

MINUTES

MONTANA SENATE
51st LEGISLATURE - REGULAR SESSION

COMMITTEE ON FINANCE AND CLAIMS

Call to Order: By CHAIRMAN PETE STORY, on March 31, 1989,
at 8:00 a.m.

ROLL CALL

Members Present: Senator Gary Aklestad, Senator Loren
Jenkins, Senator Esther Bengtson, Senator Matt Hims1,
Senator Paul Boylan, Senator Tom Keating, Senator Judy
Jacobson, Senator H.W. "Swede" Hammond, Senator Pat
Regan, Senator Larry Tveit, Senator Fred Van Valken-
burg, Senator Dennis Nathe, Senator Greg Jergeson,
Senator Gerry Devlin, Senator Richard Manning, Senator
Sam Hofman, Senator Lawrence Stimatz, Senator Ethel
Harding, Senator Pete Story

Members Excused: None

Members Absent: None

Staff Present: Judy Rippingale, LFA

Announcements/Discussion: None

EXECUTIVE ACTION HB 100

Senator Stimatz presented an amendment that would re-instate an attorney position and an administrative assistant in the Insurance Division in the State Auditor's Office. (Exhibit #1) He said the funding for the operation is collected by a tax on the insurance premiums. Every year money is reverted to the general fund. He pointed out that it didn't make sense to have investigators check on something that is going on and have no action. That is why the attorney is needed. The administrative assistance is needed because the deputy insurance commissioner is doing the routine clerical work. He moved the amendment.

Andy Bennett, State Auditor, spoke about the serious problem in the Insurance Department. She pointed out the department is regulating a million dollar industry in the state with less than a million dollars. She discussed the need for the positions.

The question was called. The motion passed 12-5 on a roll

call vote.

Senator Stimatz presented an amendment that would add 6 patrol officers to the Highway Patrol Division. (Exhibit #2) He explained that there were six counties that had no patrolman at all. This presented problems of delay in service. He moved the amendment.

Marc Racicot (265) discussed the problems of lack of patrol officers for accident investigations. He pointed out that last year the officers were dispatched to 28,390 different accidents. He said this was with 200 authorized patrol officers. He noted that there was 8 slots vacant due to vacancy savings and also the lack of trainee replacements. This is 20 fewer patrol officers than in 1973. There have been homicides that have taken over an hour for an officer to arrive, he said.

Senator Devlin asked if this would guarantee there would be patrolmen in those counties. Mr. Racicot said that it was guaranteed.

The question was called. The motion passed 9-8 on a roll call vote.

Senator Regan (438) offered an amendment that would bring HB 100 into compliance with action that was taken earlier in SB 78. She explained that SB 80 de-earmarked five state special revenue funds and transfers the fund balances to the general fund. The amendment would shift the funding for the affected accounts from the state special revenue fund to the general fund. (Exhibit #3)

The question was called. The motion passed unanimously.

Senator Regan distributed an amendment that was necessary to comply with the provisions of HB 744. HB 744 de-earmarked the motor vehicle state special revenue fund, and transferred its fund balance to the general fund. The amendment would shift motor vehicle fund appropriations from the state special revenue fund to the general fund. (Exhibit #4) The reason HB 744 was de-earmarked was because the fund was being overdrawn all the time. She pointed out that the potential impact would place into the general fund about 4.75 million dollars in the coming biennium (525).

The question was called. The motion passed unanimously.

Senator Jergeson presented an amendment that would reinstate 1.5 FTE in the Records Management Program which were removed by the Cobb Amendment (Exhibit #5). He explained that there was double vacancy savings taken out. He moved the amendment (604).

Doug Mitchell from the department said there was currently 18 FTE employees. He pointed out there were some budget restrictions regarding the computer situation which would not allow them to fill the other positions.

The question was called. The motion failed 5-13 on a roll call vote.

Representative Bardanouve commented about agency strategies. Senator Aklestad commented that this was part of the process and it was the committee's responsibility to evaluate whether it was worthwhile. (880) Senator Keating (960) noted that the action on vacancy savings is what precipitated requests from agencies. He said by cutting slots and cutting people back there may not be enough people necessary to do the job, especially if done indiscriminately.

Senator Jacobson distributed an amendment for a biennial appropriation for a study and implementation of a uniform payroll system for the Montana University System and an estimated cost of the project (Exhibits 6, 6a). She said this amendment is following through on HB 26 and the directive from the Governor and the Interim Committee of the University Study of last session. This is an estimate, she pointed out, which includes a feasibility study, hardware and network changes in central payroll, package installation, and production costs. She said this project would be overseen by the Legislative Finance Committee and guidelines would enable the study and the project to be done by 1991.

Senator Jenkins asked if this project would be done in time for the next Legislature. Senator Jacobson said that timelines were being pushed and everyone agreed that it was necessary to put the time in so the goals could be met prior to next session.

Senator Keating asked if this would reduce the workload at the University System. Senator Jacobson replied that

was not the goal. She clarified that when the University System is funded, imaginary people are funded. A formula is set up and the formula generates a certain number of people that are funded. There is no way to check on positions and this amendment would allow the Legislature to fund actual people rather than imaginary people.

Senator Keating asked Mike Trevor if this went on to the PPP System. Mike Trevor said that was correct. He said it was for hardware and software. Senator Keating asked if this expanded SYBUS and then fell under the Auditor's Office. Mike Trevor replied that the difficult part would be the necessary software to interface with the universities to tie them into the PPP System (Payroll, Position, Personnel System).

(Tape 1-B)

Senator Keating asked about the remaining capacity on the PPP System, since it was under used a couple years ago. Mike Trevor replied that the PPP System was fully utilized for payroll and position control. He said there were some features that could be advantageous to agencies to the management of personnel that are not fully utilized. He noted that there was a performance audit scheduled to help identify those areas in the PPP System that were not fully utilized. There needs to be some enhancements to the system to make it work better even for the existing agencies, he stated.

Representative Francis Bardanouve commented that this has been the goal of many legislators for many years. Recently the State Auditor's Office said they did not even know how many people were in the University System.

Carroll Krause remarked (133) that the amendment was supported. He said the University System had not been opposed to being on central payroll. The problem was related to the cost and the ability of the State Auditor's Office to accommodate the changes that were necessary in the system to take care of the professional and contract faculty and also the students payroll offices.

Representative Bob Marks remarked that he supported the amendment. He said this was a reasonable proposal and would make it easier for the legislature to deal with the budget.

Senator Van Valkenburg commented that this was \$650,000 that would not deliver one bit more service to the people of

Montana. He pointed out that all the additional positions in the Auditor's Office and other agencies were done because of a basic lack of trust in a system of checks and balances.

The question was called. The motion passed with one no vote by Senator Van Valkenburg.

Senator Jenkins offered an amendment that he had brought in the previous day on the Centennial Commission (Exhibit 7). He said the amendment would revert remaining funds in the centennial state special revenue account at the end of fiscal 1991. He pointed out that it was not known what they would end up with because they were only funded by sales. He said the language was put in so the commission shall attempt to have at least \$150,000.

Senator Jacobson pointed out that if this amendment was passed it would mean they were trusted. Senator Regan pointed out that when this was started it was supposed to be private contributions and sale of merchandise.

Senator Van Valkenburg moved to amend the amendment (404) to put a period after general fund on the 4th line and strike the rest.

The question was called on the substitute motion. The motion passed with 3 no votes.

Senator Keating asked about the status of the loan. Leo Ellington, Centennial Director replied (476) that the loan for \$63,000 was repaid last year.

Senator Jenkins moved the amendment (#7). The motion passed with 4 no votes.

Senator Boylan presented an amendment (631) for the Legislative Council the ability to transfer funds in the amount of 15%. He explained that this was needed due to a lot of interim study committees out of the council (Exhibit 8). This would also provide flexibility for belonging to the organizations such as NCSL. Representative Marks commented that he supported the amendment. He said this would allow the money that was given to the council to be used more flexibly. Bob Person, from the Council, said this would allow the Legislative Council some management options.

The question was called. The motion passed with 3 no votes

by Senators Nathe, Manning and Himsl.

SECTION D HB 100 - INSTITUTIONS

Representative Menahan presented the Institutions sections of HB 100 Narrative. He discussed the program expansions (See Book page D-1).

(Tape 2-A)

Representative Menahan pointed out that the ranch dairy was making a profit. Also the funds put in the licence plates factory were for breakdowns so there would be no down time since new plates would be manufactured. Industries have complained in the past about competition with the private sector. Now the furniture is made and several retail outlets buy from the prison and sell it. The post and pole is also working with the private sector. The canteen have requirements of not selling anything below cost. In the past it took up more staff time to go through all of the goods to avoid problems such as oranges full of vodka and other tricks. He discussed the cattle feeding operation. He pointed out that there was an oversight committee that did oversee the operation. There is some money in there that would be used to try to expand irrigation for hay. He pointed out that the ranch was paying its own way.

Senator Himsl asked what happened to the ranch dairy profit. Taryn Purdy replied that it was maintained in the account and that the interest goes to the general fund over a million dollars.

MONTANA DEVELOPMENTAL CENTER

Representative Menahan discussed the program at Boulder. He said the program had added 15 positions. This was due to the deficiency cited by the Medicaid authority. He pointed out that donations were received for resident produced products

CENTER FOR THE AGED

Representative Menahan discussed the program (556). He pointed out the certification problems. This is due to the residents requiring a higher level of care.

Questions from the Committee

Senator Van Valkenburg asked about the request for funding for 10 additional parole officers in the Corrections

Division and was any action taken. Representative Menahan said that no action was taken but that more parole officers were needed to keep the recidivism rate down. Senator Van Valkenburg pointed out that alternatives were necessary because the costs of prison expansion were to high.

Senator Himsl (945) asked if the 6 million dollars of federal medicaid reimbursement was reflected in the budget. Representative Menahan replied that the money goes into the general fund.

Senator Stimatz asked about the implication of a loss of medicaid at the institutions and what was being done to prevent that. Curt Chisolm, Director of Department of Institutions, replied that the certification and licensing with the exception of the Montana Developmental Center, was good right now based on a followup survey at Eastmont. He said that currently they are operating with federal financial participation with a 120 day window that will end April 30, 1989. A facility re-survey will be conducted again at that time. The department is committed to change the programming with emphasis on patient treatment, he said. The resources are sufficient to gain certification but time extensions may be needed to regain total certification, he stated.

Senator Hammond asked about the million dollar accumulation by the prison ranch and what was the intent or plan for it. Mr. Chisolm said there was a little over a million dollars sitting in reserve in the ranch account and has been built up over the last three to four years be good, progressive management. By law it has to go to that account, he pointed out. The interest off the account does go to the general fund. He noted that the account was being spent on an irrigation project, repairs to the dam, and additional equipment replacement. If this is all approved the reserve will go down to 300-400 thousand dollars.

(Tape 2-B)

Senator Keating asked about a breakdown of the alcohol tax and the revenues from beer, wine and liquor tax, that shows \$3 million in collections. The dispersement show that the Forensics Lab in Missoula are increasing their take on this by \$40,000. Page D-10, a comment that says because alcohol tax revenues are declining resulting in a decrease in county distributions, the department has supplemented distributions to the counties with federal block grant funds to supplement alcohol tax dispersement. The question is who is

losing the block grant funds. Taryn Purdy explained that a lot of the block grant funds were carry over funds that no one is using now.

MONTANA ARTS COUNCIL

Representative Menahan explained the arts projects. He said that funding by the general fund increased because federal funds have decreased 6.13%. Coal tax interest was used as a replacement for the federal funds used in operations. The federal funds were then transferred to grants.

LIBRARY COMMISSION

Representative Menahan read the program description and budget (See book D-51).

HISTORICAL SOCIETY

Representative Menahan read the program description and budget (See book Page D-52).

Questions from the Committee

Senator Jergeson asked how private donations were estimated in the Historical Society. Sandy Whitney replied that the figures were the agency estimates which were a base flow of the commitments.

Senator Hims1 asked about the use of the accommodation tax. Mr. Brian Caufield, from the Historical Society, replied that the accommodations tax was passed and the society was allocated 1% of the total revenue which amounts to \$48,000 a year. This was to be used for acquisition of and maintenance of historic sites and signs.

EXECUTIVE ACTION ON SECTION D - INSTITUTIONS

Senator Aklestad presented an amendment that would increase the federal block grant authority for the Chemical Dependency Bureau to allow contracting available federal funds to community chemical dependency programs. (Exhibit 9)

(Tape 3-A)

Mr. Chisolm explained that this was needed in order to subsidize community alcohol programs.

The question was called. The motion passed unanimously.

Senator Nathe presented an amendment that would add \$3,000 general fund for each fiscal year and \$3,000 federal funds each fiscal year to fund SB 325. This allows members of the Montana Arts Council to receive compensation for services and travel expenses which they are entitled to while engaged in performance of board duties. (Exhibit #10) He moved the amendment.

The question was called. The motion passed with 3 no votes by Senators Keating, Aklestad, and Story.

Senator Jacobson distributed an amendment that would add funding in FY 90 and FY 91 to the Corrections Division budget to adjust the contracts for three private pre-release centers and allow for salary increases commensurate with those proposed in HB 786. (Exhibit #11)

Curt Chisolm explained (223) that this was three private vendors that supply services. By contract the department tries to tie them to the state salary matrix, he said. If the state employees salary goes up they would like to offer a similar increase to their employees, and that contract capability is not there unless this additional money is added to the base expenditures.

The question was called. The motion passed 11-7 on a roll call vote.

Senator Van Valkenburg offered an amendment that would add 7 additional probation and parole officers (Exhibit #12).

Mr. Dan Russell, from the department, explained that the reason for this amendment was there had been the addition of 765 parolees to the caseload since 1983. The justification for these additional officers is explained on the sheet he distributed (Exhibit 12a).

Senator Van Valkenburg commented that he was on the Corrections Advisory Committee that had recommended that the state add 10 additional probation and parole officers. He noted that felon populations had reached crisis proportions. He pointed out that it was cost effective to add the officers.

Senator Stimatz pointed out that it cost about \$30,000 a

year to keep a man in prison. The people put on probation don't go to prison and this would be cost effective with the salary and cost of the probation officer.

Curt Chisolm explained that this effectively directs up to 75 individuals away from the prison as a way of minimizing the impact on the prison population.

Senator Boylan moved a substitute motion to amend it down to 5 officers.

The question was called. The substitute motion passed 15-2 on a roll call vote.

ADJOURNMENT

Adjournment At: 12:05 p.m.

A handwritten signature in cursive script, appearing to read "Pete Story", written over a horizontal line.

PETE STORY, Chairman

dt/PS

FCS331

DAILY ROLL CALL

FINANCE AND CLAIMS

COMMITTEE - 1989

DATE 3-31-89

NAME	PRESENT	ABSENT	EXCUSED
Senator Gary Aklestad	✓		
Senator Loren Jenkins	✓		
Senator Esther Bengtson	✓		
Senator Matt Himsel	✓		
Senator Paul Boylan	✓		
Senator Tom Keating	✓		
Senator Judy Jacobson	✓		
Senator H.W. "Swede" Hammond	✓		
Senator Pat Regan	✓		
Senator Larry Tveit	✓		
Senator Fred Van Valkenburg	✓		
Senator Dennis Nathe	✓		
Senator Greg Jergeson	✓		
Senator Gerry Devlin	✓		
Senator Richard Manning	✓		
Senator Sam Hofman	✓		
Senator Lawrence Stimatz	✓		
Senator Ethel Harding	✓		✓
Senator Pete Story	✓		



SENATE FINANCE AND CLAIMS #1

EXHIBIT NO. #1

DATE 3-31-89

BILL NO. HB 100

FINANCE AND CLAIMS COMMITTEE AMENDMENT
HOUSE BILL 100
SENATOR LAWRENCE STIMATZ

March 30, 1989
Page 1 of 1

Mr. Chairman: I move to amend HOUSE BILL 100 (Third Reading copy, Blue.)

Signed: _____
Senator Lawrence Stimatz

And, that such amendments to HOUSE BILL 100 Read as follows:

1. Page A-9 line 13
Strike: "878,957 874,150"
Insert: "931,192 924,021"

LFA will amend totals.

ADOPT

REJECT

#2

SENATE FINANCE AND CLAIMS
AMENDMENT NO. 2
DATE ~~100~~ 3-31-89
BILL NO. 100

PROPOSED AMENDMENT TO HB 100

Department of Justice - Highway Patrol Division: 6 Additional
Patrol Officers

1. Page A-11, line 6

Strike: "9,381,360"

Insert: "9,582,782"

Page A-11, line 7

Strike: "9,439,818"

Insert: "9,735,456"

LFA will amend totals

Ex. #2

3/3/89

BUDGET MODIFICATION

Department of Justice
1990-91 Biennium

Program: Highway Patrol Division (13)

TITLE: Additional Highway Patrol Officers

REQUEST: The Department of Justice is requesting funds to hire six additional Highway Patrol officers to take care of expanded duties and demands placed on the Highway Patrol.

JUSTIFICATION: Highway Patrol Officer strength has declined since peaking in 1973, while at the same time, vehicle miles traveled and number of vehicles registered has increased by approximately 27 percent. Coupled with an increase in mandated duties and increased calls for service, the Highway Patrol Division has seen a decrease in officer availability or ability to respond when requested. The addition of these six officers will allow the Division to better respond to emergency calls for services in a timely manner, and provide some patrol officer coverage for those roads and highways where this service is not currently being provided.

FISCAL DATA:

	<u>FY 1990</u>	<u>FY 1991</u>
FTE's	6.0	6.0
Personal Services	\$163,548	\$167,154
Operating Expenses:		
Contracted Services	1,062	1,062
Supplies & Materials	34,800	18,503
Travel	7,488	8,523
Repair & Maintenance	4,740	6,180
Other Expenses	12,000	-0-
Total Operating Expenses	60,090	34,268
Equipment	<u>72,000</u>	<u>-0-</u>
Total Request	<u>\$295,638</u>	<u>\$201,422</u>
Funding:		
Highway Special Revenue Account	<u>\$295,638</u>	<u>\$201,422</u>

#3

SENATE FINANCE AND CLAIMS

RESOLUTION NO. 3

DATE 3-31-89

BILL NO. HB 100

Amendments to House Bill No.100
Third Reading Copy

Requested by Senator Regan
For the Committee on Senate Finance and Claims

Prepared by LFA
March 29, 1989

1. Page A-7, line 11.			
Strike: "508,764	386,892	520,828	386,898"
Insert: "895,656	-0-	907,726	-0- "
2. Page A-9, line 13.			
Strike: "	878,957		874,150"
Insert: "878,957	-0-	874,150	-0- "
3. Page A-9, line 15.			
Strike: "	9,298"		
Insert: " 9,298	-0-		"
4. Page A-9, line 18.			
Strike: "	272,740		271,671"
Insert: "272,740	-0-	271,671	-0- "
5. Page A-9, line 20.			
Strike: "	3,166"		
Insert: " 3,166	-0-		"
6. Page A-9, line 22.			
Strike: "	40,000"		
Insert: " 40,000	-0-		"
7. Page B-2, line 6.			
Strike: "123,895		124,950	474,834"
Insert: "168,895		169,950	429,834"
Page B-2, line 7.			
Strike: "	502,312"		
Insert: "	457,312"		

LFA will adjust totals.

Columns 1 and 3 above are general fund. Columns 2 and 4 are state special revenue.

This amendment is necessary to bring House Bill 100 into compliance with the provisions of Senate Bill 78, which passed the 1989 legislature. SB 78 de-earmarks five state special revenue funds and transfers the fund balances to the general fund. The above amendments shift the funding for the affected accounts from the state special revenue fund to the general fund. Total funds shifted are \$3,213,772 for the biennium.

#4

Amendments to House Bill No.100
Third Reading Copy

SENATE FINANCE AND CLAIMS

EXHIBIT NO. 4

DATE 3-31-89

BILL NO. HB 100

Requested by Senator Regan
For the Committee on Senate Finance and Claims

Prepared by LFA
March 29, 1989

1. Page A-10, line 24.			
Strike: "2,144,817	259,782	2,129,074	259,782"
Insert: "2,333,599	71,000	2,317,856	71,000"
2. Page A-11, line 17.			
Strike: "	2,170,819		2,143,799"
Insert: "2,170,819	-0-	2,143,799	-0-
3. Page A-11, line 23.			
Strike: " 110,000	412,802	110,000	423,413"
Insert: " 522,802	-0-	533,413	-0- "
4. Page A-12, line 12.			
Strike: "	115,015"		
Insert: " 115,015	-0-	232,848"	
Page A-12, line 13.			
Strike:			"232,848"
Insert:			" -0- "
5. Page A-12, line 16.			
Strike: " 93,487	251,620	92,059	251,936"
Insert: " 166,907	178,200	165,870	178,125"
6. Page A-12, line 18.			
Strike: " 7,483	20,142"		
Insert: " 13,359	14,266"		
7. Page A-12, line 20.			
Strike: "	938,846		936,843"
Insert: " 669,936	268,910	671,864	264,979"
8. Page A-12, line 24.			
Strike: "	913,324		862,049"
Insert: " 724,650	188,674	672,825	189,224"
9. Page D-1, line 13.			
Strike: " 140,972	4,455"		
Insert: " 141,131	4,296"		
10. Page D-2, line 12.			
Strike: "	457,499		501,920"
Insert: " 457,499	-0-	501,920	-0- "

Ex. #4
3/31/89

11. Page D-2, line 14.
Strike: " 20,018 30,018"
Insert: " 20,018 -0- 30,018 -0- "

LFA will adjust totals.

Columns 1 and 3 above are general fund. Columns 2 and 4 are state special revenue.

This amendment is necessary to comply with the provisions of House Bill 744, which passed the 1989 legislature. HB 744 earmarks the motor vehicle state special revenue fund, and transfers its fund balance to the general fund. The above amendments shift motor vehicle fund appropriations from the state special revenue fund to the general fund. The total amount added to the general fund is \$9,778,256 for the biennium.

Ex. #4
3/31/89

MOTOR VEHICLE STATE SPECIAL REVENUE ACCOUNT
DE-EARMARKING - IMPACT ON GENERAL FUND

Projected Balance Transferred, 6/30/89	(\$131,794)
Interentity Loan Outstanding, to be assumed by General Fund	(\$250,000)

Total Impact upon Transfer, 6/30/89	(\$381,794)
Projected Revenues, 1991 Biennium	\$9,800,000
HB 100 Appropriation, 1991 Biennium, per House	(\$9,778,256)
Amendments by Senate Finance and Claims	(\$106,500)

Projected Impact, end 1991 Biennium	(\$466,550)
Potential Net Impact of Bills Introduced (See Below)	\$4,758,561

Potential General Fund Gain, With Fee Increases	\$4,292,011
	=====

FISCAL IMPACT OF 1989 SESSION BILLS ON MOTOR VEHICLE ACCOUNT

30-Mar-89

Bill #	Description	Status	-----REVENUE-----		-----EXPENDITURES-----	
			FY 90	FY 91	FY 90	FY 91
---	-----	-----	-----	-----	-----	-----
HB 165	Requires registr/titling of off-highway vehicles	Senate, 3rd Reading	\$390,000	\$375,000	\$18,500	\$19,400
HB 223	Allow demonstrator vehicles to have one license plate	Signed by Gov.	--	--	(\$7,700)	(\$7,700)
HB 245	New license plates 1/91 \$2 fee for new plates	Ret. to House, w/amendments		\$860,000		\$402,466
HB 559	Allows vehicle manuf. reps to use manuf. license plates	To Gov.	\$2,830	\$2,830	\$133	--
HB 712	Uniform fees for titling vehicles; increases fees	In Senate	\$1,772,000	\$1,772,000	--	--
SB 365	Provides for filing security interests for boats.	Signed by Gov.	\$4,300	\$4,300	--	--
SB 366	Provides for filing security interests for snowmobiles.	Signed by Gov.	\$2,200	\$2,200	--	--
SB 379	Changes classification of 1-ton truck for tax purposes	In House	--	--	\$2,000	\$2,000
	Total Potential Impact		\$2,171,330	\$3,016,330	\$12,933	\$416,166
	Net Potential Impact		\$4,758,561			

#5

Proposed Amendment for HB 100
Section 14
Page A-7
Secretary of State

SENATE FINANCE AND CLAR
EXHIBIT NO. 5
DATE 3-31-89
BILL NO. HB 100

Proposed Amendment:

Page A-7, Lines 9 thru 11 recalculated as below:

1. Records Management

a. Operations

FISCAL 90			FISCAL 91		
General Fund	State Special	Total	General Fund	State Special	Total
*****	*****	*****	*****	*****	*****
528,597	386,892	915,489	540,769	386,898	927,667

Page A-7, Line 21 recalculated as below:

Total

FISCAL 90			FISCAL 91		
General Fund	State Special	Total	General Fund	State Special	Total
*****	*****	*****	*****	*****	*****
538,959	554,164	1,093,123	540,769	547,709	1,088,478

This amendment reinstates 1.5 FTE in the Records Management Program which were removed by the Cobb Amendment.

Fiscal Impact:

	FY 90	FY 91
	*****	*****
Personal Services	\$ 19,833	\$ 19,941

6c

SENATE FINANCE AND CLAIMS
EXHIBIT NO. 6
DATE 3-31-89
BILL NO. H3100

Amendments to House Bill No.100
Third Reading Copy

Requested by Senator Jacobson
For the Committee on Senate Finance and Claims

Prepared by LFA
March 30, 1989

1. Page A-19, following line 13.
Insert: "iii. Uniform University Payroll System"
For Fiscal 1990 insert "625,000 (General Fund) 625,000
(Proprietary)"

2. Page A-23, following line 5.
Insert: "Item 4aiii is a biennial appropriation for a study and implementation of a uniform payroll, personnel, and position control system for the Montana University System. This appropriation includes 2.0 FTE Systems Development positions to conduct the study and implement the uniform payroll, personnel, and position control system. This original operational plan is to be presented to the Legislative Finance Committee by August 1, 1989 for review. Any revised operational plan shall also be presented for review. The post secondary study committee shall monitor the implementation of the uniform payroll, personnel, and position control system."

3. Page A-9, following line 10.
Insert: "f. Uniform University Payroll System
\$25,000 (Fiscal 1990 general fund)"

The LFA will amend totals.

#6a

SENATE FINANCE AND CLAIMS

BUDGET NO. 6a

DATE 3-31-89

REF NO. 100

ESTIMATED COST FOR UNIVERSITY PROJECT
March 29, 1989

The following identifies the estimated cost associated with the design and development of a centralized payroll, personnel and position control system for the universities:

Feasibility	\$ 50,000
Hardware/Network Changes	190,000 (based on HB26 Fiscal note)
Package	200,000 (Package for MSU's Current project)
Package Install	100,000 (Install MSU's Package)
Production cost	75,000 (half on fiscal year 91)
<i>: Aud: for</i> Confidence factor	<u>35,000</u>
Total	<u>650,000</u>

In addition to the above cost ISD/SDB will need to have FTE's and spending authority added to the budget for two Programmer/Analyst III positions (grade 15, step 4). These positions will allow SDB to provide the staffing necessary to complete this project in the proposed time frame without impacting other agencies current and proposed projects. The current and proposed projects include other work being done for the State Auditor's Office, as well as State Lands, SBAS, DWC, and the Department of Health and Environmental Sciences.

#17

SENATE FINANCE AND CLAIMS

ARTICLE NO. 7

DATE 3-31-89

BILL NO. 100

Amendments to House Bill No.100
Third Reading Copy

Requested by Senator Jenkins
For the Committee on Senate Finance and Claims

Prepared by LFA
March 30, 1989

1. Page A-6, line 20.

Insert: "150,000" (General Fund Fiscal 1990)

2. Page A-7, following line 6.

Insert: "Item 9 includes \$150,000 from the general fund. It is the intent of the legislature that all funds remaining in the centennial state special revenue account at the end of fiscal 1991 shall revert to the general fund, and the ~~Centennial Commission shall attempt to return \$150,000.~~"

8

SENATE FINANCE AND CLAIMS

AMENDMENT NO. 8

DATE 3-31-89

BILL NO. 100

Amendments to House Bill No. 100
Third Reading Copy

For the Legislative Council

Prepared by Robert Person
March 15, 1989

1. Page A-3, line 18.

Following: "appropriations."

Insert: "The Legislative Council may approve transfers of funds
between items 3 through 13. Such transfers may not exceed
15% of the amount in each item."

#9

SENATE FINANCE AND CLAIMS
NO. 9
DATE 3-31-89
BILL NO. 100

AMENDMENT TO HOUSE BILL 100, THIRD READING COPY
BEFORE SENATE FINANCE & CLAIMS COMMITTEE

1. Page D1, Line 15,
Under: "Federal Special Revenue" columns

Strike:	1,778,989	1,810,199
Insert:	1,848,757	1,879,967

2. Adjust totals accordingly

Rationale

- (1) This proposed amendment increases federal block grant authority for the Chemical Dependency Bureau by \$69,768 each year to allow them to contract available federal funds to community chemical dependency programs.
- (2) There are two primary sources of public funds for Chemical Dependency programs, federal ADMS Block Grant and county alcohol earmarked funds generated by a tax on liquor, wine and beer.
- (3) The county earmarked revenue is statutorily distributed to counties by a population/ land area formula to be used for chemical dependency treatment programs. Due to declining liquor sales the county earmarked revenue has decreased over the last few years requiring more federal funds to maintain current level.
- (4) Since 1984 the Dept has maintained a current level of \$1,801,213 to counties by supplementing county earmarked alcohol funds with the federal block grant funds.
- (5) In FY90 and FY91 the dept is projecting that the earmarked alcohol funds distributed to counties will be \$939,171 and \$840,138 respectively.
- (6) The dept has sufficient carry over federal funds to maintain the fiscal year 1984 level of funding and is requesting federal authority for \$862,042 in FY90 and \$961,075 in FY91 to maintain this level.
- (7) Without this amendment and based on current revenue projections, county programs will be reduced by \$69,768 below the 1984 level each year of the biennium.

10

SENATE FINANCE AND CLAIMS

REPORT NO. 16

DATE 3-31-89

BILL NO. 106

March 27, 1989
Agency 5114
Montana Arts Council

Amendment to HB 100 (blue copy; 3rd reading House)

page D-5, line 24:

Strike 114,933; 391,655; 568,305: 121,334; 383,480; 564,878

Add 117,933; 394,655; 574,305: 124,334; 386,480; 570,878

Purpose: This amendment adds \$3,000 General Fund for each fiscal year (\$6,000 total for the biennium) and \$3,000 Federal funds for each fiscal year (\$6,000 total for the biennium) to fund SB325, an act to allow members of the Montana Arts Council to receive compensation for services and travel expenses; and amending sections 22-2-102 and 22-2-103, MCA. The bill has been transmitted to the Governor for signature.

The calculation was arrived at as follows: The Council has 15 members and meets four times per year. Each meeting lasts 2 days. The daily rate is \$50 per day as provided in 2-15-124 (7), MCA. See below for detail.

Chapter 2 -- Government Structure and Administration
Title 15 -- Executive Branch Officers and Agencies
Section 124 -- Quasi-judicial boards

(7) Unless otherwise provided by law, each member is entitled to be paid \$50 for each day in which he is actually and necessarily engaged in the performance of board duties, and he is also entitled to be reimbursed for travel expenses, as provided for in 2-18-501 through 2-18-503, incurred while in the performance of board duties . . .

11
 SENATE FINANCE AND CLAIMS
 COMMITTEE NO. 11
 DATE 3-31-89
 BILL NO. 100

Amendment to House Bill No. 100, Third Reading Copy

Before the Finance & Claims Committee of the Montana Senate:

1. Page D-1, Line 18
 Under: "General Fund" columns

 Strike: "3,942,189 3,892,121"
 Insert: "3,966,110 3,940,561"
2. Adjust totals accordingly.

#

Explanation:

1. This amendment adds \$23,291 in FY 90 and \$48,440 in FY 91 to the Corrections Division budget in order to adjust the contracts for the three private pre-release centers and, allow for salary increases commensurate with those proposed in HB 786.
2. The Department of Institutions contracts with three private, non-profit corporations for pre-release placements of inmates who would otherwise be housed in secure prison beds. These centers house 95 prison inmates prior to parole or discharge and provide viable alternatives to additional prison construction.
3. In order to effectively monitor the contracts of these centers, the Department has tied the salaries of all center employees to comparable positions in the State's Classification and Pay Plan. This effort controls the cost to the General Fund of personal services by preventing the centers from increasing salaries beyond what they are reimbursed through the appropriation made to the Department of Institutions.
4. House Bill 100 now contains sufficient funds to contract with these three centers at the FY 89 level of service. The Institutions Subcommittee added a 2% increase to the FY 88 base plus additional money in utilities which bring the appropriation slightly above the FY 89 contracted level of \$1,257,910.

<u>FY89 Contracts</u>	<u>FY 90 Proposed</u>	<u>FY 91 Proposed</u>
1,257,910	1,261,441	1,288,083

These figures represent \$3,531 in FY 90 and \$30,173 in FY 91 above the FY 89 contracts which would be used to contract for additional beds or pay utility costs in excess of budgeted levels. The FY 90/91 appropriation in HB 100 does not include the necessary funds to pay salary increases for 50 private pre-release center employees, commensurate with the proposed pay plan.

5. The need for the funds in this amendment was discussed with the Institutions Subcommittee however the pay plan was not established at that early date in order to include that money in HB 100.

12

SENATE FINANCE AND

COMMITTEE NO. 12

DATE 3-31-89

Senate Finance And Admin

House Bill 100

BILL NO. 100

Senator Van Vleetburg

Page D-1 Line 18

Strike: " 3,942,189

3,992,121 "

Insert " 4,221,923

4,171,955 "

Add 7.0 FTE Probation and Parole Officers

12a

PROBATION AND PAROLE

SENATE FINANCE AND CLAIMS

Justification/Seven Additional Officers

EXHIBIT NO. 12a

DATE 3-31-89

BILL NO. 100

The major duties of a Probation/Parole Officer are:

- ▶ Supervise adult offenders on probation or parole at one of the following levels of supervision:
 - Maximum (2 visits per month required)
 - Medium (1 visit per month required)
 - Minimum (1 visit quarterly required)
- ▶ Conduct and write presentence investigations (1,200 per year statewide).
- ▶ Conduct placement investigations (for parole and interstate consideration).
- ▶ Conduct Supervised Release/10-day Furlough investigations.
- ▶ Supervise Supervised Release/10-day Furlough releases.
- ▶ Write Progress Reports and Reports of Violation on clients.
- ▶ Testify in district court and on-site hearings.

According to timestudy and workload analysis thirty-nine officers are attempting to fulfill a manpower/workload requirement of 53 F.T.E. This constitutes an average caseload of 81 and an average workload requirement of 1.35 F.T.E., representing a shortage of 14 officers. The Corrections Division is requesting authorization and funding for the addition of only seven officers. These positions would be placed in areas where the need for full-time services is demonstrable. Though the need does exist for 14 officers, placement and justification for 14 is not possible due to geographics. For instance, the officer in Libby carries a workload requiring 1.16 FTE to meet all responsibilities. Though the requirement exceeds the time one person has available, it does not justify another position. This situation exists in several areas, which presents a conglomerate need for seven more officers, but in a practical sense, cannot be addressed. The seven officers requested would tentatively be placed in:

Kalispell	Helena	Missoula
Polson	Cut Bank	Billings
	Great Falls	

The 1983 session of the State Legislature granted the Department two Probation/Parole Officers. Since that time the number of individuals being supervised has increased as follows:

Total Statewide Caseload at the End of December

1983	-	2,434
1984	-	2,846
1985	-	2,947
1986	-	3,195
1987	-	3,257
1988	-	3,199 = Increase of 765 clients since 1983.

The present cost of supervising parolees and probationers is \$1.30 per day.

#13

SENATE FINANCE AND CLAIMS
House Bill 100
Representative

SENATE FINANCE AND CLAIMS

EXHIBIT NO. 13

DATE 3-31-89

BILL NO. 100

March 27, 1989 9:26 am

Page 1 of 1

Mr. Chairman: I move to amend House Bill 100 (third reading copy -- blue).

Signed: _____
Representative

And, that such amendments to House Bill 100 read as follows:

- 1. Page D-7, line 18.
Strike: "64,685 548,752"
Insert: "68,104 545,333"

LFA will adjust totals.

This amendment corrects the allocation of audit costs and restores the general fund used for a federal funds match.

ADOPT

REJECT

680926CW.LFA

ROLL CALL VOTE

FINANCE AND CLAIMS

COMMITTEE

DATE 3-31-89

BILL NO. HB 100

NUMBER #1

Stimatz State Auditor

NAME	AYE	NAY
Senator Gary Aklestad		✓
Senator Loren Jenkins	✓	
Senator Esther Bengtson	✓	
Senator Matt Hims1	✓	
Senator Paul Boylan	✓	
Senator Tom Keating		✓
Senator Judy Jacobson	✓	
Senator H.W. "Swede" Hammond	✓	
Senator Pat Regan		✓
Senator Larry Tveit	✓	
Senator Fred Van Valkenburg	✓	
Senator Dennis Nathe		
Senator Greg Jergeson		✓
Senator Gerry Devlin		✓
Senator Richard Manning	✓	
Senator Sam Hofman	✓	
Senator Lawrence Stimatz	✓	
Senator Ethel Harding		
Senator Pete Story	✓	

TALLY

12 5

Debbie Thompson - 319
Secretary

Pete Story
Chairman

Motion: Stimatz motion add positions
to State Auditor - passed

ROLL CALL VOTE

FINANCE AND CLAIMS

COMMITTEE

DATE 3-31-89

BILL NO. 100

NUMBER #2

Stimatz Hwy Patrol

NAME	AYE	NAY
Senator Gary Aklestad		✓
Senator Loren Jenkins		✓
Senator Esther Bengtson		✓
Senator Matt Hims1	✓	
Senator Paul Boylan	✓	
Senator Tom Keating	✓	
Senator Judy Jacobson	✓	
Senator H.W. "Swede" Hammond		✓
Senator Pat Regan		✓
Senator Larry Tveit		✓
Senator Fred Van Valkenburg	✓	
Senator Dennis Nathe		
Senator Greg Jergeson	✓	
Senator Gerry Devlin	✓	
Senator Richard Manning	✓	
Senator Sam Hofman		✓
Senator Lawrence Stimatz	✓	
Senator Ethel Harding		
Senator Pete Story		✓

TALLY

9 8

Debbie Thompson - 319
Secretary

Pete Story
Chairman

Motion: Stimatz motion - add 6 patrol
officers - passed



ROLL CALL VOTE

FINANCE AND CLAIMS

COMMITTEE

DATE 3/31/89

BILL NO. HB 100

NUMBER #3

Secretary of State

NAME	AYE	NAY
Senator Gary Aklestad		✓
Senator Loren Jenkins		✓
Senator Esther Bengtson		✓
Senator Matt Himsel		✓
Senator Paul Boylan		✓
Senator Tom Keating		✓
Senator Judy Jacobson	✓	
Senator H.W. "Swede" Hammond		✓
Senator Pat Regan	✓	
Senator Larry Tveit		✓
Senator Fred Van Valkenburg		✓
Senator Dennis Nathe		✓
Senator Greg Jergeson	✓	
Senator Gerry Devlin		✓
Senator Richard Manning	✓	
Senator Sam Hofman		✓
Senator Lawrence Stimatz		✓
Senator Ethel Harding		
Senator Pete Story	✓	

TALLY

5 13

Debbie Thompson - 319
Secretary

Pete Story
Chairman

Motion: Jergeson - motion - reinstate
1.5 FTE Records Management
Prog. failed

pass

ROLL CALL VOTE

FINANCE AND CLAIMS

COMMITTEE

DATE 3-21-89 BILL NO. HB 100 NUMBER # 11

Jacobson - Pre Release

NAME	AYE	NAY
Senator Gary Aklestad		✓
Senator Loren Jenkins		✓
Senator Esther Bengtson		
Senator Matt Himsel		✓
Senator Paul Boylan		✓
Senator Tom Keating	✓	
Senator Judy Jacobson	✓	
Senator H.W. "Swede" Hammond		✓
Senator Pat Regan	✓	
Senator Larry Tveit		✓
Senator Fred Van Valkenburg	✓	
Senator Dennis Nathe	✓	
Senator Greg Jergeson	✓	
Senator Gerry Devlin		✓
Senator Richard Manning	✓	
Senator Sam Hofman	✓	
Senator Lawrence Stimatz	✓	
Senator Ethel Harding	✓	
Senator Pete Story	✓	

TALLY

11 7

Debbie Thompson - 319
Secretary

Pete Story
Chairman

Motion: Jacobson motion - pre-release
centers salary increase - pass



ROLL CALL VOTE

FINANCE AND CLAIMS

COMMITTEE

DATE 3/31/89

BILL NO. HB 100

NUMBER #12

Substitute

NAME	AYE	NAY
Senator Gary Aklestad		✓
Senator Loren Jenkins	✓	
Senator Esther Bengtson		
Senator Matt Himsel	✓	
Senator Paul Boylan	✓	
Senator Tom Keating	✓	BT
Senator Judy Jacobson	✓	
Senator H.W. "Swede" Hammond		✓
Senator Pat Regan	✓	
Senator Larry Tveit	✓	
Senator Fred Van Valkenburg	✓	
Senator Dennis Nathe	✓	
Senator Greg Jergeson	✓	
Senator Gerry Devlin	✓	
Senator Richard Manning		
Senator Sam Hofman	✓	
Senator Lawrence Stimatz	✓	
Senator Ethel Harding	✓	
Senator Pete Story	✓	

TALLY

15 3

Debbie Thompson - 319
Secretary

Pete Story
Chairman

Motion: Boylan - substitute motion

passed