

MINUTES

MONTANA HOUSE OF REPRESENTATIVES 52nd LEGISLATURE - REGULAR SESSION

SUBCOMMITTEE ON GENERAL GOVERNMENT & HIGHWAYS

Call to Order: By Chairman Quilici on January 17, 1991, at 8:10 a.m.

ROLL CALL

Members Present:

Rep. Joe Quilici, Chairman (D)
Sen. Larry Stimatz, Vice Chairman (D)
Sen. Harry Fritz (D)
Rep. Mary Lou Peterson (R)
Sen. Larry Tveit (R)
Rep. Tom Zook (R)

Staff Present: Clayton Schenck, Senior Fiscal Analyst (LFA)
Lois Steinbeck, Associate Fiscal Analyst (LFA)
John Patrick, Budget Analyst (OBPP)
Arlene Carlson, Secretary

Please Note: These are summary minutes. Testimony and discussion are paraphrased and condensed.

Announcements/Discussion: CHAIRMAN QUILICI stated the Subcommittee would be taking executive action on the Governor's Budget and Judiciary along with supplementals.

EXECUTIVE SESSION -- GOVERNOR'S OFFICE

Tape No. 1

Clayton Schenck, LFA, referred to EXHIBITS 1 through 4 from January 14, 1991. The Executive Office is approximately \$20,000 higher than LFA current level over the biennium. Overtime was an issue within the executive budget higher by \$2,000 with LFA at historical levels. There were two modifications relating to the ARCO litigation which was deferred giving the agency more time to prepare their budget.

CHAIRMAN QUILICI stated there is a great deal of dissention in all budgets regarding network fees and the committee will be holding hearings to resolve the matter for all departments.

Motion: SEN. STIMATZ moved to adopt the LFA current level budget for the Executive Governor's Office.

Discussion: Subcommittee members discussed Clark Fork litigation and the agreement. This matter is being argued in the courts. Judgment is pending based upon the decision of the Court. The state of Montana could be awarded a substantial judgment or if judgement is awarded in ARCO's favor, will have to pay the judgment which could cost the state a great deal of money.

REP. ZOOK asked what the difference was for between the LFA current level budget and the \$2,000. **Mr. Schenck** stated that he included network fees and fixed cost budget base differences in the inflation factor which are really none issues. The inflation factor is included in both LFA current level and the Executive on items that were felt to have inflation factors.

Vote: Motion **CARRIED** unanimously.

SEN. STIMATZ was concerned that the Governor's Office would not have enough money in its budget for actual expenditures. **Mr. Schenck** responded that the House Appropriation Subcommittee Chairmen discussed the inflation factor issue and what levels should be used; LFA current level and executive inflation factors are the same.

Motion: **SEN. TVEIT** moved to accept the Executive Budget for Mansion Maintenance.

Discussion: **SEN. TVEIT** asked **Steve Yeakel**, Governor's Office, to explain the budget base differences. **Mr. Yeakel** stated they were not concerned with the inflation factor but with the maintenance for the Mansion.

CHAIRMAN QUILICI stated if **SEN. TVEIT** moved to adopt the LFA current level budget and to add \$1700 in the motion, then the committee would be consistent with the other budgets.

Motion/Vote: **SEN. TVEIT** withdrew his previous motion and moved to adopt the LFA current level budget to include the \$1700 for budget base difference for the FY92 and FY93. Motion **CARRIED** unanimously.

Mr. Schenck stated the air transportation program has a difference of \$26,000 over the biennium between the two budgets even though there are budget base differences--the first being the co-pilot and the second issue is gasoline. The LFA current level does not reflect the true base for it is below \$1600, but the executive is requesting a total of \$23,000. If the committee approved just the LFA current level budget, the co-pilot expenditures would be approved but they would be \$3200 for the biennium below base. If the LFA was approved, the committee would have to approve an additional \$1600. If approving issue no. 1, the committee would have to add \$20,000 making it \$17,000 above base or at appropriated level for the last biennium.

CHAIRMAN QUILICI asked if the committee adopted the LFA current level budget as well as the additional \$1600, would there be enough money in the budget for the co-pilot expenditures. **Mr. Schenck** stated by approving the LFA current level budget, it would include the \$7800 for the co-pilot. **Mary Jo Murray**, **Centralized Services, Governor's Office**, stated for every hour in the air, four to five hours are spent on the ground at \$15 per hour for a co-pilot. The new plane was purchased in August 1990

and as of December 1990, they spent \$6400 for the co-pilot. She felt the \$7800, if approved by the committee, would cover the expenses for the co-pilot.

SEN. FRITZ stated if the committee approved the expenditures for the air-transportation budget, the committee should explicitly include a co-pilot; the safety issue is important enough that the Legislature needs to fund a co-pilot.

Motion: **SEN. FRITZ** moved to adopt the LFA current level budget for Air-Transportation and to include funding for co-pilot.

CHAIRMAN QUILICI asked what would be enough, the \$10,247 in FY92 and \$10,251 in FY93, or would the \$7800 for each fiscal year. **Mr. Schenck** stated, based upon the figures that are presented, he was confused as to why the base year was only \$7800. **Ms. Murray** stated the pilot is used 100% of the time while the Governor is flying, the rest of the time it is discretionary with the pilot depending on the conditions at flight time as to whether or not he wants to have a co-pilot flying with him in the airplane.

CHAIRMAN QUILICI stated the committee does not want to jeopardize the safety of anyone flying and if there is a need for a full-time co-pilot, then the committee should make the co-pilot available.

Motion: **SEN. FRITZ** withdrew his previous motion and moved to adopt LFA current level and issue no. 1.

Ms. Murray stated the amount included in the executive budget for co-pilot costs, which is comparable to what the last Legislature approved, is \$11,750 per year for the biennium.

Mr. Schenck said if you approve issue No. 1, that is the amount that has been appropriated.

Vote: Motion CARRIED unanimously.

Mr. Schenck stated Issue No. 2, gasoline, is strictly a base difference between the two fiscal years. The agency has provided the full amount of gasoline used in FY90 and the approval of the gasoline would be the appropriated funding.

Motion: **REP. PETERSON** moved to accept current level Issue No. 2 for gasoline.

Discussion: **SEN. STIMATZ** asked how many hours they get on a gallon of gasoline. **Ms. Murray** stated 4 gallons per minute making the time factor more important than the mileage. **Mr. Yeakel** said the new airplane has been working great. The only problem was the editorial written by the Missoulian said that the Governor was testing the weather too much. One of the arguments made for purchasing this type of aircraft was, was it going to be more stable--the advantage of being able to have more people on

the airplane was a big factor and the maintenance costs are very reasonable. The decision made in 1989 was long coming, but he felt it was the right decision.

Ms. Murray stated the office appointed a selection committee to review the documents detailing airplanes that responded to their proposal--the airplane that was purchased was known as the "cream-puff" of the crop. The agency learned the airplane has appreciated \$75,000.

Vote: Motion **FAILED** 2 to 4 with Rep. Peterson and Sen. Stimatz voting aye.

CHAIRMAN QUILICI called for a motion from the committee to approve the complete budget for the Governor's Office and to include the air-transportation.

Motion/Vote: **REP. PETERSON** moved to adopt the LFA current level budget for the Governor's Budget for Air Transportation. Motion **CARRIED** unanimously.

CHAIRMAN QUILICI called for a motion for the \$1700 for Mansion Maintenance.

Motion/Vote: **SEN. TVEIT** moved to accept the \$1700 for Mansion Maintenance. Motion **CARRIED** unanimously.

Mr. Schenck gave an overview on OBPP by stating the difference between LFA and executive budget is printing--the executive budget includes more printing costs and is based on FY90 costs. LFA allows the FY90 cost plus \$10,000 additional in FY93 for legislative year printing costs.

John Patrick, OBPP, stated **Mr. Schenck** had indicated in his write-up the estimates for 1991 were included in the LFA current level budget for determining FY93 and the estimates had been obtained from the OBPP several months ago. Historically in 1989, about \$25,000 was spent on printing. At this time, it is hard to project costs for 1991 for all the bills have not been presented. The OBPP estimated the cost of printing for 1991 to be around \$20,000, where the LFA estimated around \$14,000.

CHAIRMAN QUILICI asked if the budget books were paid out of the OBPP. **Mr. Patrick** stated his office was not paying the total bill. Other agencies are paying a portion of the costs for their budget books.

Motion: **SEN. STIMATZ** moved to accept the LFA current level budget for Office of Budget and Program Planning.

Discussion: **SEN. STIMATZ** asked, regarding the action taken by the Committee, will the final figures that have been approved reflect the true final figures when an agreement is reached

regarding the network fees. **CHAIRMAN QUILICI** said "yes".
Network fees will be resolved for all agencies.

Vote: Motion **CARRIED** unanimously.

SEN. TVEIT stated that printing costs would have to be appropriated through a supplemental and would be divided by the agencies.

Motion/Vote: **SEN. TVEIT** moved to replace the copy machine in the amount of \$4000 for FY91. Motion **CARRIED** unanimously.

Motion/Vote: **REP. PETERSON** moved to accept Issue No. 2, under executive budget modification, for NASBO (National Association of State Budget Officers). Motion **CARRIED** unanimously.

Motion: **SEN. TVEIT** motion to accept the LFA's current level for executive budget modifications for equipment, copy machine and the NASBO meeting. Motion **CARRIED** unanimously.

Mr. Schenck gave a brief overview of the Northwest Regional Power Act stating the issue is the basic base differences and the FTE reduction.

Motion/Vote: **SEN. FRITZ** moved to adopt the LFA current level budget for Northwest Regional Power Act. Motion **CARRIED** unanimously.

Discussion: **CHAIRMAN QUILICI** asked about the FTE that has been vacant for over two years. **Mr. Brenden**, member of the Pacific Northwest Electric Power and Conservation Council, stated they have been looking for a hydrologist for sometime and finally have one on-line and the FTE would be for the hydrologist. The agency is fully federally funded; there is no money from general fund.

Motion/Vote: **REP. PETERSON** moved to accept Issue No. 1, FTE reduction. Motion **CARRIED** 5 to 1 with Sen. Fritz voting no.

Motion/Vote: **SEN. TVEIT** moved to accept current level Issue No. 2, budget base differences. Motion **CARRIED** 4 to 2 with Sen. Fritz and Rep. Quilici voting no.

Motion/Vote: **SEN. TVEIT** moved to accept the Northwest Regional Power Act including issues 1 and 2. Motion **CARRIED** 4 to 2 with Rep. Quilici and Sen. Fritz voting no.

EXECUTIVE ACTION--LT. GOVERNOR'S OFFICE

Motion/Vote: **SEN. TVEIT** moved to accept LFA's current level budget for Lt. Governor's office. Motion **CARRIED** unanimously.

Motion/Vote: **SEN. FRITZ** moved to accept LFA's current level budget for Citizen's Advocate Office. Motion **CARRIED** unanimously.

Motion/Vote: REP. FRITZ moved to accept the supplemental for the Citizen's Advocate Office. Motion CARRIED unanimously.

Motion/Vote: SEN. FRITZ moved to accept the supplement for Citizens Advocate in the amount of \$12,000. Motion CARRIED unanimously.

Motion/Vote: SEN. TVEIT moved to adopt the Citizen's Advocate budget with supplementals attached. Motion CARRIED unanimously.

Motion/Vote: SEN. TVEIT moved to accept LFA's current level budget for Mental Disabilities Board of Visitors. Motion CARRIED unanimously.

EXECUTIVE ACTION ON JUDICIARY

Supreme Court Operations

Lois Steinbeck gave an overview on the Supreme Court Operations as presented in previous testimony dated January 16, 1991.

Motion/Vote: REP. ZOOK moved to accept the LFA's current level budget for the Supreme Court. Motion CARRIED unanimously.

Motion: REP. ZOOK moved to adopt LFA's current level executive budget modification Issue No. 1, Court Automation Project.

Mr. Oppedahl gave an overview on HB 320 which was passed last session to fund automation for all court systems throughout the state.

Discussion was held regarding the high costs for court automation and would this program be on-going each year when the Legislature meets. The sum of \$800,000 to fund court automation was felt to be very high by some members. It was understood by some members of the Committee that some of the judges throughout Montana are not for complete automation of the court system. SEN. STIMATZ felt complete court automation was not necessary since anyone has access to court files and any information that is requested is provided by the District Courts upon request.

Motion/Vote: REP. ZOOK moved to amend his previous motion to include "highlight situation". Motion CARRIED 5 to 1 with Sen. Stimatz voting no.

CHAIRMAN QUILICI stated matrix requires all attorneys to be classified as grade 14, step 2; all law clerks are attorneys and they should be classified as grade 14, step 2.

Motion/Vote: SEN. TVEIT moved to accept Issue No. 2, Upgrades for Law Clerks. Motion CARRIED unanimously.

Mr. Oppedahl explained the character and fitness fees are paid by an attorney taking the bar exam and for investigation by the FBI

to review their records. These fees are deposited in the general fund.

Motion/Vote: REP. ZOOK moved to accept Issue No. 2, Character and Fitness fees in the amount of \$14,000. Motion **CARRIED** unanimously.

Motion: SEN. TVEIT moved to approve \$5,500 for two years for education and training program.

Mr. Oppedahl explained that education and training costs is for out-of-side costs for Supreme Court Justices pending appellate court training conferences.

Vote: Motion **CARRIED** unanimously.

Discussion: Mr. Oppedahl stated the pilot project HB320 did not pay for any computerization within the Supreme Court. Funding was approved for computer and equipment when the subcommittee adopted the LFA current level budget. No action was taken on this matter.

Discussion: Mr. Oppedahl gave a brief summation of expenses for individuals presenting training for the Clerk's of Court.

Motion/Vote: SEN. TVEIT moved to accept Issue No. 4, Clerk of Court training. Motion **CARRIED** 4 to 2 with Reps. Peterson and Quilici voting no.

Motion/Vote: SEN. TVEIT moved to accept the LFA's current budget for the Supreme Court with the issues voted on separately. Motion **CARRIED** unanimously.

Boards and Commissions

Ms. Steinbeck gave a brief summation on the cyclical training costs. She had removed costs from the FY90 budget. The committee directed Ms. Steinbeck to replace the \$10,000 for cyclical training costs to show the amount in the FY90 base.

Ms. Steinbeck gave an overview of the Boards and Commissions budgets as presented in her testimony of January 16, 1991.

Motion: SEN. STIMATZ moved to adopt the LFA's current level budget for Boards and Commissions on all issues.

Discussion: Ms. Steinbeck said the budget for Commission on Practice FY90 actual did not include supplemental appropriations. She did not include the amount of \$28,000 in her projections.

Motion/Vote: SEN. STIMATZ amended his motion to adopt Issue No. 2 in the amount of \$30,250 for FY 92; Issue No. 4, limited court training in the amount of \$7,000; Issue No. 5 in the amount of

\$2,000 and Issue No. 6 in the amount of \$2,024 for limited court training. Motion CARRIED unanimously.

CHAIRMAN QUILICI stated the subcommittee would hear the discussion on network fees upon adjournment of the Senate. He wanted to have Mr. Trevor discuss the network fees at that time, but the budget for Judiciary was taking longer than anticipated. The subcommittee will meet at 4 o'clock.

Law Library

Ms. Steinbeck gave an overview on the issues for the Law Library budget as presented in her testimony on January 16, 1991.

Discussed were the alternatives for the automatic research funds, if insufficient, the Law Library will have to pay the expenses for an activity that is completely fee reimbursed.

Motion/Vote: SEN. STIMATZ moved to adopt the LFA's current level budget for the Law Library. Motion CARRIED unanimously.

Motion/Vote: SEN. STIMATZ moved to accept \$15,248 for FY93 for Issue No. 3. Motion CARRIED unanimously.

Motion/Vote: REP. ZOOK moved to adopt LFA's current level to raise the LFA's budget to accept the traditional request of \$13,000. Motion CARRIED unanimously.

Motion/Vote: SEN. STIMATZ moved to accept Issue No. 10, judicial request for book inflation in the amount of \$241,428 for 1992 and \$239,789 for 1993. Motion CARRIED unanimously.

Motion/Vote: REP. FRITZ moved to accept LFA's current level budget for Issue No. 1. Motion CARRIED 5 to 1 with Rep. Quilici voting no.

Motion: REP. FRITZ moved to accept Issue No. 8 maintenance contract.

Discussion: Ms. Meadows explained that she had taken budget cuts for the last biennium out of her maintenance contracts, therefore, she now needs to increase the amount for maintenance contracts to maintain the equipment in her office.

Vote: Motion CARRIED unanimously.

Motion/Vote: SEN. STIMATZ moved to accept Issue No. 6. Motion CARRIED unanimously.

Motion/Vote: SEN. FRITZ moved to adopt LFA's current level for the Law Library Budget and the issue that was voted on. Motion CARRIED unanimously.

District Court Program

Ms. Steinbeck gave an overview on the District Court Program issues as presented in her testimony of January 16, 1991.

REP. PETERSON inquired as to why there is a 50% turnover of District Judges. **Mr. Oppedahl** stated due to the ages of the judges sitting on the bench, judges are now retiring and younger judges are being elected. The department likes to have the judges attend the training that is available to them when newly elected to the Supreme Court bench.

Motion/Vote: **SEN. FRITZ** moved to adopt LFA's current level budget for District Court. Motion **CARRIED** unanimously.

CHAIRMAN QUILICI asked **Ms. Steinbeck** how she funded the cars. She answered that she did not determine the lease instead fund higher mileage trade-ins and did not reveal from agency documentation the cost of the new lease. **Mr. Oppedahl** stated that over the last ten years they have had three year leases on the cars and it has created budget problems because at the end of the lease they have to pay for higher mileage on the cars.

Motion: **REP. ZOOK** moved to accept Issue No. 2 Judicial request for lease on District Court cars for \$32,000.

Discussion: **SEN. FRITZ** asked if leasing cars was the best way to go. A general discussion was held by as to other ways of purchasing cars. The majority of judges use their own cars, except for the circuit rider judges who use lease cars. Judges that use their own cars are paid mileage.

Vote: Motion **CARRIED** 5 to 1 with Sen. Fritz voting no.

Motion/Vote: **SEN. TVEIT** moved to accept \$37,500 for each fiscal year for travel. Motion **CARRIED** unanimously.

Motion/Vote: **REP. ZOOK** moved to accept the LFA current level budget including all issues that were voted on. Motion **CARRIED** unanimously.

MONTANA WATER COURT

Ms. Steinbeck gave an overview on Montana Water Courts, which are funded from state special revenue and the water development account which receives interest from the resource and indemnity trust fund. **Ms. Steinbeck** presented the issues again as stated in her testimony of January 16, 1991.

Motion: **REP. ZOOK** moved to adopt judicial requests for Issues No. 1 and 4 and the LFA's current level budget.

Discussion: **REP. ZOOK** asked if the computers are under equipment and will these computers be compatible with the network fees if

adopted. **Ms. Steinbeck** responded by stating one of the reasons the Water Court is requesting computers at this time is because they are unable to access the bill status system that is available. **Judge Loble** responded by stating his office wants to be compatible with the Judiciary and the rest of the state with their computer.

Vote: Motion CARRIED unanimously.

Motion/Vote: SEN. TVEIT moved to accept the LFA's current level and all issues that were voted on. Motion CARRIED unanimously.

Clerk of the Supreme Court

Ms. Steinbeck gave an overview of the Clerk of Supreme Court's budget as presented in her testimony of January 16, 1991. Regarding the temporary FTE issue, she felt the supplemental bill was an appropriated request for the FTE because of the lateness to process the hire of the FTE. This was a temporary FTE to be handled by applications through the budget office.

Motion/Vote: SEN. STIMATZ moved to accept the following language: "authorization for an additional temporary FTE during the remainder of FY91 supplemental." Motion CARRIED unanimously.

Motion/Vote: SEN. FRITZ moved to approve the LFA's current level budget including Issue 1 through 5. Motion CARRIED unanimously.

Motion: SEN. FRITZ moved to approve Item 7, equipment and intangible assets.

Discussion: CHAIRMAN QUILICI asked if there was a fax machine in the law library. **Mr. Smith** answered there was a fax machine in the law library. Because of the number of requests to have the documents faxed, the request is for 1993 to see how the agency manages with the fax machine in their office.

SEN. FRITZ questioned why the Clerk of Court needed another printer in his office.

Vote: Motion FAILED 1 to 5 with Sen. Stimatz voting aye.

Discussion: SEN. FRITZ asked the committee if microfilming could be deferred. **Mr. Smith** said the microfilming has been an on-going project--he felt that the State of Montana has the most up-dated equipment available for copying records. He stated he had to make some kind of proposal to the committee to look at the number of years of records that have not been copied from 1938. He would like to have authorization for appropriations for storage for records.

Ms. Steinbeck stated there is an agency that is charged with the keeping of records. This is not the only committee that is having problems with documents being stored and copying problems

throughout the state. The committee should talk with Records and Management and see what can be done to alleviate the large volume of records to be microfilmed.

Motion/Vote: SEN. FRITZ moved to approve \$12,037 for each year for Issue No. 6, and proposed to defer consideration for microfilming until a later date. Motion CARRIED unanimously.

Motion/Vote: SEN. TVEIT moved to accept the LFA's current level budget. Motion CARRIED unanimously.

Supplementals.

Motion/Vote: SEN. FRITZ moved to accept the Supplemental's for Boards and Commission in the amount of \$23,500 for additional investigators. Motion CARRIED unanimously.

Motion/Vote: REP. PETERSON moved to approve state's special revenue for the Water Court Program in the amount of \$22,000 for FY91. Motion CARRIED unanimously.

Mr. Oppedahl stated they have a budget of \$4,501; they have spent \$1,684 on investigation--the agency has a bill for \$360, that is \$6,444 current deficit of \$1500. The supplemental would help the agency pay for expenses that have occurred.

Motion/Vote: SEN. STIMATZ moved to approve \$3,500.00 for operational expenses for the Judicial Standard Commission. Motion CARRIED unanimously.

CHAIRMAN QUILICI stated he was going to recommend the amendment to the full appropriation committee and if there are any changes, the changes would be made in the full appropriation committee.

Mr. Oppedahl stated under Boards of Commission, Commission on Practice, the committee only gave them the actual expenditures for FY90, in an area that does not reflect the activity of Commission on Practice. CHAIRMAN QUILICI responded by asking Mr. Oppedahl to meet with Ms. Steinbeck to discuss the matter relating to the supplemental of Boards and Commissions.

Recessed: 12:01 p.m.

Supplemental for Network Fees -- General Government and Highways

Announcements: CHAIRMAN QUILICI reconvened General Government and Highways at 4:00 p.m. to discuss the network fees. A recommendation has been made on the network fees. After looking at the system itself and learning how far the Department of Administration and Mr. Trevor have gone with the network fees, he felt the \$1.6 million should be appropriated for the network system.

Questions from the Committee: SEN. TVEIT referred to the handout and asked Mr. Trevor if they were contemplating to improve the mainframe system. Mr. Trevor stated the network system is the coming together of two separate mainframes. ISD has talked to the subcommittee about mainframe and networks, but what ISD was talking about was the access to the mainframe. The problem has to do with the expansion of PCs, personal computers throughout the state of Montana. ISD wants to provide one state system to be viewed as data network making one computer compatible on the state network.

SEN. TVEIT asked if the \$40 would be the monthly rental. Mr. Trevor stated that it is a fee structure under the new network proposal. The fee would be \$40 for each PC and \$30 for "dum terminal", which is a terminal that has the ability to come into the mainframe. ISD is trying to use the data like the telephone system. There is a single line for each telephone, the data system would be like the telephone, one single line with the network system.

In order to expand the network system throughout the state for Montana, US West will have to expand the lines for ISD in order to expand the network system to handle the high speed of the terminals.

SEN. TVEIT asked what is the amount that we are discussing to implement the network system. CHAIRMAN QUILICI stated around \$1.6 million.

Ms. Steinbeck stated the cost of the network system is a net overhaul increase of \$1.4 million over the biennium in charges. The network funds some current level services as well as new and expanded services, the \$1.6 million is the expansion.

SEN. STIMATZ stated the \$1.6 million is new money for this biennium which pays for old services and new charges.

Mr. Trevor said the modified requests will fund the communication cards that are each of the computers -- it will fund a fiber link between the buildings on the capitol complex to the statewide network.

A general discussion was held regarding the hardware that will be used, with each agency purchasing their own terminals and hardware after consulting with Mr. Trevor to purchase the right kind of hardware. Mr. Trevor stated that each agency owns the computers, ISD owns the network, which goes into their computers to include the one card that goes with the computers. If ISD does not look at an enterprise wide network that services all data communication users for state government and has a potential of tying the local government, each agency will be going out and doing it their own way spending a great deal of money that he is asking for. This program will be monitored so he will be accountable to the agencies and to the Legislature.

SEN. STIMATZ what is computer power. **Mr. Trevor** stated the horsepower is the speed of the processor and the ability to add more functions to the system then the average person needs.

REP. PETERSON asked if we have \$1.6 million for this biennium, what drops off and comes off the budget item. Where will we be next biennium in the processes, will we still be purchasing equipment.

Mr. Trevor stated that he is requesting an \$800,000 modification each year for a total of \$1.6 million and add \$2.1 million that is all ready there at current level that is being spent in the network area, or \$3 million a year operation for network. Two years from now you will not see a very neat package, exactly as to what is being spent on the network services. The \$3 million a year can stay the same if PCs throughout the agencies stay in the same ball park as in the past and does not escalate. We are headed for one personal informational computer per person.

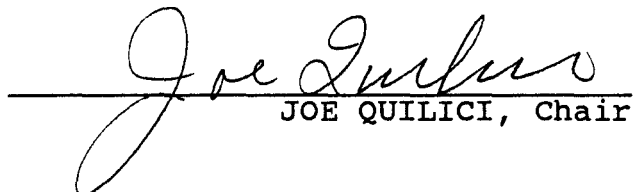
Mr. Trevor clarified that implementing the rates in the Governor's budget for an increase of 19% in FY92, and 27% in FY93, the whole network is part of that reduction which comes from growth on mainframe. Growth on the mainframe is essential, for if we don't we are going to continue to have comments like TEAMS for SRS and the system will not be able to perform. We are seeing 30% growth on the mainframe. ISD will be asking for 10% increase for costs to equip the mainframe.

Motion/Vote: **REP. ZOOK** moved that the General Government and Highways recommend to accept the Network Fees and the LFA will handle the technical wording. Motion **CARRIED** unanimously.

CHAIRMAN QUILICI stated if this happens again, he recommends that ISD go before the Legislative Finance Committee and inform them of the intent so there won't be this hassle anymore. **Bob Marks** responded by stating the suggestion to consider appointing a legislator to serve on the network committee to help keep the Finance Committee up-to-date. By having a legislator on the committee, ISD will be able to answer some of the technical questions.

ADJOURNMENT

Adjournment: 5:05 p.m.


JOE QUILICI, Chair

JQ/amc

HOUSE OF REPRESENTATIVE
GENERAL GOVERNMENT AND HIGHWAYS SUBCOMMITTEE

ROLL CALL

DATE Jan. 17, 1991

NAME	PRESENT	ABSENT	EXCUSED
REP. JOE QUILICI, CHAIRMAN	✓		
SEN. LARRY STIMATZ, VICE-CHAIRMAN	✓		
REP. TOM ZOOK	✓		
SEN. LARRY TVEIT	✓		
REP. MARY LOU PETERSON	✓		
SEN. HARRY FRITZ	✓		

HR:1991
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