68,000 per year for contracts with conservation districts for watershed planning.

Modified Recommendations. (1) Triangle Saline Seep. The committee recommends $75,000 per year general fund for a grant to the Triangle Saline Seep Project. This funds a field team who work with farmers to prevent saline seep and reclaim land lost to saline seep.

(2) Corps of Engineers Office. The committee recommends $2,607 in fiscal 1986 and $2,703 in fiscal 1987 of federal authority to expend payments from the Corps of Engineers for costs associated with sharing an office.

Agency: Department of Natural Resources and Conservation

Program: Water Resources

	FY 1984	- - - - - - - - Fiscal 1986	- - - - - - - -		- - - - - - - - Fiscal 1987	- - - - - - - -		FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	141.59	143.59	140.59	140.59	140.59	140.59	140.59	(.7)
Personal Services	$3,027,443	$3,427,183	$3,243,449	$3,322,993	$3,434,436	$3,250,862	$3,330,263	9.8
Operating Expenses	1,628,176	1,238,980	1,166,468	1,202,346	1,262,545	1,195,583	1,230,917	(26.2)
Equipment	90,067	35,724	69,241	31,604	14,470	25,486	14,470	(64.9)
Non-Operating	1,229,680	2,026,500	8,500	808,500	8,500	8,500	8,500	(34.3)
Total Exp.	$5,975,366	$6,728,587	$4,487,658	$5,365,443	$4,719,951	$4,480,431	$4,584,150	(10.2)
FUNDING								
General Fund	$2,703,027	$3,745,285	$2,543,223	$3,652,065	$3,710,932	$2,535,996	$3,626,659	35.1
State Special Rev.	3,202,548	2,940,502	1,901,635	1,670,578	966,219	1,901,635	914,691	(47.8)
Federal Revenue	69,791	42,800	42,800	42,800	42,800	42,800	42,800	(38.7)
Total Funding	$5,975,366	$6,728,587	$4,487,658	$5,365,443	$4,719,951	$4,480,431	$4,584,150	(10.2)

Program Description: The Water Resources Program includes funds for water rights, water management, water engineering, water development, and water resources administration bureaus. The water rights bureau, funded by general fund, administers the new appropriations of water and the filing and field investigation of previous rights prior to adjudication by the Water Court. The water management bureau, funded with general fund, maintains the state water plan, provides technical assistance to the other bureaus, and provides legal and technical assistance to the reserved Water Rights Compact Commission. The Engineering Bureau is responsible for state-owned water development projects, floodplain management, and provides engineering and technical assistance to water user's associations. The Water Development Bureau, funded with water development funds, is responsible for issuance of bonds to fund water development loans and review of projects.

Current Level Budget: One FTE associated with the National Water Use Data System is eliminated as this federally funded program is terminated. Vacancy savings are taken at 5 percent as the program experienced a 10 percent rate in fiscal 1984. Operating expenses decline as rent for Helena offices is consolidated in centralized services. Also the engineering bureau's work on projects approved previously is completed, including Cooney, Tongue, Middle Creek and Petrolia. Increases in operating expenses are allowed as the water adjudication process progresses adding $93,890 for computer processing, $31,850 for printing, and $11,606 for microfilming in the biennium. The department is allowed $135,000 per year for a cooperative program of stream gauging with the U.S. Geological Survey. Non-operating expenses in the 1987 biennium do not include the water development or renewable resource development project grants. The budget includes $800,000 from water development funds for state water projects.

Modified Recommendations: (1) Water Development FTE. The committee recommends the addition of an engineer funded with water development funds to assis small agricultural projects in applying for grants and loans. This will cost $25,962 in fiscal 1986 and $25,764 in fiscal 1987.

(2) Water Rights Field Investigation Travel. The committee recommends the addition of $11,550 per year general fund t increase travel for field investigation of water rights claims.

(3) Secretary for Reserved Water Rights Compact Commission. The committee recommends the addition of a secretary at a cost c $12,000 each year of the biennium of general fund for the Reserved Water Rights Compact Commission.

(4) Cooney Dam. The committee recommends reauthorization of $75,000 from resource indemnity trust interest funds fc completion of the Cooney dam project. If not used for the project, funds will be used to pay off water users debt.

(5) Middle Creek. The committee recommends $4.1 million of Bureau of Reclamation small project loan funds to rehabilitat this water project.

(6) Debt Service and Issuance Fees. The committee recommends appropriation of $7,350,254 for debt service and bond issuanc costs on water bonds. This appropriation may be deleted upon passage of HB 12 creating statutory appropriations of these funds.

Agency: Department of Natural Resources and Conservation | Program: Energy Planning

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	39.00	43.00	38.00	38.00	42.00	38.00	38.00	(2.6)
Personal Services	$1,002,183	$1,141,963	$1,001,734	$1,001,734	$1,114,078	$1,003,989	$1,003,989	--
Operating Expenses	719,083	4,549,602	2,688,972	2,684,319	2,526,739	2,509,277	2,502,104	273.3
Equipment	2,157	3,519	3,519	15,237	3,250	3,250	3,250	606.4
Non-Operating	1,772,422	1,274,914	1,244,214	1,244,214	1,150,706	1,150,706	1,150,706	(29.8)
Total Exp.	$3,495,845	$6,969,998	$4,938,439	$4,945,504	$4,794,773	$4,667,222	$4,660,049	41.5
FUNDING								
General Fund	$ 546,385	$ 629,310	$ 552,930	$ 466,165	$ 621,811	$ 556,686	$ 467,401	(14.7)
State Special Rev.	2,038,591	3,360,851	3,332,000	3,425,830	3,206,942	3,178,000	3,260,112	68.0
Federal Revenue	897,665	2,979,837	1,053,509	1,053,509	966,020	932,536	932,536	20.0
Proprietary	13,204	---	---	---	---	---	---	0.0
Total Funding	$3,495,845	$6,969,998	$4,938,439	$4,945,504	$4,794,773	$4,667,222	$4,660,049	41.5

Language in Bill: Included in the appropriation of federal revenue is $113,000 for the Lake Broadview mitigation project. This amount is appropriate for the biennium.

Program Description: The Energy Division administers the Alternative Energy Program and the Major Facility Siting Act. The division includes th administration, planning and analysis, and conservation and renewable energy and facility siting bureaus. Administration is funded with a mixture o general fund, alternative energy funds, and federal funds. Planning and analysis is funded from the general fund. Facility Siting is funded wit general fund and fees. Conservation and renewable energy is funded with coal tax and federal funds.

Current Level Budget: One FTE is deleted as the federal oil overcharge funds financing these positions are ending. Vacancy savings is taken at percent. Operating expenses increase substantially as alternative energy funds previously expended as grants are listed as contracts and $1.0 millio per year of contract authority is allowed for expenditures of facility siting fees while only $226,018 of these funds were spent in fiscal 1984. Genera fund support of the core staff in the facility siting bureau is reduced $40,000 to approximately $165,000 per year

Modified Recommendations: (1) Residential Standards Demonstration Program. The committee recommends $276,328 in fiscal 1986 and $33,484 in fiscal 198 to complete the RSDP. Funds are provided by the federal government. Three FTE are employed. This provides for the completion of this program whic demonstrated the effectiveness of insulation and construction modifications in reducing energy consumption.

(2) Rock Creek Mitigation. The committee recommends $1,650,000 of settlement funds for the Rock Creek environmental impac mitigation. The funds are held in trust by the department for the groups prevailing in this action.

NARRATIVE FOR HOUSE BILL 500
on the
Natural Resources Subcommittee

March 15, 1985

SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Agency Summary

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	233.63	250.33	233.83	233.83	251.33	233.83	233.83	--
Personal Services	$ 5,618,769	$6,719,589	$6,302,800	$6,361,634	$6,754,763	$6,320,269	$6,368,058	13.2
Operating Expenses	5,155,449	6,839,555	5,679,889	6,237,088	6,880,273	5,576,073	6,014,015	21.0
Equipment	183,730	182,734	105,109	114,846	54,714	64,649	51,805	(37.5)
Non-Operating Exp.	35,990,028	53,459,100	39,025,920	41,520,387	54,537,426	39,348,332	39,048,255	15.4
Total Exp.	$46,947,976	$67,200,978	$51,113,718	$54,233,955	$68,227,176	$51,309,323	$51,482,133	15.5
FUNDING								
General Fund	$ 9,479,624	$ 7,560,364	$ 7,433,299	$ 7,541,446	$ 7,504,615	$ 7,433,203	$7,449,645	(20.4)
State Special Rev.	26,269,052	26,956,517	23,940,102	25,301,628	24,891,578	24,232,648	24,296,583	(3.7)
Federal Revenue	9,026,616	29,021,350	16,703,869	18,207,579	32,123,716	16,694,703	16,665,011	101.7
Proprietary	2,172,684	3,662,747	3,036,448	3,183,302	3,707,267	2,948,769	3,070,894	46.5
Total Funding	$46,947,976	$67,200,978	$51,113,718	$54,233,955	$68,227,176	$51,309,323	$51,482,133	15.5

The Department of Commerce encompasses regulatory programs, programs of local assistance, and programs designed to promote economic growth and development. Regulatory programs include Weights and Measures, Milk Control, Financial, Aeronautics, and Professional and Occupational Licensing. Programs of local assistance are Community Development, Hard Rock Impact, Coal Board, Local Government Block Grant, Indian Affairs Coordinator, Accounting and Management Systems, and Local Government Audit. Programs promoting economic development are Business Assistance, Bonding Authority, Montana Promotion, Transportation, Housing and Economic Policy, and Research.

Local assistance is provided through direct cash payments as is the case with local government block grants, Coal Board Grants and District Court grants and through technical assistance and consultation.

SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Business License and Support Program

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	2.30	2.30	2.30	2.30	2.30	2.30	2.30	0.00
Personal Services	$66,463	$68,872	$68,936	$68,872	$68,998	$69,065	$68,998	3.7
Operating Expenses	10,561	16,369	11,210	13,735	14,878	10,134	11,820	6.1
Equipment	31	-0-	-0-	-0-	-0-	-0-	-0-	0.0
Total Exp.	$77,055	$85,241	$80,146	$82,607	$83,876	$79,199	$80,818	4.0
FUNDING								
General Fund	$19,917	$22,165	$22,377	$21,478	$21,810	$22,100	$21,013	12.4
State Special Rev.	57,138	63,076	57,769	61,129	62,066	57,099	59,805	1.1
Total Funding	$77,055	$85,241	$80,146	$82,607	$83,876	$79,199	$80,818	4.0

Program Description: This program provides administrative support to the Weights and Measures and Milk Control Programs and professional and occupational licensing boards.

Current Level Budget: The current level budget includes $2,690 per year for increased travel and legal assistance. Vacancy savings is taken at 4 percent. Executive 2 percent reductions were applied generating a reduction of $1,262 in fiscal 1986 and $1,241 in fiscal 1987.

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SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Weights and Measures

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	12.00	12.00	12.00	12.00	12.00	12.00	12.00	0.00
Personal Services	$275,849	$300,728	$290,453	$312,821	$290,590	$290,819	$302,693	13.4
Operating Expenses	124,060	144,373	121,806	134,925	135,520	118,584	126,684	8.8
Equipment	14,300	22,000	22,000	22,000	5,298	9,000	5,298	53.8
Total Exp.	$414,209	$467,101	$434,259	$469,746	$431,408	$418,403	$434,675	13.4
FUNDING								
General Fund	$414,209	$467,101	$434,259	$469,746	$431,408	$418,403	$434,675	13.4

Program Description: The Weights and Measures Program is responsible for licensing and testing of measuring and weighing devices and quality control of petroleum products. Fees collected by this program are deposited to the general fund. In fiscal 1984, the fees equalled 52 percent of expenses.

Current Level Budget: To allow for the retirement of two senior employees, $10,500 was added in fiscal 1986 to help pay for accrued sick and annual leave (department estimates the current accrued obligation is $22,712). An additional $6,442 in fiscal 1986 and $6,969 in fiscal 1987 is allowed for gasoline in contemplation of increased travel; $6,733 had been spent in fiscal 1984. Vacancy savings is not applied to this program.

SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Financial

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	19.00	21.00	19.00	19.00	21.00	19.00	19.00	---
Personal Services	$482,152	$564,643	$520,653	$520,377	$565,293	$521,302	$521,010	7.9
Operating Expenses	174,416	225,641	186,008	189,278	226,170	178,445	173,890	8.5
Equipment	980	1,737	832	832	550	550	550	(15.1)
Total Exp.	$657,548	$792,021	$707,493	$710,487	$792,013	$700,297	$695,450	8.1
FUNDING								
General Fund	$657,548	$ -0-	$707,493	$710,487	$ -0-	$700,297	$695,450	7.6
State Special Revenue	-0-	792,021	-0-	-0-	792,013	-0-	-0-	---
Total Funding	$657,548	$792,021	$707,493	$710,487	$792,013	$700,297	$695,450	8.1

Program Description: The financial program provides for chartering, licensing, supervising, and examining state banks, credit unions, savings and loan associations, consumer loan and sales finance companies. Fees charged for examination are deposited in the general fund. In fiscal 1984, fees were equal to 71 percent of expenditures.

Current Level Budget: The committee approved an increase in travel of $10,833 per year from the fiscal 1984 level of $108,723. Fiscal 1984 travel was reduced due to vacancies in two examiner positions for part of the year. Vacancy savings of 4 percent is applied. Executive proposed 2 percent reductions of $15,840 per year are taken.

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SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Milk Control

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	8.00	8.00	8.00	8.00	8.00	8.00	8.00	0.00
Personal Services	$173,658	$181,252	$181,256	$181,252	$181,655	$181,670	$181,655	4.4
Operating Expenses	70,835	87,343	75,921	85,358	85,713	74,022	80,250	20.5
Equipment	183	-0-	-0-	-0-	-0-	-0-	-0-	
Total Exp.	$244,676	$268,595	$257,177	$266,610	$267,368	$255,692	$261,905	9.0
Funding								
State Special Revenue	$244,676	$268,595	$257,177	$266,610	$267,368	$255,692	$261,905	9.0

Program Description: This program is responsible for regulating the milk industry by setting minimum milk prices and eliminating unfair trade practices. It is funded from an assessment on milk of 8 cents per hundred weight.

Current Level Budget: The committee adds $6,589 per year for travel as base year travel was down due to vacancies. Vacancy savings is taken at 4 percent.

Modified Recommendations: (1) Expert witnesses. This modified allows $6,000 per year to provide expert witnesses for milk pricing. This is needed for the board as the industry brings experts to these hearings.

SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Professional and Occupational Licensing

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	35.49	38.49	35.49	---	39.49	35.49	35.49	0.0
Personal Services	$ 824,591	$ 972,911	$ 923,610	$ 955,388	$1,007,516	$ 930,071	$ 961,864	15.9
Operating Expenses	864,089	1,138,682	944,764	1,278,278	1,167,984	939,570	1,244,710	28.8
Equipment	12,464	83,546	10,019	14,144	11,742	9,299	11,742	13.5
Non-Operating Exp.	1,500	2,500	1,500	2,500	2,500	1,500	2,500	66.7
Total Exp.	$1,702,644	$2,197,639	$1,879,893	$2,250,310	$2,189,742	$1,880,440	$2,220,816	22.5
FUNDING								
State Special Rev.	$1,702,644	$2,197,639	$1,879,893	$2,250,310	$2,189,742	$1,880,440	$2,220,816	22.5

Language in Bill: The interentity loan in the amount of $20,000 to the Board of Private Investigation may be extended until June 30, 1987.

Program Description: This program provides funding for the professional and occupational licensing boards, their clerical and administrative expenses, and board costs. The thirty current boards are covered by this budget.

Current Level Budget: The budget requests of boards for current level are approved which includes $168,586 in fiscal 1986 and $213,890 in fiscal 1987 for increased travel and legal expenses. The following table lists the boards covered by these appropriations. No vacancy savings was applied to the boards.

Boards Covered by Appropriations

Administration	Electrical	Pharmacists	Psychologists
Polygraph Licensing	Hearing Aid Dispensers	Plumbers	Sanitarians
Architects	Horse Racing	Prof. Engineers/Surveyors	Private Investigators
Athletics	Medical Examiners	Public Accountants	Landscape Architects
Barbers	Morticians	Real Estate	Speech Pathologists
Chiropractors	Nursing	Veterinarians	Radiologic Technologists
Cosmetologists	Nursing Home Adm.	Water Well Contractors	Social Workers
Dentistry	Optometrists	Physical Therapists	

Modified Recommendations: (1) Nursing. The committee recommends the addition of 1 FTE and related expenses to the board of nursing at a cost of $31,625 in fiscal 1987. This will be funded from the board's revenues.

(2) Administration. The committee recommends $82,926 in fiscal 1986 and $21,530 in fiscal 1987 to add a receptionist and office automation equipment to the POL administration program. This addition will assist all boards with licensing and relicensing. It will be funded through assessments against all the boards.

(3) Horse Racing. The committee recommends $53,920 per year for the Board of Horse Racing to pay veterinarian fees at races and to allow up to 27 days of harness racing. This is funded from horse racing revenues.

SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Aeronautics

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	12.84	13.84	12.84	12.84	13.84	12.84	12.84	0.00
Personal Services	338,238	$365,219	$338,557	$338,146	$365,786	$339,129	$338,702	.1
Operating Expenses	263,374	368,702	268,589	294,693	357,531	268,970	278,905	11.9
Equipment	50,834	23,400	48,200	23,400	23,200	33,200	23,200	(54.0)
Non-Operating	50,940	10,940	16,500	10,940	10,940	16,500	10,940	(78.5)
Total Exp.	$703,386	$768,261	$671,846	$667,179	$757,457	$657,799	$651,747	(5.1)
Funding								
State Special Revenue	$631,645	$642,869	$584,508	$574,579	$632,040	$572,339	$558,769	(9.0)
Proprietary	71,741	125,392	87,338	92,600	125,417	85,460	92,978	29.1
Total Funding	$703,386	$768,261	$671,846	$667,179	$757,457	$657,799	$651,747	(5.1)

Program Description: Aeronautics manages state owned airports, the largest of which is West Yellowstone and provides technical and financial assistance to local airports for airport development, navigational aid development, communications, air safety and airport planning. It is financed from a 1 cent per gallon tax on aviation fuel, licenses and registration fees. The West Yellowstone Airport operates from a proprietary fund with airport revenue providing for expenses.

Current Level Budget: The current level budget contains an additional $26,000 to update and print the Montana Aeronautical Chart and $16,000 to print an update of the State's airport system plan. Equipment allowed includes emergency locator homers for search and rescue and air navigation equipment for the state's electronic air navigation system. Vacancy savings is taken at 4 percent in the program. Executive proposed 2 percent reductions of $15,365 in fiscal 1986 and $15,149 in fiscal 1987 are taken. The expenditure level contained in this budget will enable the program to operate through the biennium without an increase in the aviation gas tax.

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SUBCOMMITTEE ACTION

Agency: Department of Commerce | Program: Transportation

	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	15.91	16.00	15.00	16.00	16.00	15.00	16.00	.6
Personal Services	$ 438,384	$ 475,144	$447,487	$ 475,144	$ 475,939	$ 448,287	$ 475,939	8.4
Operating Expenses	352,678	201,093	192,984	180,559	197,874	187,814	168,244	(48.8)
Equipment	14,386	2,336	2,336	2,336	380	380	380	(83.8)
Non-Operating	748,691	2,596,408	2,596,408	2,596,408	2,588,484	2,588,484	2,588,484	246.8
Total Exp.	$1,554,139	$3,274,981	$3,239,215	$3,254,447	$3,262,677	$3,224,965	$3,233,047	109.4
FUNDING								
General Fund	$ 564,544	$ 408,622	$ 372,856	$ 388,088	$ 404,243	$ 366,531	$ 374,613	(31.3)
State Special Rev.	75,000	75,000	75,000	75,000	75,000	75,000	75,000	--
Federal Special Rev.	914,595	2,791,359	2,791,359	2,791,359	2,783,434	2,783,434	2,783,434	205.2
Total Funding	$1,554,139	$3,274,981	$3,239,215	$3,254,447	$3,262,677	$3,224,965	$3,233,047	109.4

Program Description: Transportation provides various types of technical and financial assistance to providers and users of transportation in Montana. The program provides funding for rail planning and construction/rehabilitation from federal sources, aid to public transit systems with state gas tax and federal funds, and rate analysis and litigation with general fund and wheat research and marketing funds. In fiscal 1984, this program spent $185,300 general fund through supplemental appropriation for a lawsuit over the Burlington Northern's abandonment of the Geraldine line.

Current Level Budget: The abandoned rail line study approved in HB 815 of the 1983 legislature is incorporated in current level. The budget includes $10,000 per year for legal fees and court costs relating to rail abandonment cases. Also included is $50,000 per year for consultants to provide expertise in work on the rail plan update, rail abandonments, and McCarty Farms/Staggers Act cases. Vacancy savings is taken at 4 percent. Executive 2 percent cuts of $8,172 in fiscal 1986 and $8,084 in fiscal 1987 are taken.

Modified Recommendations: 1) McCarty Farms/ Staggers 229 Litigation. The committee recommends $100,000 per year general fund to pursue litigation in this rail rate overcharge case. If this case can be successfully pursued, a $64 million benefit could accrue to grain shippers in the state. The committee stipulates that should the case be won, the state general fund would be repaid from settlement funds for its expenditures, plus 10 percent interest.

2) Passenger Transit. The committee recommends $88,112 in fiscal 1986 and $44,000 in fiscal 1987 of federal authority to expend additional passenger transit funds. These funds would assist communities in the purchase of equipment.

3) Maritime Study. The committee recommends $18,518 of carryover federal funds for the completion of the Maritime Study authorized last session.

4) Burlington Northern Loan Repayments. The committee recommends appropriation of $3,416,750 of federal funds received from the BN's repayment of federal loans. The funds will be used in rehabilitation and operation of the Geraldine Branch line.

SUBCOMMITTEE ACTION

Agency: Department of Commerce Program: Business Assistance

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	9.00	11.00	10.00	10.00	11.00	10.00	10.00	11.1
Personal Services	$264,383	$344,601	$314,317	$314,317	$345,217	$314,943	$314,943	18.9
Operating Expenses	340,443	574,317	527,162	462,745	574,173	525,183	467,415	35.9
Equipment	12,475	5,890	5,000	5,000	5,000	5,000	5,000	(60.0)
Non-Operating	63,094	-0-	-0-	-0-	-0-	-0-	-0-	--
Total Exp.	$680,395	$924,808	$846,479	$782,062	$924,390	$845,126	$787,358	14.9
FUNDING								
General Fund	$648,562	$923,308	$844,979	$780,562	$922,890	$843,626	$785,858	20.4
Federal Revenue	31,833	1,500	1,500	1,500	1,500	1,500	1,500	(95.3)
Total Funding	$680,395	$924,808	$846,479	$782,062	$924,390	$845,126	$787,358	14.9

Program Description: This program provides help to businesses with product marketing, international trade, financial packaging, federal contract procurement, and licensing. It also assists local development organizations and promotes Montana as a location for businesses. A major portion of the activity of this program was initiated through House Bill 1 of the 1983 legislature.

Current Level Budget: Because much of the program was initiated in fiscal 1984, that year doesn't represent the full operational level of the program and increases to fiscal 1986 are substantial. One FTE is transferred from the Promotion Program to Business Assistance. Vacancy savings are taken at 4 percent. The bulk of the expenditures in the program are contract services; this includes $6,000 per year for the 49th Parallel Institute, $50,000 per year for development of marketing strategies for Montana made products, $70,000 per year to promote Montana as a location for basic industries, $60,000 per year to assist local development organizations in organization, finance and industrial site work, $15,000 per year for exhibiting Montana products in five out-of-state shows, and in excess of $120,000 per year to provide professional expertise to businesses in marketing, finance, production management, and the like. The university business management training which had been funded in this program is eliminated. Supplies, communications, and travel are increased $25,000 to reflect the less than full operations in fiscal 1984. Executive proposed 2 percent reductions of $18,466 in fiscal 1986 and $18,457 in fiscal 1987 are taken.

SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Montana Promotion

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	12.00	11.00	11.00	11.00	11.00	11.00	11.00	(8.3)
Personal Services	$ 246,914	$ 251,330	$ 252,102	$ 251,330	$ 251,718	$ 252,502	$ 251,718	1.8
Operating Expenses	1,306,603	1,730,531	1,371,481	1,703,870	1,721,085	1,415,084	1,689,246	30.4
Equipment	5,486	3,000	---	3,000	3,000	---	3,000	(45.3)
Total Exp.	$1,559,003	$1,984,861	$1,623,583	$1,958,200	$1,975,803	$1,667,586	$1,943,964	25.6
FUNDING								
General Fund	$1,265,994	$1,284,861	$ 923,583	$1,258,200	$1,275,803	$ 967,586	$1,243,964	(.6)
State Special Revenue	293,009	700,000	700,000	700,000	700,000	700,000	700,000	238.9
Total Funding	$1,559,003	$1,984,861	$1,623,583	$1,958,200	$1,975,803	$1,667,586	$1,943,964	25.6

Program Description: This program promotes Montana as a vacation destination and location for motion picture filming. It is funded with state general fund and supplemented by private contributions. The state special revenue figures represent the private contributions. Private contributions have increased from $90,000 in fiscal 1982 to nearly $300,000 in fiscal 1984.

Current Level Budget: One FTE was transferred to the Business Assistance Program by the department. The majority of expenditures in the program, $1.97 million in the biennium, is for national advertising. Postage costs are $369,000 in the biennium and contract printing is $457,600 in the biennium. Vacancy savings of 4 percent is taken. The executive proposed 2 percent reductions of $25,697 in fiscal 1986 and $26,126 in fiscal 1987 are taken.

SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Housing

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	15.00	21.00	15.00	15.00	21.00	15.00	15.00	0.00
Personal Services	$ 369,217	$ 524,520	$ 386,621	$ 386,621	$ 525,015	$ 386,913	$ 386,552	4.7
Operating Expenses	433,757	921,760	581,329	657,609	1,057,059	563,627	663,574	51.6
Equipment	6,092	24,177	1,454	1,454	2,254	1,454	1,454	(76.1)
Non-Operating	4,524,082	7,698,808	6,698,808	6,698,808	7,698,808	6,698,808	6,698,808	48.1
Total Exp.	$5,333,148	$9,169,265	$7,668,212	$7,744,492	$9,283,136	$7,650,802	$7,750,388	45.2
FUNDING								
Federal Revenue	$4,743,534	$7,953,855	$6,918,095	$6,917,274	$7,952,966	$6,916,413	$6,914,561	45.8
Proprietary	589,614	1,215,410	750,117	827,218	1,330,170	734,389	835,827	40.3
Total Funding	$5,333,148	$9,169,265	$7,668,212	$7,744,492	$9,283,136	$7,650,802	$7,750,388	45.2

Program Description: The housing program administers the State Housing Act, issues bonds, and uses the proceeds to purchase low interest loans and administers federal housing programs of rent subsidy and housing rehabilitation. The state housing activities are funded through a proprietary fund using a portion of the bond proceeds.

Current Level Budget: The committee approved budget includes increased funds as a result of the Housing Board's increased loan portfolio. The increases primarily relate to expenses for bond trustee fees up $156,000, foreclosure fees up $44,000, microfilming up $9,000, and computer processing up $10,000. Increased travel funds of $15,400 per year are added as activities increase both in federal and state housing programs. Vacancy savings is taken at 4 percent. Executive proposed 2 percent reductions are taken at $24,327 in fiscal 1986 and $26,762 in fiscal 1987.

Modified Recommendations: 1) Housing Bonds. The committee recommends two FTE and $219,197 in fiscal 1986 and $342,186 in fiscal 1987 from proprietary funds to allow the Board of Housing to sell additional bonds and purchase mortgages. As much as $400,000,000 in bonds may be issued in the next biennium which would finance as many as 8,000 additional mortgages.

2) Single Family Tax Credits. The committee recommends two FTE and $79,641 in fiscal 1986 and $78,095 in fiscal 1987 of proprietary funds for a single family tax credit program. This provides a tax credit to home buyers as an alternative to selling tax exempt bonds and providing low interest loans.

3) Rental Rehabilitation. The committee recommends $1,367,289 and $1,367,297 federal funds in fiscal 1986 and 1987, respectively, for a rental rehabilitation program. The program anticipates rehabilitation of 160 units per year which would be used for low income housing.

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SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Community Assistance Community Development

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	9.00	8.50	8.50	8.50	8.50	8.50	8.50	(5.6)
Personal Services	$ 178,402	$ 233,761	$ 233,268	$ 233,761	$ 234,391	$ 233,917	$ 234,391	31.0
Operating Expenses	217,346	173,336	221,870	169,841	172,486	220,700	164,613	(21.9)
Equipment	11,113	349	573	349	199	199	199	(96.9)
Non-Operating	3,252,455	17,791,307	8,101,000	8,104,000	20,902,857	6,543,440	6,538,888	149.2
Total Exp.	$3,659,316	$18,198,753	$8,556,711	$8,507,951	$21,309,933	$6,998,256	$6,938,091	132.5
FUNDING								
General Fund	$ 205,505	$ 210,000	$ 251,536	$ 206,505	$ 210,000	$ 250,200	$ 202,127	.5
State Special Revenue	414,117	414,117	501,000	504,000	414,117	475,000	470,448	21.7
Federal Special	3,039,694	17,574,636	7,804,175	7,797,446	20,685,816	6,273,056	6,265,516	156.5
Total Funding	$3,659,316	$18,198,753	$8,556,711	$8,507,951	$21,309,933	$6,998,256	$6,938,091	132.5

Program Description: The community development program provides technical and financial assistance to local governments. It manages and distributes federal community development block grant funds and coal tax county land planning funds.

Current Level Budget: The budget reflects a reduction in operating expenses as costs of the infracture study are removed. This study was completed in the current biennium. This is offset by higher personnel services cost as one position was vacant in fiscal 1984. Vacancy savings are taken at 4 percent. Coal tax planning grants were based upon the coal tax estimate in HJR 9. The large increase in non-operating funds is attributable to anticipated increased grants of federal community development block grant funds.

SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Community Assistance/Hard Rock

	FY 1984	- - - -	Fiscal 1986	- - - -	- - - -	Fiscal 1987	- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	1.50	2.00	2.00	2.00	2.00	2.00	2.00	33.3
Personal Services	$34,368	$ 60,021	$ 59,290	$ 60,021	$ 60,043	$ 59,313	$ 60,043	74.6
Operating Expenses	26,194	83,025	87,462	79,823	72,428	73,999	68,537	204.7
Equipment	4,398	575	575	575	-0-	-0-	-0-	0.0
Non-Operating	-0-	445,000	418,598	359,581	460,000	498,635	371,420	0.0
Total	$64,960	$588,621	$565,925	$500,000	$592,471	$631,947	$500,000	669.7
FUNDING								
General Fund	$64,960	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	$ -0-	--
State Special Revenue	-0-	588,621	565,925	500,000	592,471	631,947	500,000	--
Total Funding	$64,960	$588,621	$565,925	$500,000	$592,471	$631,947	$500,000	669.7

Program Description: The Hard Rock Mining Board administers the Hard Rock Mining Impact Act. It also administers impact grant funds for close-out impacts of hard rock mining. Funded from the general fund in the current biennium, it will change to funding from one-third of the metal mines license tax in the 1987 biennium.

Current Level Budget: The lack of loan and grant activities and delays in major mineral developments make fiscal 1984 an abnormally low year and therefore a substantial rise is seen to fiscal 1986. Vacancy savings is taken at 4 percent. Executive proposed 2 percent reductions take $2,872 in fiscal 1986 and $2,649 in fiscal 1987. Total funding is based upon revenue estimates contained in HJR 9. The non-operating expenses are for impact grants.

The committee recommends the appropriation for this program be made biennial.

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SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Community Assistance/Local Government Block

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
Non-Operating Expenses	$17,141,739	$15,396,000	$13,730,000	$13,750,000	$16,135,000	$14,006,000	$13,417,000	(19.8)
FUNDING								
General Fund	$ 3,000,000	$ 1,500,000	$ 1,500,000	$ 1,500,000	$ 1,500,000	$ 1,500,000	$ 1,500,000	(50.0)
State Special Revenue	14,141,739	13,896,000	12,230,000	12,250,000	14,635,000	12,506,000	11,917,000	(13.4)
Total Funding	$17,141,739	$15,396,000	$13,730,000	$13,750,000	$16,135,000	$14,006,000	$13,417,000	(19.8)

Program Description: This is direct cash assistance to local governments. State special revenue earmarked for this purpose is one-third of the oil severance tax.

Current Level Budget: The amounts provided above will be $8 million short of funding the general purposes block grant based on LFA cost estimates and HJR 9 estimates of oil severance tax revenues. The estimated cost of the general purpose block grant as calculated under the provisions of Section 61-3-536, MCA, is $17,278,000 in fiscal 1986 and $17,975,000 in fiscal 1987.

SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Community Assistance/Local Government Block

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
Non-Operating Expenses	$17,141,739	$15,396,000	$13,730,000	$13,750,000	$16,135,000	$14,006,000	$13,417,000	(19.8)
FUNDING								
General Fund	$ 3,000,000	$ 1,500,000	$ 1,500,000	$ 1,500,000	$ 1,500,000	$ 1,500,000	$ 1,500,000	(50.0)
State Special Revenue	14,141,739	13,896,000	12,230,000	12,250,000	14,635,000	12,506,000	11,917,000	(13.4)
Total Funding	$17,141,739	$15,396,000	$13,730,000	$13,750,000	$16,135,000	$14,006,000	$13,417,000	(19.8)

Program Description: This is direct cash assistance to local governments. State special revenue earmarked for this purpose is one-third of the oil severance tax.

Current Level Budget: The amounts provided above will be $8 million short of funding the general purposes block grant based on LFA cost estimates and HJR 9 estimates of oil severance tax revenues. The estimated cost of the general purpose block grant as calculated under the provisions of Section 61-3-536, MCA, is $17,278,000 in fiscal 1986 and $17,975,000 in fiscal 1987.

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SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Community Assistance/Coal Board

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	2.50	2.50	2.50	2.50	2.50	2.50	2.50	0.00
Personal Services	$ 73,103	$ 79,471	$ 76,808	$ 79,471	$ 81,790	$ 79,222	$ 81,790	8.7
Operating Expenses	83,478	118,943	110,445	114,351	111,134	100,061	105,105	37.0
Equipment	12,951	2,028	2,028	2,028	-0-	-0-	-0-	(84.3)
Non-Operating	8,832,526	7,818,137	7,652,262	8,624,150	5,038,837	7,628,490	8,045,945	(2.4)
Total	$9,002,058	$8,018,579	$7,841,543	$8,820,000	$5,231,761	$7,807,773	$8,232,840	(2.0)
FUNDING								
State Special Revenue	$9,002,058	$8,018,579	$7,841,543	$8,820,000	$5,231,761	$7,807,773	$8,232,840	(2.0)

Program Description: The Coal Board administers grants and loans to local governments impacted by coal development. It is funded from 8.75 percent of the coal tax; unused funds revert to the education trust fund.

Current Level Budget: Vacancy savings are taken at 4 percent for the Coal Board. Operating expenses include $78,800 in the biennium for expert assistance in reviewing proposed projects. The current level budget is increased $9,885 in the biennium to allow more travel to review funded coal board projects and applicants. Total funding is based on HJR 9 estimates.

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Agency: Department of Commerce

Program: Economic Policy and Research

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	7.00	7.00	7.00	7.00	7.00	7.00	7.00	0.00
Personal Services	$160,651	$199,201	$199,595	$199,201	$ 199,500	$ 199,902	$199,500	24.0
Operating Expenses	191,697	221,584	189,891	48,150	220,146	186,512	47,735	(74.9)
Equipment	2,421	2,290	6,619	2,290	230	789	230	5.4
Total Exp.	$354,769	$423,075	$396,105	$249,641	$419,876	$387,203	$247,465	(29.6)
FUNDING								
General Fund	$354,769	$423,075	$396,105	$249,641	$419,876	$387,203	$247,465	(29.6)

Program Description: This program finances the Governor's Councils on Science and Technology and Economic Development, Montana Economic Forecasting, and the census and economic information center. Montana Economic Forecasting represents a contract with the Bureau of Bureaus and Economic Research at the University of Montana.

Current Level Budget: The recommended budget eliminates funding for the Council on Science and Technology ($40,000/year) and Montana Economic Forecasting ($7,000/year). The former is to become a part of the Science and Technology Program continued in HB 812. The latter, a contract with the University of Montana, is eliminated. The budget for the census and economic information center is held at the fiscal 1984 level. Vacancy savings is taken at 4 percent. Executive proposed reductions of 2 percent take $27,966 in fiscal 1986 and $25,575 in fiscal 1987.

CNLFG:com app nar/14

SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Local Government Audit

	FY 1984	- - - - Fiscal 1986	- - - -	- - - -	- - - - Fiscal 1987	- - - -	- - - -	FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	28.70	28.70	28.70	28.70	28.70	28.70	28.70	0.00
Personal Services	$ 665,718	$ 770,849	$ 771,142	$ 770,849	$ 772,241	$ 772,572	$ 772,241	15.8
Operating Expenses	219,660	260,860	243,220	237,120	256,803	232,131	217,222	7.9
Equipment	205	---	---	-0-	---	---	-0-	(100.0)
Non-Operating	1,375,000	1,700,000	1,375,000	1,375,000	1,700,000	1,375,000	1,375,000	0.0
Total Exp.	$2,260,583	$2,731,709	$2,389,362	$2,382,969	$2,729,044	$2,379,703	$2,364,463	5.4
FUNDING								
General Fund	$1,462,306	$1,789,750	$1,461,600	$1,444,288	$1,789,750	$1,461,600	$1,443,870	(1.2)
Proprietary	798,277	941,959	927,762	938,681	939,294	918,103	920,593	17.6
Total Funding	$2,260,583	$2,731,709	$2,389,362	$2,382,969	$2,729,044	$2,379,703	$2,364,463	5.4

Program Description: This program provides auditing and technical assistance to local governments and emergency district court aid. The major portion of general fund and all $1,375,000 non-operating expenses are emergency aid for district courts. The remaining general fund is used for technical assistance to local governments. Proprietary funds pay for the auditing of local governments through charges to those receiving the audits.

Current Level Budget: The current level budget includes $1,375,000 per year for district court aid. This is the level appropriated in fiscal 1984 and 1985. The committee recommends that the district court aid be appropriated in a separate line-item. Vacancy savings is taken at 4 percent. Actual vacancy savings in fiscal 1984 exceeded 10 percent. The major operating expense in this program is travel expenses of the auditors which accounts for over one-third of operating expenses. Executive proposed 2 percent reductions take $20,462 in fiscal 1986 and $20,880 in fiscal 1987.

SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Accounting & Management Systems

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	9.30	9.00	9.00	9.00	9.00	9.00	9.00	(3.2)
Personal Services	$233,145	$249,861	$249,927	$249,861	$250,289	$250,366	$250,289	7.2
Operating Expenses	120,295	126,327	121,607	117,899	124,588	119,479	110,707	(2.0)
Total Exp.	$353,440	$376,188	$371,534	$367,760	$374,877	$369,845	$360,996	4.1
FUNDING								
General Fund	$353,440	$ 89,211	$ 89,211	$ 81,849	$ 89,211	$ 89,211	$ 81,404	(76.8)
State Special Rev.	---	286,977	282,323	285,911	285,666	280,634	279,592	--
Total Funding	$353,440	$376,188	$371,534	$367,760	$374,877	$369,845	$360,996	4.1

Program Description: The accounting and management systems program is responsible for designing and installing accounting and budgeting systems for local governments. Beginning in fiscal 1985, the division will work with school districts on modernizing and standardizing accounting systems. The schools will pay for 5 FTE and expenses in this program through proprietary funds. The remainder, funded with general fund, assists in maintenance of city, town, and county systems.

Current Level Budget: The budget includes 4 percent vacancy savings and $7,362 in fiscal 1986 and $7,807 in fiscal 1987 taken as the executive proposed 2 percent cuts.

SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Indian Affairs Coordinator

	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	$44,804	$ 70,339	$ 70,058	$70,058	$ 70,368	$ 70,087	$70,087	56.4
Operating Expenses	36,786	42,355	31,173	38,149	42,173	30,721	36,686	3.7
Equipment	625	-0-	-0-	-0-	-0-	-0-	-0-	--
Total Exp.	$82,215	$112,694	$101,231	$108,207	$112,541	$100,808	$106,773	31.6
FUNDING								
General Fund	$82,215	$112,694	$101,231	$108,207	$112,541	$100,808	$106,773	31.6

Program Description: The Indian affairs coordinator is the Governor's liaison with the state's Indian tribes and provides information and policy support to state, local, and federal officials regarding tribal affairs and Indian law.

Current Level Budget: The substantial increase in expenses between fiscal 1984 and 1986 results as the coordinator's administrative assistant position was vacant most of fiscal 1984. In addition, the coordinator was upgraded in fiscal 1985 from grade 15 to grade 18. The budget contains $2,000 per year to develop an automated information base. Vacancy savings are taken at 4 percent. Travel is increased $2,787 per year over the fiscal 1984 level to allow the coordinator to spend more time with each tribe.

SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Bonding Authority

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	5.00	7.00	7.00	7.00	7.00	7.00	7.00	40.0
Personal Services	$ 64,246	$241,548	$240,076	$241,548	$242,033	$240,621	$242,033	276.0
Operating Expenses	137,704	169,871	172,118	169,260	172,670	174,571	166,901	22.9
Equipment	9,630	256	256	256	1,561	1,561	1,561	(97.3)
Total Exp.	$211,580	$411,675	$412,450	$411,064	$416,264	$416,753	$410,495	94.3
FUNDING								
General Fund	$194,103	$193,737	$194,512	$193,126	$192,155	$192,644	$186,386	(.5)
State Special Rev.	17,477	217,938	217,938	217,938	224,109	224,109	224,109	1,147.0
Total Funding	$211,580	$411,675	$412,450	$411,064	$416,264	$416,753	$410,495	94.3

Program Description: This program provides funding for the Montana Economic Development Board and the Montana Health Facility Authority. The Economic Development Board administers the Coal Tax Loan Program, Industrial Revenue Bond Programs, Montana Capital Companies Program, and the Municipal Bond Pooling Program. The Health Facility Authority administers individual and pooled financing for non-profit health institutions. General funds support the Economic Development Board, while bond fee income supports the Health Facility Authority. This program has issued over $33.4 million of financing since its inception last session.

Current Level Budget: The budget shows a substantiated increase from fiscal 1984 as these programs were created by the 1983 legislature and fiscal 1984 was the start-up year. Two FTE are added for the health facility authority. Major operational expenses are audit fees for bond programs, approximately $24,000 per year, and travel for the board and staff, approximately $38,000 per year. Vacancy savings is taken at 4 percent.

Modified Recommendations: (1) Accountant. The committee recommends the addition of an accountant to the program for bonding and loan activities. This position will be funded from proprietary funds of $28,250 in fiscal 1986 and $22,000 in fiscal 1987.

(2) Clerical Assistance. The committee recommends the addition of 1 FTE to provide clerical assistance. This position, with additional operating expenses for computer maintenance and attorney fees, will cost $29,887 in fiscal 1986 and $30,579 in fiscal 1987 from proprietary funds.

SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Director's Office

	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	18.09	20.00	17.50	17.50	20.00	17.50	17.50	(3.3)
Personal Services	$428,363	$536,423	$448,718	$452,804	$537,075	$449,339	$453,419	5.7
Operating Expenses	108,810	157,502	149,749	160,690	95,143	88,300	99,989	33.9
Equipment	24,538	11,150	5,036	40,150	1,300	3,036	1,300	(58.6)
Total Exp.	$561,711	$705,075	$603,503	$653,644	$633,518	$540,675	$554,708	8.4
FUNDING								
General Fund	$ 1,666	$ 1,731	$ 1,800	$ 1,731	$ 1,731	$ 1,874	$ 1,731	3.9
Proprietary	560,045	703,344	601,703	651,913	631,787	538,801	552,977	
Total Funding	$561,711	$705,075	$603,503	$653,644	$633,518	$540,675	$554,708	8.4

Program Description: This program contains the central service/management functions of the Director's office, the management services section which provides payroll, accounting, budgeting, mail and financial support to the department, and the programmers section which provides data processing support to the department. These functions are paid for by assessments and charges to the other programs in the department through a proprietary fund. The general fund is for the county printing board.

Current Level Budget: The current level budget contains $63,000 for the department's audit by the legislative auditor in fiscal 1986. Travel funds were increased $2,000 per year to allow the director to travel more in-state. An additional $3,580 per year is provided for computer processing. Equipment authorized includes two calculators, a high speed printer, and office furniture. Vacancy savings is taken at 4 percent. The budget includes $15,000 per year for rent in the new DNRC building and $30,000 for panels for this space. Executive proposed 2 percent reductions of $12,841 per year are taken.

Modified Recommendations: (1) Deputy Director and Clerk. The committee recommends the addition of a deputy director and clerk at a cost of $55,375 in fiscal 1986 and $53,838 in fiscal 1987. The funds are derived from charges to the programs within the department based on personal services expenditures. The department has grown considerably with the addition of the "Build Montana" program and transfers of local government information centers from other agencies requiring this addition.

SUBCOMMITTEE ACTION

Agency: Department of Commerce

Program: Legal Services

	FY 1984	Fiscal 1986			Fiscal 1987			FY 84-86
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	% Change
FTE	8.00	8.00	8.00	8.00	8.00	8.00	8.00	0.00
Personal Services	$208,613	$228,895	$229,743	$228,895	$229,306	$230,046	$229,306	9.7
Operating Expenses	57,615	76,941	61,349	67,684	74,715	57,977	59,828	17.5
Equipment	303	-0-	181	-0-	-0-	181	-0-	0.0
Total Exp.	$266,531	$305,836	$291,273	$296,579	$304,021	$288,204	$289,134	11.3
FUNDING								
General Fund	$131,001	$134,109	$122,006	$127,367	$133,197	$120,931	$124,316	(2.8)
State Special Rev.	135,530	171,727	169,267	169,212	170,824	167,273	164,818	24.9
Total Funding	$266,531	$305,836	$291,273	$296,579	$304,021	$288,204	$289,134	11.3

Program Description: Legal services provides legal assistance to the various programs in the department for which it charges $39 per hour. It also operates the public contractor licensing program and enforces state consumer protection laws relating to sale of merchandise for personal use, deceptive business practices, fair debtor/creditor relationships, and truth-in-lending. The consumer protection and public contractor functions require 3.5 FTE and are supported with general fund. The remaining 4.5 FTE provide agency legal services which is supported through proprietary funds.

Current Level Budget: The budget is approved with 4 percent vacancy savings taken. The executive proposed 2 percent reductions take another $5,200 per year.

EXHIBIT 10
NATHE
3/20/85

DEPARTMENT OF COMMERCE
TRANSPORTATION DIVISION

TED SCHWINDEN, GOVERNOR
1424 9TH AVENUE
STATE OF MONTANA
(406) 444-3423
HELENA, MONTANA 59620-0401

February 5, 1985

TO: Senator Ed Smith
Representative Dennis Nathe

FROM: Bill Fogarty, Administrator
Transportation Division
Bill

RE: BN Grain Tariffs from Points in Nebraska, Minnesota and Montana to the Pacific North Coast

Corn rates in effect on January 1, 1985 are shown as 107/cwt from Culbertson and Hastings, Nebraska in 54-car unit trains. Those same 54 cars move from Appleton and Glenwood, Minnesota at 110/cwt and 115/cwt from Minneapolis. These are published rates and can be found in ICC BN Tariff 4022 and 6003. Culbertson, Nebraska is 1,709 miles from Pacific North Coast ports.

Wheat rates from representative Montana points are as follows.

	Miles	Per CWT
52 car rates from Wolf Point	1,087	170
52 car rates from Harlem	946	135
52 car rates from Cut Bank	784	122
52 car rates from Inverness	784	126
52 car rates from Circle	1,240	169

This equates to the following Per Car Mile Earnings (PCME).

	Miles	PCME
Culbertson, Nebraska	1,709	$1.19
Hastings, Nebraska	1,730	1.18
Appleton, Minnesota	1,653	1.26
Glenwood, Minnesota	1,635	1.28
Minneapolis, Minnesota	1,742	1.[illegible]5

AN EQUAL OPPORTUNITY EMPLOYER

Memorandum - Senator Ed Smith
Representative Dennis Nathe
February 5, 1985
Page 2

This would then be compared to Montana origins which compute to the following.

	Miles	PCME
Wolf Point	1,087	$3.08
Harlem	946	2.81
Cut Bank	784	3.07
Inverness	784	3.17
Circle	1,240	2.68

Upon examining the highest Minnesota or Nebraska earnings at $1.28 to Montana origins, the percentage increase is:

		Increase
Glenwood - $1.28	Wolf Point - $3.08	240.63%
	Harlem - 2.81	219.53%
	Cut Bank - 3.07	239.84%
	Inverness - 3.17	247.66%
	Circle - 2.68	209.38%

As you can see, Montana rates are 200+% greater than the highest Minnesota or Nebraska rate.

WJF/jw

EXHIBIT 11
LFA
3/20/85

AMENDMENTS TO HOUSE BILL 500

Commerce

1. Professional and Occupational Licensing.

Year	Fund	From	To	Increase (Reduction)
1986	State Special	$2,250,310	$2,101,013	$(149,297)
1987	State Special	2,220,816	2,074,521	(146,295)

The initial figures had been high as administrative charges had been incorrectly calculated. This corrects this error to make the amount consistent with subcommittee action.

2. Business Assistance.

Year	Fund	From	To	Increase (Reduction)
1987	General	$785,858	$775,858	$(10,000)

Staff made an error in subtraction leaving $10,000 too much in operating expenses and general fund. This corrects the error to make the amount consistent with subcommittee action.

3. Housing

Year	Fund	From	To	Increase (Reduction)
1986	Federal	$6,917,274	$6,925,311	$8,037
	Proprietary	827,218	824,917	(2,301)
1987	Federal	$6,914,561	$6,929,153	14,592
	Proprietary	835,827	833,703	(2,124)

The rent adjustments for the Housing Program were incorrectly distributed between funds and the adjustment was insufficient to cover known rent costs. These adjustments appropriately distributed the reductions and make the increase to the correct level.

4. Transportion

Year	Fund	From	To	Increase (Reduction)
1986	General	$338,088	$403,088	$15,000
1987	General	374,613	389,613	$15,000

This is $15,000 for legal costs on the McCarty Farms/Staggers case. This was not included in initial subcommittee action. It was mistakenly presented as a "soft spot" when the subcommittee considered reductions and the subcommittee subsequently voted to not take it out. This change adds into the budget, the amount be consistent with latest subcommittee action.

5. Local Government Audit Service

Year	Fund	From	To	Increase (Reduction)
1986	General	$ 69,288	$ 87,842	$18,554
	Proprietary	938,681	920,127	(18,554)
1987	General	68,870	86,028	17,158
	Proprietary	920,593	903,534	(17,158)

The 2 percent reductions were taken against the general fund in the current report. This revises the action to take those reductions against the proprietary funds.

6. Accounting and Management Systems

Year	Fund	From	To	Increase (Reduction)
1986	General	$ 81,849	$ 87,336	$ 5,487
	Proprietary	285,911	280,424	(5,487)
1987	General	81,404	85,672	4,268
	Proprietary	279,592	275,324	(4,268)

The 2 percent reductions were taken against the general in the current report. This revises the action to take those reductions against the proprietary funds.

7. Bonding Authority

Year	Fund	From	To	Increase (Reduction)
1986	General	$193,126	$193,248	$ 122
	Proprietary	217,938	217,816	(122)
1987	General	186,386	187,540	1,154
	Proprietary	224,109	222,955	(1,154)

The adjustment for administrative charges to this program had been incorrectly allocated between funding sources. The adjustment corrects that misallocation.

Natural Resources

Program	Year	Fund	From	To	Increase Reduction
Oil and Gas Conservation	1986	State Special	$899,368	894,832	$4,536
Water Resources	1986	State Special	870,578	862,338	8,240
Energy Planning	1986	State Special	3,425,830	3,422,942	2,888
	1987	State Special	3,260,112	3,257,224	2,888

These adjustments correct amounts added for the department's data processing upgrade. The subcommittee had approved the Department's revised plan which was incorporated into the current report by staff. Subsequently the department objected. These figures reflect the department's revisions.

EXHIBIT 12
BRADLEY
3/20/85

DEPARTMENT OF COMMERCE

TED SCHWINDEN, GOVERNOR

1424 9TH AVENUE

STATE OF MONTANA

(406) 444-3494

HELENA, MONTANA 59620-0401

March 19, 1985

MEMORANDUM

TO: Members of the House Appropriations Committee

FROM: John Balsam, Small Business Advocate

RE: Support for the University Center for Business and Management Development (UNI-CEN) Program

In the interest of brevity, I believe the best way to present information in support of the UNI-CEN program is as follows:

PROGRAM DESCRIPTION: UNI-CEN coordinates resources of the University System to provide business skills training to Montana's "main street" businesses. Workshops cover:

"How to Start Your Own Business"
"Developing a Business Plan"
"Promotion and Advertising
"Credits and Collections"
"Financial Analysis for Small Business"
"Retail Selling"
"Customer Relations"
"Computers - Beginning & Advanced"

and other areas of concern to small business owners. Registration fees are purposely kept low and often cover a meal and workshop materials. GOAL: TO REDUCE THE NUMBER AND RATE OF BUSINESS FAILURES IN MONTANA.

BACKGROUND: As part of "Build Montana," UNI-CEN started in 1983 with $100,000 for the biennium. It was situated at MSU because of Bozeman's central location, but Nick Nixon, the interim director, worked quickly to establish a network delivery system involving Chambers of Commerce, county extension agents, professional trade organizations, the federal government and the University System.

HIGHLIGHTS AND ACCOMPLISHMENTS: As of March 1, 1985:

- 55 workshops presented by UNI-CEN alone;
- 2,300 recipients of training (9,000 contact hours);
- 20 Montana communities served;

- 57 additional workshops in which UNI-CEN provided instructors, materials, administrative/financial support;
- Available to all businesses, regardless of basic sector vs. service sector designation;
- Emphasis is on practical skills, not theory;
- Well-supported, particularly by "main street" businesses unable to afford consultants;
- Benefits communities and the state by encouraging and assisting potential business owners to actually take the step to start their businesses, thereby increasing licensing fee and tax revenues;
- Benefits communities and the state by helping provide for continued, more profitable operation of existing businesses, and thus, increased tax revenues;
- Attendance at workshops to date indicates the need and desire for such training does actually exist.

More than 50 letters of gratitude and support for the UNI-CEN program have been received from Chambers and training recipients and are available for inspection.

FUTURE PLANS: Following March 1, 1985:

- Coordinating with SBA and local Chambers to present expanded series of workshops. Topics include:

"Starting Your Own Business"
"How To Develop a Business Plan"
"Financial Analysis for a Small Business"
"Hiring to Avoid Firing"
"The Woman Manager--Skills & Issues"
"Professional Selling"
"Are You The Manager You Want To Be?"
"Professional Development for Executive Secretaries & Administrative Assistants"
"Supervisory Skills"
"Credit and Collections"
"Promotion and Advertising"

- Preparing to expand outreach activities to include Thompson Falls, Shelby, Scobey, Wolf Point, and Forsyth in response to requests from those communities;
- Prepared to return for additional workshops in Miles City, Glendive, Sidney, Fairfield, and Glasgow;
- Applying for EDA grant monies for use in providing additional services to economically-distressed communities;
- Applying for U.S. Department of Education grant monies for use in enhancing international business training;
- Coordinating with SBA, 49th Parallel Institute, local Chambers, and local businesspeople to sponsor "How to Do Business With Canada" in Kalispell, Great Falls, and Glasgow in April;
- Coordinating with SBA and 49th Parrallel Institute to sponsor Japanese Trade Organization workshop in August;
- Coordinating with SBA and 49th Parallel Institute to sponsor Montana/Canada/Japan trade seminar in October.

For additional information please contact me at 444-4271.

JWB/ke

EXHIBIT 13
LFA
3/20/85

STATE OF MONTANA

Office of the Legislative Fiscal Analyst

STATE CAPITOL
HELENA, MONTANA 59620
406/449-2986

JUDY RIPPINGALE
LEGISLATIVE FISCAL ANALYST

March 20, 1985

TO: Representative Francis Bardanouve, Chairman
Members of the House Appropriations Committee

FROM: Peter Blouke
Senior Analyst

SUBJECT: Language for Medicaid-Other Services.

The following is in response to your request for alternative language to be included in the appropriation bill for the Department of Social and Rehabilitation Services. The issue under consideration should any limitation be placed on the department regarding changes in the medicaid-other program if funds appropriated by the legislature for the medicaid-other program are not sufficient to provide medical care to all medicaid eligible persons.

1. Legislative Finance Committee Review

The department may not alter the amount, scope, or duration of medicaid services provided under the medicaid-other program until proposed changes have been reviewed by the Legislative Finance Committee.

2. Compliance with Current State Statutes

In the event that funds appropriated for the medicaid-other program are not sufficient to provide medical care to all eligible persons, the department is directed to adopt cost containment initiatives in accordance with 53-6-141,MCA, to maintain expenditures within appropriated funds.

3. <u>No Changes in Program Allowed</u>

The department shall not expand or reduce the amount, scope or duration of the benefits available under the medicaid-other program during the 1987 biennium. In the event that appropriated funds are not sufficient to provide medical care for all eligible persons, the department shall seek a supplemental appropriation from the next legislature.

pbleg:FB 3-20-5

the manner on the form prescribed by the department of social and rehabilitation services. All individuals wishing to apply shall have the opportunity to do so.

History: En. Sec. 8, Ch. 325, L. 1967; R.C.M. 1947, 71-1518.

53-6-133. Investigation and determination of eligibility. (1) The county department shall promptly investigate and determine the eligibility of each applicant under this part in accordance with the rules of the department of social and rehabilitation services. Each applicant shall be informed of his right to a fair hearing and of the confidential nature of the information given. The county department shall determine whether or not the applicant is eligible for assistance under this part, and aid shall be furnished promptly to eligible persons. The county public welfare board shall review the determination of the eligibility or noneligibility made by the county department. Each applicant shall receive written notice of the decision concerning his application, and right of appeal shall be secured to the applicant under the procedures of 53-2-606.

(2) The county departments of public welfare and the department of social and rehabilitation services are hereby authorized to accept the federal social security administration's determination of eligibility for supplemental security income, Title XVI of the Social Security Act, as qualifying such eligible individuals to receive medical assistance under this part.

History: En. Sec. 10, Ch. 325, L. 1967; amd. Sec. 1, Ch. 181, L. 1974; amd. Sec. 1, Ch. 327, L. 1977; R.C.M. 1947, 71-1520.

53-6-134 through 53-6-140 reserved.

53-6-141. Amount, scope, and duration of assistance. (1) The amount, scope, and duration of medical assistance granted eligible persons shall be determined by the department of social and rehabilitation services. Payments on behalf of persons in state-operated institutions shall be made only from funds appropriated specifically for this purpose, as such funds are available.

(2) If available funds are not sufficient to provide medical care for all eligible persons, the department shall have the authority to set priorities to limit, reduce, or otherwise curtail the amount, scope, or duration of the medical care and services made available.

(3) For the purpose of determining eligibility and amount of assistance to be granted to those individuals covered in subsections (2)(g) and (2)(h) of 53-6-131, the department shall establish a maintenance standard.

History: En. Sec. 7, Ch. 325, L. 1967; amd. Sec. 3, Ch. 261, L. 1971; amd. Sec. 2, Ch. 20, L. 1973; R.C.M. 1947, 71-1517; amd. Sec. 1, Ch. 562, L. 1979.

53-6-142. Periodic review of assistance. All medical assistance cases approved under this part shall be reviewed as often as shall be required under the rules of the department of social and rehabilitation services.

History: En. Sec. 11, Ch. 325, L. 1967; R.C.M. 1947, 71-1521.

53-6-143. Exclusion of liens — recoveries. No applicant hereunder may be required to execute an agreement for lien on his real property. No lien may be imposed against the property of an individual prior to his death

EXHIBIT 14
BRADLEY
3/20/85

STATE OF MONTANA

Office of the Legislative Fiscal Analyst

STATE CAPITOL
HELENA, MONTANA 59620
406/449-2986

JUDY RIPPINGALE
LEGISLATIVE FISCAL ANALYST

March 20, 1985

TO: Representative Dorothy Bradley

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, 48, and 49 percent of the poverty index, (2) eliminating abled-bodied people under the age of 40 from the General Assistance caseload, and (3) eliminating abled-bodied people under the age of 50 from the General Assistance caseload.

Option 1
1987 Biennium General Fund Difference
AFDC Payment Standard at 47 Percent or 48 Percent with Adjustments in General Assistance Eligibility Criteria for eliminating Age 40 and Under

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	5,906,368	(292,606)
Total	$26,187,211	$26,287,514	$ 80,303

Option 2
1987 Biennium General Fund Difference
AFDC Payment Standard at 47 Percent or 49 Percent with Adjustments in General Assistance Eligibility Criteria for eliminating Age 50 and Under

Program	47 Percent 35 and Under	49 Percent 50 and Under	Difference
AFDC	$19,988,237	$20,757,224	$768,987
General Asst.	6,198,974	5,384,466	(814,508)
Total	$26,187,211	$26,141,690	$(45,521)

The following table shows the total funding for the AFDC program. The General Assistance Program is entirely general fund.

Table 1
AFDC Funding at Poverty Index Levels of 47, 48 and 49 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
49% of Poverty			
General Fund	$10,119,903	$10,637,321	$20,757,224
County Funds	655,073	690,896	1,345,969
Federal Funds	20,709,731	22,216,023	42,925,754
Total	$31,484,707	$33,544,240	$65,028,947

PBLEG:FB 3-19-85

EXHIBIT 15
SEN. REGAN
3/20/85

		FY 86	FY 87
I.	Original Request		
	Statewide Testing		
	1 FTE	32,000	32,000
	30,000 Test Booklets		
	at $3 per copy	90,000	90,000
		122,000	122,000
II.	Executive Budget		
	Teacher Testing	50,000	50,000
III.	Sub-committee Testimony		
	Teacher Testing &		
	Student Testing	50,500	11,500
IV.	Sub-committee Vote	50,500	12,500
V.	Base Figures		
	A. Student testing		
	Travel	5,000	
	Clerical ~~Communication~~	2,000	
	Data collection	1,000	
	Printing	2,000	
		10,000	7,000

B. Teacher Testing

5 E.T.S. site guarantees 2000
at 400 each

Validation of tests	15,000
Travel	5,000
Communication	2,000
Data Collection	1,000
	$25,000 $10,000

EXHIBIT 16
MC CLEARNAN
3/20/85

MONTANA TECH - BUREAU OF MINES AND GEOLOGY

Earthquake Studies Office

	Current Level		Modified Request	
	FY 84	FY 85	FY 86	FY 87
Montana Tech - Organized Research				
Personal Services	14,662	18,380		
Operating	7,588	4,500		
Capital		500		
	22,250	23,380		
Montana Bureau of Mines and Geology				
HB 819, RIT Funds ($60,000)				
Berkeley Pit Monitoring				
Personal Services	2,550	2,630		
Operating	1,650	1,250		
Capital	10,825			
	14,825	3,880		
Montana Bureau of Mines and Geology				
1. Seismic Monitoring				
Personal Services			22,000	22,000
Operating			5,000	5,000
Capital				
Subtotal - seismic monitoring			27,000	27,000
2. Active Fault Mapping				
Personal Services			19,000	19,000
Operating			5,000	5,000
Capital				
Subtotal - active fault mapping			24,000	24,000
Total Modified Request			**51,000**	**51,000**

EXHIBIT 17
SPAETH
3/20/85

Amend House Bill 500 - Boilerplate -

Page 2, line 25.
Following: "budget"
Insert: "nor to increase or decrease a program more than 10%"

EXHIBIT 18
LEG. AUDITOR
3/20/85

OFFICE OF THE LEGISLATIVE AUDITOR

BUDGET PROCESS REDUCTIONS

Budget Chronology	General Fund Cumulative Reduction	FTE Reduction	Cumulative FTE Reduction
Budget Fiscal Year 1985		0	0
Audit Committee Request 1986	19%	0	0
Subcommittee Adjustments			
4% Vacancy Savings	21%	2.6	2.6
2% Governor's Cut	23%	1.3	3.9
5%	27%	3.25	7.15
5% Additional	31%	3.25	10.4

The budget process has had the following impact on our personnel available to complete our audits.

We hope to improve audit efficiency sufficiently to allow us to finish our work with the 6% cuts recommended by the Appropriations Subcommittee. If attrition is not sufficient to reduce the staff to funded levels, then layoffs will be required. A reduction of an additional 5% or a total of 7 FTE would mean we would not be able to complete the Medicaid performance audits in process. We would not be able to do any large performance audit. A timely response to legislative requests such as the recent General Assistance review would not be possible. Audits such as the vo-tech performance audit would not be possible. Layoffs of existing staff would be necessary.

An additional 5% reduction or a total of 10 FTE would result in a virtual elimination of performance audits, the limiting of responses to legislative requests, jeopardize completion of all required financial-compliance audits, and the Office of the Legislative Auditor would not be able to provide the service to the legislature which it has in the past. It would be questionable whether we could meet our statutory mandate for efficiency and effectiveness audits. You would be giving up performance audit work such as is shown on the attached list and the ability to respond to situations such as the Workers' Compensation and the University of Montana financial aid situations of prior years. Layoffs of additional FTE would be necessary.

JM221b

AUDITS

Job #	Audit	Requested By
85P-10	SRS - Medicaid Fee-Based Providers	Finance Committee
85P-12	SRS - Medicaid Cost-Based Providers	Finance Committee
85P-14	Fire Services Training School	Board of Public Education
85P-39	SRS - Medicaid Quality Control	Finance Committee
84P-6	MSU Physical Plant	Audit Committee
84P-10	OPI - Vocational Education	Legislators/Audit Committee
84P-19	Justice - Fire Marshal Bureau	Legislator
84P-34	SRS - Medicaid Adm. Support Functions	Finance Committee
84P-35	SRS - Medicaid Eligibility	Finance Committee
83P-16	FWP - Parks Division	Audit Committee
83P-17	WMC Physical Plant	Legislative Auditor
83P-18	DofA - Long-Range Building Program	Legislator/Audit Committee
83P-19	Commerce - Travel Promotion	Audit Committee
83P-24	Institutions - Center for the Aged	Legislator/Audit Committee
83P-33	Com. of Political Practices	Legislators/Audit Committee
82P-11	Revenue - Liquor Division	Audit Committee
82P-17	State-Owned and Leased Land	Legislators/Audit Committee
82P-34	Justice - Motor Vehicle Registration	Legislative Auditor
81P-15	Environmental Quality Council	1981 House State Admin Committee
81P-17	Highways - Preconstruction & Construc.	1981 House Highways Committee
81P-17M	Highways - Motor Pool	1981 House Highways Committee

PRELIMINARY SURVEY

Job #	
85S-1	Mainframe Security
84S-1	Post-Secondary Vocational Education
84S-2	Office of Budget and Program Planning
84S-3	Workers' Compensation Division - Health & Safety Bureau
84S-4	SRS - Aging Services Program
84S-5	Lease Acquisition of Buildings
84S-6	Central Stores
84S-7	Medicaid
84S-8	UofM Physical Plant
84S-9	SRS - Developmental Disabilities Program
84S-10	University EDP Activities
83S-1	Health & Environmental Sciences - Solid Waste Mgt. Bureau
83S-2	DofA - Building Codes Division
83S-3	OPI - Secondary Vocational Education
83S-4	OPI - School Food Service Division
83S-5	Military Affairs - Armory Maintenance & Renovation
83S-6	Fire Marshal
83S-33	Political Practice
82S-1	Military Affairs - Disaster Relief Program
82S-2	Agriculture
82S-3	MSU - Agricultural Experiment Station
82S-4	All State Agencies - Computer Services
82S-5	MSU - Cooperative Extension Service

EXHIBIT 19
CONSUMER COUN.
3/20/85

MONTANA CONSUMER COUNSEL

34 W. SIXTH AVENUE
HELENA, MONTANA 59620

STATE OF MONTANA

JAMES C. PAINE
CONSUMER COUNSEL
TELEPHONE (406) 449-2771

LEGISLATIVE CONSUMER COMMITTEE
SEN. ALLEN KOLSTAD, CHAIRMAN
REP. JOE QUILICI
SEN. PAUL BOYLAN
REP. EARL LORY

March 20, 1985

STATEMENT OF MONTANA CONSUMER COUNSEL TO APPROPRIATIONS COMMITTEE

The Appropriations Committee seeks a statement from the office of the Montana Consumer Counsel (MCC) which would set forth the perceived consequences of a 5% or a 10% reduction in its budget request.

The MCC statement assumes the possible reductions would be applied to the Appropriation Subcommittee's recommended appropriations, or:

	FY 1986	FY 1987	
	$881,776	$897,570	
Proposed Reduction Impact			
5% (44,089)	$837,687	$852,691	(44,879)
10% (88,177)	$793,599	$807,813	(89,757)

A. The following table would reflect estimated expenses of the office to participate in cases before the Montana Public Service Commission. This assumes that each of the major electric, gas and telephone companies operating in the state has only one major rate request filed per year that necessitates retention of a consultant. The figures reflected are actual historical expenditures incurred in recent cases (no inflation assumed). We do not budget for the occasional filing by entities such as Northwestern Telephone Co. (Kalispell area) or Great Falls Gas Co. Generally these types of cases (as well as smaller utility filings) are handled in-house, but there have been instances when consultants have been retained in cases involving these "medium-sized" utilities. Lastly, the table does not reflect the "new" utilities presence that necessitated a request by this office for additional monies (explained in more detail below).

Utility	Expended	Source/ Case No.	Type
Pac.Power & Light	$ 47,163	Doc.82.4.28	electric
Mont.Dak.Utilities	64,063	83.9.68	electric
Mont.Dak.Utilities	54,901	83.8.58	gas
Mountain Bell	108,596	82.2.8	telephone
Montana Power Co.	165,975	83.9.67	electric
Montana Power Co.	78,156	82.8.54	gas
	$ 518,854		

B. The primary cause for this office seeking an increased appropriation for the biennium is the addition of two utilities that this office feels will cause the incurrence of additional contractual service expenditures:

1. AT&T Communications. As a result of divestiture (settlement of the Justice Department's Antitrust suit against the Bell System), AT&T now provides certain services in Montana (previously rendered by Mountain Bell). The Company's Montana operations are now regulated by the Montana Public Service Commission. We are confident that AT&T will be seeking rate relief on an annual basis and a <u>very</u> conservative estimate of additional contractual services incurred would be $60,000. (See A above for comparison with other case expenses.)

2. Williston Basin Interstate Pipeline Company (Williston). Montana-Dakota Utilities Co. was recently successful in reorganizing its corporate structure in a case before the Federal Energy Regulatory Commission (FERC). MDU was successful in transferring all of its natural gas production, transmission and storage facilities to the newly-created Williston Basin.

This action removes from the various state regulatory agencies' jurisdiction (Montana, Wyoming, North Dakota and South Dakota) a very large portion of MDU's natural gas assets. It leaves the state agencies with only the so-called distribution properties (within the communities) to regulate.

Williston will supply all of MDU's natural gas, but the gas price will be set by FERC proceedings.

In order to protect Montana gas subscribers' interests, participation in FERC cases will be necessary as over 80% of the total cost of service in providing natural gas is the gas (as opposed to non-gas) cost itself.

We are quite certain that Williston will have <u>at least</u> one case per year before FERC and would estimate additional costs of some $60,000 for consultant monies plus approximately $6,000 in additional travel monies to attend Washington, D.C.

hearings and pre-hearing conferences. (Again, compare with historical costs in A above.)

C. If one adds the estimates in (A) and (B), the result is a conservative estimate for contractual service expenses in the amount of $644,854 ($518,854 + $126,000).

D. Historically, the expenses for contractual services constitutes over 2/3 of the MCC's budget and this biennium request is no different.

For example, the $644,854 estimate for contractual services set out above constitutes some 73% of the total $881,776 subcommittee-recommended budget.

Conclusions

Any significant dollar savings would, of necessity, be primarily felt in the contractual services category.

As an example, if the Committee chose to freeze Personal Service categories, the savings would be:

1985 Approp.	1986 Request	Savings if frozen
$174,006	$178,354	$4,348

We, therefore, conclude that the bulk of a proposed 5% reduction ($44,089 decrease) or of a 10% reduction ($88,177 decrease) would be felt in the contractual service category.

This simply means that the extent of Consumer Counsel's participation in cases would be curtailed. Either we would be unable to retain consultants to participate in one or two major cases in each fiscal year of the biennium, or we would be unable to hire consultants to participate in each important phase of a proceeding (we generally address three major areas in a case - (1) cost of capital or rate of return, what return on rate base the utility needs; (2) revenue requirements, in-depth analysis of the utility's revenues and expenses; and (3) rate design, the spreading of the determined revenue requirement amongst the utility's classes of customers.)

In conclusion, a 5% or 10% reduction would cause the office not to represent Montana consumers in one or two major cases each fiscal year of the next biennium.

Respectfully submitted,

James C. Paine
Montana Consumer Counsel

EXHIBIT 20
LFA
3/20/85

STATE OF MONTANA

Office of the Legislative Fiscal Analyst

STATE CAPITOL
HELENA, MONTANA 59620
406/449-2986

JUDY RIPPINGALE
LEGISLATIVE FISCAL ANALYST

March 20, 1985

TO: Members of House Appropriations Committee

FROM: Judy Rippingale Judy
Legislative Fiscal Analyst

SUBJECT: Request for Information on Budget

As you requested, the Legislative Finance Committee Chairman and Vice-Chairman have discussed what action would be taken if either a 5 or 10 percent budget reduction were enacted. Table 1 shows the effect of the budget reductions.

Table 1
Effect of 5 or 10 Percent Budget Reductions
1987 Biennium

	- - - - 5 Percent - - - -		- - - - 10 Percent - - - -	
	Fiscal 1986	Fiscal 1987	Fiscal 1986	Fiscal 1987
Total Budget	$771,434	$749,503	$771,434	$749,503
Reduction	38,572	37,475	77,143	74,950
Net Budget	$732,862	$712,028	$694,291	$674,553
Reductions:				
FTE Approximate	1.5	1.5	2.5	2.5

jrleg:esl:hac 3-20-5

EXHIBIT 21
EQC
3/20/85

STATE OF MONTANA
ENVIRONMENTAL QUALITY COUNCIL

STATE CAPITOL
HELENA, MONTANA 59620
(406) 444-3742

Deborah B. Schmidt, Executive Director

GOV. TED SCHWINDEN
Designated Representative:
John F. North

HOUSE MEMBERS
Dennis Iverson, Chairman
Dave Brown
Hal Harper
Earl C. Lory

SENATE MEMBERS
Mike Halligan, Vice Chairman
Dorothy Eck
James Shaw
Larry Tveit

PUBLIC MEMBERS
Tad Dale
Warren Harding
W. Leslie Pengelly
Frank S. Stock

March 20, 1985

TO: House Appropriations Committee

FROM: Rep. Dennis Iverson, Chairman
Sen. Mike Halligan, Vice-Chairman
Deborah B. Schmidt, Director DBS

RE: Environmental Quality Council Budget

In response to Rep. Donaldson's proposal to cut 5 percent or 10 percent of the EQC's budget, we wish to make the following points:

1. At the direction of the Council, the EQC submitted a fiscally sound and responsible budget at the outset.

2. The Subcommittee recommendation of $235,443 for 1986 is less than a one percent (1%) increase from the appropriated 1985 amount of $233,241. The 1987 increase is less than one percent (1%) as well.

3. As the smallest legislative agency, the EQC, with an FTE level of 5.5 cannot absorb such a dramatic cut as 5 or 10 percent in personal services. There are no line itemed programs that can be eliminated. The Montana Environmental Policy Act (MEPA) requires that the EQC perform studies, oversee all agency programs related to natural resources and the environment, prepare natural resource legislation, and oversee the preparation of environmental impact statements. MEPA requires other activities as well, and these cannot be accomplished with less than our current level personal services.

If 10% of our total budget is taken from operating expenses, the EQC would lose one-third of its operating expenses, which is unacceptable.

<u>5 PERCENT</u>

Five percent of the EQC's budget for FY 86 is $11,772; for FY 87, $11,785. The effect of this reduction on personal services would be to eliminate .5 FTE and Council compensation for three meetings each year. If this amount is removed from operating expenses, the effect would be a 17 percent reduction in the operating budget for FY 86 and for FY 87.

10 PERCENT

Ten percent of the EQC's budget for FY 86 is $23,544; for FY 87, $23,821. The effect of this reduction on personal services would be to eliminate 1.0 FTE (a 20 percent reduction) and Council compensation for four meetings each year. If this amount is removed from operating expenses, the effect would be a 30 percent reduction in the operating budget for FY 86 and for FY 87.

We would be happy to discuss these concerns further with the Committee.

EXHIBIT 22
LEG. COUNCIL
3/20/85

March 20, 1985

LEGISLATIVE COUNCIL

This report does not include:

(1) The interim studies and conferences biennial budget of $360,782, which is line-itemed on the brown sheet; nor

(2) Montana Code and Annotations budget of $969,000, which is revolving fund moneys and includes NO personal services or equipment. It is strictly printing, binding, and mailing costs.

This report just encompasses the Council's internal operational budget. This covers four divisions:

(1)	Management (Director, accounting, purchasing, Code distribution, and secretarial)	(9.5)
(2)	Legal (attorneys and indexers)	(10.0)
(3)	Research (researchers and librarians)	(8.5)
(4)	Legislative Services (computer programmers, data entry operators, editors, proofreaders)	(13.0)
		41.0

Over half the Council budget is personal services. Other items such as rent, computer services, telephone, supplies, etc. are fixed costs. The Council cannot cut many of these costs and still do its job. The equipment budget is already down 57%. Therefore, any further cuts mean primarily PEOPLE cuts. By division, those cuts would probably be as follows:

Management

5% cut - one computer and one secretary

10% cut - two computers and two secretaries.

While it can't be predicted how many study or select committees will be established for 85 - 87, for the sake of comparison, during 83 - 85, 3.5 secretaries staffed 9 studies and 7 permanent committees. If the cut(s) were made, committees such as Revenue Oversight, Administrative Code, etc. would probably have to use their already miniscule budgets to pay outside secretarial costs. Use of outside secretaries with no experience has all sorts of other ramifications

It should also be noted that the committee budgets cover not only money to reimburse members their salary and travel expenses, but also the money needed to reproduce and mail the working papers and reports to members and the public and also the capacity to retain any sort of consultants to provide expert assistance.

Legal

5% cut - one attorney

10% cut - two attorneys

The Legal Division consists of seven lawyers, one temporary session lawyer, a director, and two indexers. The Legal Division performs bill drafting, standing committee staffing, MCA statute text codification, MCA annotations preparation and publication, administrative rule review for compliance with legislative intent for the Administrative Code Committee, legal services for interim study committees and the Revenue Oversight Committee, initiative review as required by the election laws, legal research for individual legislators and the Legislative Fiscal Analyst, and responses to various information requests from the public and other states.

Under the existing budget cuts of 4% of personal services and the additional 2% of total, together with the fact that as of March 11, 1985, Legal Division's accumulated compensatory and annual leave time totaled 3,005.37 hours, it will be difficult to maintain current levels and get the job done, even if no further cuts are made.

Since personal services constitute approximately 98% of the total Legal Division budget, any significant percentage cuts must come out of personal services. An additional 5% cut, which would amount to $20,197 in FY 1986 and $24,722 in FY 1987, would have to result in loss of one attorney FTE.

Each attorney and researcher staffs at least one standing committee. Some staff two committees. Whenever an attorney or researcher staffs only one committee, it is because that committee meets at least five days a week. Attorneys and researchers are already spread as thinly as possible among committee assignments. A loss of one attorney would therefore mean that at least one Class I committee or two lesser committees would have to do without professional staff.

We expect to handle at least 1,950 bill drafting requests this session (1940 received to date). With 15 drafters (eight lawyers and seven researcher), the average load per drafter is 130 bill drafting requests. This average load already pushes drafters to the limits of human effort and tolerance. To increase the load by staff reductions would directly affect quality and timeliness of bill drafts, not to mention the effects on staff morale and health.

All lawyers review proposed rules for compliance with legislative intent for the Administrative Code Committee. During heavy rulemaking period (e.g. shortly after legislative session) it is often difficult to meet rule review deadlines; these deadlines are necessary to allow the Committee to receive staff reports, meet, and if necessary, object to a proposed rule before it is adopted. Staff reduction would aggravate this difficulty.

During the latter part of session and into the summer, lawyers are heavily involved in codification of newly enacted laws. Camera-ready copy production and review, printing, and distribution has not been completed until late October or November in the past. The illusive goal of distributing the MCA statute text to subscribers before the October 1 general effective date of most laws would very likely not be met if the number of codifiers is reduced.

Time is of the essence with regard to issuance of MCA annotations. Reduction in legal staff would slow this process.

An additional cut of 10%, which would amount to $40,394 in FY 1986 and $49,444 in FY 1987, would result in loss of two attorney FTEs and would literally double the ramifications stated above (e.g. no professional staff for two Class I committees, four lesser committees, or one Class I and two lesser committees; even greater average load per bill drafters; etc.).

Given the fact that the Code must be published, all annotations must be updated at least once during each interim, and the initiative review function is required by law, a loss of two attorney FTEs would necessitate serious consideration of eliminating legal services to interim study committees and the Revenue Oversight Committee, legal research for individual legislators, and the LFA, professional staff to the Administrative Code Committee, or some combination thereof. In the case of the Administrative Code Committee, its functions, although mandated by permanent law, would be effectively gutted without Council staff assistance because under its current budget, the Committee couldn't possibly hire legal services at the current level that it is receiving them even if it were to expend its entire budget on such services, which of course would leave no money for meetings.

Research Division

5% cut - the entire equipment budget, staff travel budget, and Interim newsletter budget would be eliminated.

10% cut - in addition to the above, an FTE would be lost and earned staff promotions would be unavailable.

After other cuts, the following would be the amounts of the cuts suggested:

	FY 86	FY 87
5%	12,133	11,995
10%	24,267	23,988

The statutory services of the division are primarily services provided by people. Therefore, maintaining adequate staff would be the highest priority.

The loss of the Interim would reduce the level of communication of interim legislative activities and the effectiveness of the Legislature as a coequal branch of government during the interim. The cost is modest at just over $3000 for the entire service.

The loss of the equipment budget would reduce the ability of the staff to begin to employ efficient new methods of work and to thus expand services with no expansion of people.

The loss of the travel budget reduces the capacity of the staff to avail itself of training opportunities that help provide the knowledge needed to provide quality services. The loss would be a loss in quality.

The loss of a researcher would reduce the capacity of the staff to conduct our interim study work both in response to requested committee assistance and response to individual legislator research requests. During the session, bill drafting would be hampered by the loss of a bill drafter. This would slow down the legislative process by resulting in bills being delivered later in the session. There would also be one class I committee or two class II committees without staff assistance or reduced services from staff who would be forced to stretch themselves even further. (One senator told us this year we should only staff one committee as it is.)

The long term implications are perhaps hard to predict, but a staff that is asked to do more work with less resources and support is likely to suffer morale problems. This can lead to a higher turnover rate and reduce service efficiency.

Research Library

5% - 1986

1. Personal Services: no cut -- 1.5 person office
2. Operating Expenses: 19% cut as outlined:

a.	Contracted services:	$ 1,340	(data base services)
b.	Supplies & materials	834	(books and journals)
c.	Travel	300	(in-state convention travel)
	Total savings	$2,474	

10% cut - 1986

1. Personal Services: no cut

2. Operating Expenses: 38% cut as outlined:

a.	Contracted services:	$ 1,840	(Clipping Service eliminated)
b.	Supplies & materials	2,500	(books & journals)
c.	Travel	609	(out-of-state travel)
	Total savings	$ 4,949	

A cut of 5% in FY 86 would result in the reduction of availability of new data base services, i.e. WESTLAW and DIALOG, etc. Card duplication and the Clipping Service would also be reduced.

The books and journals are the top priority item in the library budget. Existing revenues for FY 85 are almost spent with the 4th quarter still to come.

In-state travel to the Montana Library Convention would be eliminated.

A 10% cut in the FY 86 budget would gut the Operating Expenses budget. Data base services would be cut deeper. The Clipping Service would be eliminated. The books and journals budget would be cut by 27%. No new journals would be purchased. The revenue would only support existing purchases.

Travel to the in-state Library Association would be eliminated.

5% 1987

1. Personal Services: no cut

2. Operating Expenses: 2.5% cut as outlined

	a. Supplies and materials	$ 413	(reader/printer supplies)
3.	Capital Expenses: 100% cut	2,710	(reader/printer not purchased)
	Total savings	$3,123	

The 5% cut would largely come from not purchasing a microfiche reader/printer. With the renovation project on hold, the space problems of the library have to be addressed. Microfiche does offer a solution. Antagonism to the use of microfiche can be lessened by being able to provide the user with a paper copy from the fiche via the reader/printer.

10% 1987

1. Personal Services: no cut

2. Operating Expenses: 21.5% cut as outlined

	a. contracted services	$1,100	(WESTLAW & DIALOG)
	b. supplies and materials	1,580	(books & journals)
	c. maintenance	350	(eliminated)
	d. travel	500	(in-state convention)
3.	Capital expenses	2,710	(reader/printer)
	Total savings	$6,266	

The Legislative Council Library is scheduled to take over the purchasing and technical services function for the Environmental Quality Council. Reference service and data base searching will also be included.

A 10% cut in the FY 87 budget will cut the services of the library by not providing for valuable tools in the form of books, journals, reference materials, computerized bibliographic services, etc. Other libraries in the area will not be able to provide the level and quality of service.

The Legislature is the primary clientele of the Legislative Council Library. Cuts in budgets will be reflected in the services provided for the primary as well as secondary clients.

Legislative Services Division

5% - 4 FTE

10% - 4 FTE and entire program such as Bill Status

The Legislative Services Division provides computer services for the Legislature. The services provided are printing of bill drafts and introduced bills, engrossing and enrolling of bills, daily Journal, daily Bill Status listing, general Bill Status reports, online Bill Status, Journal publicaton, Session Law publication, MCA Code publication, and Annotations publication.

The budget for the Legislative Services Division is divided into the following major areas.

FY 86

1.	Personal Services	$329,000	55%
2.	Computer Processing	246,000	41%
3.	Software	11,000)	
		)	4%
4.	Travel & miscellaneous	8,000)	
	Total	$594,000	

FY 87

1.	Personal Services	$546.000	55%
2.	Computer Processing	432,000	43%
3.	Travel & miscellaneous	12,000	2%

After the first cuts of 6%, this budget is now truly bare bones. To cut another 5% would mean that either FTEs would have to be cut or computer processing would have to be cut.

If FTEs are cut, this would mean a major slow down in the amount of time it would take to provide printouts of bills, Journal, etc. Staff are already working to human limits.

If the computer processing is cut, this would mean we would only be able to provide 95% of the bills, Journal, etc (over which we have no control) or try to cut out an entire function such as Bill Status. We assume that a program such as Bill Status greatly enhances the Legislature's efficiency.

A 10% cut is basically the same thing except cut more FTEs or more computer processing. Most of it such as Journals, Code, etc. would be unthinkable to cut out. We have to process bills, Journals, and finally, The Laws.

DSDIV/hm/Budget report

VISITORS' REGISTER

Appropriations COMMITTEE

Gen. Govt. & Highways (Executive Action)

BILL NO. HB 500 DATE March 20, 1985 a.m

SPONSOR Bardanouve

NAME (please print)	RESIDENCE	SUPPORT	OPPOSE
Jim Shoops	Nike - MONT	?	?
Ed Phillips	558 1/2 Spencer	✓	
Gary Wicks	Helena MDOH	✓	
Susan Hansen	Attorney General's Off	—	
Bob Kuchenbrod	✓ ✓ ✓	—	
Al Goke	Highway Safety	✓	
Ellen Feaver	D of A	-	
Dennis M. Taylor	State Personnel Div/DOA	✓	
Don Breiby	D/A	✓	
[illegible]	DOA - Insurance	✓	
Mike Trevor	DOA / ISD		
Laurie Ekanger	DOA / Purchasing	✓	
George Christensen	DMA / DES		
Vic Burt	MT. Tech. Butte	✓	
Richard Mueller	Mt. College Coalition		

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

PLEASE LEAVE PREPARED STATEMENT WITH SECRETARY.

CS-33

VISITORS' REGISTER

Appropriations COMMITTEE

Natural Resources (Executive Action)

BILL NO. HB 500 DATE Mar. 20, 1985 p.m.

SPONSOR Bardanouve

NAME (please print)	RESIDENCE	SUPPORT	OPPOSE
Terry McArdle	Townsend	✓	
Paul Uzelik	"	✓	
Ron Turley	Butte, Montana Tech	✓	
Bob Sled	Beavertail		

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CS-33

VISITORS' REGISTER

Appropriations COMMITTEE

Gen. Govt. & Highways (Executive Action)

BILL NO. HB 500 DATE Mar. 20, 1985 p.m.

SPONSOR Bardanouve

NAME (please print)	RESIDENCE	SUPPORT	OPPOSE
Terry McArdle	Townsend		
Paul Updike	"		

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

PLEASE LEAVE PREPARED STATEMENT WITH SECRETARY.