

MINUTES

MONTANA HOUSE OF REPRESENTATIVES 51st LEGISLATURE - REGULAR SESSION

SUBCOMMITTEE ON INSTITUTIONS

Call to Order: By William Menahan, on February 14, 1989, at 8:00 a.m.

ROLL CALL

Members Present: All

Members Excused: None

Members Absent: None

Staff Present: Taryn Purdy, Associate Fiscal Analyst

Announcements/Discussion: EXECUTIVE ACTION - MONTANA STATE PRISON

CARE AND CUSTODY

Curt Chisholm, Director, Dept. of Institutions, addressed the operational budget for the state prison by introducing Jack McCormick, Warden, Montana State Prison. He briefly outlined the prison facility and explained they are the holding facility for the adult male felons committed to the Dept. of Institutions. They receive inmates from three major sources, two of those from district court, one being directed to them from the Dept. of Institutions, and one from probation violators. The other group is from the Board of Pardons, parole violators. The prison is designed to hold 754 inmates. Using all the beds available, considering the physical limitations of the plant plus the safety of the staff, the prison can hold up to 1,028 inmates. As of today there are 1,056 inmates on site, approximately 30 over the capacity. They are responsible for holding, housing, feeding, training and treating inmates at Montana State Prison.

Mr. McCormick mentioned that one of the major problems at the prison is that they have no control over the number of inmates either coming into or leaving the institution. Based upon their current projections and the department's current projections they will continue to get more people than are released in a given year. The requests that they are presenting in the budget process addressed the issue in both a realistic and hopefully, a pro-active approach. They have requested a 96 bed unit and two recommendations of the Governor's criminal justice and corrections advisory council: the creation of the intensive supervision program which would increase their use of probation in the community, and the expansion of the sex offender treatment program, which is part of their request to the committee.

In answer to a question by Sen. Bengtson concerning the expanded sex offender's program, Dan Russell explained it was in the budget as a modified that is included in the governor's proposal. Ms. Purdy stated it was requested as a modified so is not included in the LFA current level.

Discussion followed concerning this program and Mr. McCormick explained the sex offender's program at the Montana State Prison is a three-phase program. The first phase is educational, specifically to identify what a sex offender is and to let the inmate draw his own conclusions. If he chooses to go to the second phase which is confrontational it is no longer educational and the individual's problems are dealt with. This is a 27 to 30 month program so they would have to be serving a 15 year sentence. There are psychologists who do the testing and are correctional treatment specialists. They have long waiting lists for the program because of the small staff and unless the inmates have received treatment they do not get out of the prison on parole.

TAPE 1A 109

Sen. Bengtson asked about some education that could be given in schools concerning this program and to go to the root of the problem early. These problems should be identified early. Mr. Russell stated that if these sex offenders don't get treatment there will be a lot of people on the streets victimized. Sen. Harding asked about the time spent in each phase. Phase 1 is a group process, and an inmate could wait a long time between phase 1 and phases 2 and 3 because there is a decreased amount of bed space and because of staffing. There are 2 - 12 man cubes so there are only 24 beds. Phases 2 and 3 are more intense programs. Mr. McCormick stated it will be a very difficult problem to attract the professionals needed to staff the program.

Mr. Russell stated there are 15 bills now in the House and Senate all of which impact prison population and in total will mean a new housing unit. The cocaine bill alone will add 14 or 15 people per year because those people are not going to prison now.

Forty inmates can be housed on a temporary basis in Rothe Hall and this is not an attractive place as far as the safety of the officers is concerned and increases the risk to them. Sen. Bengtson asked if there would be a budget request for temporary and new units. Mr. Russell stated there was.

Mr. McCormick said they are going to take a pro-active approach to the problem and are going to work with the juvenile probation officers or with the school districts to make their services available. They need to educate children that prison is not a good place to be.

TAPE 1A 398

RANCH AND DAIRY BUDGET: Personal services: Sen.

Bengtson moved to accept the revised executive personal services of \$458,862 fiscal 1990 and \$459,641 fiscal 1991. Sen Aklestad asked about the interest money of 1 million dollars in the ranch account and where it is. Mr. Paige stated it was in the ranch account in the state treasury. All interest on the money reverts to the general fund. The money is invested by the Dept. of Administration Board of Investments. Sen. Aklestad asked how many of the ranch acres are deeded and how many are leased. Mr. Paige said approximately 4600 are leased from the Dept. of State Lands. There is a basic rise in the cash balance at the first of the year when a good portion of their revenue comes in. The second half is when they see most of their expenditures for seeds, higher maintenance repair etc. The cash balance has grown over the years but at the same time they have foregone some expenditures so they could build that cash balance. Motion carried. Sen. Aklestad voted no. Sen. Aklestad stated that the ranch was an expensive operation for its size.

Operating Expenses: Sen. Bengtson moved to accept the executive on operating expenses excluding the \$110,000 in fiscal 1990 for dam safety-original engineer work and dam reconstruction and \$5,000 in fiscal 1990 and 1991 for additional legal fees for water rights adjudication. Rep. Grady made a substitute motion over Sen. Bengtson's motion to accept the revised executive on operating expenses \$911,688 fiscal 1990 and \$807,878 fiscal 1991. This figure includes \$110,000 fiscal 1990 for dam safety-original engineer work and dam reconstruction (biennial appropriation) and additional legal fees for water rights adjudication for \$5000 fiscal 1990 and \$5,000 fiscal 1991. Motion carried. Sen. Aklestad voted no.

Equipment: Sen. Bengtson moved to accept the revised executive equipment amount of \$593,700 fiscal 1990 and \$307,700 fiscal 1991 and includes additional requests for sprinkler system and supervisor housing units (Biennial appropriations). Mr. Russell asked the committee to consider one thing in this motion and that is four areas have biennial appropriations and the motion should include that. The dam safety money, supervisor housing units, irrigation system and the equipment and capitol outlay. Sen. Bengtson so moved. Motion carried.

Funding: Ms. Purdy explained that a motion would be to take either the executive or the LFA as adjusted. Sen. Bengtson moved to accept the executive as adjusted for funding. The figures are \$1,450,161 fiscal 1990 and \$1,469,122 fiscal 1991. Motion carried. Sen. Aklestad voted no.

TAPE 2A 227

LICENSE PLATE FACTORY: Ms. Purdy stated the difference in the LFA and the executive is the executive includes inmate pay at the requested level of \$15,526 each year or \$4,109 higher than the LFA current level of \$11,417. Current level maintains the actual fiscal 1988 level, which accommodates a crew size of 12.

The executive includes funding for a crew size of 16. The executive also includes funding for the contingency that members of the crew will experience enough time on the job to receive a step increase. The remainder of the difference is due to the executive including \$984 in fiscal 1990 and \$985 in fiscal 1991 more than requested in salaries, longevity, and benefits. There are no additional adjustments to the personal services in executive.

Personal Services: Sen. Bengtson moved to accept the executive recommendation on personal services for \$66,671 fiscal 1990 and \$66,637 fiscal 1991. Motion carried.

Operating Expenses: Ms. Purdy explained the executive included aluminum at \$1.00 per pound, while LFA current level includes funding at the requested level of \$1.70 per pound. The executive includes a contingency of \$8,317 each year in the event of a major equipment breakdown. The change is that the executive is including funding for aluminum at \$1.70 per pound plus additional repair and maintenance of \$5,000 in the first year and \$15,000 in the second.

Sen. Bengtson moved to accept the revised executive operating expenses with the intent that anything that was not used for repairs and maintenance revert back to general fund. The amount for fiscal 1990 is \$410,846 and \$465,281 in fiscal 1991. Motion carried.

Sen. Bengtson moved to accept the funding at the adjusted executive recommendation of \$477,517 fiscal 1990 and \$531,938 in fiscal 1991. Motion carried.

TAPE 1B 586

PRISON INDUSTRIES: Personal Services: Sen. Bengtson moved to accept the executive amount of \$219,874 fiscal 1990 and \$232,529 fiscal 1991. Motion carried.

Sen. Aklestad moved to accept the LFA amount on operating expenses and Mr. Swanson explained the agency's request and stated they would like to get the executive.

Sen. Bengtson made a substitute motion to accept the revised executive recommendation for operating expenses of \$688,525 fiscal 1990 and \$813,273 fiscal 1991. Motion carried.

Sen. Bengtson moved to accept the revised executive on equipment for \$70,750 fiscal 1990 and \$66,415 fiscal 1991. Motion carried.

Sen. Bengtson moved the modified budget for prison industries which includes the recommendation that language be added to the general appropriations bill allowing the department to submit budget amendments to hire the following positions if funding is available: 1.0 FTE industries marketing

representative and 2.0 FTE shop supervisors, and 1.0 FTE prison industries procurement coordinator. All expenses will come out of the revolving account. Motion carried.

Sen. Bengtson moved to accept the revised executive on Proprietary funds of \$979,149 in fiscal 1990 and \$1,112,217 in fiscal 1991. Prison industries is completely funded with revenues generated from the sale of products. Motion carried.

TAPE 2A 64

CANTEEN: Ms. Purdy explained the executive budget includes an increase of 24.4 percent in canteen sales over the anticipated fiscal 1989 level of \$749,102 due to prior increases and budgeted increases in prison population. LFA current level inflates budgeted fiscal 1989 expenditures by 4.5 percent each year.

Sen. Bengtson moved to accept the executive recommendation for operating expenses \$931,869 fiscal 1990 and \$1,159,250 fiscal 1991. Motion carried.

Sen. Bengtson moved to accept the funding as recommended by the executive \$931,869 fiscal 1990 and \$1,159,250 fiscal 1991. Motion carried.

TAPE 2A 82

INDUSTRIES TRAINING: Personal services: Ms. Purdy explained there was no difference between the LFA and executive FTE as both are 3.75. The executive includes \$44,629 in inmate pay each year, or \$4,349 over the LFA current level of \$40,280. LFA current level maintains total inmate pay at the fiscal 1988 level, or an average of 52-53 inmates per month. The executive budget includes funding for an increase in the total monthly average number of inmates working and for potential increases in their step due to longevity.

Sen. Bengtson moved to accept the executive of \$160,605 in fiscal 1990 and \$160,575 in fiscal 1991 on personal services. Motion carried.

Operating Expenses: Ms. Purdy explained the difference was \$13,864 in fiscal 1990 and \$13,445 in fiscal 1991. The executive is higher than the LFA due primarily to two factors. The executive includes additional funds for a potential increase in the size of the garden and a potential increase in training and the number of students participating. The other differences are due to the executive including \$1,886 each year in travel to allow the supervisor to attend training seminars and to fully fund advisory council meetings. The executive budget also includes an additional \$5,280 in fiscal 1990 and \$5,539 in fiscal 1991 in utilities for a potential addition of a greenhouse, and for charges the prison may make for garden storage in the prison's warehouse.

Sen. Bengtson moved to accept the executive budget for operating expenses, \$279,845 in fiscal 1990 and \$280,234 in fiscal 1991. Motion carried.

Equipment: Ms. Purdy explained LFA current level includes the average of actual fiscal 1986, 1987, and 1988 expenditures, and would allow the purchase of the first four items on the program's priority list: 2 used 1 ton trucks, a food processing scale, a mig welder, and a lubrication dispensing station. The executive funds the food processing scale, mig welder, lubrication dispensing station, a plasma arc cutting machine and an oil dispensing station.

Sen. Bengtson moved to accept the executive on equipment of \$3,144 fiscal 1990 and \$12,476 fiscal 1991. Motion carried.

TAPE 2A 120

Funding: Ms. Purdy stated the proprietary funds is revenue generated from three sources, 1) charges made to user agencies and other users of the services provided for the cost of parts, primarily vehicle maintenance. Those funds are used to purchase the parts that are needed for their work; 2) surcharges made to the other portions of the Montana State Prison budget to help offset the cost of inmate labor for the work they do; and 3) garden sales which are maintained in the LFA current level at the fiscal 1988 level of \$12,469.

The OPI grants are Carl Perkins grants granted on a competitive basis each year and nobody knows what they will receive, but the agency request is that one FTE be maintained with the OPI grant. In fiscal 1988 they also purchased some supplies with OPI grants and because the supplies were not requested to be reduced LFA current level maintains those supplies funded with the OPI grants.

General fund essentially funds the remainder of the program and is maintained at 38% of the total funding of the program in the executive budget. The LFA budget is 38 percent of the total minus the increase in the proprietary account, which is a dollar for dollar increase in funding to goods purchased for resale.

Sen. Bengtson moved to accept the recommended executive funding of \$167,624 fiscal 1990 and \$171,304 fiscal 1991. Motion carried.

Sen. Bengtson moved to accept the modified on proprietary funds only and moved to accept the addition of language. Jim Currie, Administrator, Management Services Div., stated that two years ago in the last legislative session some language was added in the appropriations bill for this program which essentially allows the program to carry a fund balance of \$15,000 over into the fiscal year. The reason they need that money is to start up

seed money at the beginning of the year in order for them to buy supplies to start the garden and to buy parts etc. They are asking for this language to be put in the appropriations bill again. However, they would like to change it a bit. In HB2 for the 1989 biennium the language is the department is authorized to maintain a fund balance of not more than \$15,000 at the end of each fiscal year in the prison industries training proprietary account. Any funds in excess of \$15,000 in the proprietary account are subject to provisions of Section 3 which basically say that other funds will be spent before general funds. Instead of asking for the ability to maintain a fund balance they would like the ability to maintain a cash balance. The fund balance could include inventories and that would not help them in terms of having actual cash on hand to buy those supplies they need. Because they are increasing the size of the garden they are increasing the amount of training going on within that program and would like the ability to maintain a balance of \$16,000 rather than \$15,000. Language they would like is the department is authorized to maintain a cash balance of not more than \$16,000 at the end of each fiscal year in the industries training proprietary account. The cash in excess of \$16,000 in proprietary account will be subject to the provisions of Section 3. Motion carried.

TAPE 2A 314

CARE AND CUSTODY: Ms. Purdy passed out an informational sheet (exhibit 1) that summarizes the executive budget to deal with the increase in the prison population. Two options will be presented in the modified budget. The projected year-end population for 1990 is 1,059 and there are currently 1056. Projected year-end population is generally the high population for the year and that was projected to be 1022 at the end of this fiscal year so they are about 30 over that. Also, it summarizes the reduction measures as estimated by the governor's council staff. The sex offender program that will be seen in a modified under care and custody is expected to reduce population by 5 in the first year and 6 in the second. The intensive supervision program added 50 beds and the department indicated they would like to reserve 9 of those for women so there will be a potential reduction of 41. Total they need space for is 1,013 in the first year and 1,048 in the second. Capacity is 1,028 which gives them 15 beds leeway in the first year and in the second they assume the 96 bed unit will be on line and there will be leeway of 76 beds.

Under expenditures it shows the general fund cost of each of these programs.

Personal Services: Ms. Purdy stated the difference of 1.0 FTE is the dentist that was added to the executive budget. The dentist had been added in fiscal 1988 toward the end of the year via program transfer. Earlier the committee voted to maintain dental expenses in the corrections medical program. In addition to the dentist expense there is an accounting

difference. Inmate pay has been included by the executive under personal services. It is not included under personal services in the LFA current level, it is included under operating expenses. The executive in inmate pay includes a population increase so the difference in total inmate pay for personal expenses and operating expenses is \$16,764 in first year and \$24,129 in the second year.

Mr. Chisholm, Director, Dept. of Institutions, stated there is a full-time dentist at the prison now. It is costing the dept. less to have the dentist than to contract for the services. They also feel the dentist should be in personal services and it is included in the executive levels.

Ms. Purdy stated the corrections medical contains just under \$45,000 for dental expenses for the prison. She also explained if the committee would desire to add the dentist the motion should also include that corrections medical would be adjusted.

Sen. Bengtson moved that the dentist be included in personal services and that the adjustments be made to corrections medical. Motion carried.

Sen. Bengtson moved the LFA on personal services to exclude inmate pay. Sen. Harding made a substitute motion to accept the executive on personal services for \$9,741,384 fiscal 1990 and \$9,772,376 fiscal 1991. Motion carried. Sen. Bengtson voted no.

Operating Expenses: Ms. Purdy explained the LFA current level includes inmate pay at \$193,167 each year. That would be adjusted out. The remaining differences are primarily due to the executive including variable costs for that expected increase in population of 83.09 in fiscal 1990 and 119.56 in fiscal 1991. The addition is \$121,163 in fiscal 1990 and \$174,955 in fiscal 1991. The executive has added \$48,750 each year in USDA commodities not included in current level to replace expected losses in donated USDA commodities. The executive also reduced travel by \$2,061, registration fees by \$4,523 and maintenance by \$31,401.

Sen. Bengtson moved to accept the executive recommendation on operating expenses of \$3,150,359 fiscal 1990 and \$3,284,368 fiscal 1991. Motion carried.

Upon request of the prison Sen. Bengtson moved to give the additional money of \$16,336 each year of the biennium based on increase of 9.75 average daily population inmates. Motion carried.

Equipment: Ms. Purdy explained the executive including \$50,000 each year to be expended at the discretion of agency managers. LFA current level funds equipment at the average of actual fiscal 1986 and 1987 and appropriated fiscal 1988

expenditures, which would fund five automobiles and other miscellaneous equipment. The difference over the biennium is approximately \$12,000. Sen. Bengtson moved to accept the executive of \$50,000 fiscal 1990 and 1991 on equipment. Motion carried.

Funding: Ms. Purdy explained the only difference between the LFA and the executive figure is in the second year for fiscal 1991 in adult basic education where the executive maintains funding at \$16,473 and the LFA current level is in keeping with a letter sent from OPI stating their best estimate is a 10 percent increase in fiscal 1991 over the 1990 total. Boarder reimbursement is maintained at the fiscal 1988 level as requested by the agency.

Sen. Bengtson moved to accept the executive on funding as follows:

Fiscal 1990 - Alcohol tax	\$52,008	Fiscal 1991	\$51,994
Adult Basic Ed.	16,473		16,473
Boarder Reimb.	80,491		80,491
Chapter I	3,204		3,204
Chapter II	554		609

Motion carried.

TAPE 2B 221

Modified - Prison Expansion - Ms. Purdy explained this modified. As stated under the discussion of operating expenses, the population at Montana State Prison is anticipated to total 1,040.5 in fiscal 1990 and 1,077 in fiscal 1991. Capacity at the prison is currently 1,028 inmates. This modified budget adds 9.6 FTE correctional officers to staff either a new 96 bed housing unit currently under consideration by the long range planning subcommittee or existing buildings converted to living units.

Sen. Bengtson moved the prison expansion modified to add 9.6 FTE correctional officers for \$211,137 fiscal 1990 and \$211,578 fiscal 1991. Motion carried.

The second Modified - Food Service Supervisor. Ms. Purdy explained this modified budget adds 1.0 FTE food service supervisor due to past and anticipated population increases at Montana State Prison in order to provide a higher degree of supervision. Sen. Bengtson moved to approve this modified for a food service supervisor for \$23,107 fiscal 1990 and \$23,101 fiscal 1991. Motion carried.

TAPE 2B 304


The third Modified - Sex Offender Treatment Program, Ms. Purdy explained this modified budget adds 4.0 FTE to expand the sex offender treatment program at Montana State Prison, as recommended by former Governor Schwinden's criminal justice and corrections advisory council. The anticipated impact on population is estimated to be a reduction of 5 in fiscal 1990 and 6 in fiscal 1991. This decrease would be due primarily to a

reduction in length of stay, as completion of the sex offender program is anticipated to increase an offender's chances of gaining parole and/or gaining parole earlier than would be the case without completion of the program. The additional FTE include 2.0 FTE psychologists, 1.0 FTE social worker and 1.0 FTE clerical support, plus equipment.

Sen. Harding moved to accept the modified to add 4.0 FTE to expand the sex offender treatment program for \$115,183 fiscal 1990 and \$104,567 fiscal 1991. Motion carried.

ADJOURNMENT

Adjournment At: 11:15 A.M.


REP. WILLIAM MENAHAN, Chairman

WM/ms

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DEPARTMENT OF INSTITUTIONS
MONTANA STATE PRISON - CARE AND CUSTODY

<u>PERSONAL SERVICES</u>	<u>1990</u>	<u>1991</u>
Executive FTE	382.81	382.81
LFA Current Level FTE	<u>381.81</u>	<u>381.81</u>
Difference	1.0	1.0
 Executive	 \$9,741,384	 \$9,772,376
LFA Current Level	<u>9,482,816</u>	<u>9,506,235</u>
Difference	\$ 258,568	\$ 266,141

- - - - - Personal Services Issues - - - - -

1. Appropriations Committee Policy

	<u>1990</u>	<u>1991</u>
Positions Deleted: None		
Positions Flagged Due to Recruiting Problems: Correctional Ofc. II (7.4 FTE)	\$156,148	\$156,273
Vacancy Savings Added:		
Executive	\$179,559	\$179,698
LFA Current Level	\$361,991	\$362,364

Subcommittee Policy - HPI Drug Contract

Pharmacy Positions Deleted from Current Level	.50	.50
Personal Services Reduced from Current Level	\$14,186	\$14,182
<u>Executive Benefits</u>		
Added to Executive Benefits	\$92,063	\$94,703

2. There are three reasons for the difference in FTE and personal services between the executive budget and LFA current level:

a) the executive includes 1.0 FTE dentist position at \$45,564 in fiscal 1990 and \$45,771 in fiscal 1991. LFA current level maintains contracted dental expenses in the Corrections Medical Program, where the subcommittee earlier voted to maintain prison dental expenses,

b) the executive includes inmate allowance pay totaling \$209,931 in fiscal 1990 and \$217,296 in fiscal 1991 in personal services rather than in operating expenses. LFA current level includes \$193,167 each year under operating expenses, or \$16,764 in fiscal 1990 and \$24,129 in fiscal 1991 less than the executive. The difference is due to the executive including an average daily population increase of 83.09 in fiscal 1990 and 119.56 in fiscal 1991 over the fiscal 1988 level, and

c) the executive includes salaries at \$2,766 in fiscal 1990 and \$2,767 in fiscal 1991 over the requested level.

Issue: Does the committee wish to expend inmate pay out of personal services?

3. Committee Issues

Committee Action

<u>OPERATING EXPENSES</u>	<u>1990</u>	<u>1991</u>
Executive	\$3,150,359	\$3,284,368
LFA Current Level	<u>3,216,497</u>	<u>3,292,124</u>
Difference	\$ (66,138)	\$ (7,756)

- - - - -Operating Expenses Issues - - - - -

1. Subcommittee Policy - HPI Drug Contract

	<u>1990</u>	<u>1991</u>
HPI Management Fee Added to Current Level	\$11,389	\$11,958

Drugs Added (Subtracted) to (from) Current Level	\$(650)	\$(688)
Drugs Added to Executive	\$5,287	\$5,587

2. There are two primary reasons for the difference between the executive and the LFA current level:

a) the executive includes variable costs of \$121,163 in fiscal 1990 and \$174,955 in fiscal 1991 for an additional average daily population (ADP) of 83.09 in fiscal 1990 and 119.56 in fiscal 1991. ADP is expected to total 1040.5 in fiscal 1990 and 1077.0 in fiscal 1991. ADP totaled 952.41 in fiscal 1988, and

b) as stated under personal services, the executive has included inmate allowances under personal services rather than operating expenses. LFA maintains inmate pay at the fiscal 1988 level of \$193,167 each year under operating expenses. The total difference in inmate pay is \$16,764 in fiscal 1990 and \$24,129 in fiscal 1991 due to the executive including additional inmates in the population base.

In addition, the executive added \$48,750 each year in USDA commodities not included in current level, and reduced travel by \$2,061, registration fee by \$4,523, and maintenance by \$31,401 each year.

Issue: Does the committee wish to fund an increase in the average daily population to 1040.5 in fiscal 1990 and 1077.0 in fiscal 1991? A corollary issue is that the emergency capacity of the prison is 1,028. Therefore, additional measures would have to be taken to house the requested ADP. For a further discussion, see Modified Budget #1 - Prison Expansion.

3. Committee Issues

Committee Action

<u>EQUIPMENT</u>	<u>1990</u>	<u>1991</u>
Executive	\$50,000	\$50,000
LFA Current Level	<u>44,437</u>	<u>44,437</u>
Difference	\$5,563	\$5,563

-----Equipment Issues-----

1. The executive funds \$50,000 each year to be expended at the discretion of agency managers. LFA current level funds equipment at the average of actual fiscal 1986 and 1987, and appropriated fiscal 1988 expenditures, which would fund five automobiles and other miscellaneous equipment.

2. Committee Issues

Committee Action

<u>FUNDING</u>	1990		1991	
	<u>Exec</u>	<u>LFA</u>	<u>Exec</u>	<u>LFA</u>
Alcohol Tax	\$52,008	\$52,008	\$51,994	\$51,991
Adult Basic Ed	16,473	16,473	16,473	18,120
Boarder Reimb.	80,491	80,491	80,491	80,491
Chapter I	3,204	3,204	3,204	3,204
Chapter II	554	554	609	609

-----Funding Issues-----

1. Alcohol tax revenues fund 2.0 FTE chemical abuse counselors. Both the LFA current level and the executive fully fund the counselors.

Adult basic education funds are federal Department of Education funds granted through the Office of Public Instruction. LFA current level includes the OPI estimate of a 10 percent increase in funding in fiscal 1991 over the fiscal 1990 estimated level.

Chapter I and II funds are federal Department of Education funds. Both LFA current level and the executive include the estimated grant levels.

Federal boarder reimbursement funds are reimbursements from the federal government for each day a federal inmates resides at the prison. Both the LFA current level and the executive include the requested level, which is the actual reimbursement level in fiscal 1988.

General fund provides the remainder, or over 98 percent, of the funding of Care and Custody.

2. Committee Issues

Committee Action

MODIFIED BUDGET
MONTANA STATE PRISON - CARE AND CUSTODY

Prison Expansion

As stated under the discussion of operating expenses, the population at Montana State Prison is anticipated to total 1,040.5 in fiscal 1990 and 1,077 in fiscal 1991. Capacity at the prison is currently 1,028 inmates. This modified budget adds 9.6 FTE correctional officers to staff either a new 96 bed housing unit currently under consideration by the long range planning subcommittee, or existing buildings converted to living units.

	<u>1990</u>	<u>1991</u>
FTE		
Personal Services	\$209,230	\$209,671
Supplies and Materials	<u>1,907</u>	<u>1,907</u>
Total Expenses and General Fund	\$211,137	\$211,578

Committee Issues

Committee Action

**MODIFIED BUDGET
MONTANA STATE PRISON - CARE AND CUSTODY**

Food Service Supervisor

This modified budget adds 1.0 FTE food service supervisor due to past and anticipated population increases at Montana State Prison in order to provide a higher degree of supervision.

	<u>1990</u>	<u>1991</u>
FTE	1.0	1.0
Personal Services and General Fund	\$23,107	\$23,101

Committee Issues

Committee Action

**MODIFIED BUDGET
MONTANA STATE PRISON - CARE AND CUSTODY**

Sex Offender Treatment Program

This modified budget adds 4.0 FTE to expand the sex offender treatment program at Montana State Prison, as recommended by former Governor Schwinden's criminal justice and corrections advisory council. The anticipated impact on population is estimated to be a reduction of 5 in fiscal 1990 and 6 in fiscal 1991. This decrease would be due primarily to a reduction in length of stay, as completion of the sex offender program is anticipated to increase an offender's chances of gaining parole and/or gaining parole earlier than would be the case without completion of the program. The additional FTE include 2.0 FTE psychologists, 1.0 FTE social worker, and 1.0 FTE clerical support.

	<u>1990</u>	<u>1991</u>
FTE	4.0	4.0
Personal Services	\$100,953	\$100,925
Operating Expenses	3,642	3,642
Equipment	<u>10,588</u>	<u>-0-</u>
Total Expenses and General Fund	\$115,183	\$104,567

Committee Issues

Committee Action

2-14-89

DEPARTMENT OF INSTITUTIONS
MONTANA STATE PRISON - RANCH AND DAIRY

<u>PERSONAL SERVICES</u>	<u>1990</u>	<u>1991</u>
Executive FTE	12.75	12.75
LFA Current Level FTE	<u>12.75</u>	<u>12.75</u>
Difference	-0-	-0-

Executive	\$437,415	\$438,194
LFA Current Level	<u>420,029</u>	<u>420,808</u>
Difference	\$ 17,386	\$ 17,386

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----- Personal Services Issues -----

1. Appropriations Committee Policy

Positions Deleted: None		
Vacancy Savings Added:	<u>1990</u>	<u>1991</u>
Executive	\$7,122	\$7,130
LFA Current Level	\$15,320	\$15,335

Subcommittee Policy - HPI Drug Contract

Not Applicable

LFA Adjustments

Added to LFA to Correct Error in Salaries and Holidays Worked	\$1,221	\$1,621
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Executive Benefits

Added to Executive for Benefits	\$5,520	\$5,520
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2. The difference between the executive and the LFA current level is due to the executive including a higher level of inmate pay. LFA current level includes the actual fiscal 1988 level of \$52,334 each year, which includes payment for an average monthly workforce of 46, while the executive includes \$69,639 each year, which includes payment for an average monthly workforce of 64.

3. Committee Issues

Committee Action

<u>OPERATING EXPENSES</u>	<u>1990</u>	<u>1991</u>
Executive	\$796,688	\$802,878
LFA Current Level	<u>689,289</u>	<u>693,659</u>
Difference	\$107,399	\$109,219

- - - - -Operating Expenses Issues - - - - -

1. Subcommittee Policy - HPI Drug Contract

Not Applicable

2. With few exceptions, the executive includes the agency requested operating expenses level. LFA current level does not include any additions for potential increases in acreage, garden size, or the size of the cattle herd. LFA current level also does not include additions for contingencies.

Added to Executive for Increases in Operations Size

Seed	\$ 1,816	\$ 1,816
Gasoline	6,628	6,860
Diesel Fuel	5,440	5,630
Vet Supplies	1,300	1,300
Fertilizer	<u>5,356</u>	<u>5,356</u>
Total	\$20,540	\$20,962

Added to Executive for Contingencies

Weed Spraying	\$ 5,000	\$ 5,000
Legal Fees for Water Rights	5,000	5,000
Custom Cutting	2,952	2,952
Hay	56,000	56,000
Hauling	<u>680</u>	<u>680</u>
Total	\$69,632	\$69,632

The executive has added \$11,500 each year for increased maintenance on vehicles due to potential increases in acreage under cultivation and in fleet size, and due to increased age of the machinery. LFA maintains maintenance at current level.

The remainder of the difference, which totals .8 percent of operating expenses, is due to minor differences throughout the budget, including insurance, utilities, and clothing allowances.

3. Committee Issues

Committee Action

EQUIPMENT

	<u>1990</u>	<u>1991</u>
Executive	\$228,700	\$240,700
LFA Current Level	<u>113,712</u>	<u>113,712</u>
Difference	\$114,988	\$126,988

MONTANA STATE PRISON RANCH
PROGRAM 15

Personal Services

	<u>1990</u>	<u>1991</u>
Executive	\$ 437,415	\$ 438,194
LFA	<u>420,029</u>	<u>420,808</u>
Difference	\$ 17,386	\$ 17,386

Reasons:

Population Adjustment for additional inmates and pay	\$ 17,305	\$ 17,305
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Additional Requests:

300 hr. overtime for Ranch Supervisor	\$ 21,447	\$ 21,447
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REVISED EXECUTIVE PERSONAL SERVICES	\$ <u>458,862</u>	\$ <u>459,641</u>
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Operating Expenses

Executive	\$ 796,688	\$ 802,878
LFA	689,289	693,659
Difference	\$ 107,399	\$ 109,219

Reasons for Difference

Contracted services	14,295	14,290
Supplies & Materials	78,471	80,192
Utilities	2,685	2,685
Repair & Maintenance	9,918	9,918
Other Expense	2,048	2,048

LFA request did not allow for planned increases in crop acreage or cattle herd size.

ADDITIONAL REQUESTS

Additional legal fees for water rights adjudication	5,000	5,000
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Dam safety-original engineer work & dam reconstruction (biennial appropriation)	110,000	
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TOTAL REVISED EXECUTIVE OPERATING EXPENSE	\$ <u>911,688</u>	\$ 807,878
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EQUIPMENT

Executive	\$ 228,700	\$ 240,700
LFA	<u>113,712</u>	<u>113,712</u>
Difference	\$ 114,988	\$ 126,988

LFA level is based on average expenditures in FY-86, 87 & 88. Executive made cuts in the original request.

ADDITIONAL REQUESTS:

Equipment included in original Agency request.	30,000	67,000
Sprinkler System (Biennial approp.)	200,000	
Supervisor Housing Units (Biennial approp.)	135,000	

REVISED EXECUTIVE EQUIPMENT TOTAL	\$ 593,700	\$ 307,700
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PROGRAM 15 RANCH		
FUNDING TOTAL ADJUSTED	\$ 1,964,250	\$ 1,515,219

NOTE: Biennial Appropriations Requested in Above Total

Dam Safety	110,000
Supervisor Housing Units	135,000
Irrigation System	200,000
Equipment & Capitol Outlay	901,400

-----Equipment Issues-----

1. The executive includes funding for agricultural and landscaping equipment, autos and trucks, and cattle and horses. LFA current level includes the average of actual fiscal 1986, 1987, and 1988 expenditures. Both the executive and LFA current level also include \$16,500 each year for buildings.

2. Committee Issues

Committee Action

<u>FUNDING</u>	<u>1990</u>		<u>1991</u>	
	<u>Exec</u>	<u>LFA</u>	<u>Exec</u>	<u>LFA</u>
Prison Ranch	\$1,450,161	\$1,206,489	\$1,469,122	\$1,211,223

-----Funding Issues-----

1. The ranch and dairy are completely funded with income generated from ranch and dairy operations.

2. Committee Issues

Committee Action

**DEPARTMENT OF INSTITUTIONS
MONTANA STATE PRISON - LICENSE PLATE FACTORY**

<u>PERSONAL SERVICES</u>	<u>1990</u>	<u>1991</u>
Executive FTE	2.0	2.0
LFA Current Level FTE	<u>2.0</u>	<u>2.0</u>
Difference	-0-	-0-
Executive	\$66,671	\$66,657
LFA Current Level	<u>61,578</u>	<u>61,563</u>
Difference	\$ 5,093	\$ 5,094

- - - - - Personal Services Issues - - - - -

1. Appropriations Committee Policy

Positions Deleted: None
Vacancy Savings Added:

	<u>1990</u>	<u>1991</u>
Executive	\$1,013	\$1,013
LFA Current Level	\$ -0-	\$ -0-

Subcommittee Policy - HPI Drug Contract

Not Applicable

2. The executive includes inmate pay at the requested level of \$15,526 each year, or \$4,109 higher than the LFA current level of \$11,417. LFA current level maintains the actual fiscal 1988 level, which accomodates a crew size of 12. The executive includes funding for a crew size of 16. The executive also includes funding for the contingency that members of the crew will experience enough time on the job to receive a step increase.

The remainder of the difference is due to the executive including \$984 in fiscal 1990 and \$985 in fiscal 1991 more than requested in salaries, longevity, and benefits.

3. Committee Issues

Committee Action

<u>OPERATING EXPENSES</u>	<u>1990</u>	<u>1991</u>
Executive	\$352,512	\$379,278
LFA Current Level	<u>397,369</u>	<u>441,976</u>
Difference	\$(44,857)	\$(62,698)

- - - - -Operating Expenses Issues - - - - -

1. Subcommittee Policy - HPI Drug Contract

Not Applicable

2. The difference between the executive and current level is due to two factors:

a) the executive includes aluminum at \$1.00 per pound, while LFA current level includes funding at the requested level of \$1.79 per pound. As a result, LFA current level includes \$53,316 in fiscal 1990 and \$70,985 in fiscal 1991 over the executive for aluminum purchases, and

b) the executive includes a \$8,317 contingency each year in the event of a major equipment breakdown.

3. Committee Issues

Committee Action

FUNDING

1990

1991

Exec

LFA

Exec

LFA

Motor Vehicle Funds\$418,170

\$458,947

\$444,922

\$503,539

- - - - - Funding Issues - - - - -

1. The License Plate Factory is completely funded with state motor vehicle funds. Motor vehicle funds not used to fund this program are used to offset general fund in the Department of Justice.

2. Committee Issues

Committee Action

MONTANA STATE PRISON

LICENSE PLATE FACTORY

PROGRAM 16

<u>Personal Services</u>	<u>1990</u>	<u>1991</u>
Executive	\$ 66,671	\$ 66,657
LFA	<u>61,578</u>	<u>61,563</u>
Difference	\$ 5,093	\$ 5,094

Reasons:

1. Executive includes additional funding for inmate pay of \$4,109 each year.
2. Executive includes 984 in 1990 and \$985 in 1991 more than requested in salaries.

REQUEST EXECUTIVE PERSONAL SERVICES

Operating Expenses

Executive	\$ 352,512	\$ 379,278
LFA	397,369	441,976
Difference	(\$ 44,857)	(\$ 62,698)

Reasons for difference:

Executive in S&M (Aluminum) under budgeted from LFA	\$ 53,316	\$ 70,985
Executive over in R&M over LFA	\$ (8,299)	\$ (8,299)

ADDITIONAL REQUESTS TO
EXECUTIVE BUDGET

Aluminum funded at \$1.70/lb from \$1.00	\$ 53,316	\$ 70,985
R&M additional needed to cover needs/ contingencies	\$ 5,018	\$ 15,018

REVISED EXECUTIVE OPERATING EXPENSES	\$ 410,846	\$ 465,281
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PROGRAM 16 FUNDING REVISED	\$ 477,517	\$ 531,938
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**DEPARTMENT OF INSTITUTIONS
MONTANA STATE PRISON - INDUSTRIES REVOLVING**

<u>PERSONAL SERVICES</u>	<u>1990</u>	<u>1991</u>
Executive FTE	5.25	5.25
LFA Current Level FTE	<u>5.25</u>	<u>5.25</u>
Difference	-0-	-0-

Executive	\$219,874	\$232,529
LFA Current Level	<u>219,874</u>	<u>232,529</u>
Difference	\$ -0-	\$ -0-

- - - - - Personal Services Issues - - - - -

1. Appropriations Committee Policy

Positions Deleted: None		
Vacancy Savings Added:	<u>1990</u>	<u>1991</u>
Executive	\$2,802	\$2,803
LFA Current Level	\$ -0-	\$ -0-

Subcommittee Policy - HPI Drug Contract

Not Applicable

2. Committee Issues

Committee Action

<u>OPERATING EXPENSES</u>	<u>1990</u>	<u>1991</u>
Executive	\$688,525	\$813,273
LFA Current Level	<u>667,466</u>	<u>791,326</u>
Difference	\$ 21,059	\$ 21,947

- - - - -Operating Expenses Issues - - - - -

1. Subcommittee Policy - HPI Drug Contract

Not Applicable

2. With the exception of out-of-state travel, the executive includes funding at the agency request. LFA current level includes the agency request, with the following exceptions:

	<u>Difference from Executive</u>	
	<u>FY 1990</u>	<u>FY 1991</u>

a) audit costs were not included due to their inclusion in the central office budget.

\$2,979	\$ -0-
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b) gasoline and diesel fuel were increased by the anticipated increase in sales, rather than as a percentage of sales.

\$12,780	\$16,469
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c) utilities were amortized and inflated, resulted in a lower than requested level.

\$4,443	\$4,623
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The remainder of the difference is due to minor differences throughout the budget.

3. Committee Issues

Committee Action

<u>EQUIPMENT</u>	<u>1990</u>	<u>1991</u>
Executive	\$15,000	\$15,000
LFA Current Level	<u>10,578</u>	<u>10,578</u>
Difference	\$ 4,422	\$ 4,422

- - - - -Equipment Issues - - - - -

1. The executive includes \$15,000 each year for purchases to be made at the discretion of program managers. LFA current level includes funding at the average of fiscal 1986, 1987, and 1988 expenditures, which would allow the purchase of the first 6 items on the equipment priority list.

2. Committee Issues

Committee Action

<u>FUNDING</u>	<u>1990</u>		<u>1991</u>	
	<u>Exec</u>	<u>LFA</u>	<u>Exec</u>	<u>LFA</u>
Proprietary Funds	\$917,952	\$897,918	\$1,055,354	\$1,034,433

----- Funding Issues -----

1. Prison Industries is completely funded with revenues generated from the sale of products.

2. Committee Issues

Committee Action

**MODIFIED BUDGET
PRISON INDUSTRIES**

The executive budget includes the recommendation that language be added to the general appropriations bill allowing the department to submit budget amendments to hire the following positions if funding is available: 1) 1.0 FTE industries marketing representative, 2) 2.0 FTE shop supervisors, and 1.0 FTE prison industries procurement coordinator.

Committee Issues

Committee Action

MONTANA STATE PRISON

CANTEEN

PROGRAM 21

<u>OPERATING</u>	<u>1990</u>	<u>1991</u>
Executive	\$ 931,869	\$ 1,159,250
LFA	<u>731,500</u>	<u>764,418</u>
Difference	\$ 200,369	\$ 394,832

Reasons:

1. Executive includes an increase of 24.4 percent in canteen sales over anticipated FY 89 level. LFA current level inflates budgeted FY 89 expenditures by 4.5 per cent each year.

NOTE: A supplemental appropriation for FY 89 has been approved for \$850,000.

DEPARTMENT OF INSTITUTIONS
MONTANA STATE PRISON - CANTEEN

<u>OPERATING EXPENSES</u>	<u>1990</u>	<u>1991</u>
Executive	\$931,869	\$1,159,250
LFA Current Level	<u>731,500</u>	<u>764,418</u>
Difference	\$200,369	\$ 394,832

- - - - -Operating Expenses Issues - - - - -

1. The executive budget includes an increase of 24.4 percent in canteen sales over the anticipated fiscal 1989 level of \$749,102 due to prior increases and budgeted increases in prison population. LFA current level inflates budgeted fiscal 1989 expenditures by 4.5 percent each year.

2. Committee Issues

Committee Action

FUNDING

1990

1991

Exec

LFA

Exec

LFA

State Special

\$931,869

\$731,500

\$1,159,250

\$764,418

- - - - - Funding Issues - - - - -

1. The canteen is funded from revenue generated from the sale of merchandise. Two FTE canteen managers are included in the Care and Custody portion of the budget and are funded with general fund totaling \$50,039 in fiscal 1990 and \$50,135 in fiscal 1991.

2. **Committee Issues**

Committee Action

**DEPARTMENT OF INSTITUTIONS
MONTANA STATE PRISON - INDUSTRIES TRAINING**

<u>PERSONAL SERVICES</u>	<u>1990</u>	<u>1991</u>
Executive FTE	3.75	3.75
LFA Current Level FTE	<u>3.75</u>	<u>3.75</u>
Difference	-0-	-0-

Executive	\$160,605	\$160,575
LFA Current Level	<u>156,256</u>	<u>156,226</u>
Difference	\$ 4,349	\$ 4,349

- - - - - Personal Services Issues - - - - -

1. Appropriations Committee Policy

Positions Deleted: None		
Vacancy Savings Added:	<u>1990</u>	<u>1991</u>
Executive	\$2,297	\$2,297
LFA Current Level	\$ -0-	\$ -0-

Subcommittee Policy - HPI Drug Contract

Not Applicable

Executive Benefits

Added to Executive Benefits	\$189	\$189
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2. The executive includes \$44,629 in inmate pay each year, or \$4,349 over the LFA current level of \$40,280. LFA current level maintains total inmate pay at the fiscal 1988 level, or an average of 52-53 inmates per month. The executive budget includes funding for an increase in the total monthly average number of inmates working and for potential increases in their step due to longevity.

3. Committee Issues

Committee Action

OPERATING EXPENSES

	<u>1990</u>	<u>1991</u>
Executive	\$279,845	\$280,234
LFA Current Level	<u>265,981</u>	<u>266,789</u>
Difference	\$ 13,864	\$ 13,445

- - - - -Operating Expenses Issues - - - - -

1. Subcommittee Policy - HPI Drug Contract

Not Applicable

2. The executive includes increases for a potential increase in garden size, and a potential increase in training and the number of students not included in current level.

Increases in Garden Size

1. Agricultural Supplies	\$850	\$850
2. Gasoline	739	864
3. Fertilizer	<u>683</u>	<u>683</u>
Total	\$2,272	\$2,397

Increase in Training and Students

1. Tools	\$757	\$757
2. Books	1,726	1,726
3. Shop Supplies	<u>587</u>	<u>587</u>
Total	\$3,070	\$3,070

The executive budget includes an additional \$1,886 each year in travel to allow the supervisor to attend training seminars, and to fully fund advisory council meetings.

The executive budget includes an additional \$5,280 in fiscal 1990 and \$5,539 in fiscal 1991 in utilities for a potential addition of a greenhouse, and for charges the prison may make for garden storage in the prison's warehouse.

3. Committee Issues

Committee Action

<u>EQUIPMENT</u>	<u>1990</u>	<u>1991</u>
Executive	\$ 3,144	\$12,476
LFA Current Level	<u>6,282</u>	<u>6,282</u>
Difference	\$(3,138)	\$ 6,194

- - - - -Equipment Issues - - - - -

1. LFA current level includes the average of actual fiscal 1986, 1987, and 1988 expenditures, and would allow the purchase of the first four items on the program's priority list: 2 used 1 ton trucks, a food processing scale, a mig welder, and a lubrication dispensing station. The executive funds the food processing scale, mig welder, lubrication dispensing station, a plasma arc cutting machine, and an oil dispensing station.

2. Committee Issues

Committee Action

FUNDING

	1990		1991	
	<u>Exec</u>	<u>LFA</u>	<u>Exec</u>	<u>LFA</u>
General Fund	\$167,624	\$139,058	\$171,304	\$139,836
OPI Grants	26,991	36,493	26,983	36,493
Proprietary Funds	246,493	252,968	252,513	252,968

- - - - - Funding Issues - - - - -

1. Proprietary funds is revenue generated from three sources: 1) charges to customers for the cost of parts used, 2) a surcharge paid by care and custody, the ranch, and the industries complex for work performed to offset inmate pay and other supplies, and 3) income from garden sales.

OPI grants are Carl Perkins funds from the Department of Education, and were used to fund 1.0 FTE career counselor and supplies in fiscal 1988. LFA current level maintains grants at the fiscal 1988 level. The executive funds grants at the requested level, which would fund the 1.0 FTE career counselor.

General fund supports general operations of the program. The executive funds general fund at approximately 38 percent of total operations. LFA current level deducted the increase for parts bought and sold and maintains general fund at 38 percent of the adjusted total.

2. Committee Issues

Committee Action

MODIFIED BUDGET
MONTANA STATE PRISON - INDUSTRIES TRAINING

The executive recommends language in the appropriations bill enabling this program to submit budget amendments to hire a .25 FTE horticulturist and a 1.0 FTE vehicle maintenance shop supervisor as funds become available.

Committee Issues

Committee Action

Exhibit 1

INSTITUTIONS AND CULTURAL EDUCATION SUBCOMMITTEE

Montana State Prison - Executive Budget

The following table shows the total additions made to the executive budget to address the projected rise in prison population. The table does not include additional variable costs of the projected population.

Table A
Executive Budget
1991 Biennium

	<u>Fiscal 1990</u>	<u>Fiscal 1991</u>	<u>Total Biennium</u>
Projected Year-End Population	1,059	1,095	
Reduction Measures*			
Sex Offender	(5)	(6)	
ISP	<u>(41)</u>	<u>(41)</u>	
Total Need Space For	1,013	1,048	
Capacity	<u>1,028</u>	<u>1,124[†]</u>	
Over(Under) Capacity	<u>==(15)</u>	<u>==(76)</u>	
<u>Expenditures</u>			
Construction Costs			
- New 96 Bed Unit	\$1,184,000	\$ -0-	\$1,184,000
Fixed Costs of 9.6 FTE	211,137	211,578	422,715
Intensive Supervision**	257,593	172,898	430,491
Sex Offender Program Expansion	<u>115,183</u>	<u>104,567</u>	<u>219,750</u>
Total	<u>\$1,767,913</u>	<u>\$489,043</u>	<u>\$2,256,956</u>

*As estimated by council staff

**Included in the Corrections Division

TPS:kj:mSPWS

MONTANA STATE PRISON

CARE & CUSTODY

PROGRAM 12

Personal Services19901991

Executive	\$ 9,741,384	\$ 9,772,376
LFA	<u>9,482,816</u>	<u>9,506,235</u>

Difference	\$ 258,568	\$ 266,141
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Reasons:

1. Executive has inmate pay in Obj. 1200 (current base)	\$ 193,167	\$ 193,167
2. Executive has inmate pay pop- ulation adjustment (\$201.76 x inmate year x 83.09 inmates in FY90 & 119.56 inmates in FY91.	16,764	24,129
3. Executive has dentist in budget.	45,564	45,771

REQUEST EXECUTIVE - PERSONAL SERVICES

Operating Expenses

Executive	\$ 3,150,359	\$ 3,284,368
LFA	<u>3,216,497</u>	<u>3,292,124</u>
Difference (LFA over Exec.)	(66,138)	(7,756)
Less: LFA Inmate Pay Offset	\$ 193,167	\$ 193,167
Adjusted Difference (Exec. over LFA)	\$ 127,029	\$ 185,411

Reasons for difference:

Base adjustment for population	\$ 121,163	\$ 174,955
** Additional R&M request	\$ 5,866	\$ 10,456

Adjusted difference	-0-	-0-
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9.75 Additional Population Increase Request (9.75 inmates x \$1675.51/inmate/year)	\$ 16,336	\$ 16,336
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REVISED EXECUTIVE OPERATING LEVEL	\$ <u>3,172,561</u>	\$ <u>3,311,160</u>
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** Executive reduced R&M \$27,661 below base each year. Amount requested back is to account for offsetting factors in other areas of the operating budget.

EQUIPMENT

Executive	\$ 50,000	\$ 50,000
LFA	<u>44,437</u>	<u>44,437</u>
Difference	5,563	5,563

REQUEST EXECUTIVE - EQUIPMENT

Budgeted Populations with Adjustments at Executive funding level 1050.25 FY 90 & 1086.75 FY 91.

MONTANA STATE PRISON

PRISON INDUSTRIES

PROGRAM 17

<u>Personal Services</u>	<u>1990</u>	<u>1991</u>
Executive	\$ 219,874	\$ 232,529
LFA	<u>219,874</u>	<u>232,529</u>
Difference	\$ -0-	\$ -0-

REQUEST EXECUTIVE PERSONAL SERVICES

Operating Expenses

Executive	\$ 688,525	\$ 813,273
LFA	667,466	791,326
Difference	\$ 21,059	\$ 21,947

Reasons for difference:	<u>1990</u>	<u>1991</u>
Contracted Services	\$ 3,860	\$ 879
Supplies & Materials	\$ 12,780	\$ 16,469
Utilities	\$ 4,444	\$ 4,623

Executive over LFA due to Gas & Diesel in LFA budgeted as an increase in sales level and not a percentage of sales; and utilities amortized at a lower level than needed. LFA also under executive in insurance and bonds and audit costs in contracted services.

REQUEST EXECUTIVE OPERATING

<u>Equipment</u>	<u>1990</u>	<u>1991</u>
Executive	\$15,000	\$ 15,000
LFA	<u>\$10,578</u>	<u>\$ 10,578</u>
Difference	\$ 4,422	\$ 4,422

Difference due to method LFA and Executive arrives at Expenditure level for equipment.

<u>Additional Executive Request</u>	<u>1990</u>	<u>1991</u>
Additional equipment request.	\$ 55,750	\$ 51,415

REVISED EXECUTIVE EQUIPMENT	\$ 70,750	\$ 66,415
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PROGRAM 17 REVISED BUDGET TOTAL	\$ 979,149	\$ 1,112,217
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