

MINUTES OF THE MEETING
EDUCATION SUBCOMMITTEE
50TH LEGISLATURE

February 4, 1987

The meeting of the Education Subcommittee was called to order by Chairman Dennis Nathe at 8:08 a.m. on Wednesday, February 4, 1987 in Room 104 of the State Capitol.

ROLL CALL: All members were present with the exception of Senator Jacobson who was excused. Also present were Dori Nielson, Jane Hamman, and Taryn Purdy of the Legislative Fiscal Analyst office, Sib Clack and Norm Rostocki of the Office of Budget and Program Planning, and Deb Thompson, Secretary.

MONTANA COOPERATIVE EXTENSION SERVICE - EXECUTIVE ACTION

(1-A-033) Senator Jergeson inquired whether the federal retirement system had been analyzed by the staff or if there was an option to use the PERS system. Dr. Leroy Luft replied that it was not an option for the individuals that were currently on the civil service retirement system but new hires would go on the state system. Individuals have the opportunity to deposit up to 5 percent of their salary on a thrift savings plan. The employers have to match that (063). Since there is this incentive there is a high percentage of people participating in the thrift plan.

Representative Peck asked about the thrift program in terms of potential participants and whether there was any tax advantage. Dr. Luft replied the savings were deferred tax innuity. For budget purposes the maximum was estimated and that it was not know how many people would go into the system. The figure of \$524,000 was for people into the system the the figure of \$668,000 was the maximum including the thrift savings plan.

Senator Jergeson commented that it looked like the federal government has taxed state government and it did not look like much of a choice. Representative Peck said that for that specific purpose it needed to be line itemed. Sib Clack said it was reasonable to assume the maximum level since it was an attractive package and agreed that if it was line itemed the authority would be used up to the demand.

The total increase in the federal retirement act were new and above costs. Senator Jergeson asked what the total contribution in personal services would be assuming the maximum. (169) Jane Hamman said the request was 121.91 or

\$5,483 as an average per employee. Representative Peck said this equaled 5 percent of the salary. The total package will be about 31 percent instead of the current 13 percent. This is an increase of 18.5 percent. The cooperative extension service pays all the benefits for the county extension people and the county pays up to 65 percent of the clerk and recorders salary. Because of the county contribution, a clear cut between benefits and salary cannot be made.

Representative Iverson asked if there were any other options the committee could consider. It was decided by the committee to postpone the civil service retirement portion of the Montana Cooperative Extension Service until further information could be brought forth.

Senator Jergeson asked for clarification of FTE (495). Dr. Luft explained the FTE were matched with county dollars and that county agents were a percent of state money. Jane Hamman said there were 52.03 county agents FTE which represented 87 people.

Dr. Welch discussed comparisons of numbers of FTE relative to the proposed merger. A plan for consolidating the administrations of the Montana Cooperative Extension Service and the Agricultural Experiment Station was presented (Exhibit 2). This document had been approved by the Board of Regents. (1-B) The changes within the structure and the positions were explained.

Senator Jacobson asked if the associate director position had been eliminated in Special Session III. It was explained that Dr. Hoffman had resigned and Dr. Luft moved up. The associate director's position was vacant. Dr. Welch explained the need for the four area supervisors instead of the two that the LFA had budgeted.

(289) More time and information was needed for the committee in considering the budget for the new structure, the FTE level, and in consideration of the three funding sources. Chairman Nathe scheduled this for the following Wednesday. Representative Peck said a check with the congressional office would help decide if there was a way around the retirement system problem.

Dr. Welch wanted to make it clear that the merger was seen as an opportunity to make the program better. There was in the appropriation process two separate line items one for the experiment station and one for the extension service and regardless of the merger there will still be the bottom line and the budgets will have to be built together. Senator Hammond asked if there would ever be one budget for this

merger. Dr. Welsh replied that he anticipated it would not because of the separate accountability entities with the federal component as an example. He felt that one of the components would look its identity or be absorbed into the other and that they needed to be kept separate. Chairman Nathe said that the committee would delay action until the following Wednesday.

(Continued) OFFICE OF PUBLIC INSTRUCTION:

Taryn Purdy distributed forms showing the subcommittee action on the Office of Public Instruction (Exhibit 3). (490) This showed the individual programs reflecting the reorganization including the rollup of positions and the issues summaries.

Representative Peck asked about the other bill drafting request and if someone was handling it. That was the "may" substitution for "shall" for the staff of OPI. Judy Johnson had discussed the obligation to hire certain staff positions, preventing flexibility. (586) Senator Hammond asked if the film library funds were placed in a different account, whether it still be possible to consolidate with the other film programs in other areas of government. Taryn Purdy replied that the film libraries accounts were in several different types of accounts. This would take away the requirement that it be run as a profit-loss business. It would then be a state special revenue account as it was in the past couple years, but it would not preclude a consolidation of the libraries. (611)

Taryn Purdy also distributed the potential changes for the office of public instruction in response to the request from the committee to change the statutes (664) (Exhibit 4). Senator Jacobson moved to approve the program known as Traffic Safety Education and Indirect Costs, and to protect Special Education and Special Education Contingency from recissions for the 1989 biennium and to add Secondary Vo-Ed as a biennial appropriation for the 1989 biennium. The motion PASSED unanimously.

Taryn Purdy said there were a couple other areas that the committee had some concerns about. The first was payroll costs in the indirect cost pool. The payroll service fees that were in the budget are service fees that were determined by the state auditor's office. The state auditors broke the service fees into general fund and non general fund categories. Only non-general fund payroll services fees are in the budget. The general fund is accounted for in the state auditors budget. She asked for committee clarification on school foods which had maintenance of effort in general fund. The remainder of school foods

funding is from a couple of federal sources. There was also a possibility of a budget amendment for federal revenue that may increase.

Mr. Chesbro (2-A-068) said that the estimate of the federal money available for the school foods was the amount that was in the executive budget. The LFA used general fund figures required for federal match. The committee adopted the figure that the LFA used and the language was included so that the agency would be able to come in for a potential \$13,000 if necessary. Representative Peck said the need for the budget amendment was recognized by the subcommittee.

Senator Jergeson asked about the vo-ed cuts and if the committee should reexamine the program. Senator Jacobson questioned what Vo-ag was and if they got the extra state monies. Gene Christiaanson replied that the vo-ag was a class one program and they were impacted more than distributive education. Senator Jergeson said that if some of this was restored, a savings somewhere else would have to be found within the agency.

Taryn Purdy said there was one other item that had to do with federal funds in the old program Special Services. It was unknown how much federal funds would be received. It is not known whether the adopted authority was sufficient. As the session progresses on the figures from the federal government for grants will firm up. This may be an area the committee will want to examine to see if the authority granted is sufficient for the grants they will receive. Judy Johnson said the grants were almost all in. They had been requested by the federal government to apply for a full time FTE and increase the national diffusion network grant by \$30,000. This has been done. The other grant includes all the Title IV money combined into one grant. A reauthorization for the administration portion of Chapter I could mean an amendment may be necessary. The spending authority has been left but the federal FTE removed (184). They will have possibly two more federal FTE that will be attached to the grants as they come in. She suggested to the committee to add back the federal FTE. Representative Peck said they could put the FTE through the budget amendment.

Chairman Nathe (248) said it should be clearly stated that when federal funds are made available OPI can request a budget amendment for funds or for FTE's or whatever it takes in order to spend that federal grant money.

Senator Jacobson asked where the audiology funds were. Taryn Purdy said they were transferred to OPI under a new control. Mr. Chesbro had one request for increasing spending authority under the basic skills under driver education

program (Exhibit 5). (287) The authority is to spend money to replace vehicles and buy supplies. They have the money on hand. The fees for putting on the training program had been set aside and just need the spending authority to spend. Senator Hammond moved to approve the request for additional spending authority for the drivers education program in Lewistown, Montana, with general fund in the amount of \$26,000. The motion PASSED unanimously.

Taryn Purdy said the discretionary flow through federal funds and the distribution to schools options would still be worked out for the committee.

MONTANA FORESTRY CONSERVATION EXPERIMENT STATION

Jane Hamman reviewed the worksheet information listing the issues including the number of FTE, vacancy savings, and the Lubrecht Forest. Representative Peck asked if the approach for vacancy savings was consistent in the subcommittees.

The fire protection cost at Lubrecht Forest had been paid in the past by timber sales. Now it was a problem with unpredictable revenue and that fire protection costs had to be paid for.

Senator Jacobson moved to accept current level for FY88 and for FY89 adding the Lubrecht Forest issue of fire suppression and electricity into operating expenses for a figure of \$7,786 each year (053). The motion PASSED with Senator Hammond voting NO.

Senator Jacobson moved current level for funding and add in those figures for FY88 and FY89 of \$7,786 each year to the general fund total. Senator Jacobson said this was all general fund and they would have to go back and look at the RIT funds and make a decision. Sib Clack said legislation would be required to assign those funds. The motion PASSED with Senator Hammond voting NO.

DR. WILLIAM TIETZ - RESPONSE TO ALLEGATIONS

(2-B-135) Dr. Tietz presented documents relevant to the testimony given February 2, 1987, by Mr. David Davidson. (Exhibit 6a-e) He referred to letters in response that were only relative to the fall study done by the Commissioner of Higher Education and a series of comments he had made in regards the impacts of CI-27. Dr. Tietz had warned that programs might be in jeopardy. The statement had been read in part. He had not made those statements in regards to the role and scope of the University. The architecture program is not in the core operation in Montana State University. He felt importance of his position on the school of

architecture be clear. He had said that should there be an increase in funding to the HB30 levels he would not move to restore programs but would first put dollars into faculty salaries and departmental operating budgets. He would then put money into an arts outreach program, into the library and into support of advancements in biotechnology and material science. Only at HB500 levels could the program be reinstated and that was consistent with what he told the regents (see attached transcripts 6-d).

ADJOURNMENT: The meeting was adjourned at 11:20 a.m. The next hearing on the Bureau of Mines was announced for 8:00 a.m. in the SRS Auditorium.


DENNIS NATHE, Chairman

dt/2-4

EDUCATION

SUB COMMITTEE

Date _____

2-4-87

[illegible]

Agency Summary Budget Detail Summary	Actual FY 1986	Budgeted FY 1987	Recommendation FY 1988	FY 1989
Full Time Equivalent Employees	291.70	279.65	258.59	258.59
Personal Services	6,857,593.68	7,200,421	6,717,917	6,717,917
Operating Expenses	1,478,861.06	1,902,802	1,435,585	1,457,996
Equipment	206,809.70	1,800	285,197	285,197
Capital Outlay	714.06	0	0	0
Debt Service	15,578.20	0	0	0
Total Agency Costs	\$8,559,556.70	\$9,105,023	\$8,438,699	\$8,461,110
Current Unrestricted Fund	8,559,556.70	9,105,023	8,438,699	8,461,110
Total Funding Costs	\$8,559,556.70	\$9,105,023	\$8,438,699	\$8,461,110
Current Level Services	8,559,556.70	9,105,023	8,438,699	8,461,110
Total Service Costs	\$8,559,556.70	\$9,105,023	\$8,438,699	\$8,461,110

Agency Description

The Agricultural Experiment Station was established at Montana State University in 1893 by the Montana Legislature under authorization provided by the U.S. Congress of 1887 (Hatch Act). The station is composed of fourteen research and service departments and laboratories located at Bozeman, and seven research centers located around the state.

The goal of the Agricultural Experiment Station is to contribute to the welfare of the state, national and international communities through relevant research programs on agricultural problems. Research is conducted to improve the com-

petitive position of Montana crop and livestock producers, and to develop agricultural production principles and techniques applicable to semi-arid and intermountain regions throughout the world.

Policy Issues

Plans for consolidating all or parts of the Agricultural Experiment Station and the Cooperative Extension Service were not finalized at the time of the preparation of the Executive Budget. Therefore, budget reductions were applied to the programs of the Experiment Station. The total amount to be cut from the budgets is \$430,056.

AG EXPERIMENT STATION Budget Detail Summary	Actual FY 1986	Budgeted FY 1987	Recommendation FY 1988	FY 1989
Full Time Equivalent Employees	255.57	243.91	231.91	231.91
Personal Services	6,414,812.87	6,464,145	6,395,159	6,395,159
Operating Expenses	1,445,558.94	1,706,386	1,429,241	1,451,035
Equipment	204,359.70	0	282,197	282,197
Capital Outlay	714.06	0	0	0
Debt Service	15,578.20	0	0	0
Total Program Costs	\$8,081,023.77	\$8,170,531	\$8,106,597	\$8,128,391
Current Unrestricted Fund	8,081,023.77	8,170,531	8,106,597	8,128,391
Total Funding Costs	\$8,081,023.77	\$8,170,531	\$8,106,597	\$8,128,391
Current Level Services	8,081,023.77	8,170,531	8,106,597	8,128,391
Total Service Costs	\$8,081,023.77	\$8,170,531	\$8,106,597	\$8,128,391

Program Description

The Agricultural Experiment Station conducts research to improve the competitive position of Montana crop and livestock producers. The station has eight research centers, including the headquarters at Montana State University.

Budget Issues

This program has already had to cut 11.66 FTE from its FY86 staff level in order to comply with the cuts in appropriation authority in FY86 and FY87. The amount to be further cut from the base of this program is \$403,813. Twelve FTE were cut to achieve most of the reduction - 5.23 FTE faculty and 6.77 support FTE. Operations were cut by approximately \$37,500.

Vacancy savings was NOT applied to faculty compensation. The amount of vacancy savings foregone is \$129,000. Authorization for \$275,000 per year of equipment purchases and current level of library book acquisition is recommended.

This program has experienced revenue declines from all its funding sources. The original FY87 budgeted revenue has fallen short by approximately 11%: 3% from federal cutbacks, 8% from general fund in pay plan cuts and the 5% cut, and 2% due to income shortfalls from the eight income units of the Station. Scope of operation has been severely curtailed.

AGRICULTURAL EXPER STATION

US RANGE STATION
Budget Detail Summary

	Actual FY 1986	Budgeted FY 1987	Recommendation FY 1988	FY 1989
Full Time Equivalent Employees	36.13	35.74	26.68	26.68
Personal Services	442,780.81	736,276	322,758	322,758
Operating Expenses	33,302.12	196,416	6,344	6,961
Equipment	2,450.00	1,800	3,000	3,000
Total Program Costs	\$478,532.93	\$934,492	\$332,102	\$332,719
Current Unrestricted Fund	478,532.93	934,492	332,102	332,719
Total Funding Costs	\$478,532.93	\$934,492	\$332,102	\$332,719
Current Level Services	478,532.93	934,492	332,102	332,719
Total Service Costs	\$478,532.93	\$934,492	\$332,102	\$332,719

Program Description

The USDA Livestock and Range Research Station at Miles City is a joint state-federal operation. The station is the largest beef cattle research facility in the nation. Current research includes: beef cattle breeding, reproduction and nutrition; range management and range renovation.

Budget Issues

The amount to be cut from this program is \$26,243. This program will be functioning at approximately a third of its

1987 biennium level due to shortfalls in livestock sales income. The state support of this operation consists entirely of that income - the federal support is not appropriated. The budget request from the agency was almost \$200,000 lower than current level, but the FTE remained the same. The Executive Budget reduces staff level by 8.76 FTE to correspond more closely with anticipated personal services costs. Replacement of ranch horses at \$3,000 per year is included in the budget.

2-4-87 (

SUBCOMMITTEE ACTION
January 28, 1987

Agency: Board of Regents

FY 1986 Actual		Executive		Fiscal 1988 Current Level		Subcommittee		Executive		Fiscal 1989 Current Level		Subcommittee		FY 86-88 % Change	
FTE	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a
Personal Services	\$5,600	\$11,200	\$9,800	\$11,200	\$11,200	\$11,200	\$11,200	\$11,200	\$11,200	\$9,800	\$11,200	\$11,200	\$11,200	100.0%	
Operating Expenses	\$16,986	\$16,286	\$16,751	\$16,751	\$16,751	\$16,751	\$16,751	\$16,751	\$16,751	\$16,808	\$16,808	\$16,808	\$16,808	-1.4%	
Modified Request	\$0	\$150,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	--	
Total Exp.	\$22,586	\$177,486	\$26,551	\$27,951	\$27,951	\$27,951	\$27,951	\$27,541	\$27,541	\$26,608	\$26,608	\$28,008	\$28,008	23.8%	
Funding															
General Fund	\$22,586	\$177,486	\$26,551	\$27,951	\$27,951	\$27,951	\$27,951	\$27,541	\$27,541	\$26,608	\$26,608	\$28,008	\$28,008	23.8%	
ISSUES															
1. Meeting Days															
Executive level of 224 days @ \$50 per day adopted by Subcommittee															
		\$1,400		\$1,400		\$1,400		\$1,400		\$1,400		\$1,400		\$1,400	
2. Operating Expenses: Subcommittee approved CL															
				(\$465)		(\$465)		(\$467)				0		0	
MODIFICATION															
3. Management Council															
The Subcommittee voted not to approve the Executive recommendation to spend \$150,000 in fiscal 1988 to create a management council of private sector representatives to study and recommend areas for improved university system operations.															
		\$150,000						\$0						0	

2-4-87

SUBCOMMITTEE ACTION
January 28, 1987

Agency: Commissioner of Higher Education

Program: Administration

FY 1986 Actual	Executive	Fiscal 1988 Current Level	Subcommittee	Executive*	Fiscal 1989 Current Level	Subcommittee	FY 86-88 % Change
FTE	15.60	14.40	14.40	14.40	14.40	14.40	-1.20
Personal Services	\$567,232	\$573,217	\$570,361	\$572,989	\$570,209	\$570,209	0.6%
Operating Expenses	\$210,845	\$218,545	\$215,832	\$205,278	\$203,895	\$203,895	2.4%
Equipment	\$17,518	\$0	\$0	\$0	\$2,500	\$0	-100.0%
Total Exp.	\$795,595	\$791,762	\$786,193	\$778,267	\$776,604	\$774,104	-1.2%
Funding							
General Fund	\$795,595	\$791,762	\$786,193	\$778,267	\$776,604	\$774,104	-1.2%
* Executive Budget revised January 1987							
				Add to (Subtract From) LFA Current Level			
				Fiscal 1988	Fiscal 1989	Fiscal 1988	Fiscal 1989
1. Personal Services: Subcommittee accepted CL				\$2,856	\$2,780	0	0
2. Administrative Overhead: Subcommittee accepted CL				\$3,077	\$2,577	0	0
3. Other Operating Expenses: Subcommittee accepted CL				(\$364)	(\$1,194)	0	0
8. Equipment: Subcommittee reduced CL				(\$2,500)	(\$2,500)	(\$2,500)	(\$2,500)
SUBCOMMITTEE ADJUSTMENTS							
TOTAL						(\$2,500)	(\$2,500)

1/28/87

Program: Student Assistance

	FY 1986 Actual	Executive	Fiscal 1988 Current Level	Subcommittee	Executive	Fiscal 1989 Current Level	Subcommittee	FY 86-88 % Change
MICHE Dues	\$53,000	\$59,000	\$59,000	\$59,000	\$62,000	\$62,000	\$62,000	11.3%
MICHE Assistance	\$1,943,586	\$1,875,234	\$1,875,234	\$1,830,434	\$1,769,068	\$1,769,068	\$1,677,868	-5.8%
MAWI	\$1,813,315	\$1,898,618	\$1,898,618	\$1,898,618	\$1,991,721	\$1,991,721	\$1,991,721	4.7%
MN Rural Dentistry	\$108,000	\$113,000	\$90,400	\$90,400	\$115,000	\$92,000	\$92,000	-16.3%
Student Incentive Grants	\$368,172	\$385,000	\$385,000	\$420,000	\$385,000	\$385,000	\$420,000	14.1%
Natl Direct Student Loans	\$55,322	\$55,000	\$55,000	\$55,000	\$55,000	\$55,000	\$55,000	-0.6%
College Work Study	\$291,000	\$265,950	\$276,450	\$300,450	\$265,950	\$276,450	\$300,450	3.2%
MOD: Perkins Scholarship	\$0	\$50,000	\$50,000	\$50,000	\$50,000	\$50,000	\$50,000	--
Total Exp.	\$4,632,395	\$4,701,802	\$4,689,702	\$4,703,902	\$4,693,739	\$4,681,239	\$4,649,039	1.5%
Funding								####
General Fund	\$2,017,878	\$2,341,802	\$2,307,591	\$2,321,791	\$2,315,739	\$2,161,279	\$2,129,079	15.1%
State Special (Ed Trust)	\$2,421,328	\$2,100,000	\$2,122,111	\$2,122,111	\$2,118,000	\$2,259,960	\$2,259,960	-12.4%
Federal Revenue	\$193,189	\$260,000	\$260,000	\$260,000	\$260,000	\$260,000	\$260,000	34.6%
Total Funds	\$4,632,395	\$4,701,802	\$4,689,702	\$4,703,902	\$4,693,739	\$4,681,239	\$4,649,039	1.5%
				Add to (Subtract From) LFA Current Level				####
ISSUES				Fiscal 1988	Fiscal 1989		COMMITTEE ACTION Fiscal 1988 Fiscal 1989	
1. Minnesota Rural Dentistry:				\$22,600	\$23,000	\$0	\$0	\$0
dentistry slots per year and boilerplate language to transfer between WRD and MICHE dentistry slots.								
2. College Work Study:				(\$10,500)	(\$10,500)	\$24,000	\$24,000	\$24,000
3. .MICHE: Subcommittee reduced 2 new medical slots in FY 88 for \$44,800 savings and 2 new medical slots in FY 89 for \$91,200 savings.						(\$44,800)	(\$91,200)	
4. Student Incentive Grants: Due to new federal maintenance of effort and matching requirements, the Subcommittee increased CL by \$35,000 per year for \$210,000 of general fund and \$210,000 of matching federal funds.						\$35,000	\$35,000	\$35,000
SUBCOMMITTEE ADJUSTMENTS						SUBTOTAL	\$14,200	(\$32,200)

3. FUNDING ISSUE: Amount of Education Trust Interest Earnings to appropriate: Subcommittee to follow-up at future date.

MODIFIED REQUEST

Carl Perkins Scholarship Program: Subcommittee approved this federal funds modification.

\$50,000

\$50,000

128187

1001

5

Agency: Commissioner of Higher Education

SUBCOMMITTEE ACTION
January 28, 1987

Program: Talent Search

	FY 1986 Actual	Executive	Fiscal 1988		Executive	Fiscal 1989		Subcommittee	FY 86-88 % Change
			Current Level	Subcommittee		Current Level	Subcommittee		
FTE	6.00	6.00	6.00	6.00	6.00	6.00	6.00	6.00	0.00
Personal Services	\$120,622	\$120,600	\$121,822	\$121,822	\$120,505	\$121,731	\$121,731		1.0%
Operating Expenses	\$37,173	\$33,034	\$40,246	\$40,246	\$33,009	\$39,698	\$39,698		8.3%
Total Exp. & Federal Rev.	\$157,795	\$153,634	\$162,068	\$162,068	\$153,514	\$161,429	\$161,429		2.7%

ISSUES

Add to (Subtract From)
LFA Current Level

COMMITTEE ACTION

	Fiscal 1988		Fiscal 1989		Fiscal 1988		Fiscal 1989	
	Add to (Subtract From) LFA Current Level		Add to (Subtract From) LFA Current Level		Fiscal 1988		Fiscal 1989	
1. Compensation: Subcommittee approved CL	(\$1,222)		(\$1,226)		0		0	
2. Administrative Cost Allocation: CL approved	(\$2,214)		(\$1,714)		0		0	
3. Travel for Training: CL approved	(\$2,486)		(\$2,486)		0		0	
4. Computer Maintenance: CL approved	(\$1,104)		(\$1,104)		0		0	
5. Other Operating Expenses: CL approved	(\$1,408)		(\$1,385)		0		0	

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2-4-87

SUBCOMMITTEE ACTION
January 28, 1987

Agency: Commissioner of Higher Education

Program: Guaranteed Student Loan

	FY 1986 Actual	Executive	Fiscal 1988 Current Level	Subcommittee	Executive	Fiscal 1989 Current Level	Subcommittee	FY 86-88 % Change
FTE	4.90	4.95	4.95	4.95	4.95	4.95	4.95	0.05
Personal Services	\$137,271	\$143,243	\$143,261	\$143,261	\$143,085	\$143,103	\$143,103	4.4%
Operating Expenses	\$544,617	\$645,478	\$670,031	\$670,031	\$691,686	\$716,222	\$716,222	23.0%
Equipment	\$4,631	\$0	\$4,500	\$4,500	\$0	\$10,000	\$10,000	-2.8%
Modified Request	\$0	\$34,866	\$36,042	\$36,042	\$35,719	\$36,883	\$36,883	--
Total Exp. & Federal Rev.	\$686,519	\$823,587	\$853,834	\$853,834	\$870,490	\$906,208	\$906,208	24.4%
	=====	=====	=====	=====	=====	=====	=====	=====

Add to (Subtract From)
LFA Current Level

	Fiscal 1988	Fiscal 1989	COMMITTEE ACTION	Fiscal 1988	Fiscal 1989
ISSUES					
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1. Work Study: CL approved

(\$7,040)

0

0

2. Administrative Overhead: CL approved

(\$238)

(\$5,050)

0

0

3. Computer Processing: CL approved

(\$1,542)

(\$1,492)

0

0

4. Travel: CL approved

(\$3,307)

(\$3,307)

0

0

5. Printing: CL approved

(\$2,942)

(\$2,942)

0

0

6. Loan Recoveries: CL approved

(\$7,359)

(\$7,359)

0

0

7. Equipment: CL approved

(\$4,500)

(\$10,000)

0

0

MODIFIED REQUEST

Add 1.0 FTE Consultation & Assessment Specialist using federal funds of \$29,172 and \$29,113 for personal services, plus \$6,870 for travel in FY 88 and \$7,770 for travel in FY 89, per agency request.

\$36,042

\$36,883

\$36,042

\$36,883

2-4-87

SUBCOMMITTEE ACTION
January 28, 1987

Agency: Commissioner of Higher Education

Programs: ALL OTHER MODIFICATIONS

Program	FY 1986 Actual	Executive	Fiscal 1988 Current Level	Subcommittee	Executive	Fiscal 1989 Current Level	Subcommittee	FY 86-88 % Change
FTE -Group Insurance Prog	0.00	2.50	2.50	2.50	2.50	2.50	2.50	2.50
Education for Economic Se	\$117,577	\$58,000	\$58,000	\$58,000	\$58,000	\$58,000	\$58,000	-50.7%
Group Insurance Prog.	\$5,999,381	\$8,615,974	\$8,739,609	\$8,739,609	\$9,186,646	\$9,205,338	\$9,205,338	45.7%
Federal Indirect Costs	\$11,688	\$12,081	\$12,236	\$12,236	\$12,131	\$12,188	\$12,188	4.7%
Wellness Program	\$976	\$1,680	\$1,680	\$1,680	\$2,000	\$2,000	\$2,000	72.1%
Total Expenses	\$6,129,622	\$8,687,735	\$8,811,525	\$8,811,525	\$9,258,777	\$9,277,526	\$9,277,526	43.8%
Fund Sources								
Federal Revenue	\$129,265	\$70,081	\$70,236	\$70,236	\$70,131	\$70,188	\$70,188	-45.7%
Annuity and Life Income	\$5,999,381	\$8,615,974	\$8,739,609	\$8,739,609	\$9,186,646	\$9,205,338	\$9,205,338	45.7%
Insurance Premiums	\$976	\$1,680	\$1,680	\$1,680	\$2,000	\$2,000	\$2,000	72.1%
Total Revenue	\$6,129,622	\$8,687,735	\$8,811,525	\$8,811,525	\$9,258,777	\$9,277,526	\$9,277,526	43.8%

The Subcommittee approved all four program modifications as presented in current level.
Likewise, the federal and insurance premiums funding was approved as presented in current level.

2-4-81

SUBCOMMITTEE ACTION
January 28, 1987

Agency: Commissioner of Higher Education

TOTAL AGENCY INCLUDING ALL MODIFICATIONS

	FY 1986 Actual*	Executive	Fiscal 1988 Current Level	Subcommittee	Executive	Fiscal 1989 Current Level	Subcommittee	FY 86-88 % Change
FTE	26.50	27.85	27.85	27.85	27.85	27.85	27.85	1.35
Personal Services	\$832,090	\$937,394	\$946,081	\$946,081	\$936,773	\$945,502	\$945,502	13.7%
Operating Expenses	\$801,778	\$1,251,688	\$1,290,403	\$1,290,403	\$1,335,839	\$1,375,329	\$1,375,329	60.9%
Equipment	\$22,149	\$0	\$7,000	\$4,500	\$0	\$12,500	\$10,000	-68.4%
Total Operating Costs	\$1,656,017	\$2,189,082	\$2,243,484	\$2,240,984	\$2,272,612	\$2,333,331	\$2,330,831	35.5%
Non-Operating Costs	\$10,745,909	\$12,969,438	\$13,062,338	\$13,076,538	\$13,482,175	\$13,469,675	\$13,437,475	21.6%
Total Expenditures	\$12,401,926	\$15,158,520	\$15,305,822	\$15,317,522	\$15,754,787	\$15,803,006	\$15,768,306	23.4%
Funding								
General Fund	\$2,813,473	\$3,133,564	\$3,096,284	\$3,107,984	\$3,094,006	\$2,937,883	\$2,903,183	10.1%
State Special	\$2,421,328	\$2,100,000	\$2,122,111	\$2,122,111	\$2,118,000	\$2,259,960	\$2,259,960	-12.4%
Federal Revenue	\$1,166,768	\$1,307,302	\$1,346,138	\$1,346,138	\$1,354,135	\$1,397,825	\$1,397,825	15.4%
Enterprise	\$6,000,357	\$8,617,654	\$8,741,289	\$8,741,289	\$9,188,646	\$9,207,338	\$9,207,338	45.7%
Total Funds	\$12,401,926	\$15,158,520	\$15,305,822	\$15,317,522	\$15,754,787	\$15,803,006	\$15,768,306	23.4%

* Fiscal 1986 Actual Figures are low for Personal Services and Operating Expenses because the total Group Insurance Program of \$5,999,381 is included under non-operating costs.

1/30/87

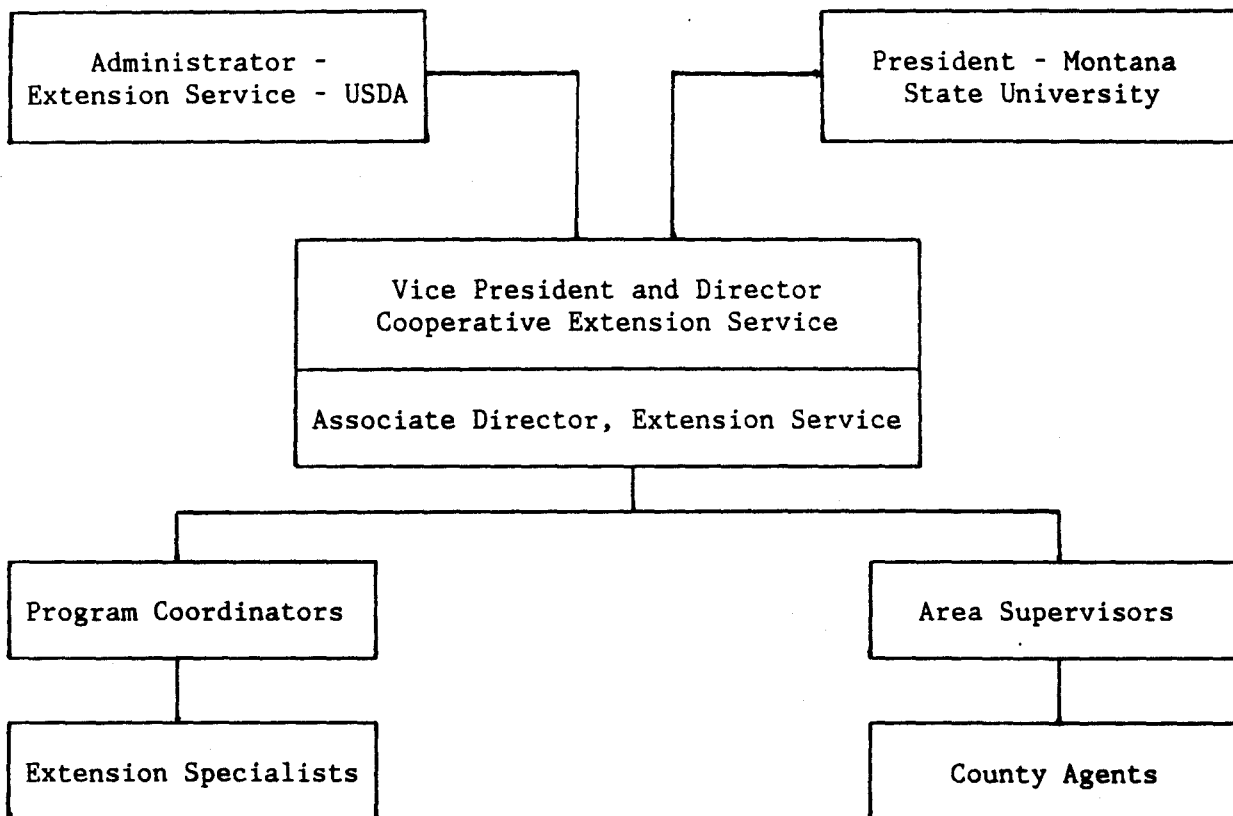
appointments will be negotiated on an individual basis. Evaluation of specialists and research staff will be shared by the department head and the appropriate extension or research administrator. Specific evaluative criteria will be maintained for the Extension specialist, based upon his/her job description and plan of work.

The merger does not contemplate the reduction of any specific program areas within extension or research disciplines. Extension will maintain its working relationship with the Montana Extension Homemakers Council. The possibility of future program reductions would not be related to the merger, but could result from decreased funding at the state or federal level.

Because of its broad nature, the 4-H program will not reside in an academic department, but will report to the Associate Director of the Cooperative Extension Service.

Figure 1

PRESENT COOPERATIVE EXTENSION SERVICE
ORGANIZATIONAL STRUCTURE



A PLAN FOR THE CONSOLIDATION OF THE ADMINISTRATIONS
OF THE MONTANA COOPERATIVE EXTENSION SERVICE
AND THE AGRICULTURAL EXPERIMENT STATION AT
MONTANA STATE UNIVERSITY - NOVEMBER 1986

Meeting the ever-increasing needs and maintaining services to the people of Montana with ever-decreasing resources means making changes. The plan to merge the administrative functions of the Cooperative Extension Service and the Agricultural Experiment Station is one of those changes. At the present time the two operations are administered separately (see Figures 1 and 2). The proposal for a new and simplified administrative structure is a part of Montana State University's overall plan to meet the needs of the future.

The advantages include better coordination and communication between the two organizations, as well as better and more efficient information delivery to the people of the state. The dollar savings realized from the merger will be invested in a better use of existing telecommunications options to get more timely research-based information to Montanans.

This is in keeping with Senate Joint Resolution No. 1, passed by the special session of the Montana Legislature in June of 1986. This resolution states "that the Board of Regents prepare a report that includes a plan for the administrative consolidation of the Montana Agricultural Experiment Station and the Montana Cooperative Extension Service, with a focus on administrative efficiencies and on an effective agricultural research and Extension Service delivery system."

The new organizational structure will have a dean of the College of Agriculture who will also serve as director of the Agricultural Experiment Station and the Cooperative Extension Service. The dean will report to the President of Montana State University. Associate deans and directors will handle the day-to-day administration of extension and research (see Figure 3).

No name changes are contemplated for the Agricultural Experiment Station or the Cooperative Extension Service. Each will maintain its separate line item budget.

Administrative functions such as personnel and finances will be merged and more closely allied with MSU operations of a similar nature. A combined administrative group will serve the functions of the three organizations, including the functions of fiscal and personnel management, secretarial support and data compilation and management. Federal law requires that individuals responsible for extension retirement and budgeting hold a Federal Civil Service appointment. This will be adhered to. The merger also provides for separate accounting of research and extension funds as required by the federal government.

Extension specialists will be integrated, wherever appropriate, into MSU academic departments effective July 1, 1987. This is already true for on-campus Experiment Station research staff. This will not diminish the access of the specialist to the county agent or the Extension clientele. Staff members on Extension appointment must perform their Extension function just as other staff members must perform their appropriate function. Split

Figure 2

PRESENT EXPERIMENT STATION AND COLLEGE OF AGRICULTURE
ORGANIZATIONAL STRUCTURE

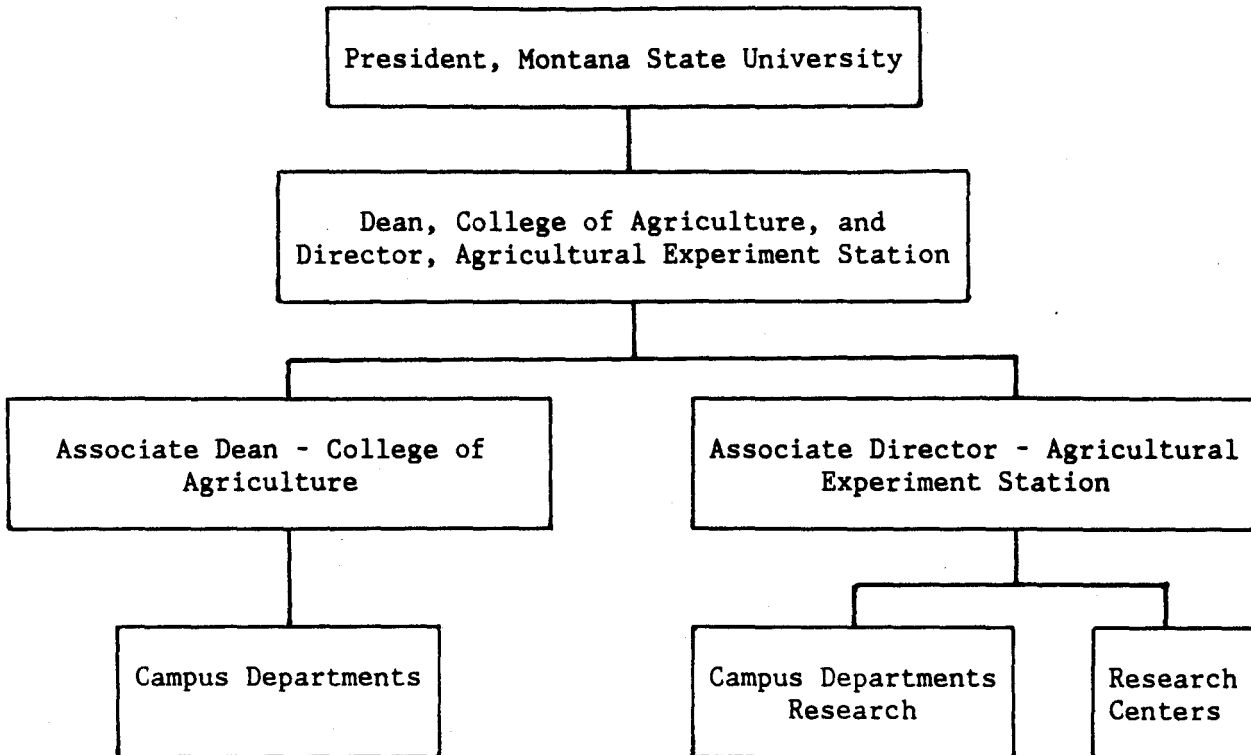
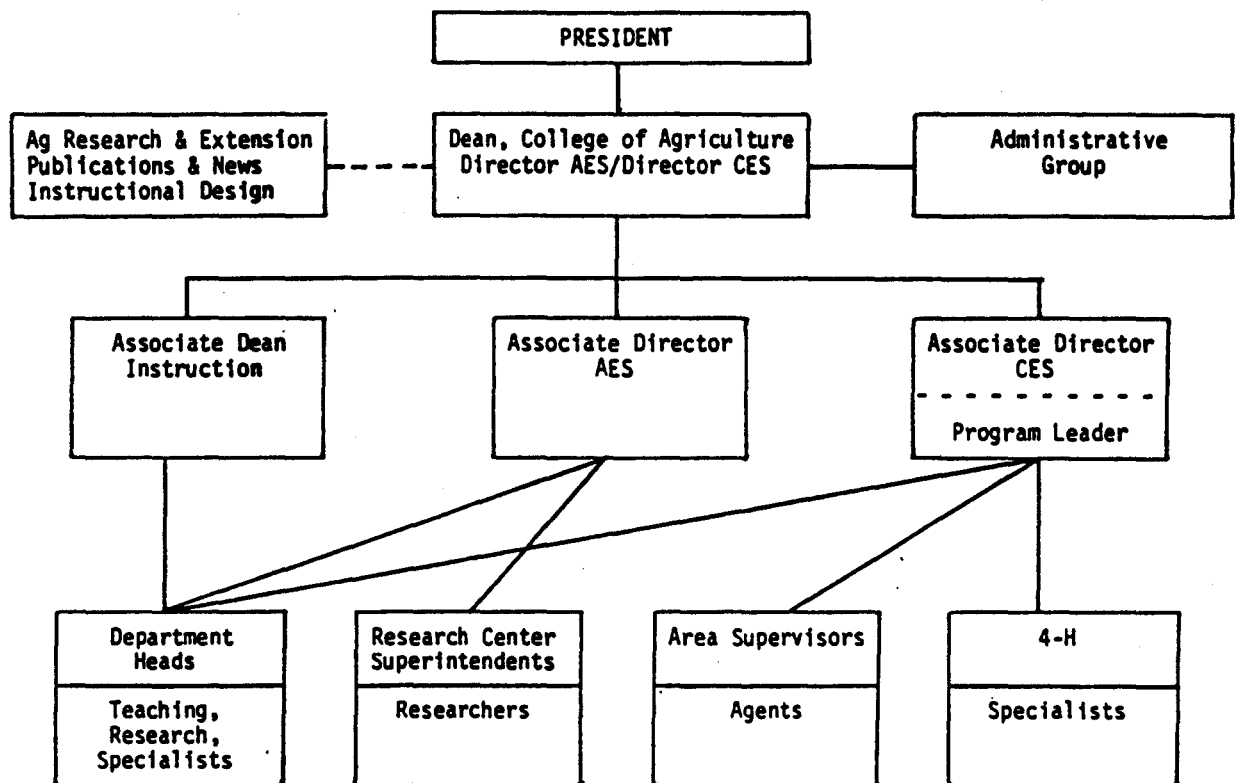


Figure 3

**ADMINISTRATIVE CONSOLIDATION
AGRICULTURAL EXPERIMENT STATION AND COOPERATIVE EXTENSION SERVICE**



AGENCY: SUPERINTENDENT OF PUB INSTR

LEGISLATIVE ACTION

PROGRAM: SUPERINTENDENT

BUDGET ITEM	FY 1986	Fiscal 1988		Fiscal 1989		% Change
	Actual	Executive	Current Level	Subcommittee	Executive	
FTE	2.00	3.00	3.00	3.00	3.00	0.50
Personal Services	\$90,717	\$93,922	\$92,039	\$93,922	\$93,762	3.53%
Operating Expenses	\$36,935	\$33,251	\$30,268	\$30,268	\$30,300	-18.05%
Equipment	\$538	\$0	\$0	\$0	\$0	-100.00%
TOTAL EXPENSES	\$128,190	\$127,173	\$122,307	\$124,190	\$124,062	-3.12%
FUNDING						
General Fund	\$128,190	\$127,173	\$122,307	\$124,190	\$124,062	-3.12%
TOTAL FUNDING	\$128,190	\$127,173	\$122,307	\$124,190	\$124,062	-3.12%

Add to (Subtract from)

LFA Current Level

Fiscal 1988

Fiscal 1989

\$1,663

\$1,663

ISSUES:

1. Vacancy Savings on the Superintendent Position

AGENCY: SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1987

PROGRAM: CHIEF STATE SCHOOL OFFICER

BUDGET ITEM	FY 1986	Fiscal 1988				Fiscal 1989				FY 86-88 % Change
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	Executive	Current Level	
FTE	2.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	3.00	0.50
Personal Services	\$91,051	\$93,922	\$92,039	\$93,922	\$93,762	\$91,875	\$93,762	\$93,762	\$93,762	3.15
Operating Expenses	\$55,716	\$54,810	\$51,836	\$51,836	\$46,341	\$43,368	\$43,368	\$43,368	\$43,368	-6.96
Equipment	\$538	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	-100.00
TOTAL EXPENSES	\$147,305	\$148,732	\$143,875	\$145,758	\$140,103	\$135,243	\$137,130	\$137,130	\$137,130	-1.05
FUNDING										
General Fund	\$128,190	\$127,173	\$122,307	\$124,190	\$127,044	\$122,175	\$124,062	\$124,062	\$124,062	-3.12
Federal Revenue	\$19,115	\$21,559	\$21,568	\$21,568	\$13,059	\$13,068	\$13,068	\$13,068	\$13,068	12.83
TOTAL FUNDING	\$147,305	\$148,732	\$143,875	\$145,758	\$140,103	\$135,243	\$137,130	\$137,130	\$137,130	-1.05

ISSUES:

1. Vacancy Savings on the Superintendent's Position

Add to (Subtract from)
LFA Current Level
Fiscal 1988 \$1,883
Fiscal 1989 \$1,883

AGENCY: SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1987

PROGRAM: EDUCATIONAL SERVICES

BUDGET ITEM	FY 1986	Fiscal 1988			Fiscal 1989			FY 86-88 % Change
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	
FTE	0.00	62.15	60.65	59.65	62.15	60.65	59.65	N/A
Personal Services	\$1,682,771	\$1,698,374	\$1,674,312	\$1,669,244	\$1,699,015	\$1,675,294	\$1,670,225	-0.80%
Operating Expenses	\$642,655	\$593,886	\$581,585	\$726,952	\$594,660	\$582,400	\$727,719	13.12%
Equipment	\$74,078	\$34,600	\$15,000	\$16,374	\$34,600	\$15,000	\$16,378	-77.90%
Non-Operating	\$214,390	\$214,390	\$201,124	\$256,812	\$214,390	\$201,043	\$256,721	
TOTAL EXPENSES	\$2,613,894	\$2,541,250	\$2,472,021	\$2,669,382	\$2,542,665	\$2,473,737	\$2,671,043	2.12%
FUNDING								
General Fund	\$1,070,613	\$954,154	\$984,276	\$984,276	\$955,398	\$986,257	\$986,257	-8.06%
State Special Rev	\$253,629	\$260,740	\$237,905	\$237,905	\$261,334	\$237,944	\$237,944	-6.20%
Federal Revenue	\$1,289,652	\$1,326,356	\$1,249,840	\$1,447,201	\$1,325,933	\$1,249,536	\$1,446,842	
TOTAL FUNDING	\$2,613,894	\$2,541,250	\$2,472,021	\$2,669,382	\$2,542,665	\$2,473,737	\$2,671,043	2.12%

AGENCY: SUPERINTENDENT OF PUB INSTR

LEGISLATIVE ACTION

PROGRAM: PUBLICATIONS

BUDGET ITEM	FY 1986	Fiscal 1988				Fiscal 1989				FY 86-88 % Change
	Actual	Executive	Current Level	Subcommittee		Executive	Current Level	Subcommittee		
FTE	0.00	0.00	0.00	0.00		0.00	0.00	0.00		N/A
Personal Services	\$334	\$0	\$0	\$0		\$0	\$0	\$0		-100.00%
Operating Expenses	\$18,781	\$21,559	\$21,568	\$21,568		\$13,059	\$13,068	\$13,068		14.84%
TOTAL EXPENSES	\$19,115	\$21,559	\$21,568	\$21,568		\$13,059	\$13,068	\$13,068		12.83%
FUNDING										
Federal Revenue	\$19,115	\$21,559	\$21,568	\$21,568		\$13,059	\$13,068	\$13,068		12.83%
TOTAL FUNDING	\$19,115	\$21,559	\$21,568	\$21,568		\$13,059	\$13,068	\$13,068		12.83%

AGENCY: SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1987

PROGRAM: ADMINISTRATION - BASIC SKILLS

BUDGET ITEM	FY 1986 Actual	Fiscal 1988			Fiscal 1989			FY 86-88 % Change
		Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	
		9.13	9.13	9.13	9.13	9.13	9.13	
FTE	0.00							N/A
Personal Services	\$297,407	\$208,374	\$239,035	\$239,035	\$208,770	\$239,789	\$239,789	-19.63%
Operating Expenses	\$56,896	\$56,881	\$43,367	\$43,367	\$56,912	\$43,399	\$43,399	-23.78%
Equipment	\$28,755	\$6,600	\$0	\$0	\$6,600	\$0	\$0	-100.00%
TOTAL EXPENSES	\$383,058	\$271,855	\$282,402	\$282,402	\$272,282	\$283,188	\$283,188	-26.28%
FUNDING								
General Fund	\$383,058	\$271,855	\$282,402	\$282,402	\$272,282	\$283,188	\$283,188	-26.28%
TOTAL FUNDING	\$383,058	\$271,855	\$282,402	\$282,402	\$272,282	\$283,188	\$283,188	-26.28%

AGENCY: SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1987

PROGRAM: A/V LIBRARY

BUDGET ITEM	FY 1986		Fiscal 1988		Fiscal 1989		FY 86-88 % Change
	Actual		Executive	Current Level Subcommittee	Executive	Current Level Subcommittee	
FTE	0.00		7.00	5.00	7.00	5.00	N/A
Personal Services	\$97,838		\$133,262	\$103,785	\$133,458	\$103,940	6.08%
Operating Expenses	\$66,162		\$66,934	\$66,750	\$67,404	\$67,301	0.89%
Equipment	\$33,169		\$24,000	\$15,000	\$24,000	\$15,000	-54.78%
Non-Operating	\$0		\$0	\$10,125	\$0	\$10,125	
TOTAL EXPENSES	\$197,169		\$224,196	\$195,660	\$224,942	\$196,366	-0.77%
FUNDING							
General Fund	\$48,988		\$55,713	\$50,535	\$55,898	\$51,241	3.16%
State Special Rev	\$148,181		\$168,483	\$145,125	\$169,044	\$145,125	-2.06%
TOTAL FUNDING	\$197,169		\$224,196	\$195,660	\$224,942	\$196,366	-0.77%

AGENCY: SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1987

PROGRAM: CURRICULUM CONSULTANTS

BUDGET ITEM	FY 1986	Fiscal 1986			Fiscal 1989			% Change
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	
FTE	0.00	14.00	14.00	14.00	14.00	14.00	14.00	N/A
Personal Services	\$392,876	\$409,834	\$410,685	\$410,685	\$410,357	\$411,238	\$411,238	4.53%
Operating Expenses	\$70,975	\$70,989	\$71,038	\$71,038	\$71,023	\$71,074	\$71,074	0.09%
Equipment	\$1,338	\$0	\$0	\$0	\$0	\$0	\$0	-100.00%
TOTAL EXPENSES	\$465,189	\$480,823	\$481,723	\$481,723	\$481,380	\$482,312	\$482,312	3.55%
FUNDING								
General Fund	\$465,189	\$480,823	\$481,723	\$481,723	\$481,380	\$482,312	\$482,312	3.55%
TOTAL FUNDING	\$465,189	\$480,823	\$481,723	\$481,723	\$481,380	\$482,312	\$482,312	3.55%

AGENCY: SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1967

PROGRAM: TRAFFIC SAFETY

BUDGET ITEM	FY 1966	Fiscal 1968			Fiscal 1969			FY 86-88 % Change
	Actual	Executive	Current	Level Subcommittee	Executive	Current	Level Subcommittee	
FTE	0.00	1.67	1.67	1.67	1.67	1.67	1.67	N/A
Personal Services	\$64,930	\$52,567	\$52,609	\$52,609	\$52,600	\$52,647	\$52,647	-18.98%
Operating Expenses	\$24,069	\$24,055	\$24,069	\$24,069	\$24,055	\$24,070	\$24,070	0.00%
Equipment	\$3,314	\$2,500	\$0	\$0	\$2,500	\$0	\$0	-100.00%
Non-Operating	\$13,135	\$13,135	\$16,102	\$16,102	\$13,135	\$16,102	\$16,102	
TOTAL EXPENSES	\$105,448	\$92,257	\$92,780	\$92,780	\$92,290	\$92,819	\$92,819	-12.01%
FUNDING								
State Special Rev	\$105,448	\$92,257	\$92,780	\$92,780	\$92,290	\$92,819	\$92,819	-12.01%
TOTAL FUNDING	\$105,448	\$92,257	\$92,780	\$92,780	\$92,290	\$92,819	\$92,819	-12.01%

AGENCY, SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1987

PROGRAM, OTHER FEDERAL GRANTS

BUDGET ITEM	FY 1986	Fiscal 1988			Fiscal 1989			FY 86-88 % Change
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	
FTE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	N/A
Operating Expenses	\$68,319	\$13,599	\$13,510	\$13,510	\$13,599	\$13,511	\$13,511	-80.23%
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	N/A
TOTAL EXPENSES	\$68,319	\$13,599	\$13,510	\$13,510	\$13,599	\$13,511	\$13,511	-80.23%
FUNDING								
Federal Revenue	\$68,319	\$13,599	\$13,510	\$13,510	\$13,599	\$13,511	\$13,511	-80.23%
TOTAL FUNDING	\$68,319	\$13,599	\$13,510	\$13,510	\$13,599	\$13,511	\$13,511	-80.23%

AGENCY: SUPERINTENDENT OF PUB INSTR

January 26, 1987

SUBCOMMITTEE/LEGISLATIVE ACTION

PROGRAM: DRIVER'S EDUCATION

BUDGET ITEM	FY 1986	Fiscal 1988			Fiscal 1989			FY 86-88 % Change
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	
FTE	0.00	0.00	0.00	0.00	0.00	0.00	0.00	N/A
Operating Expenses	\$20,425	\$20,468	\$20,254	\$20,254	\$20,522	\$20,334	\$20,334	-0.84%
	\$0	\$0	\$0	\$0	\$0	\$0	\$0	N/A
TOTAL EXPENSES	\$20,425	\$20,468	\$20,254	\$20,254	\$20,522	\$20,334	\$20,334	-0.84%
FUNDING								
Federal Revenue	\$20,425	\$20,468	\$20,254	\$20,254	\$20,522	\$20,334	\$20,334	-0.84%
TOTAL FUNDING	\$20,425	\$20,468	\$20,254	\$20,254	\$20,522	\$20,334	\$20,334	-0.84%

AGENCY: SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1987

PROGRAM: VETERAN'S/INDIAN EDUCATION

BUDGET ITEM	FY 1986	Fiscal 1988			Fiscal 1989			FY 86-88 % Change
	Actual	Executive	Current	Level Subcommittees	Executive	Current	Level Subcommittees	
FTE	0.00	2.50	3.00	3.00	2.50	3.00	3.00	N/A
Personal Services	\$81,407	\$82,423	\$80,535	\$80,535	\$82,557	\$80,577	\$80,577	-1.07%
Operating Expenses	\$12,130	\$12,158	\$12,158	\$12,158	\$12,173	\$12,173	\$12,173	0.23%
Equipment	\$1,955	\$0	\$0	\$0	\$0	\$0	\$0	-100.00%
Non-Operating	\$6,086	\$6,086	\$8,186	\$8,186	\$6,086	\$8,186	\$8,186	
TOTAL EXPENSES	\$101,578	\$100,667	\$100,879	\$100,879	\$100,816	\$100,936	\$100,936	-0.69%
FUNDING								
General Fund	\$42,301	\$41,918	\$38,128	\$38,128	\$41,980	\$38,128	\$38,128	-9.87%
Federal Revenue	\$59,277	\$58,749	\$62,751	\$62,751	\$58,836	\$62,808	\$62,808	5.86%
TOTAL FUNDING	\$101,578	\$100,667	\$100,879	\$100,879	\$100,816	\$100,936	\$100,936	-0.69%

AGENCY: SUPERINTENDENT OF PUB INSTR

January 26, 1987

PROGRAM: ADMINISTRATION

SUBCOMMITTEE/LEGISLATIVE ACTION

BUDGET ITEM	FY 1986	Fiscal 1988			Fiscal 1989			FY 86-88 % Change
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	
FTE	0.00	6.05	6.05	6.05	6.05	6.05	6.05	N/A
Personal Services	\$135,664	\$163,856	\$139,232	\$163,856	\$163,775	\$139,202	\$163,775	20.78%
Operating Expenses	\$28,363	\$28,380	\$28,390	\$144,065	\$28,385	\$28,394	\$144,070	407.57%
Equipment	\$1,279	\$0	\$0	\$0	\$0	\$0	\$0	-100.00%
Non-Operating	\$24,955	\$24,955	\$32,107	\$34,427	\$24,955	\$32,107	\$34,427	
TOTAL EXPENSES	\$190,261	\$217,191	\$199,729	\$342,348	\$217,115	\$199,703	\$342,272	79.92%
FUNDING								
General Fund	\$52,270	\$40,353	\$51,140	\$51,140	\$40,361	\$51,054	\$51,054	-2.16%
Federal Revenue	\$138,011	\$176,838	\$148,589	\$291,208	\$176,754	\$148,649	\$291,218	111.00%
TOTAL FUNDING	\$190,261	\$217,191	\$199,729	\$342,348	\$217,115	\$199,703	\$342,272	79.92%

Add to (Subtract from)

LFA Current Level

ISSUES:	Fiscal 1988	Fiscal 1989
1. Personal Services	\$24,624	\$24,573
2. Drug & Alcohol	58,005	58,005
3. AIDS	60,000	60,000

BUDGET ITEM	FY 1986	Fiscal 1988		Fiscal 1989		% Change
	Actual	Executive	Current Level	Subcommittee	Executive	
FTE	27.10	27.85	27.85	26.85	27.85	-0.01
Personal Services	\$748,313	\$811,914	\$787,663	\$782,595	\$811,273	4.58%
Operating Expenses	\$323,679	\$328,802	\$330,440	\$475,807	\$328,892	47.00%
Equipment	\$5,547	\$1,500	\$0	\$1,374	\$1,500	-75.23%
Non-Operating	\$195,169	\$195,169	\$166,711	\$222,399	\$195,169	
TOTAL EXPENSES	\$1,272,708	\$1,337,385	\$1,284,814	\$1,482,175	\$1,336,834	16.46%
=====						
FUNDING						
General Fund	\$131,077	\$103,845	\$131,488	\$131,488	\$103,858	0.31%
Federal Revenue	\$1,141,631	\$1,233,540	\$1,153,325	\$1,350,687	\$1,232,976	18.31%
TOTAL FUNDING	\$1,272,708	\$1,337,385	\$1,284,813	\$1,482,175	\$1,336,834	16.46%
=====						

Add to (Subtract from)

LFA Current Level

ISSUES:	Fiscal 1988	Fiscal 1989
1. Admin - Personal Services	\$ 24,624	\$ 24,573
2. Admin - Drug & Alcohol	58,005	58,005
3. Admin - AIDS	60,000	60,000
4. Sex Deseg - Equipment	1,374	1,378
5. Misc. Fed Grants - Personal Services	(29,692)	(29,642)
6. Misc. Fed Grants - Operating Expenses	29,692	29,642
7. Chapter I - Indirect Charges	53,368	53,358

AGENCY: SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1987

PROGRAM: EPA TITLE IV CDDCP

BUDGET ITEM	FY 1986		Fiscal 1988		Fiscal 1989		FY 86-88 % Change
	Actual	Executive Committee	Current Level	Subcommittee	Executive Committee	Current Level	
FTE	7.25	1.00	1.00	1.00	1.00	1.00	-0.86
Personal Services	\$31,772	\$31,793	\$31,813	\$31,813	\$31,825	\$31,848	0.13%
Operating Expenses	\$21,364	\$21,361	\$21,372	\$21,372	\$21,365	\$21,376	0.04%
Non-Operating	\$10,763	\$10,763	\$11,169	\$11,169	\$10,763	\$11,177	3.77%
TOTAL EXPENSES	\$63,899	\$63,917	\$64,354	\$64,354	\$63,953	\$64,401	0.71%
FUNDING							
Federal Revenue	\$63,899	\$63,917	\$64,354	\$64,354	\$63,953	\$64,401	0.71%
TOTAL FUNDING	\$63,899	\$63,917	\$64,354	\$64,354	\$63,953	\$64,401	0.71%

AGENCY: SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1987

PROGRAM: SPECIAL EDUCATION

BUDGET ITEM	FY 1986	Fiscal 1988		Fiscal 1989		FY 86-88 % Change
	Actual	Executive	Current Level Subcommittee	Executive	Current Level Subcommittee	
FTE	4.15	9.45	9.45	9.45	9.45	1.28
Personal Services	\$259,312	\$280,983	\$281,034	\$280,573	\$280,626	8.38%
Operating Expenses	\$128,757	\$127,568	\$127,630	\$127,606	\$127,668	-0.88%
Equipment	\$1,335	\$0	\$0	\$0	\$0	
Non-Operating	\$70,317	\$70,317	\$83,329	\$70,317	\$83,245	-100.00%
TOTAL EXPENSES	\$459,721	\$478,868	\$491,993	\$478,496	\$491,539	7.02%
FUNDING						
General Fund	\$37,462	\$22,108	\$38,954	\$22,163	\$38,989	3.98%
Federal Revenue	\$422,259	\$456,760	\$453,038	\$456,333	\$452,550	7.29%
TOTAL FUNDING	\$459,721	\$478,868	\$491,992	\$478,496	\$491,538	7.02%

SUBCOMMITTEE/LEGISLATIVE ACTION

BUDGET ITEM	FY 1986		Fiscal 1988		Fiscal 1989		FY 86-88 % Change
	Actual		Executive Current Level	Subcommittee	Executive Current Level	Subcommittee	
FTE	15.70		6.60	6.60	6.60	6.60	-0.58
Personal Services	\$195,716		\$201,994	\$202,270	\$201,962	\$202,270	3.35%
Operating Expenses	\$57,732		\$66,670	\$66,752	\$66,680	\$66,759	15.62%
Equipment	\$1,370		\$0	\$0	\$0	\$0	
Non-Operating	\$49,470		\$49,470	\$0	\$49,470	\$53,358	-100.00%
TOTAL EXPENSES	\$304,288		\$318,124	\$269,022	\$318,112	\$269,029	5.95%
FUNDING							
Federal Revenue	\$304,288		\$318,124	\$269,022	\$318,112	\$269,029	5.95%
TOTAL FUNDING	\$304,288		\$318,124	\$269,022	\$318,112	\$269,029	5.95%

Add to (Subtract from)

LFA Current Level

Fiscal 1988

Fiscal 1989

1. Indirect Charges

\$53,368

\$53,358

AGENCY, SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1987

PROGRAM, SEX DISEGREGATION

BUDGET ITEM	FY 1986		Fiscal 1988		Fiscal 1989		FY 86-88 % Change
	Actual		Executive Current Level	Subcommittee	Executive Current Level	Subcommittee	
FTE	0.00		1.25	1.25	1.25	1.25	ERR
Personal Services	\$36,297		\$35,972	\$35,974	\$35,935	\$35,938	-0.89%
Operating Expenses	\$19,851		\$29,791	\$31,198	\$29,801	\$31,208	57.16%
Equipment	\$1,563		\$1,500	\$0	\$1,500	\$1,378	-12.09%
Non-Operating	\$15,389		\$15,389	\$14,106	\$15,389	\$14,101	
TOTAL EXPENSES	\$73,100		\$82,652	\$81,278	\$82,625	\$81,247	13.07%
FUNDING							
Federal Revenue	\$73,100		\$82,652	\$81,278	\$82,625	\$81,247	13.07%
TOTAL FUNDING	\$73,100		\$82,652	\$81,278	\$82,625	\$81,247	13.07%

ISSUES:
1. Equipment

Add to (Subtract from)
LFA Current Level
Fiscal 1988 \$1,374
Fiscal 1989 \$1,378

AGENCY: SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1987

PROGRAM: MISCELLANEOUS FEDERAL GRANT

BUDGET ITEM	FY 1986	Fiscal 1988			Fiscal 1989			FY 86-88 % Change
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	
FTE	0.00	2.50	2.50	1.50	2.50	2.50	1.50	N/A
Personal Services	\$55,825	\$63,572	\$63,576	\$33,884	\$63,506	\$63,511	\$33,869	-39.30%
Operating Expenses	\$59,974	\$47,402	\$47,468	\$77,160	\$47,418	\$47,497	\$77,140	28.66%
Non-Operating	\$24,275	\$24,275	\$26,000	\$26,000	\$24,275	\$26,000	\$26,000	7.11%
TOTAL EXPENSES	\$140,074	\$135,249	\$137,044	\$137,044	\$135,199	\$137,008	\$137,009	-2.16%
=====								
FUNDING								
Federal Revenue	\$140,074	\$135,249	\$137,044	\$137,044	\$135,199	\$137,008	\$137,009	-2.16%
TOTAL FUNDING	\$140,074	\$135,249	\$137,044	\$137,044	\$135,199	\$137,008	\$137,009	-2.16%
=====								

Add to (Subtract from)

LFA Current Level

Fiscal 1988

Fiscal 1989

\$ (29,692)

\$ (29,642)

29,692

29,642

- ISSUES:
1. Personal Services
 2. Operating Expenses

AGENCY: SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1987

PROGRAM: GIFTED AND TALENTED

BUDGET ITEM	FY 1986	Fiscal 1988				Fiscal 1989				FY 86-88 % Change
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee			
FTE	0.00	1.00	1.00	1.00	1.00	1.00	1.00	N/A		
Personal Services	\$33,727	\$33,754	\$33,764	\$33,764	\$33,697	\$33,708	\$33,708	0.11%		
Operating Expenses	\$7,618	\$7,630	\$7,630	\$7,630	\$7,637	\$7,637	\$7,637	0.16%		
TOTAL EXPENSES	\$41,345	\$41,384	\$41,394	\$41,394	\$41,334	\$41,345	\$41,345	0.12%		
=====										
FUNDING										
General Fund	\$41,345	\$41,384	\$41,394	\$41,394	\$41,334	\$41,345	\$41,345	0.12%		
TOTAL FUNDING	\$41,345	\$41,384	\$41,394	\$41,394	\$41,334	\$41,345	\$41,345	0.12%		
=====										

AGENCY: SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1987

PROGRAM: VOCATIONAL EDUCATION

BUDGET ITEM	FY 1986	Fiscal 1988			Fiscal 1989			FY 86-88 % Change
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	
FTE	16.07	17.15	15.95	15.95	17.15	15.95	15.95	-0.12
Personal Services	\$492,132	\$540,442	\$500,834	\$500,834	\$539,951	\$500,431	\$500,431	1.77%
Operating Expenses	\$87,441	\$87,209	\$87,503	\$87,503	\$87,334	\$87,538	\$87,538	0.07%
Equipment	\$4,525	\$3,300	\$8,000	\$8,000	\$3,300	\$8,000	\$8,000	76.80%
Non-Operating	\$67,648	\$67,520	\$67,552	\$67,552	\$67,520	\$67,379	\$67,379	
TOTAL EXPENSE	\$651,746	\$698,561	\$663,889	\$663,889	\$698,105	\$663,348	\$663,348	1.86%
=====								
FUNDING								
General Fund	\$302,458	\$314,303	\$274,812	\$274,812	\$313,899	\$275,467	\$274,467	-9.14%
Federal Revenue	\$349,288	\$384,258	\$389,077	\$389,077	\$384,206	\$387,881	\$388,881	11.39%
TOTAL FUNDING	\$651,746	\$698,561	\$663,889	\$663,889	\$698,105	\$663,348	\$663,348	1.86%
=====								

AGENCY: SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1987

PROGRAM: ADULT BASIC EDUCATION

BUDGET ITEM	FY 1986		Fiscal 1988		Fiscal 1989		FY 86-88 % Change
	Actual		Executive Current Level	Subcommittee	Executive Current Level	Subcommittee	
FTE	1.08		2.26	2.26	2.26	2.26	1.09
Personal Services	\$63,878		\$64,070	\$64,124	\$64,037	\$64,093	0.39%
Operating Expenses	\$7,574		\$7,536	\$7,574	\$7,536	\$7,574	0.00%
Non-Operating	\$9,153		\$9,000	\$9,198	\$9,000	\$9,025	0.49%
TOTAL EXPENSES	\$80,605		\$80,606	\$80,896	\$80,573	\$80,692	0.36%
=====							
FUNDING							
General Fund	\$30,033		\$27,606	\$27,896	\$27,573	\$28,692	-7.12%
Federal Revenue	\$50,572		\$53,000	\$53,000	\$53,000	\$52,000	4.80%
TOTAL FUNDING	\$80,605		\$80,606	\$80,896	\$80,573	\$80,692	0.36%
=====							

Add to (Subtract from)

LFA Current Level

ISSUES:

1. Funding - Executive Federal Funds

Fiscal 1988 Fiscal 1989
\$ -0- \$1,000

AGENCY: SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1967

PROGRAM: JOB TRAINING-JTPA

BUDGET ITEM	FY 1966	Fiscal 1968			Fiscal 1969			FY 86-88 % Change
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee	
FTE	0.00	1.00	1.00	1.00	1.00	1.00	1.00	N/A
Personal Services	\$31,100	\$30,736	\$30,804	\$30,804	\$30,684	\$30,750	\$30,750	-0.95%
Operating Expenses	\$3,002	\$3,002	\$3,002	\$3,002	\$3,002	\$3,002	\$3,002	0.00%
Non-Operating	\$7,520	\$7,520	\$7,354	\$7,354	\$7,520	\$7,354	\$7,354	-2.21%
TOTAL EXPENSES	\$41,622	\$41,258	\$41,160	\$41,160	\$41,206	\$41,106	\$41,106	-1.11%
FUNDING								
Federal Revenue	\$41,622	\$41,258	\$41,160	\$41,160	\$41,206	\$41,106	\$41,106	-1.11%
TOTAL FUNDING	\$41,622	\$41,258	\$41,160	\$41,160	\$41,206	\$41,106	\$41,106	-1.11%

AGENCY: SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION

January 26, 1987

PROGRAM: ADMINISTRATION - ADMINISTRATIVE SERVICES

BUDGET ITEM	FY 1986	Fiscal 1988				Fiscal 1989				FY 86-88 % Change
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	Subcommittee			
FTE	0.00	26.05	25.00	26.05	26.05	25.00	26.05	N/A		
Personal Services	\$681,147	\$721,369	\$709,057	\$721,369	\$721,187	\$708,947	\$721,187	5.91%		
Operating Expenses	\$258,218	\$218,090	\$195,032	\$195,032	\$182,109	\$159,051	\$159,051	-24.47%		
Equipment	\$44,238	\$0	\$0	\$0	\$0	\$0	\$0	-100.00%		
Non-Operating	\$55,446	\$0	\$52,066	\$52,066	\$0	\$52,066	\$52,066			
TOTAL EXPENSES	\$1,039,049	\$939,459	\$956,155	\$968,467	\$903,296	\$920,064	\$932,304	-6.79%		
FUNDING										
General Fund	\$714,815	\$630,377	\$652,155	\$659,385	\$594,214	\$616,064	\$623,222	-7.75%		
State Special Rev	\$1,479	\$4,000	\$4,000	\$4,000	\$4,000	\$4,000	\$4,000	170.45%		
Federal Revenue	\$322,755	\$305,082	\$300,000	\$305,082	\$305,082	\$300,000	\$305,082	-5.48%		
TOTAL FUNDING	\$1,039,049	\$939,459	\$956,155	\$968,467	\$903,296	\$920,064	\$932,304	-6.79%		

Add to (Subtract from)

LFA Current Level

Fiscal 1988 Fiscal 1989

\$12,312 \$12,240

ISSUES:

1. Additional 1.05 FTE

AGENCY: SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1987

PROGRAM: ADMINISTRATIVE SERVICES

BUDGET ITEM	FY 1986		Fiscal 1988		Fiscal 1989		FY 86-88 % Change
	Actual	Executive	Current Level	Subcommittee	Executive	Current Level	
FTE	34.05	47.30	46.25	47.30	47.30	46.25	N/A
Personal Services	\$1,259,888	\$1,302,720	\$1,291,305	\$1,303,617	\$1,302,270	\$1,290,076	3.47%
Operating Expenses	\$581,064	\$547,505	\$530,674	\$530,674	\$512,960	\$499,389	-8.67%
Equipment	\$55,184	\$0	\$4,000	\$4,000	\$0	\$4,000	-92.75%
Non-Operating	\$106,327	\$50,000	\$102,131	\$102,131	\$50,000	\$102,131	
TOTAL EXPENSES	\$2,002,463	\$1,900,225	\$1,928,110	\$1,940,422	\$1,865,230	\$1,895,596	-3.10%

FUNDING

General Fund	\$939,997	\$834,824	\$885,388	\$890,298	\$799,053	\$852,755	\$857,593	-5.29%
State Special Rev	\$425,279	\$434,817	\$430,045	\$432,365	\$435,559	\$430,003	\$432,323	1.67%
Federal Revenue	\$637,187	\$630,594	\$612,677	\$617,759	\$630,618	\$612,838	\$617,920	-3.05%
TOTAL FUNDING	\$2,002,463	\$1,900,225	\$1,928,110	\$1,940,422	\$1,865,230	\$1,895,596	\$1,907,836	-3.10%

Add to (Subtract from)
LFA Current Level
Fiscal 1988 Fiscal 1989
\$12,312 \$12,312

ISSUES:
1. Additional 1.05 FTE

AGENCY: SUPERINTENDENT OF PUB INSTR

SUBCOMMITTEE/LEGISLATIVE ACTION
January 26, 1987

PROGRAM: INDIRECT COST POOL

BUDGET ITEM	FY 1986	Fiscal 1988			Fiscal 1989			FY 86-88 % Change
	Actual	Executive	Current	Level Subcommittees	Executive	Current	Level Subcommittees	
FTE	21.05	11.75	11.75	11.75	11.75	11.75	11.75	-0.44
Personal Services	\$328,545	\$316,602	\$317,344	\$317,344	\$316,302	\$316,175	\$316,175	-3.41%
Operating Expenses	\$237,038	\$243,454	\$249,657	\$249,657	\$244,779	\$254,242	\$254,242	5.32%
TOTAL EXPENSES	\$565,583	\$560,056	\$567,001	\$567,001	\$561,081	\$570,417	\$570,417	0.25%
FUNDING								
General Fund	\$155,783	\$154,239	\$165,956	\$163,636	\$154,522	\$169,414	\$167,094	3.16%
State Special Rev	\$409,800	\$405,817	\$401,045	\$403,365	\$406,559	\$401,003	\$403,323	-0.86%
TOTAL FUNDING	\$565,583	\$560,056	\$567,001	\$567,001	\$561,081	\$570,417	\$570,417	0.25%

BUDGET ITEM	FY 1986	Fiscal 1988		Fiscal 1989		FY 86-88 % Change
	Actual	Executive Current Level	Subcommittee	Executive Current Level	Subcommittee	
Special Education	\$27,450,020	\$27,361,646	\$27,361,646	\$27,361,646	\$27,361,646	-0.32%
Special Education Contingency	\$392,443	\$400,000	\$500,000	\$400,000	\$500,000	27.41%
Transportation	\$6,048,428	\$5,781,000	\$6,200,918	\$5,781,000	\$6,200,918	2.52%
School Foods	\$626,910	\$622,250	\$594,751	\$622,250	\$594,751	-5.13%
Secondary Vo-Ed	\$500,000	\$400,000	\$450,000	\$400,000	\$400,000	-20.00%
Impact Aid	\$5,000	\$5,000	\$5,000	\$5,000	\$5,000	0.00%
Gifted & Talented	\$97,475	\$95,000	\$95,000	\$95,000	\$95,000	-2.54%
Adult Basic Education	\$147,523	\$156,258	\$147,523	\$156,258	\$147,523	0.00%
TOTAL EXPENSES	\$35,267,799	\$34,821,154	\$35,254,838	\$34,821,154	\$35,304,838	0.11%
FUNDING						
General Fund	\$35,120,276	\$34,664,896	\$35,107,315	\$34,664,896	\$35,157,315	0.11%
Coal Tax	\$147,523	\$156,258	\$147,523	\$156,258	\$147,523	0.00%
TOTAL FUNDING	\$35,267,799	\$34,821,154	\$35,254,838	\$34,821,154	\$35,304,838	0.11%

Add to (Subtract from)

LFA Current Level

Fiscal 1988

Fiscal 1989

ISSUES:

1. Special Education Contingency
2. Secondary Vocational Education

Fiscal 1988

Fiscal 1989

(\$100,000)

(\$50,000)

POTENTIAL LANGUAGE
OFFICE OF PUBLIC INSTRUCTION

Traffic Safety Education

All revenues received in the state traffic education account under the provisions of section 20-7-504, MCA, are appropriated to be distributed as provided in section 20-7-506, MCA.

Indirect Costs

State and federal funds appropriated in lines __ through __ include internal transfers of indirect costs. The amount of indirect costs in excess of \$401,045 in fiscal 1988 and \$401,003 in fiscal 1989 that are recovered shall cause a like reversion of general fund.

Special Education - Boilerplate

"...Reduction of appropriation. In the event of a shortfall in revenue, the Governor may reduce any or all appropriations. No appropriation may be reduced by more than 15%. The following appropriations may not be reduced:

- (1) payment of interest and retirement of state debt;
- (2) the legislative branch;
- (3) the judicial branch;
- (4) school foundation program, including special

education; or

- (5) salaries of elected officials during their terms of office..."

Special Education Contingency - 1987 Biennium Language

Special education contingency funds in item __ are for emergencies that may arise in special education programs at local districts. A district's board of trustees may apply for an allocation from these funds by presenting to the Superintendent of Public Instruction, for each child, a child-study team report and an individual education plan relating to this unforeseen expense and a current listing of program, case loads, and related costs. The contingency appropriation is for the biennium, and the specific amounts may be transferred between fiscal years.

Architecture school's demise may be quick, director says

By DAVID FENNER
Tribune Staff Writer

The Montana State University School of Architecture could lose its accreditation and much of its faculty long before the program actually dies, if officials accept a plan to phase out the school over four years.

Robert C. Utzinger, director of the school, says simply approving the idea of phasing out the program over four years will jeopardize the school's accreditation immediately, not at the end of the four years.

The four-year phaseout is designed to allow current students to finish their studies, but Utzinger says any degrees earned there would be worthless if the accreditation is lost. The National Architectural Accrediting Board is scheduled to review the school in February.

The phaseout would ripple through the faculty, too, Utzinger says, forcing current faculty to find jobs elsewhere. On top of that, he doubts qualified applicants would be knocking at his door to fill any faculty vacancies because the phaseout would make for dead-end jobs.

In turn, he said, with any loss of qualified faculty, the courses and programs likely will suffer, further jeopardizing accreditation.

Marilyn Wessel, assistant to MSU President William Tietz, agrees that the loss of accreditation be bad, but contends the school is no more likely now to lose its accreditation than it ever has been. And she said the MSU

administration will do everything in its power to retain the accreditation.

Tietz announced in mid-December that he will propose to the Board of Regents that the architecture school be phased out as part of a package of cost-cutting measures he'll present at Wednesday's Board of Regents meeting in Helena.

The regents at their Dec. 12 meeting in Billings ordered the presidents of the six units of the university system to come up with plans for cutting programs to meet budget shortfalls. The regents want to have the plans for perusal by the 1987 Legislature, which convenes today.

Dave Maloney of Great Falls, whose son Jason is enrolled in the MSU School of Architecture, is angered by the proposed phaseout.

If the school is not granted accreditation by the architectural board, "any student who graduates has nothing because he cannot take his architectural boards to become a certified architect."

Asked if the school would likely lose its accreditation under the proposed phaseout, Utzinger said, "that's very possible."

"... It would be a possibility to remain accredited too if the university retained qualified faculty," he said, adding that keeping those faculty would be difficult.

"From my point of view, as a manager, an administrator, I would have a very difficult time doing it," he said. "It's difficult enough for me

to find qualified faculty now. Under these circumstances, it's just a little bit harder."

Maloney agreed that finding qualified architecture instructors would be hard. "Some rum-dum that can't get a job anywhere else is going to go in there," he said.

Utzinger said if the school loses its accreditation, graduates would not be able to take the architectural board exam to become licensed architects. "They could work for architects," Utzinger said, "but could not call themselves architects."

Wessel stressed that the decision to propose the phasing out of the architecture school was not an easy one to make and was made only in an effort to comply with the regents' budget-cutting order.

"We do not take the proposal lightly," she said. "We think it is very serious. It bothers us a great deal."

The cuts are so deep, she said, "we could no longer take a little from this program and a little from that program... We had to define what our priorities were and make proposals based on that."

About \$5.1 million has been sliced from MSU's budget during the last and current fiscal years. The proposed reductions are in anticipation of budget cuts of \$2.9 million as part of the state's budget for the next fiscal year, beginning July 1987.

The School of Architecture represents \$467,000 of this reduction, ac-

cording to Utzinger.

Maloney said the economic times are tough and that some difficult decisions had to be made, but "now that we're taking a meat-ax approach to this, it doesn't mean you get stupid."

Out of the 323 students enrolled at the school, about 29 are from Great Falls and the surrounding area, Utzinger said. About 26 to 30 percent of those enrolled in architecture are students from out-of-state, compared with 13 to 14 percent out-of-state students campus-wide.

Utzinger said the MSU architectural program is the only program in the state and one of a few in the region. "The program is well-regarded," he said. "Our graduates have no problem finding employment."

"The decision doesn't make sense," he said. "It's a unique program. It's a quality program... we don't understand."

He said that since the announcement, all 12 faculty members have either updated their resumes or are "actually looking at positions."

Wessel said that if some of the faculty opt to leave MSU, that "does not mean we won't be able to teach those classes at an adequate level."

She said MSU can "bring in faculty for one or two years on a contract basis" to teach the courses. If an instructor decides to leave, she said, MSU has an option of filling the

resulting empty position in the short-term with a "visiting professor" from another campus.

Visiting professors are "very qualified, and very good people" who are used by most departments on campus at one time or another, she said.

"I don't anticipate we will have difficulty in bringing in good people," she said.

Part of Tietz's reasoning for choosing to phase out the architecture school was that the school doesn't fit the "role and scope of this land-grant institution," Utzinger has stated.

But Utzinger does not buy that reasoning. "We've existed on the university campus in some form since 1913 — 73 years, through two world wars and one depression," he said. "If find it hard to believe we don't fit the role and scope of a land-grant institution."

A land-grant institution is a school endowed under the Land-Grant Act of 1862 through which Congress granted every state land to sell, with the income used to create a college for agriculture and the mechanical arts.

Utzinger said Tietz also believes the termination of the architecture

program will cause the least disruption to the remainder of the university because it is a stand-alone program that has "little effect upon the rest of the university."

Wessel said, "We try to look at programs that are not central to the role and scope" of the university. For instance, she said, architecture is "more distant" from the core of MSU than engineering.

However, Utzinger said his program has nearly the same effect on the campus as other programs. For instance, he said, architecture students take 83 credits in other programs at the university, only one less than the 84 credits electrical engineering students take outside their major.

Maloney has been making arrangements for his son to attend another school just in case the proposed phaseout is approved and the school loses its accreditation. "We're trying basically to cover ourselves because we don't know what's going to happen," he said.

After having taken a lot of time to plan and ensure a top-notch education for his son, he said he is frustrated with the system. The waiting is "placing these kids in a position of no-man's land," he said.



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- Advanced Photography (Art 292A) reviews black and white photography with an emphasis on advanced studio printing methods, in-

296), which explores the origins and history of life on earth and its possibilities elsewhere in the universe.

- Downhill Skiing (PE/R 130), which provides lessons for beginning, advanced, intermediate and advanced skiing and coaching for ski

Arts in Classroom, Methods & Material (Dr/NAS 293), which focuses on the "performing" part of the native society's music, dance, oratory, storytelling and ceremonial prac-

Spring Semester classes at the College of Great Falls begin next Monday and run through May 1. Registration for CGF classes at Malmstrom Air Force Base is today

Education Subcommittee

DATE 2/2/56

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