

## **MINUTES**

### **MONTANA HOUSE OF REPRESENTATIVES 53rd LEGISLATURE - SPECIAL SESSION**

#### **JOINT SUBCOMMITTEE ON INSTITUTIONS & CULTURAL EDUCATION**

**Call to Order:** By **CHAIRMAN ED GRADY**, on November 17, 1993, at 2:10 p.m.

#### **ROLL CALL**

##### **Members Present:**

Rep. Ed Grady, Chairman (R)  
Sen. Eve Franklin, Vice Chairman (D)  
Sen. Gary Aklestad (R)  
Sen. J.D. Lynch (D)  
Rep. Red Menahan (D)  
Rep. Linda Nelson (D)  
Sen. Daryl Toews (R)

**Members Excused:** None

**Members Absent:** None

**Staff Present:** Sandra Whitney, Legislative Fiscal Analyst  
Mary LaFond, Office of Budget & Program Planning  
Gayleen Strachan, Committee Secretary

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

##### **Committee Business Summary:**

Hearing: Montana Arts Council, Montana State Library Commission, Historical Society, Department of Corrections and Human Services.

**CHAIRMAN ED GRADY** called the meeting to order. **Sandy Whitney, Senior Fiscal Analyst**, provided a tentative schedule for all committee members **EXHIBIT 1**.

**CHAIRMAN GRADY** asked whether the committee wanted to take executive action after each agency report. **SEN. EVE FRANKLIN** stated that she would like to have time to contemplate the issues and would prefer to vote the next day. **SEN. J.D. LYNCH** suggested that if there was unanimity the committee should vote today. It was agreed that unless there was dissension they would vote after hearing the agencies reports.

HEARING ON MONTANA ARTS COUNCIL

Tape No. 1:A:179

Informational Testimony:

Ms. Whitney briefly discussed the table on page D-1 of the LFA book which shows the appropriations to the Montana Arts Council from the regular session. She then went over the executive budget proposal and an alternative to the executive proposal, on pages D-2 and D-3.

Arlynn Fishbaugh, Executive Director, Montana Arts Council, distributed an informational paper EXHIBIT 2 on the proposed cuts and their impact as well as a recap of the general fund. She also handed out a sheet on the ramifications of funding the Montana Arts Council from cultural trust monies as opposed to General Fund EXHIBIT 3 and a list of how the fund has been used EXHIBIT 4. Ms. Fishbaugh stated that the impact of this funding which is basically a quarter of a million dollar cut in grants could result in a potential loss of \$2 million to local communities because the communities use this money as leverage for additional funding. The Montana Arts Council uses its General Fund for federal match. She also said that historically, it has been proven that private support doesn't make up for budget cuts.

Brian Cockhill, Director, Montana Historical Society, and Gloria Hermanson, representing the Montana Cultural Advocacy, spoke briefly. Both oppose the executive budget proposal as well as the LFA's alternative proposal.

Questions, Responses, and Discussion:

CHAIRMAN GRADY asked if the Montana Arts Council could use state special revenue for matching federal funds. Ms. Fishbaugh answered that yes they could.

EXECUTIVE ACTION ON MONTANA ARTS COUNCIL

Motion/Vote : SEN. GARY AKLESTAD MADE A MOTION TO ACCEPT: THE EXECUTIVE BUDGET PROPOSAL NUMBERS ONE THROUGH SIX. Voice vote was taken. The motion passes with SEN. LYNCH, SEN. FRANKLIN and REP. MANAHAN voting no.

HEARING ON MONTANA STATE LIBRARY COMMISSION

Tape No. 1:A:667

Informational Testimony:

Ms. Whitney briefly went over the library commission section on pages D-4 through D-7 of the LFA budget analysis. She stated that the executive budget proposal proposes additional vacancy savings without removal of FTE. It proposes state aid at the

1993 biennium level for per capita/per square mile grants for libraries. The proposal calls for a reduction in administrative costs and eliminates the institution book budget. **Ms. Whitney** pointed out that a cut in the library institution book budget would mean that the cost will come from other agency budgets.

**Richard Miller, Montana State Librarian**, referred to page D-5 of the budget analysis book. He addressed the proposed \$9,000 in additional vacancy savings in 1994 and \$18,000 in 1995. He said the libraries would be able to make the vacancy savings this year. However, he believes that it will be very difficult to come up with \$18,000 in 1995. **Mr. Miller** stated that if these cuts are made, it will result in layoffs or a reduction in hours. He stated that the \$5,000 cut in 1994 and \$10,000 in 1995, in the area of administrative costs for state aid, can be done. He handed out and went over a list of state aid to public libraries for FY94 and a projected list for FY95 **EXHIBIT 5**. **Mr. Miller** stated that \$200,000 per year currently goes towards the interlibrary loan reimbursement program. **Mr. Miller** believes this is a good, inexpensive way for libraries to use the resources they have. He distributed a summary of how much was reimbursed per library in 1993. **EXHIBIT 6**

**Gloria Hermanson, Montana Cultural Advocacy**, spoke about the effects of the proposed cuts. She believes that limiting access of information to people would be damaging and not a good place to cut spending.

#### Questions, Responses, and Discussion :

**REP. NELSON** asked who is responsible for setting up the interlibrary loan program. She indicated that sometimes these books are requested and then never picked up. **REP. NELSON** suggested a \$5 deposit which is refundable when the books are picked up. **Mr. Miller** stated that currently a library cannot be reimbursed if there is a charge for the interlibrary loan. However, a deposit which is returnable would probably fit within that rule.

#### EXECUTIVE ACTION ON MONTANA STATE LIBRARY COMMISSION

**Motion:** **SEN. LYNCH** MOVED TO CUT \$9,000 IN FY94 BUT NOT THE \$18,000 IN FY95 UNDER NUMBER ONE OF THE LFA PROPOSAL. HE ALSO MOVED TO ACCEPT NUMBERS THREE AND FOUR.

**Substitute Motion:** **SEN. AKLESTAD** MADE A SUBSTITUTE MOTION TO ACCEPT THE ENTIRE EXECUTIVE BUDGET PROPOSAL ONE THROUGH FOUR.

**Vote:** Voice vote was taken. The substitute motion passed with **SEN. LYNCH**, **SEN. FRANKLIN** and **REP. MENAHAN** voting no.

**Informational Testimony:**

Ms. Whitney briefly went over the composite table for the Historical Society on page D-7 and the executive budget proposal on page D-8 of the LFA book.

Brian Cockhill, Director, Montana Historical Society, provided a copy of his statements which explained why he is opposed to the executive budget proposal. EXHIBIT 7

Ward Shanahan, President, Montana Historical Society and the Montana Historical Society Foundation, also testified against the executive budget proposal.

**Questions, Responses, and Discussion:**

SEN. LYNCH noted that the tourism benefit in the Helena area is very good, but questioned how much other communities benefit from the Montana Historical Society. Mr. Miller stated that several things are done to help communities throughout the state, including providing research and expertise. Mr. Shanahan mentioned the state history conference that is held each year. He said they are currently working on a networking program to bring in local historical societies and museums so they could help each other and strengthen the system.

**EXECUTIVE ACTION ON HISTORICAL SOCIETY**

**Motion/Vote:** SEN. AKLESTAD MADE A MOTION TO ACCEPT THE EXECUTIVE BUDGET PROPOSAL. Voice vote was taken. The motion passes with SEN. LYNCH, SEN. FRANKLIN and REP. MENAHAN voting no.

**HEARING ON DEPARTMENT OF CORRECTIONS AND HUMAN SERVICES**

Tape No. 1:B:263

**Informational Testimony:**

Ms. Whitney went over the Department of Corrections and Human Services budget on page D-9 and the executive budget proposal on page D-10 of the LFA Book. She stated that the executive budget proposal includes the proposal to have a single license plate instead of the two license plates that we currently have.

Ms. Whitney also brought up the issue of the prison ranch fund balance. She stated that the balance is higher than was anticipated. There is approximately \$300,000 extra in this fund balance. She then pointed out that the average daily population at the prison has not come down as anticipated. The fiscal impacts of that are unclear at this time. It appears that the department is staying very close to its budget amount by moving some of the additional community corrections money. However, the prison may need a supplemental at the end of 1995.

**Rick Day, Director, Department of Corrections**, stated that currently the prison population is 1,070. The department still plans to work toward the 850 in HB2, but they are going to move the process along slowly so the risk of public safety is not increased. **Mr. Day** distributed a request for an additional \$365,000 in ranch proprietary funds for FY94. **EXHIBIT 10**

**Questions, Responses, and Discussion:**

**CHAIRMAN GRADY** asked **Mr. Day** to comment on the reduction of staff at the prison. **Mr. Day** stated that the only reductions made have been legislative reductions: 41 positions. He said the Rothe Dorm has been closed. A federal court order interrupted the process at the Warm Springs expansion unit. The department is now trying to phase out the Warm Springs expansion unit and get out of protective custody altogether. Up to this point they have used natural attrition to reduce correctional officer staff.

**REP. MENAHAN** asked where the PCs would be housed. **Mr. Day** responded that they don't want to advertise where the PCs will be placed. He stated they are trying to eliminate the concept of PC from the state institution. **Mr. Day** is not aware of any direct placement of a PC to the boot camp. He said PCs may be offered new identities or transferred to a different prison system outside of the state. **REP. MENAHAN** stated that he believes it will be hard to protect PCs if they are released into the prison system. **Mr. Day** said the departments' plan is to not condone the PC informant type atmosphere in the prison with the unit management concept and the ability of the staff to be in more direct control of each unit.

**SEN. LYNCH** questioned the morale of prison employees. He stated that a strike was recently averted. He has had calls from several prison employees in the last three months, and they all are dissatisfied with the new system. **Mr. Day** stated that he has spent time at the prison working and talking to the employees. **Mr. Day** believes there is an apprehension to change, but he does not sense a disastrous impact on morale. He also stated that a number of employees have better positions than before the change took place. **REP. MENAHAN** suggested that some of the problem they are having with morale is due to the fact that some of the prisoners have access to more keys and files than some of the staff. **REP. MENAHAN** said some of the staff is concerned about security and the idea that the inmates have more power than they do. **Mr. Day** stated that the department is trying to focus more on the inmate. There is an effort to allow inmates to be involved more in inmate councils and this goes towards creating a better atmosphere, which, in turn would create a safer atmosphere for the staff. **Mr. Day** said inmates do not have any broad excess to any security areas.

**EXECUTIVE ACTION ON MSP RANCH/DAIRY MODIFICATION REQUEST**

**Motion/Vote:** **REP. MENAHAN** MOVED TO ACCEPT THE MODIFICATION REQUEST. Voice vote was taken. The motion carried with **SEN.**

LYNCH voting no.

HEARING ON SINGLE LICENSE PLATES

Tape No. 1:B:75

Informational Testimony: Bill Furois, Administrator, Medical Services Division, spoke briefly as a proponent of the single license plate. Colonel Bob Griffin, President, Montana Highway Patrol, spoke in opposition of the proposal. He stated that the Patrol believes a two plate system is the most effective and least expensive tool that law enforcement has. Seventy percent of school bus passes are made from the front and without a front license plate, bus drivers would be unable to identify them. Colonel Griffin stated that enforcement of vehicle registration is done primarily by the Highway Patrol. The money that comes from vehicle registration goes to the county. Last year the Highway Patrol sent over 4,000 people to court for violating the registration law. He stated that many offenders are caught, not from behind, but from the front as the officer is passing them. The department will not turn over as many registration violators if the proposal for a single license plate is passed. John Conner, Criminal Prosecutor, Attorney General's Office, said all local and county prosecutors had expressed opposition to the proposal. Tom Harrison, Montana Sheriff and Peace Officers Association, also testified against the proposal. Dean Roberts, Administrator of the Motor Vehicle Division, stated that 95 percent of the law enforcement in one plate states wish they had two. He said license plates in Montana ensure that taxes are paid and help law enforcement. Mr. Roberts believes that being a one plate state would cost more in the long run.

Questions, Responses, and Discussion:

SEN. LYNCH spoke against the Executive Budget Proposal, stating that the removal of the front license plate may affect lives. He said that it would be a drastic step and would send a wrong signal to the rest of the legislature.

REP. NELSON agreed with SEN. LYNCH.

EXECUTIVE ACTION ON SINGLE LICENSE PLATES

Motion: REP. MENAHAN MOVED THAT A RECOMMENDATION BE SENT TO THE APPROPRIATIONS COMMITTEE AND THE COMMITTEE ON FINANCE AND CLAIMS AGAINST THE EXECUTIVE PROPOSAL.

Substitute Motion: SEN. AKLESTAD MADE A MOTION TO ACCEPT THE EXECUTIVE BUDGET PROPOSAL.

Vote: Voice vote was taken. The substitute motion failed with CHAIRMAN GRADY and SEN. AKLESTAD voting yes. The original motion

HOUSE INSTITUTIONS & CULTURAL EDUCATION SUBCOMMITTEE

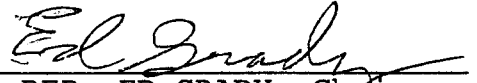
November 17, 1993

Page 7 of 8

carried with SEN. TOEWS, SEN. AKLESTAD and CHAIRMAN GRADY voting  
no.

ADJOURNMENT

Adjournment: 4:40 p.m.

  
\_\_\_\_\_  
REP. ED GRADY, Chairman

  
\_\_\_\_\_  
GAYLEEN STRACHAN, Secretary

eg/gS



# HOUSE OF REPRESENTATIVES

## INSTITUTIONS AND CULTURAL EDUCATION SUB-COMMITTEE

ROLL CALL

DATE November 17, 1993

NAME	PRESENT	ABSENT	EXCUSED
REP. ED GRADY, CHAIRMAN	✓		
SEN. EVE FRANKLIN, VICE CHAIRMAN	✓		
SEN. GARY AKLESTAD	✓		
SEN. DARYL TOEWS	✓		
SEN. J.D. LYNCH	✓		
REP. WILLIAM "RED" MENAHAN	✓		
REP. LINDA NELSON	✓		

\*\*\*\*\*

## November/December 1993 Special Session

Tentative Schedule

### *Institutions and Cultural Education*

Room 312-1

#### Committee Members

Rep. Ed Grady, Chairman  
Sen. Eve Franklin, Vice Chairman  
Senator Gary Aklestad  
Senator Daryl Toews

Sen. J. D. Lynch  
Rep. "Red" Menahan  
Rep. Linda Nelson

Staff  
Sandy Whitney,  
Senior Fiscal Analyst

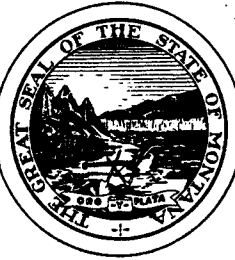
\*\*\*\*\*

<u>Time</u>	<u>Day</u>	<u>Date</u>	<u>Agency</u>	<u>Activity</u>
1:00pm	Wednesday	11-17-93	Cultural Education	Hearing/Exec. Action
3:00pm	Wednesday	11-17-93	DCHS	Hearing/Exec. Action
8:00am	Thursday	11-18-93	Joint Meeting with Human Services Room 312-1	
10:00am	Thursday	11-18-93	DCHS	Hearing/Exec. Action

\*\*\*\*\*

# MONTANA ARTS COUNCIL

EXHIBIT 2  
DATE 11/17/93  
\$3 \_\_\_\_\_



MARC RACICOT, GOVERNOR

316 NORTH PARK AVENUE  
CITY COUNTY BUILDING, ROOM 252

## STATE OF MONTANA

(406) 444-6430  
FAX: (406) 444-6548

PO BOX 202201  
HELENA, MONTANA 59620-2201

November 17, 1993

### INSTITUTIONS AND CULTURAL EDUCATION SUBCOMMITTEE MONTANA ARTS COUNCIL PRESENTATION Arlynn Fishbaugh, Executive Director

#### PROPOSED CUTS AND IMPACT:

Underwriting and Governor's Arts Awards: These moneys would have been used for grants. For many communities, lack of this funding will make it virtually impossible to present performances such as Missoula Children's Theatre and Shakespeare in the Parks.

Artist-in-the-Schools Temps and Honorariums: Budgeted originally to balance each other out.

Japanese Translator: Will severely limit our capability to constructively participate in future Kumamoto Exchange, a Council Initiative in 1992.

Professional Development: We budgeted \$150 per staff member for professional development, and one group TQM course. Elimination affects our ability to serve our public.

All items above, except Underwriting, are federally funded, which will replace general fund.

#### GENERAL FUND RECAP

FY84 \$133,031

FY94 \$117,423 (12% below ten years earlier)

#### Inflation:

If funding held level with inflation since 1984: \$184,913 (39%)

Current level is 37% below this figure.

#### Other Facts:

Montana Arts Council's budget is .01% of entire general fund.

Each Montanan's tax liability to support MAC is 17 cents/yr.

General fund is less than 9% of MAC's whole current budget.

General fund leveraged an 800% return on investment -- \$900,000  
-- in federal dollars during FY93.

#### General Fund Snapshot

	Biennium Budget (before cuts)	%
Underwriting	\$35,000	14%
Artists in the Schools Res.	30,000	12%
Grants to rural orgs	740	.3
1/2 Exec. Dir. & .25 Sect.	61,785	24%
1/2 Support staff	71,456	28%
1/2 Council operations	15,106	6%
1/2 Other operating costs	26,665	10%
Audit	14,634	6%

(over)

**GUNDERSON AMENDMENT RE: FEDERAL FUNDING**

An amendment recently passed the US House of Representatives that will freeze a state's allocation of NEA funds at the preceding year's level if the state's current year funding for the arts is less than the average annual amount the state spent on the arts during the three most recent years, and if the rate of reduction in state arts funding exceeds the rate of reduction in all state general fund reductions.

**Impact: a potential loss of an additional \$34,000 - \$97,000 (looking at increase from FY91 to FY94).**

## **RAMIFICATIONS OF FUNDING THE MONTANA ARTS COUNCIL FROM CULTURAL TRUST MONIES AS OPPOSED TO GENERAL FUND**

### **Background:**

Montana Arts Council's general fund budget is \$250,000 total for FY94 and 95 (\$125,000 per year).

The Montana Arts Council's general fund budget is 2% less in FY94 than it was ten years ago in FY84.

Each Montanan's tax liability toward the Montana Arts Council is 17 cents per year, less than the price of a pack of gum.

The percentage of Montana's general fund appropriated to the Montana Arts Council is only .01%.

### **What impact would this funding source change have on Montana's arts organizations and programs?**

It would mean a direct loss of one quarter million dollars in cultural grants and programs during the biennium.

This funding switch translates to a loss of up to \$2 million in potential earnings for Montana's arts and cultural organizations. Grants leverage additional monies, and every cultural trust grant dollar is matched, on the average, with an additional \$5-\$8 of private money. Additionally, the Arts Council uses the general fund as a match for other federal dollars, so a reduction of \$250,000 translates to a loss of \$500,000 in potential funding when combined with federal dollars for which we would no longer be eligible.

**THE BOTTOM LINE: THIS \$250,000 FUNDING SWITCH WOULD TRANSLATE TO A POTENTIAL TEN-FOLD LOSS OF \$2.5 MILLION.**

### **What percentage of the Cultural Trust budget does this represent?**

Roughly 20% of the total grants awarded for FY94 and FY95.

### **The Cultural Trust money was not meant to fund a state agency.**

The Montana Arts Council serves as the administrator for this fund and its granting programs. The Cultural Trust funds libraries, historic museums, humanities programs, and cultural and aesthetic projects of all types throughout Montana. Historic preservation, capital improvements to cultural facilities, arts events, and projects created to celebrate community's cultural heritage...these and many more projects and programs are supported through the Cultural Trust.

### **Other considerations:**

General fund monies legitimize the Montana Arts Council as an "official" state agency. The general fund pays for the "guts" of the Montana Arts Council's operations. **THE CULTURAL TRUST WAS NEVER INTENDED TO FUND A STATE AGENCY IN ITS ENTIRETY.**

**MONTANA ARTS COUNCIL**  
**SCHEDULE OF CULTURAL & AESTHETIC GRANTS STATUS**  
Ranked in order from the bottom

		cumulative LFA targets			Paid	Balance
		total	MAX	MIN		
1	571 Sqelix'u/Aqlcmaknik Center	4500			2250	2250
2	603 Montana Chorale	10000			0	10000
3	557 Montana Chamber Orchestra	4000			2000	2000
4	570 Arlee Historical Society	3320			3154	166
5	609 Glacier Orchestra and Chorale, Inc.	8000			0	8000
6	513 Montana Agricultural Cntr & Museum	2000			1900	100
7	533 Daly Mansion Preservation Trust	109280			109280	0
8	497 Montana Ballet Company, Inc.	5000			2500	2500
9	509 Tobacco Valley Improvement Assn.	1000			1000	0
10	595 International Choral Festival	8000			0	8000
11	492 Historic Lewistown Accord	1250			0	1250
12	527 Bozeman Symphony Orchestra	8000			4000	4000
13	508 Granite County Museum & CC	8000			4000	4000
14	599 Pondera History Association	4000			0	4000
15	612 Billings Symphony Society	10000			0	10000
16	559 Theater Arts Department - FVCC	1000			950	50
17	608 Glacier Orchestra and Chorale, Inc.	10000			9500	500
18	585 Montana State Theater Association	3000			1500	1500
19	543 Upper Blackfoot Valley Hist.Society	3000			1500	1500
20	592 Beall Park Art Center	8000			0	8000
21	538 Northern Showcase	2500			0	2500
22	568 Center for Native Amer Studies-MSU	2000			0	2000
23	590 Native American Cultural Institute	3000			2850	150
24	520 Park County Museum	1750			0	1750
25	594 Archie Bray Foundation	10000			0	10000
26	560 Mineral County Fair	2000	232600		1900	100
27	522 Montana State University Libraries	7500	240100	237763	7125	375
28	607 Montana Alliance for Arts Education	10000	250100		0	10000
29	597 Billings Studio Theatre	10000	260100	255386	9500	500
		260100			164909	95191

November 17, 1993

The original of this document is stored at the Historical Society at 225 North Roberts Street, Helena, MT 59620-1201. The phone number is 444-2694.



# MONTANA ARTS COUNCIL

## CODES

Arts Council Specific Projects  
 ACP Arts Council Project  
 GTO Grants to Organizations  
 IA Immediate Action  
 UND Underwriting Assistance

AIE Arts in Education  
 AS Artists Services  
 TECH Technical Assistance  
 FLP Folklife Program  
 OS Organizational Services

Cultural & Aesthetic Specific Projects  
 OP Operational Support  
 END Endowment Development  
 SP Special Project  
 CAP Capital Expenditure

## SHERIDAN COUNTY

### FY 1991 ARTS COUNCIL SPECIFIC PROJECTS

GTO	Fort Peck Fine Arts Council satellite board	Plentywood	\$	2,400
AIE	Visiting Artists in Rural School	Plentywood	\$	155

### FY 1992 ARTS COUNCIL SPECIFIC PROJECTS

AIE	Residencies - Literature	Outlook	\$	2,215
FLP	Apprenticeships	Plentywood	\$	2,000
GTO	Fort Peck Fine Arts Council satellite board	Plentywood	\$	1,154
TECH	Rural Arts Specialist	Plentywood	\$	219
OS	Underwriting Assistance	Plentywood	\$	600
	Total of small projects & benefits itemized below		\$	220
	Total from Specific Projects		\$	8,963
	Share of Projects With Statewide Impact		\$	8,050
	Total Benefits		\$	17,013
	Population: 4,732 Biennial Amount per Capita: \$3.60			

Itemized Arts Council small projects & benefits for FY91-92: Residents in Antelope, Medicine Lake, Plentywood and Redstone received subscriptions to ArtistSearch; Organizations in Plentywood and Westby received services from the MT Institute of the Arts Foundation; and KUSM Public Television programs were received countywide.

### FY 90-91 CULTURAL & AESTHETIC SPECIFIC PROJECTS

SP	Fort Peck Fine Arts Council satellite board	Plentywood	\$	3,333
OP	Missoula Children's Theatre performance	Plentywood	\$	417
OP	Montana Performing Arts Consortium quick grant recipient	Plentywood	\$	500
SP	Montana Repertory Theatre performance	Plentywood	\$	581
SP	KUSM Public TV programs	Countywide	\$	117
	Total of small projects & benefits itemized below		\$	48

— continued on back —

### Montana Arts Council Artists in the Schools/ Communities FY 91-92 Statewide

Reached 42,897 students and 1,712 teachers and administrators throughout the state. The program placed 77 artists in 289 residencies in 211 schools.

### Montana Arts Council Organizational Grants Statewide FY 92

Amount requested: \$402,267  
 Amount awarded: \$202,806  
 Total project expenditure: \$1,876,041  
 Total Audience: 789,629

### Cultural & Aesthetic Grants Statewide FY '90-91 Biennium

Amount requested: \$2,516,233  
 Amount awarded: \$1,048,752  
 Total project expenditure: \$7,739,883  
 Total Audience: Over 2 million

State Population: 799,065 • MAC Biennial Amount per Capita \$1.67 • C&A Biennial Amount per Capita \$1.48

STATE AID TO PUBLIC LIBRARIES FOR FY '94 ACTUAL  
PROJECTED FOR FY 95 WITH THE \$63,957 CUT

	FY94	FY95	LOSS
<b>BROAD VALLEYS</b>			
DILLON CITY LIBRARY	1707.65	762.04	(945.61)
BROADWATER COUNTY LIBRARY, TOWNSEND	551.04	245.68	(305.36)
HEARST FREE LIBRARY, ANACONDA	1346.66	600.88	(745.78)
BELGRADE PUBLIC LIBRARY	843.10	376.06	(467.04)
BOZEMAN PUBLIC LIBRARY	4747.42	2119.12	(2628.30)
MANHATTAN COMMUNITY LIBRARY	294.07	130.95	(163.12)
THREE FORKS COMMUNITY LIBRARY	314.94	140.27	(174.67)
WEST YELLOWSTONE PUBLIC LIBRARY	312.73	139.29	(173.44)
DRUMMOND PUBLIC LIBRARY	161.38	71.71	(89.67)
PHILIPSBURG PUBLIC LIBRARY	360.59	160.65	(199.94)
BOULDER COMMUNITY LIBRARY	611.68	272.75	(338.93)
JOHN GREGORY MEMORIAL LIBRARY, WHITEHALL	560.94	250.10	(310.84)
LEWIS & CLARK PUBLIC LIBRARY, HELENA	6231.46	2781.66	(3449.80)
CLANCY MEMORIAL LIBRARY, ENNIS	299.15	133.22	(165.93)
SHERIDAN PUBLIC LIBRARY	258.11	114.90	(143.21)
TWIN BRIDGES PUBLIC LIBRARY	158.37	70.37	(88.00)
THOMPSON-HICKMAN COUNTY LIBRARY, VIRGINIA CITY,	453.60	202.18	(251.42)
MEAGHER COUNTY LIBRARY, WHITE SULPHUR SPRINGS	514.52	229.37	(285.15)
LIVINGSTON-PARK COUNTY LIBRARY	2105.32	939.57	(1165.75)
WM.K.KOHR'S MEMORIAL LIBRARY, DEER LODGE	1093.63	487.91	(605.72)
BUTTE-SILVER BOW PUBLIC LIBRARY	4238.37	1891.86	(2346.51)
<b>GOLDEN PLAINS</b>			
DANIELS COUNTY LIBRARY, SCOBEY	451.08	201.05	(250.03)
PHILLIPS COUNTY LIBRARY, MALTA	1259.58	562.00	(697.58)
ROOSEVELT COUNTY LIBRARY, WOLF POINT	1632.81	728.62	(904.19)
SHERIDAN COUNTY LIBRARY, PLENTYWOOD	783.31	349.37	(433.94)
GLASGOW CITY COUNTY LIBRARY	1608.99	717.99	(891.00)



	FY94	FY95	LOSS
<b>PATHFINDER</b>			
BLAINE COUNTY LIBRARY,			
CHINOOK	833.43	371.75	(461.68)
HARLEM PUBLIC LIBRARY	505.34	225.27	(280.07)
BELT PUBLIC LIBRARY	176.77	78.58	(98.19)
WEDSWORTH MEMORIAL LIBRARY,			
CASCADE	196.23	87.28	(108.95)
GREAT FALLS PUBLIC LIBRARY	9457.18	4221.76	(5235.42)
CHOUTEAU COUNTY FREE LIBRARY,			
FORT BENTON	1152.26	514.09	(638.17)
GLACIER COUNTY LIBRARY,			
CUT BANK	1848.19	824.78	(1023.41)
HAVRE-HILL COUNTY LIBRARY	2512.85	1121.51	(1391.34)
LIBERTY COUNTY LIBRARY,			
CHESTER	455.08	202.83	(252.25)
CONRAD PUBLIC LIBRARY	725.28	323.47	(401.81)
VALIER PUBLIC LIBRARY	259.24	115.40	(143.84)
CHOTEAU PUBLIC LIBRARY	580.47	258.82	(321.65)
DUTTON PUBLIC LIBRARY	196.95	87.60	(109.35)
FAIRFIELD PUBLIC LIBRARY	266.06	118.45	(147.61)
TOOLE COUNTY LIBRARY, SHELBY	850.36	379.31	(471.05)

#### **SAGEBRUSH**

EKALAKA PUBLIC LIBRARY	591.79	263.87	(327.92)
MILES CITY PUBLIC LIBRARY	1892.77	844.68	(1048.09)
GLENDIVE PUBLIC LIBRARY	1452.25	648.01	(804.24)
FALLON COUNTY LIBRARY, BAKER	577.20	257.36	(319.84)
GARFIELD COUNTY FREE LIBRARY,			
JORDAN	764.79	341.10	(423.69)
GEORGE MCCONE MEMORIAL LIBRARY,			
CIRCLE	601.08	268.02	(333.06)
HENRY MALLEY MEMORIAL LIBRARY,			
BROADUS	658.40	293.61	(364.79)
PRAIRIE COUTNY LIBRARY, TERRY	381.06	169.79	(211.27)
SIDNEY PUBLIC LIBRARY	1564.99	698.35	(866.64)
ROSEBUD COUNTY LIBRARY,			
FORSYTH	1897.31	846.71	(1050.60)
TREASURE COUNTY	226.13	100.63	(125.50)
WIBAUX PUBLIC LIBRARY	253.96	113.05	(140.91)

#### **SOUTH CENTRAL**

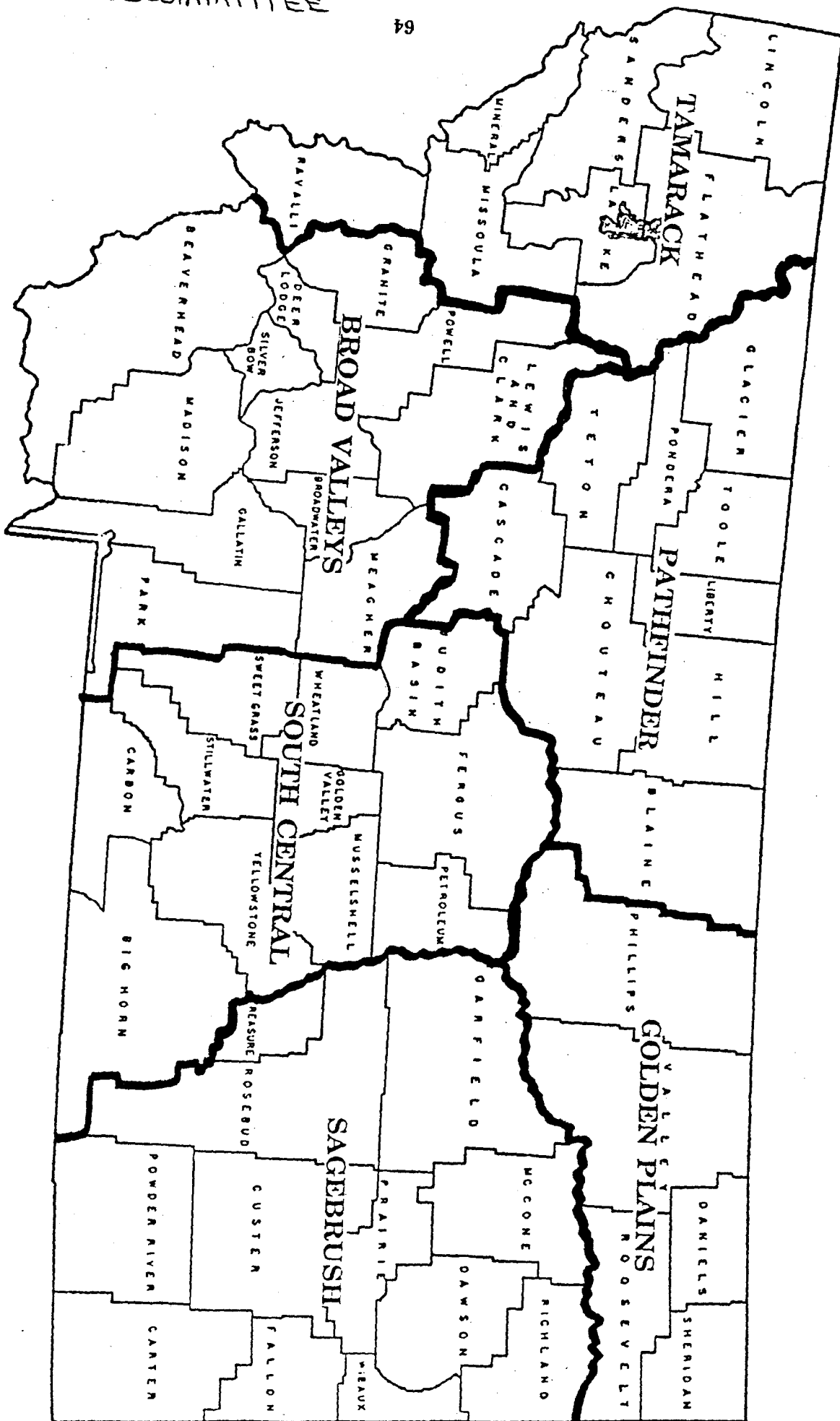
BIG HORN COUNTY LIBRARY,			
HARDIN	1996.92	891.18	(1105.74)
BRIDGER PUBLIC LIBRARY	381.65	176.98	(204.67)
RED LODGE CARNEGIE LIBRARY	856.08	374.39	(481.69)
DENTON PUBLIC LIBRARY	68.95	30.45	(38.50)
LEWISTOWN CITY LIBRARY	1896.82	846.49	(1050.33)
MOORE MEMORIAL LIBRARY	41.28	18.10	(23.18)
JUDITH BASIN COUNTY FREE LIBRARY,			
STANFORD	507.31	226.15	(281.16)

	FY94	FY95	LOSS
ROUNDUP COMMUNITIY LIBRARY	730.05	325.60	(404.45)
PETROLEUM COUNTY COMMUNITY LIBRARY, WINNETT	265.28	118.10	(147.18)
STILLWATER COUNTY LIBRARY, COLUMBUS	1018.38	454.32	(564.06)
CARNEGIE PUBLIC LIBRARY, BIG TIMBER	612.16	272.96	(339.20)
HARLOWTON PUBLIC LIBRARY	448.27	199.80	(248.47)
PARMLY BILLINGS LIBRARY, BILLINGS	13475.08	6015.52	(7459.56)
LAUREL PUBLIC LIBRARY	717.42	319.96	(397.46)
GOLDEN VALLEY COUNTY	254.79	113.43	(141.36)

## TAMARACK

FLATHEAD COUNTY LIBRARY, KALISPELL	7865.45	3511.15	(4354.30)
JOCKO VALLEY PUBLIC LIBRARY, ARLEE	236.58	105.29	(131.29)
POLSON CITY LIBRARY	1089.28	485.97	(603.31)
RONAN CITY LIBRARY	754.15	336.35	(417.80)
ST. IGNATIUS PUBLIC LIBRARY	476.33	212.32	(264.01)
SWAN LAKE LIBRARY	197.34	87.77	(109.57)
LINCON COUNTY PUBLIC LIBRARY, LIBBY	2579.30	1151.18	(1428.12)
MINERAL COUNTY LIBRARY, SUPERIOR	554.15	247.06	(307.09)
MISSOULA PUBLIC LIBRARY	9940.72	4437.63	(5503.09)
DARBY PUBLIC LIBRARY	379.29	177.04	(220.25)
BITTERROOT PUBLIC LIBRARY, HAMILTON	2465.96	1100.58	(1365.38)
NORTH VALLEY PUBLIC LIBRARY, STEVENSVILLE	486.90	217.04	(269.86)
LAURIE HILL LIBRARY, HERON	51.90	22.84	(29.06)
HOT SPRINGS PUBLIC LIBRARY	795.67	354.89	(440.78)
PLAINS PUBLIC LIBRARY	235.70	104.89	(130.81)
THOMPSON FALLS PUBLIC LIBRARY	312.90	139.36	(173.54)

11-17-93



MONTANA FEDERATIONS OF LIBRARIES

## TOTAL ILL REIMBURSEMENT FOR FY 93

## PUBLIC LIBRARIES

	<u>1st Qtr</u>	<u>2nd Qtr</u>	<u>3rd Qtr</u>	<u>4th Qtr</u>	<u>Ttl ILL</u>	<u>Ttl \$'s</u>
Big Horn Co	16	24	33	25	98	\$ 395.13
Blaine	23	21	30	28	102	409.56
Boulder Comm.	17		18	23	58	226.84
Bozeman Public	267	248	328	239	1082	4394.16
Butte-Silver Bow	180	170	193	153	696	2827.19
Choteau	36	21			57	242.25
Colstrip Bicent.	43	72	96	43	254	1042.74
Daniels Co	52	52	65	51	220	891.40
Dutton	31				31	131.75
Ekalaka Public		6	9	9	24	94.31
Fairfield		16			16	68.00
Fallon Co	19		10	17	46	180.97
Flathead Co	656	692	813	720	2881	11628.65
Garfield Co	5	5	4	3	17	69.69
Glasgow	114	169	184	175	642	2578.88
Glendive	34	32	49	33	148	600.79
Great Falls	358	435	479	351	1623	6597.65
Harlem			4	3	7	27.19
Havre-Hill Co	30	66	69	66	231	925.32
Henry A. Malley	26	23	39	36	124	496.22
Hot Springs	3	3	7	10	23	89.20
John Gregory	22	17		9	48	196.31
Laurie Hill			3		3	12.75
Lewis & Clark	456	520	600	446	2022	8212.17
Lewiston City		85	145	177	407	1578.42
Lincoln Co	32	25	21	23	101	409.59
McCone Co	26	20	21	15	82	335.68
Miles City	283	446	442	266	1437	5879.82
Missoula	536	642	712	553	2443	9909.94
Parmly Billings	939	1072	1220	1051	4282	17299.90
Phillips Co	35	39	44	36	154	623.72
Plains	6	13	12	5	36	148.73
Prairie Co	13	20	31	11	75	309.35
Ronan	3				3	12.75
Roosevelt Co	134	131	105	105	475	1928.98
Rosebud Co	11	10	13	14	48	192.03
Roundup Comm	73	103	123	58	357	1467.66
Sheridan Co	53	72	77	53	255	1038.44
Sidney	49	58	93	62	262	1060.49
Thompson Falls		11	18	12	41	163.99
Wibaux		9	14	18	41	158.86
William Kohrs			21	10	31	123.20
Totals for FY	4581	5348	6145	4909	20983	84980.66

# ACADEMIC LIBRARIES

	<u>1st Qtr</u>	<u>2nd Qtr</u>	<u>3rd Qtr</u>	<u>4th Qtr</u>	<u>Ttl ILL</u>	<u>Ttl \$'s</u>
Carroll	72	125	104	44	449	1870.63
Coll Gt Falls	110	186	285	118	699	2870.11
Dawson Comm	38	69	76	43	226	944.11
Eastern	647	875	1060	759	3341	13550.31
Flathead Comm	19	32	39	30	120	484.35
Fort Peck Comm		7	23		30	127.50
MSU	1566	1959	2308	1737	7570	30687.37
MT Tech	208	295	473	300	1276	5166.50
No. Montana	344	481	566	346	1737	7086.42
Rocky Mtn.		108	188	135	431	1716.33
Salish Kootenai	91	151	166	151	559	2246.65
Stone Child				25	25	84.88
Univ. of Mt.	931	1360	1407	1142	4840	19593.59
West. Mont.	224	488	508	445	1665	6695.78
Totals for FY	4275	6164	7245	5322	23006	93225.22

# SCHOOL LIBRARIES

	<u>1st Qtr</u>	<u>2nd Qtr</u>	<u>3rd Qtr</u>	<u>4th Qtr</u>	<u>Ttl ILL</u>	<u>Ttl \$'s</u>
Alder		2	1		3	12.75
Baker High		14	19	10	43	174.20
Billings Sr		24	29	10	63	259.20
Chinook High			28	26	54	207.27
Dawson Co High	7	20	28	9	64	264.31
Flathead High	6	13	21	10	50	203.95
Grant	6	5	3		14	59.50
Helena High		22	29		51	216.75
Libby Middle		8	7	22	37	138.44
Libby Sr			18	18	36	137.61
Melrose	1				1	4.25
Polaris		1	12		13	88.40
Reichle	2	11	5		18	76.50
Sidney High			8	4	12	47.58
Skyview High	10	64	55	33	162	660.29
Whitefish High	3	9	8	1	21	88.40
Wisdom	3				3	12.75
Wise River	4	6			10	42.50
Totals for FY	55	220	271	125	671	2744.87

## SPECIAL LIBRARIES

	<u>1st Qtr</u>	<u>2nd Qtr</u>	<u>3rd Qtr</u>	<u>4th Qtr</u>	<u>Ttl ILL</u>	<u>Ttl \$'S</u>
Blgs Mental Hlth	37	67	89	54	247	1003.58
Columbus Hosp	171	294	220	155	840	3437.48
Gt Falls Clinic	16	46			62	263.50
Hlt Sciences/MDMC			58	36	94	386.72
Kalispell Reg Hosp	69	72	84	63	288	1170.14
Shodair Hosp	64	113	112		289	1228.25
St. James Hosp	35	62	56	42	195	792.84
St. Patrick's Hosp	167	151	205	148	671	2725.21
St. Peter's Hosp	57	61	74	44	236	965.38
St. Vincent's	567		669	434	1670	6726.43
Yellowstone Trt.	12	27	26	27	92	367.92
Totals for FY 92	1195	893	1593	1003	4684	19049.47

DATE 11-17-93

SB

## MONTANA STATE LIBRARY

MARC RACICOT, GOVERNOR

1515 E. 6TH AVENUE



STATE OF MONTANA

(406) 444-3115

PO BOX 201800  
HELENA, MONTANA 59620-1800

## MEMORANDUM

TO: Representative Ed Grady, Chairman  
Institutions and Cultural Education Subcommittee

FROM: Richard T. Miller, Jr. *RTM*  
State Librarian

RE: Impact of Proposed Reductions in the Executive Budget, of  
the Alternatives Presented by the Legislative Fiscal  
Analyst

DATE: November 17, 1993

Today your committee will be considering proposals and alternatives from both the Executive and from the LFA. I have summarized below reactions to these two sets of ideas, for your information. I would be happy to try to answer any questions you have about this. Thank you for the opportunity to appear before your committee.

**Executive Budget Proposed Reductions:**

- Additional Vacancy Savings of \$9,000 in FY 94 and \$18,000 in FY 95

Due primarily to the death of one lead staff member, we will be able to meet this additional vacancy savings this FY. However, the \$18,000 figure for next FY is an unattainable one. We face staff taking voluntary leave without pay.

- Restructure Administration of State Aid for a reduction of \$5,000 in FY 94 and \$10,000 in FY 95

This one is doable. We have reduced a secretarial position to .5 FTE and have moved some of this responsibility into Accounting.

- Reduce State Aid to the 1993 Biennium Level (a reduction of \$63,957 in FY 95)

A major step backward for state government's support of statewide information services. This amount represents moneys secured in the 1991 regular session, cut in the following special session, and restored during the 1993 regular session.

The impact of this reduction would be felt statewide in every public library in the state. (See additional sheets indicating the funding which would be lost to these libraries.)\_

- Eliminate Institution Book Budget \$6,000 in FY 94 and \$12,000 in FY 95

No net gain in general fund to the state since the expenditures would be transferred to the Department of Corrections and Human Services (\$5,100 in FY 94 and \$10,200 in FY 95) and to DFS (\$900 in FY 94 and \$1800 in FY 95). However, this is probably where the expenditure should occur. We need to guarantee that these expenditures do occur in order to provide these library services to institutional residents.

#### LFA Alternatives:

(Note: All the significant alternatives listed by the LFA relate to state aid to libraries.)

- Leave state aid at \$824,600

This is the amount appropriated by the 1993 Legislature and includes \$200,000 per year for interlibrary loan reimbursement, \$83,000 per year for base grants to public library federations, \$115,488 per year for per capita/per square mile aid to public libraries, and \$25,162 for the biennium for administration of state aid. This would be preferable, especially because of the impact of state aid in statewide sharing of existing resources, and because of the good this aid has done, particularly for smaller libraries. If anything is cut, it could be \$15,000 from the state aid administration figure, as noted above.

- Accept Executive Budget proposal (See comments above.)
- Eliminate the unexpended per capita/per square mile aid (@ \$115,742, according to SBAS)

The state aid administration figure should not be in with this other figure since it is covered above.

- Eliminate all state aid to libraries except the \$83,000 base grants

This would be a major mistake from a state policy perspective. The state Montana, beginning in 1989 chose to support its information infrastructure because it constitutes a public good. Making a decision such as this is very unwise.



Mr. Chairman - Members of the Committee

I am Brian Cockhill, Director of the Montana Historical Society.

I will not take much of your time. The Society is proposed to absorb three separate cuts in Governor Racicot's budget. I recognize the fiscal pressure that the Legislature confronts, but I must say that the proposed cuts will be extremely negative for a small agency such as the Society.

Two aspects of the Society will be hit hard by these cuts - service, particularly as it impacts our support of tourism, and potentially, our fiscal credibility.

What are these cuts? By order of program they are:

Eliminate the half-time accountant. This will save \$7,194 in FY94 and \$17,175 in FY95. It will impact our business operations severely and may damage our ability to maintain the fiscal credibility required to receive donations and grants. Further, audits may suffer, which could have the effect of diminishing our reputation with the legislature and the resultant loss of appropriations.

In the Museum Program, it is proposed to eliminate the preparator position. This would realize \$14,635 in FY94 and \$34,645 in FY95. The results of the loss of this position will be tremendous in its

effects on exhibits. With some exceptions, exhibit upgrades, travelling exhibits and changing exhibits will halt. Further, no loans will be possible to other museums. These reductions in activity will have a tremendous negative impact on public service. This deprives Montanans who visit the Society, but just as importantly it will reduce our appeal to tourists who might otherwise have travelled to or remained longer in the area.

In the Preservation Program, \$20,000 would be removed from the general fund in FY94 and \$40,000 in FY95. To continue mandated state and federal activities, federal money for grants will have to be shifted to salaries of necessary positions. The result will be grants for survey and rehabilitation throughout Montana will be drastically reduced. Without these grants, historic preservation in communities will decline and their potential attractiveness, both as places to live and places to visit, will suffer. The loss of these grants also means some diminishing in matching investment in these cultural resources.

These cuts are what remain from the initial list submitted to Governor Racicot earlier this year. As I said before, the Society cannot receive such cuts and provide the services expected by our visitors and constituents. With the exception of this past regular session, the Society has sustained significant cuts in every regular and special session since 1985. We cannot maintain the excellence of our activities if this continues. In real dollars the agency has gone backwards in the past eight years.

If Montana is serious about tourism, it must invest in one of its finest attractions and greatest treasures - not cut it to the point of failure.

MSP RANCH/DAIRY  
MODIFICATION REQUEST

Department of Corrections & Human Services  
November 1993 Special Session

DCHS requests the addition of \$365,000 in Ranch Proprietary funds for FY94 to address three issues which have occurred since the 1993 Regular Session of the Legislature. DCHS current estimates of revenue show that the funds requested will be available from projected Ranch income during FY94.

1. Purchase of dairy quality hay, \$220,000.

The wet summer of 1993 affected the amount and quality of hay the MSP ranch was able to put up. Poor hay directly affects milk production and all aspects of dairy herd management. Based on discussion with the Ranch Advisory Committee, it was decided to purchase approximately 2,000 tons of dairy hay. This would leave approximately 500 tons of MSP hay to provide for the Dairy annual hay requirements. A four state search for hay at quality needed for the Dairy was conducted and 2,000 tons at approximately \$110 per ton, delivered, based upon protein content and other quality levels would be purchased with these funds.

2. Correction of Dairy sewer lagoon health compliance issues, \$85,000.

Inspections by the Department of Health & Environmental Sciences noted problems with the Dairy sewer lagoon system. Based on DHES' inspection, the SCS (Soil Conservation Service) was contacted for assistance in what needed to be done. Based on SCS work, in conjunction with Ranch personnel, a proposed plan of action was developed. MSP estimates that approximately \$85,000 would be required to bring the sewer lagoon into compliance in FY94.

3. Powell Dam reservoir dam safety compliance issues, \$60,000.

Powell Dam reservoir requires corrective action for safety compliance. MSP Ranch personnel estimate that \$60,000 will allow repairs required to assure compliance with dam rules and continued irrigation of approximately 380 acres of ranch property.

November 17, 1993

Exhibit #10 was not transmitted with the minutes.

HOUSE OF REPRESENTATIVES  
VISITOR REGISTER

Institutions +  
CULTURAL EDUCATION

SUBCOMMITTEE

DATE 11-17-93

DEPARTMENT(S) \_\_\_\_\_

DIVISION \_\_\_\_\_

**PLEASE PRINT**

**PLEASE PRINT**

NAME	REPRESENTING	
Arlynn Fishbaugh	MT. Arts Council	
Carleen Hayne	" "	
Gloria Hanson	MT Cultural Advocacy	
John Connor	Attorney General	
Kathy McGowan	mcmhc	
Deon Roberts	Dpt of Justice	
Richard Miller	State Library	
Debbie Schlesinger	MT Cultural Advocacy	
Staci Riley	MT Federation	

PLEASE LEAVE PREPARED TESTIMONY WITH SECRETARY. WITNESS STATEMENT  
FORMS ARE AVAILABLE IF YOU CARE TO SUBMIT WRITTEN TESTIMONY.