

**MINUTES**

**MONTANA HOUSE OF REPRESENTATIVES  
54th LEGISLATURE - REGULAR SESSION**

**COMMITTEE ON APPROPRIATIONS**

**Call to Order:** By **CHAIRMAN TOM ZOOK**, on March 16, 1995, at  
7:30 p.m.

**ROLL CALL**

**Members Present:**

Rep. Tom Zook, Chairman (R)  
Rep. Edward J. "Ed" Grady, Vice Chairman (Majority) (R)  
Rep. Joe Quillici, Vice Chairman (Minority) (D)  
Rep. Beverly Barnhart (D)  
Rep. Ernest Bergsagel (R)  
Rep. John Cobb (R)  
Rep. Roger Debruycker (R)  
Rep. Gary Feland (R)  
Rep. Marjorie I. Fisher (R)  
Rep. Don Holland (R)  
Rep. Royal C. Johnson (R)  
Rep. John Johnson (D)  
Rep. Mike Kadas (D)  
Rep. Betty Lou Kasten (R)  
Rep. Matt McCann (D)  
Rep. William T. "Red" Menahan (D)  
Rep. Steve Vick (R)  
Rep. William R. Wiseman (R)

**Members Excused:** None.

**Members Absent:** None.

**Staff Present:** Clayton Schenck, Legislative Fiscal Analyst  
Marjorie Peterson, Committee Secretary

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

**Committee Business Summary:**

Hearing: None.  
Executive Action: HB 297 DO PASS AS AMENDED, HB 349 DO  
PASS, HB 422 DO PASS AS AMENDED, HB 479  
DO PASS, HB 484 DO PASS AS AMENDED,  
HB 490 DO PASS

EXECUTIVE ACTION ON HB 297

**Motion: REP. GRADY MOVED HB 297 AMENDMENTS DO PASS.**

**Discussion:** REP. GRADY said that HB 297 allocates excess fuel tax money to cities and counties. Skip Culver, Fiscal Analyst, said that these amendments essentially do three things: (1) remove original provisions on page 2, lines 11-21 and replaces with statutory appropriations on page 1, line 20, an additional \$7.5 million per year; (2) on line 27, counties increase by \$4.5 million; and (3) page 2, line 4, cities get an additional \$3 million. The statutory appropriations would be in effect for 1996 and 1997. REP. GRADY said the amendment also states that the money should be used for construction and maintenance of roads and bridges, and that the funds may not be used to purchase equipment. \$15 million will be decreased from the Department of Transportation (DOT) budget, but they will receive \$25 million in unanticipated revenue. Cities and counties find it hard to get money to fix their roads and this would not affect any federal highway funds. EXHIBIT 1.

REP. BEVERLY BARNHART, HD 29, Bozeman, asked about private contractors. REP. GRADY said the cities would bid the work to private contractors. The Montana Contractors Association suggested using private contractors. They also agree that the money should not be used for equipment.

REP. JOE QUILICI, HD 36, Butte, said he had a problem with using private contractors. Butte-Silver Bow has a lot of equipment and found they could do twice the amount of overlays using their own equipment, rather than using private contractors. He would be willing to amend to delete the words "private contractor." The fuel tax has brought in more money than anticipated and this is a good use of that money.

REP. ROYAL JOHNSON, HD 10, Billings, suggested deleting the word "must" from page 3, line 12, on the amendment and inserting "may;" where it said that funds authorized "must" be used for construction and maintenance programs only.

REP. RED MENAHAN, HD 57, Anaconda, said it was a good idea, but he is concerned how little road work can be done for a small amount of money. CHAIRMAN ZOOK said the counties could use money from their bonds and nominate a certain part of a road to be fixed. Dave Lewis, OBPP, told the committee this bill would appropriate \$7.5 million from HB 2.

REP. BETTY LOU KASTEN, HD 99, Brockway, asked what secondary road projects would not be funded by this bill. REP. GRADY said he had one in his area, but he is unsure. There are projects all over the state and DOT doesn't even know which ones they will get done. They aren't even sure they can get the money spent with

the time it takes to let the bids and the procedures they need to follow. **REP. QUILICI** said they had a list of projects for secondary and primary roads. There is definitely a use for all this money, but they aren't sure they have enough manpower to do it all. **REP. KASTEN** then asked if the lists would show what would not be funded, and **REP. QUILICI** said yes. **REP. GRADY** said these are all state dollars, and there is no federal money in this bill. **REP. McCANN** asked why the money couldn't be used for equipment. They were concerned that the money would not fix the roads but be used to purchase equipment, and fuel tax money is not supposed to be used for equipment.

**Vote:** Motion that HB 297 Amendments Do Pass carried unanimously.

**Motion/Vote:** **REP. GRADY MOVED HB 297 DO PASS AS AMENDED.** Motion carried 16 - 2, with REPS. KASTEN and QUILICI voting no.

{Tape: 1; Side: A; Approx. Counter: 24.7.}

#### EXECUTIVE ACTION ON HB 422

**Motion:** **REP. ROYAL JOHNSON MOVED HB 422 AMENDMENTS DO PASS.**

**Discussion:** **REP. SONNY HANSON, HD 9, Ashland,** stated that #1 was a technical amendment that is required if either #2 or #3 are not accepted; #2 changes road fund allocations from 66% to 37%; county school levies from 33% to 62% and county commissioners are authorized to transfer any part of the 37% to county superintendent for distribution to school districts; #3 changes reserve funds from 33% to 62%. After discussion that #1 would only be required if the others did not pass, **REP. ROYAL JOHNSON** withdrew his motion. **EXHIBITS 2, 3 and 4.**

**Motion:** **REP. KADAS MOVED HB 422 AMENDMENT #2 DO PASS.**

**Discussion:** **REP. GRADY** asked what this would do to Lewis and Clark County after this bill goes through. **Blake Wordell** said that his county would be short \$104,641 each year for two years. **EXHIBIT 5.**

**Vote:** Motion that HB 422 Amendment #2 Do Pass carried 14 - 4, with REPS. GRADY, DEBRUYCKER, BARNHART and BERGSAGEL voting no.

**Discussion:** REP. KADAS said this bill essentially does four things. (1) It changes PILT (Payment in Lieu of Taxes) money, which comes from federal monies; (2) de-earmarks the equalization account; (3) takes money currently going to the State Auditor's office and gives it to DOA (Department of Administration); and (4) takes the distribution from OPI (Office of Public Instruction) and moves it to the State Auditor's office. DOA does not do that for any other state agency; OPI currently does and that is where the expertise is in this field. The other accounting requirements are done at OPI and he recommends it stays that way.

{Tape: 1; Side: A; Approx. Counter: 43.6.}

REP. COBB thought the staff would stay at OPI and just have DOA administer the programs, but that wasn't the case. The intent was to move it out of OPI. REP. ROYAL JOHNSON asked if REP. KADAS' amendment affected the rest of the bill and it does not. Also, moving the money to DOA and having the duties stay at OPI would not work very well. Kathy Fabiano, OPI, said she had also worked in DOA and her experience is that it doesn't make sense to move this distribution there. Some portions of these duties are inter-related to other duties at OPI and she said it would be very confusing.

**Motion/Vote:** REP. KADAS MOVED HB 422 KADAS AMENDMENT DO PASS. Motion carried 10 - 8 on a roll call vote, with REPS. GRADY, DEBRUYCKER, FELAND, FISHER, ROYAL JOHNSON, KASTEN, VICK and WISEMAN voting no.

**Motion:** REP. GRADY MOVED HB 422 AMENDMENT HB042201.A01 DO PASS.

**Discussion:** REP. GRADY said this was just a coordinating amendment. If this bill and SB 83 are both passed and approved, the amendment to 20-5-324 contained in SB 83 is void. These technical amendments coordinate this bill with SB 83 and SB 156.

**Vote:** Motion that HB 422 Amendment HB042201.A01 Do Pass carried unanimously.

**Discussion:** REP. GRADY said this bill would put the counties in a bind and he doesn't see how it would work, so he opposed the bill.

**Motion/Vote:** REP. COBB MOVED HB 422 DO PASS AS AMENDED. Motion carried 12 - 6 on a roll call vote, with REPS. GRADY, BARNHART, BERGSAGEL, JOHN JOHNSON, MENAHAN and QUILICI voting no.

{Tape: 1; Side: A; Approx. Counter: 59.5.}

EXECUTIVE ACTION ON HB 479

Motion: REP. COBB MOVED HB 479 DO PASS.

Discussion: REP. KADAS said there were some problems with this bill. First, school districts have reserve accounts and if they do not run them at a 10% cap and manage at a level low enough to give them flexibility, they could add the excess money at the end of the year to their budget. Second, if this is passed, it would increase the window of equalization by 4% and he doesn't think that is what they want to do. Third, this would cost the state additional money up to \$10 million per biennium.

REP. WISEMAN said his school district runs a full reserve all the time. Every fiscal year they dump money into unwise projects or they would have to turn the money back and raise the mill levy the next year. He thinks REP. KADAS is unnecessarily worried about the big bucks in the big schools; the smaller ones would probably take advantage of this. CHAIRMAN ZOOK said if they reappropriate the money they don't have to raise the mill levy. The school boards don't set mill levies, they just ask for a certain number of dollars which, in turn, sets the mill levy. REP. KADAS said the key to this issue is the date, page 3, line 6. They could budget and put money into the reserve account. By March 31, they would have to move that money into the reserve account. If they budgeted for it and then decided they didn't want to do it, they wouldn't have to. The March 31st date gives them tremendous amount of flexibility. If they change the date to September, then that would relieve the cap appropriated problem and relieve the possibility it would cost the state more money. They are not being good managers by running the reserve at 10%.

{Tape: 1; Side: B; Approx. Counter: 0.1.}

REP. GRADY said when he was on the school board, at the end of the year there were excess funds and they would use them on miscellaneous items rather than lose it. He understands the advantage of doing this rather than spending it on unnecessary items. If it goes into the reserves, he didn't know how much flexibility they would have to spend it in the following budget year. REP. KADAS said there was flexibility to spend it in the next year as it goes into the general fund. Kathy Fabiano, OPI, said if a school district reappropriates dollars, they will have to mill less in the next year. They don't have to raise taxes or mills. The voted portion of the budget is different.

REP. COBB suggested striking the date and inserting September 30. REP. WISEMAN said the date was moved to March 31 as it allowed

them to go through the winter, whether it is tough or mild winter, by September, you don't know what kind of winter you will have. **REP. HOLLAND** asked if most of the school districts had built up reserves to 10%. **REP. KADAS** said districts are spending on the average 97% of their general fund budgets. The additional 3% is either going into reserves or being reappropriated. He thought at least \$16 million was going into cash reappropriated. **REP. HOLLAND** agreed that when school districts come to the end of their year, if they have any funds left, they spend the money unnecessarily. **REP. KADAS** suggested that if they kept lower reserves they could put the money there, but when the reserves are full, they do spend it on miscellaneous items. They don't want to reduce their mills the next year. **CHAIRMAN ZOOK** said that the money is expended at the end of the year, but sometimes they buy text books and other necessary items. He thought his school board did not waste any money. But there was always the fear the new mill levy would not pass. **REP. GRADY** said they should be careful about the equalization concern. **REP. WISEMAN** said if all the school districts were in the same position, they could be treated equal, but they aren't. Great Falls is a very impacted area and people are moving to western Montana. His district sets money aside so they don't have to vote bonds and have the taxpayers pay. In effect, they are trying to be responsible to the taxpayers.

**REP. KASTEN** said she would support this bill. She comes from a rich school district, they don't get GTB (guaranteed tax base), their budgets are only \$30,000 and they can keep \$10,000 in a reserve account, but \$10,000 doesn't buy much of anything. These districts are penalized when they want to improve their one-room schools. They would never qualify for bond issues.

**REP. KADAS** thought that the wealthy districts would be most opposed to this bill as they receive the least benefits from it. It would increase the number of general fund dollars that have to go into the equalization account to pay the GTB. He also said that the fiscal impact would increase state equalization aid costs to the extent districts transfer funds and reduce the amount reappropriated in the following year. If districts transfers reduce reappropriated funds by \$3 million, state equalization aid costs would increase by about \$1 million. **Curt Nichols** said that **REP. KADAS** was right. The fiscal note would be \$16 million. He didn't know how long it would take districts before they used this new technique. The fiscal note was originally drafted with a December date and the March date was considered to be more fair.

**REP. GRADY** asked **Mr. Nichols** if the bill would get further away from state equalization. **Mr. Nichols** said the potential equalization problem could be the district would be funneling money to the building reserves. He said it is a complicated issue, but that could be a potential effect.

**REP. COBB** said this bill was introduced to help schools from dumping money at the end of every fiscal year. They passed a similar bill for the university system, so they wanted to use the same concept for the school districts to make them better long-term managers.

**Vote:** Motion that HB 479 Do Pass carried 10 - 8 on a roll call vote, with REPS. GRADY, BARNHART, BERGSAGEL, JOHN JOHNSON, KADAS, QUILICI, VICK and CHAIRMAN ZOOK voting no.

{Tape: 1; Side: B; Approx. Counter: 27.6.}

EXECUTIVE ACTION ON HB 484

**Motion:** REP. DEBRUYCKER MOVED HB 484 AMENDMENT DO PASS.

**Discussion:** REP. DEBRUYCKER said his amendment appropriated \$25,000 to the Department of Social and Rehabilitation Services (SRS) to conduct the study for this bill. This bill requires SRS to contract for two studies to determine the health insurance needs of the working poor and to convert the medicaid program to private insurance. He said they tried all summer to get a health care bill to use medicaid with and they had some trouble with federal government guidelines. This is a pilot project to conduct studies to see if they could accomplish it. The amendment only appropriates \$25,000 for the study in place of the previous fiscal note of \$125,000.

**Susan Good** said the bill was a result of two years of study to put together a health reform package. She said they are trying to have private insurance take over some of the medicaid insurance. The study will determine how many Montanans receive medicaid and how much is spent. The appropriation in this bill pays only for the study. **EXHIBIT 6.**

**REP. KADAS** said he was concerned about the report results not going back to the legislature. He didn't want SRS to take the results and change their policies without any input from them. He also did not want to move SRS into obligations without justification. Mostly, he was concerned about Section 3. **Ms. Good** said the report is designed to be completed by the 1997 legislative session and they will make the policy decisions.

**REP. ROYAL JOHNSON** asked who would be on the committee. **Ms. Good** said that was not designated in the bill; that SRS would have the final decision along with the Governor's office.

{Tape: 2; Side: A; Approx. Counter: 0.2.}

**REP. ROYAL JOHNSON** noted that the fiscal note was dated February 14 and is substantially different than their discussions today would show. The current study amount to be appropriated is \$25,000.

**Vote:** Motion that HB 484 Amendment Do Pass carried 15 - 3, with REPS. BARNHART, ROYAL JOHNSON and KASTEN voting no.

**Discussion:** REP. KADAS would like to amend the legislative finance committee into the bill so they will be part of the study committee or results. He would like to insert "and the legislative finance committee" on page 2, line 13; page 3, line 16; page 3, line 25; page 3, line 28; page 3, line 30; page 4, line 3 and strike page 3, lines 21-23 to delete the mention of the "medical savings account."

**Motion/Vote:** REP. KADAS MOVED HIS CONCEPTUAL AMENDMENT DO PASS. Motion carried 16 - 2, with REPS. ROYAL JOHNSON and FISHER voting no.

**Motion/Vote:** REP. COBB MOVED HB 484 DO PASS AS AMENDED. Motion carried 15 - 3, with REPS. ROYAL JOHNSON, BARNHART and HOLLAND voting no.

{Tape: 2; Side: A; Approx. Counter: 12.0.}

#### EXECUTIVE ACTION ON HB 490

**Motion:** REP. GRADY MOVED HB 490 DO PASS.

**Discussion:** REP. CAROLYN SQUIRES, HD 68, Missoula, said this bill was sent to Appropriations because of the fiscal note and has already been heard in committee. She stated that this bill extended the state employee protection act, also known as the RIF (Reduction in Force) policy. It covered employee insurance, retraining, relocation and deleted the temporary staff of the House of Representatives and Senate who were previously included in the RIF policy. The fiscal note has an appropriation of \$78,000 to run the program.

REP. GRADY said this was the least they could do, since they had to reduce some FTEs during the session. He strongly supports the bill. REP. KADAS said the program has run well before and should continue to do so.

**Vote:** Motion that HB 490 Do Pass carried 15 - 3, with REPS.  
VICK, ROYAL JOHNSON and KASTEN voting no.

{Tape: 2; Side: A; Approx. Counter: 16.1.}

**EXECUTIVE ACTION ON HB 349**

**Motion:** REP. GRADY MOVED HB 349 DO PASS.

**Discussion:** REP. GRADY said this bill was heard in the Fish and Game Committee and has had all the necessary input. REP. RANEY, who sponsored the bill, agreed and added that it has been changed many times. This bill would provide protection for Montana's fisheries program by requiring enhancement of spawning streams and other habitats for natural reproduction of fish and growth of populations of wild fish. It would also direct a portion of state and federal fisheries money to fund the Future Fisheries Improvement Program and directs the Department of Fish, Wildlife and Parks to establish and administer the program.

REP. QUILICI asked for an explanation of funding. REP. RANEY said that revenue projections for FY 96 and FY 97 would be: \$5.7 million from fishing licenses, \$4 million from the DJ program and \$116,000 from river restoration program.

**Vote:** Motion that HB 349 Do Pass carried 14 - 4, with REPS.  
ROYAL JOHNSON, WISEMAN, KASTEN and FISHER voting no.

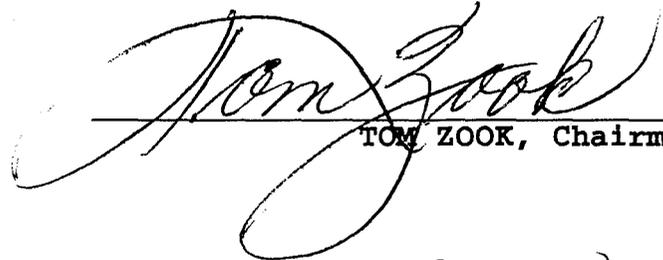
HOUSE APPROPRIATIONS COMMITTEE

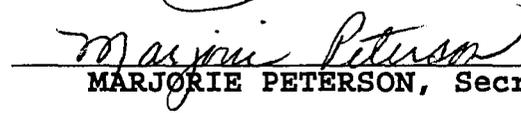
March 16, 1995

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ADJOURNMENT

Adjournment: 10:30 p.m.

  
\_\_\_\_\_  
TOM ZOOK, Chairman

  
\_\_\_\_\_  
MARJORIE PETERSON, Secretary

TZ/mp

# HOUSE OF REPRESENTATIVES

## Appropriations

ROLL CALL

DATE 3-16-95  
7:30pm

NAME	PRESENT	ABSENT	EXCUSED
Rep. Tom Zook, Chairman	✓		
Rep. Ed Grady, Vice Chairman, Majority	✓		
Rep. Joe Quilici, Vice Chairman, Minority	✓		
Rep. Beverly Barnhart	✓		
Rep. Ernest Bergsagel	✓		
Rep. John Cobb	✓		
Rep. Roger DeBruycker	✓		
Rep. Gary Feland	✓		
Rep. Marj Fisher	✓		
Rep. Don Holland	✓		
Rep. John Johnson	✓		
Rep. Royal Johnson	✓		
Rep. Mike Kadas	✓		
Rep. Betty Lou Kasten	✓		
Rep. Matt McCann	✓		
Rep. Red Menahan	✓		
Rep. Steve Vick	✓		
Rep. Bill Wiseman	✓		



## HOUSE STANDING COMMITTEE REPORT

March 17, 1995

Page 1 of 3

Mr. Speaker: We, the committee on Appropriations report that House Bill 297 (first reading copy -- white) do pass as amended.

Signed: \_\_\_\_\_

*Tom Zook*  
Tom Zook, Chair

And, that such amendments read:

1. Title, lines 4 through 6.  
Following the second: "AN ACT" on line 4  
Strike "ALLOCATING" on line 4 through "COLLECTIONS" on line 6.  
Insert: "INCREASING THE STATUTORY APPROPRIATION OF FUEL TAX  
REVENUE TO COUNTIES AND CITIES BY \$7,500,000"
2. Page 1, line 20.  
Strike: "\$16,766,000"  
Insert: "\$24,266,000"
3. Page 1, line 27.  
Strike: "\$6,323,000"  
Insert: "\$10,823,000"
4. Page 2, line 4.  
Strike: "\$10,389,000"  
Insert: "\$13,389,000"
5. Page 2.  
Strike lines 11 through 21 in their entirety.  
Renummer subsequent subsections.
6. Page 3, line 10.  
Strike: "(3)"

Committee Vote:  
Yes 6, No 2.

621413SC.Hdh

Insert: "(2)"

7. Page 3.

Strike lines 12 and 13 in their entirety.

Insert: "(7) Funds allocated in this section must be let to private contract, in accordance with state bidding statutes, for the construction and maintenance of roads and bridges. The funds may not be used to purchase equipment."

8. Page 3, line 19.

Strike: "2007"

Insert: "1997"

EXPLANATION: This amendment makes the following changes to HB297:

- 1) Removes the excess fuel tax provision;
- 2) Increases by \$7.5 million (from \$16,766,000 to \$24,266,000) the amount of fuel tax revenue distributed annually to cities and counties by the statutory appropriation included in 15-70 01; and
- 3) Returns the statutory amount to present levels beginning in July 1 1997 (fiscal year 1998).

-END-



## HOUSE STANDING COMMITTEE REPORT

March 17, 1995

Page 1 of 1

Mr. Speaker: We, the committee on Appropriations report that **House Bill 349** (first reading copy -- white) **do pass**.

Signed: \_\_\_\_\_

A handwritten signature in cursive script, appearing to read "Tom Zook".

*Tom Zook, Chair*



## HOUSE STANDING COMMITTEE REPORT

March 17, 1995

Page 1 of 7

Mr. Speaker: We, the committee on Appropriations report that **House Bill 422** (first reading copy -- white) do pass as amended.

Signed:   
Tom Zook, Chair

And, that such amendments read:

1. Title, lines 5 through 7.  
Following: "DISTRICTS;" ON LINE 5  
Strike: remainder of line 5 through "ADMINISTRATION;" on line 7
2. Title, line 12.  
Following: "PAYMENTS;"  
Insert: "REVISING THE ALLOCATION OF CERTAIN FEDERAL LAND PAYMENTS BETWEEN COUNTY ROAD FUNDS AND SCHOOL FUNDS; PRIORITIZING THE ALLOCATION TO SCHOOL FUNDS;"  
Following: "SECTIONS"  
Strike: "2-7-503, 2-7-514,"
3. Title, lines 14 through 16.  
Following: "17-3-212," on line 14  
Insert: "17-3-213,"  
Following: "17-3-214," on line 14  
Insert: "17-3-222, 17-3-305,"  
Strike: "17-7-301,", "20-1-301,", and "20-3-205, 20-3-209," on line 14  
Strike: "20-3-324," on line 15  
Following: "20-7-420," on line 15  
Strike: remainder of line 15 through "20-9-211," on line 16  
Strike: "20-9-213," on line 16
4. Title, lines 18 and 19.

Committee Vote:  
Yes 12, No 6.

621740SC.Hdh

requirements of each fund are eliminated prior to the allocation to the next fund that is listed. Allocations among school districts must be based on the proportion that the mill levy of each specified fund bears to the total number of mills for all the funds of that type within the county. Whenever the total amount of money available for apportionment under this section is greater than the total requirements of a levy, the excess money and any interest income must be retained in a separate reserve fund, to be reapportioned in the ensuing school fiscal year to the levies designated in subsection (1) (b).

(3) In counties in which special road districts have been created according to law, the board of county commissioners shall distribute a proportionate share of the ~~66-2/3%~~ 37.5% of the total amount received for the general road fund to the special road districts within the county based upon the percentage that the total area of the road district bears to the total area of the entire county.

(4) Notwithstanding the provisions of subsection (3), the county commissioners may allocate a portion of the share of the 37.5% received for the general road fund to the county treasurer to be distributed to the school districts of the county based on the proportion that the mill levy of each school district fund bears to the total number of mills for all school district funds within the county."

Renumber: subsequent sections

8. Page 13, line 6.

Following: line 5

Insert: "Section 13. Section 17-3-222, MCA, is amended to read:

"17-3-222. Apportionment of moneys to counties money. It shall be the duty of the The state treasurer to shall properly apportion and allocate these moneys federal Taylor Grazing Act money to the county treasurers, who will allocate and pay all such moneys as follows: 50% to the county general fund and 50% to the common school fund of the basic county equalization levy for elementary and high school districts as provided in 20-9-331."

Section 14. Section 17-3-305, MCA, is amended to read:

"17-3-305. Disposal of moneys money. (1) All Except as provided in Title 17, chapter 3, part 3, for payments received by school districts or counties, payments of sums in lieu of taxes received by this state shall must be deposited in funds according to the state levies.

(2) A county receiving money pursuant to 7 U.S.C. 1012 or 16 U.S.C. 715s shall allocate the money as follows:

(a) to the county road fund, 37.5% of the total amount received;

(b) to the following school levies, 62.5% of the total

amount received, to be distributed in the following order:

(i) the county transportation fund levy provided for in 20-10-146;

(ii) the elementary and high school retirement fund levy provided for in 20-9-501; and

(iii) the school district transportation fund levy of each school district within the county;

(iv) the BASE budget levy of each school district within the county, to be distributed on a prorated basis among the school districts according to the amount of revenue in district mills and guaranteed tax base aid, excluding all nonlevy revenue, that is required to provide funding up to the BASE budget of each school district; and

(v) as a final distribution, the basic county equalization levy for elementary and high school districts as provided in 20-9-331.

(3) The apportionment of money to the funds provided for under subsection (2)(b), except for subsection (2)(b)(iv), must be made by the county treasurer by allocating money to each of the funds in the order provided so that the levy requirements of each fund are eliminated prior to the allocation to the next fund that is listed. Allocations among school districts must be based on the proportion that the mill levy of each specified fund bears to the total number of mills for all the funds of that type within the county."

Renumber: subsequent sections

9. Page 13, line 15 through page 15, line 2.

Strike: section 15 in its entirety

Renumber: subsequent sections

10. Page 16, line 5 through page 16, line 14.

Strike: section 17 in its entirety

Renumber: subsequent sections

11. Page 16, line 21.

Following: "~~20-3-362,~~"

Insert: "resolve any controversy resulting from the proration of costs by a joint board of trustees under the provisions of 20-3-362;"

Renumber: subsequent subsections

12. Page 17, line 13.

Following: "~~20-3-209,~~"

Insert: "(8) generally supervise the school budgeting procedures prescribed by law in accordance with the provisions of 20-9-102 and prescribe the school budget format in accordance with the provisions of 20-9-103 and 20-9-506;"

(9) establish a system of communication for calculating joint district revenue in accordance with the provisions of 20-9-151;

(10) approve or disapprove the adoption of a district's budget amendment resolution under the conditions prescribed in 20-9-163 and adopt rules for an application for additional direct state aid for a budget amendment in accordance with the approval and disbursement provisions of 20-9-166;

(11) generally supervise the school financial administration provisions as prescribed by 20-9-201(2);

(12) prescribe and furnish the annual report forms to enable the districts to report to the county superintendent in accordance with the provisions of 20-9-213(5) and the annual report forms to enable the county superintendents to report to the superintendent of public instruction in accordance with the provisions of 20-3-209;"

Renumber: subsequent subsections

13. Page 17, line 20.

Following: "~~20-10-112,~~"

Insert: "(14) distribute BASE aid and special education allowable cost payments in support of the BASE funding program, in accordance with the provisions of 20-9-331, 20-9-342, 20-9-346, 20-9-347, and 20-9-366 through 20-9-369;

(15) provide for the uniform and equal provision of transportation by performing the duties prescribed by the provisions of 20-10-112;"

Renumber: subsequent subsections

14. Page 18, line 25.

Following: "~~20-9-369,~~"

Insert: "(32) administer the distribution of guaranteed tax base aid in accordance with 20-9-366 through 20-9-369;"

Renumber: subsequent subsection

15. Page 18, line 29 through page 23, line 26.

Strike: sections 19 through 21 in their entirety

Renumber: subsequent sections

16. Page 24, lines 23 and 24.

Following: "~~foundation~~"

Strike: remainder of line 23 through "which" on line 24

Insert: "superintendent of public instruction, who"

17. Page 28, line 5 through page 33, line 27.

Strike: sections 26 through 36 in their entirety

Renumber: subsequent sections

18. Page 34, lines 4 and 15.  
Strike: "department of administration" in both places  
Insert: "superintendent of public instruction"
19. Page 34, line 18.  
Strike: "department"  
Insert: "superintendent of public instruction"
20. Page 35, line 8.  
Following: "tax for"  
Strike: "a"
21. Page 35, line 9.  
Strike: "program within a unit of the university system"  
Insert: "education"
22. Page 35, line 24 through page 36, line 30.  
Strike: section 38 in its entirety  
Renumber: subsequent sections
23. Page 42, line 23.  
Following: "17-3-213"  
Insert: "and money received as provided in 17-3-305"
24. Page 43, line 23.  
page 44, line 29  
page 46, lines 2, 4, 8 and 9, 17 and 18, 18 and 19, 25 and 26  
page 47, lines 6, 7 and 8, and 12  
page 48, lines 16 and 17, 25, 29  
page 49, lines 2 and 3 and 4  
Strike: "department of administration"  
Insert: "superintendent of public instruction"
25. Page 49, lines 9 through 15.  
Strike: section 51 in its entirety  
Renumber: subsequent sections
26. Page 50, line 9.  
Strike: "department of administration"  
Insert: "superintendent of public instruction"
27. Page 50, line 17 through page 58, line 14.  
Strike: sections 54 through 61 in their entirety  
Renumber: subsequent sections
28. Page 61, line 16 through page 62, line 12.  
Strike: section 68 in its entirety  
Renumber: subsequent sections

March 17, 1995  
Page 7 of 7

29. Page 62, lines 16 and 17.  
Strike: section 70 in its entirety  
Renumber: subsequent sections

30. Page 62, line 19.  
Following: line 18  
Insert: "

NEW SECTION. Section 44. Coordination instruction. If Senate Bill No. 83 is passed and approved and if it includes a section that amends 20-5-324, then that section of Senate Bill No. 83 is void."

-END-



## HOUSE STANDING COMMITTEE REPORT

March 17, 1995

Page 1 of 1

Mr. Speaker: We, the committee on Appropriations report that House Bill 479 (first reading copy -- white) do pass.

Signed:

A handwritten signature in cursive script, reading "Tom Zook". The signature is written over a horizontal line.

Tom Zook, Chair

Committee Vote:  
Yes /D . No 8 .

621408SC.HDH

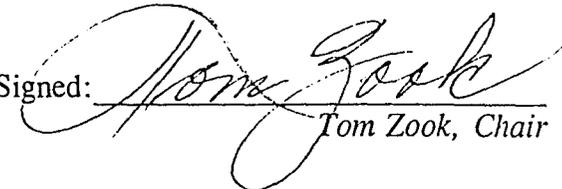


## HOUSE STANDING COMMITTEE REPORT

March 17, 1995

Page 1 of 2

Mr. Speaker: We, the committee on Appropriations report that House Bill 484 (first reading copy -- white) do pass as amended.

Signed:   
Tom Zook, Chair

And, that such amendments read:

1. Title, line 11.  
Following: "LEGISLATURE"  
Insert: ", THE LEGISLATIVE FINANCE COMMITTEE,"
2. Title, line 13.  
Following: "THE"  
Insert: "LEGISLATIVE FINANCE COMMITTEE AND THE"  
Following: " ; "  
Insert: "PROVIDING AN APPROPRIATION FOR THE STUDIES ;"
3. Page 2, line 13.  
Following: "legislature"  
Insert: ", the legislative finance committee,"
4. Page 2, line 17.  
Following: "legislature"  
Insert: "and legislative finance committee"
5. Page 3, line 16.  
Following: "legislature"  
Insert: ", the legislative finance committee,"
6. Page 3, line 21.

Committee Vote:  
Yes 15, No 3.

621632SC.Hdh

March 17, 1995

Page 2 of 2

Following: "1"

Insert: "and upon a determination of cost-effectiveness pursuant to subsection (2) of this section"

7. Page 3, line 25.

Following: "PLANNING"

Insert: ", after considering comments from the legislative finance committee,"

8. Page 3, line 28.

Following: "IF"

Insert: ", after reviewing the committee's comments,"

9. Page 4, line 10.

Insert: "

NEW SECTION. Section 4. Appropriation. There is appropriated from the general fund \$25,000 to the department of social and rehabilitation services for the purposes of conducting the studies in [this act]."

Renumber: subsequent sections

-END-



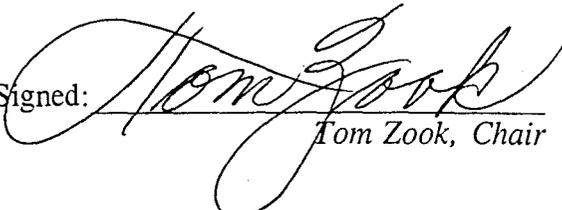
## HOUSE STANDING COMMITTEE REPORT

March 17, 1995

Page 1 of 1

Mr. Speaker: We, the committee on Appropriations report that House Bill 490 (first reading copy -- white) do pass.

Signed:

  
Tom Zook, Chair

**HOUSE OF REPRESENTATIVES  
54TH LEGISLATIVE SESSION - 1995**

**ROLL CALL VOTE**

**APPROPRIATIONS COMMITTEE**

DATE 3-16-95 BILL NO. NB 422

MOTION Rep. Kadas moved NB 0422 11. AMM Amendment  
Do Pass, motion carried 10-8.

NAME	AYE	NO
Rep. Ed Grady, VICE CHAIRMAN, MAJORITY		✓
Rep. Beverly Barnhart	✓	
Rep. Ernest Bergsagel	✓	
Rep. John Cobb	✓	
Rep. Roger DeBruycker		✓
Rep. Gary Feland		✓
Rep. Marjorie Fisher		✓
Rep. Don Holland	✓	
Rep. John Johnson	✓	
Rep. Royal Johnson		✓
Rep. Mike Kadas	✓	
Rep. Betty Lou Kasten		✓
Rep. Matt McCann	✓	
Rep. Red Menahan	✓	
Rep. Joe Quilici, VICE CHAIRMAN, MINORITY	✓	
Rep. Steve Vick		✓
Rep. Bill Wiseman		✓
Rep. Tom Zook, CHAIRMAN	✓	

**HOUSE OF REPRESENTATIVES  
54TH LEGISLATIVE SESSION - 1995**

**ROLL CALL VOTE**

**APPROPRIATIONS COMMITTEE**

DATE 3-16-95 BILL NO. HB 422

MOTION Rep. Cobb moved HB 422 Do Pass as Amended. motion carried 12-6.

NAME	AYE	NO
Rep. Ed Grady, VICE CHAIRMAN, MAJORITY		✓
Rep. Beverly Barnhart		✓
Rep. Ernest Bergsagel		✓
Rep. John Cobb	✓	
Rep. Roger DeBruycker	✓	
Rep. Gary Feland	✓	
Rep. Marjorie Fisher	✓	
Rep. Don Holland	✓	
Rep. John Johnson		✓
Rep. Royal Johnson	✓	
Rep. Mike Kadas	✓	
Rep. Betty Lou Kasten	✓	
Rep. Matt McCann	✓	
Rep. Red Menahan		✓
Rep. Joe Quilici, VICE CHAIRMAN; MINORITY		✓
Rep. Steve Vick	✓	
Rep. Bill Wiseman	✓	
Rep. Tom Zook, CHAIRMAN	✓	

**HOUSE OF REPRESENTATIVES  
54TH LEGISLATIVE SESSION - 1995**

**ROLL CALL VOTE**

**APPROPRIATIONS COMMITTEE**

DATE 3-16-95 BILL NO. HB 479

MOTION Rep. Cobb moved HB 479 Dir Pass.  
motion carried 10-8.

NAME	AYE	NO
Rep. Ed Grady, VICE CHAIRMAN, MAJORITY		✓
Rep. Beverly Barnhart		✓
Rep. Ernest Bergsagel		✓
Rep. John Cobb	✓	
Rep. Roger DeBruycker	✓	
Rep. Gary Feland	✓	
Rep. Marjorie Fisher	✓	
Rep. Don Holland	✓	
Rep. John Johnson		✓
Rep. Royal Johnson	✓	
Rep. Mike Kadas		✓
Rep. Betty Lou Kasten	✓	
Rep. Matt McCann	✓	
Rep. Red Menahan	✓	
Rep. Joe Quilici, VICE CHAIRMAN, MINORITY		✓
Rep. Steve Vick		✓
Rep. Bill Wiseman	✓	
Rep. Tom Zook, CHAIRMAN		✓



COUNTY ALLOCATIONS

COUNTY	F. D.	PERCENT	NEW DISTRIBUTION	NEW DISTRIBUTION	TOTAL F. D.	TOTAL F. D.
			\$4,500,000.00	\$0.00	\$1,025,874.45	\$0.00
Wibaux	4	0.52186%	23,483.70	0.00		
Bighorn	5	2.39148%	107,616.60	0.00		
Carbon	5	1.27986%	57,593.70	0.00		
Fergus	5	2.15913%	97,160.85	0.00		
Golden Valley	5	0.56301%	25,335.45	0.00		
Judith Basin	5	1.14061%	51,327.45	0.00		
Musselshell	5	0.85899%	38,654.55	0.00		
Petroleum	5	0.68988%	31,044.60	0.00		
Stillwater	5	1.35555%	60,999.75	0.00		
Sweet Grass	5	0.78164%	35,173.80	0.00		
Treasure	5	0.37333%	16,799.85	0.00		
Wheatland	5	0.67306%	30,287.70	0.00		
Yellowstone	5	4.24905%	191,207.25	0.00	\$743,201.55	\$0.00
TOTAL		100.00000%	4,500,000.00	0.00	4,500,000.00	0.00

CITY ALLOCATION OF FUEL TAX

City	F.D.	Percent	NEW DISTRIBUTION 3,000,000.00	NEW DISTRIBUTION	TOTAL F.D.	TOTAL F.D.
Alberton	1	0.10540%	3,168.00	0.00		
Columbia Falls	1	0.76540%	22,968.00	0.00		
Barby	1	0.16600%	5,040.00	0.00		
Beer Lodge	1	0.90580%	27,174.00	0.00		
Drummond	1	0.08650%	2,595.00	0.00		
Eureka	1	0.29350%	8,805.00	0.00		
Hamilton	1	0.75110%	22,533.00	0.00		
Hot Springs	1	0.19290%	5,787.00	0.00		
Kaliappell	1	2.70250%	81,075.00	0.00		
Libby	1	0.70900%	21,270.00	0.00		
Missoula	1	8.72210%	261,663.00	0.00		
Phillipsburg	1	0.32210%	9,663.00	0.00		
Pinesdale	1	0.20790%	6,237.00	0.00		
Plains	1	0.24200%	7,260.00	0.00		
Polson	1	0.91130%	27,339.00	0.00		
Rexford	1	0.03440%	1,032.00	0.00		
Ronan	1	0.46610%	13,983.00	0.00		
Stevensville	1	0.31810%	9,543.00	0.00		
St. Ignatius	1	0.22440%	6,732.00	0.00		
Superior	1	0.26640%	7,992.00	0.00		
Thompson Falls	1	0.43980%	13,194.00	0.00		
Troy	1	0.24670%	7,401.00	0.00		
Whitefish	1	0.93490%	28,047.00	0.00		
Anacosta	2	1.27270%	38,181.00	0.00		
Bellevue	2	0.80970%	24,291.00	0.00		
Bellevue	2	0.36640%	10,992.00	0.00		
Boulder	2	4.30260%	129,078.00	0.00		
Kozman	2	4.11530%	123,459.00	0.00		
Butte	2	0.10970%	3,291.00	0.00		
Clyde Park	2	0.93030%	27,909.00	0.00		
Billon	2	0.21540%	6,462.00	0.00		
Emis	2	0.11620%	3,486.00	0.00		
Lima	2	1.51230%	45,369.00	0.00		
Livingston	2	0.31320%	9,396.00	0.00		
Mermetton	2	0.16170%	4,851.00	0.00		
Sheridan	2	0.45230%	13,569.00	0.00		
Three Forks	2	0.43590%	13,077.00	0.00		
Townsend	2	0.16210%	4,863.00	0.00		
Twin Bridges	2	0.11970%	3,591.00	0.00		
Virginia City	2	0.25910%	7,773.00	0.00		
Walkerville	2	0.29100%	8,739.00	0.00		
West Yellowstone	2	0.38100%	11,430.00	0.00		
White Sulphur Springs	2	0.27960%	8,388.00	0.00		
Whitehall	2	0.16040%	4,812.00	0.00		
Belt	3	0.26190%	7,857.00	0.00		
Big Sandy	3	0.27220%	8,166.00	0.00		
Browning	3	0.21970%	6,591.00	0.00		
Cascade	3	0.29920%	8,978.00	0.00		
Chester	3	0.43150%	12,945.00	0.00		
Chinook	3	0.54740%	16,422.00	0.00		
Choteau	3	0.71510%	21,453.00	0.00		
Conrad	3			0.00		
					601,161.00	0.00
						497,586.00
						0.00

CITY ALLOCATION OF FUEL TAX

City	F.D.	Percent	NEW DISTRIBUTION 3,000,000.00	NEW DISTRIBUTION	TOTAL F.D.	TOTAL F.D.	
Curt Bank	3	0.76620%	22,986.00	0.00			
Butten	3	0.14480%	4,344.00	0.00			
East Helena	3	0.42000%	12,600.00	0.00			
Fairfield	3	0.20920%	6,276.00	0.00			
Fort Benton	3	0.55330%	16,599.00	0.00			
Seraldine	3	0.13150%	3,945.00	0.00			
Great Falls	3	11.10980%	333,294.00	0.00			
Berlem	3	0.24740%	7,428.00	0.00			
Novre	3	2.04270%	61,281.00	0.00			
Helena	3	5.66910%	170,073.00	0.00			
Kingman	3	0.08930%	2,679.00	0.00			
Kevin	3	0.10640%	3,192.00	0.00			
Beihart	3	0.05810%	1,743.00	0.00			
Shelby	3	0.73990%	22,197.00	0.00			
Subburst	3	0.21640%	6,492.00	0.00			
Valier	3	0.29490%	8,847.00	0.00			
Beirville	4	0.12430%	3,729.00	0.00			
Beiber	4	0.54670%	17,091.00	0.00			
Bromus	4	0.18390%	5,577.00	0.00			
Breckton	4	0.09130%	2,739.00	0.00			
Circle	4	0.25220%	7,566.00	0.00			
Culbertson	4	0.24210%	7,263.00	0.00			
Dodman	4	0.06670%	2,001.00	0.00			
Etalata	4	0.17310%	5,193.00	0.00			
Fairview	4	0.30510%	9,153.00	0.00			
Flanville	4	0.05020%	1,506.00	0.00			
Forsyth	4	0.64410%	19,323.00	0.00			
Fert Peck	4	0.17100%	5,130.00	0.00			
Freid	4	0.12260%	3,678.00	0.00			
Glasgow	4	0.85390%	25,617.00	0.00			
Glenlive	4	1.16740%	34,428.00	0.00			
Immy	4	0.05170%	1,551.00	0.00			
Jordan	4	0.15670%	4,701.00	0.00			
Malta	4	0.58780%	17,634.00	0.00			
Medicine Lake	4	0.14810%	4,443.00	0.00			
Miles City	4	2.12710%	63,813.00	0.00			
Mohus	4	0.14510%	4,353.00	0.00			
Opheim	4	0.08410%	2,523.00	0.00			
Durleok	4	0.10110%	3,033.00	0.00			
Plentywood	4	0.55100%	16,530.00	0.00			
Plenty	4	0.07300%	2,190.00	0.00			
Poplar	4	0.22330%	6,699.00	0.00			
Richey	4	0.10620%	3,186.00	0.00			
Saco	4	0.11180%	3,354.00	0.00			
Scobey	4	0.37810%	11,343.00	0.00			
Stahary	4	1.24250%	37,275.00	0.00			
Terry	4	0.35010%	10,503.00	0.00			
Westby	4	0.10430%	3,129.00	0.00			
Wilbuck	4	0.23490%	7,047.00	0.00			
Wolf Point	4	0.65980%	19,794.00	0.00			
Boarcreek	5	0.03250%	975.00	0.00			
					771,198.00	0.00	
						373,065.00	0.00

EXHIBIT 1  
 DATE 3-16-95  
HB 297

CITY ALLOCATION OF FUEL TAX

City	F.D.	Percent	NEW DISTRIBUTION	NEW DISTRIBUTION	TOTAL F.D.	TOTAL F.D.
Big Timber	5	0.49340%	14,808.00	0.00		
Billings	5	17.05760%	511,728.00	0.00		
Bridger	5	0.21290%	6,387.00	0.00		
Brosniew	5	0.05970%	1,791.00	0.00		
Columbia	5	0.49790%	14,937.00	0.00		
Denton	5	0.13930%	4,179.00	0.00		
Fromberg	5	0.12280%	3,684.00	0.00		
Grassrange	5	0.06910%	2,073.00	0.00		
Hardin	5	0.77080%	23,124.00	0.00		
Marlton	5	0.34340%	10,308.00	0.00		
Mobson	5	0.11680%	3,480.00	0.00		
Mysham	5	0.13920%	4,176.00	0.00		
Joliet	5	0.12790%	3,837.00	0.00		
Judith Gap	5	0.06840%	2,052.00	0.00		
Laurel	5	1.39480%	41,844.00	0.00		
Levina	5	0.08230%	2,469.00	0.00		
Lewistown	5	1.48450%	44,335.00	0.00		
Lodge Grass	5	0.16590%	4,977.00	0.00		
Malstene	5	0.08350%	2,505.00	0.00		
Moore	5	0.13020%	3,906.00	0.00		
Red Lodge	5	0.52520%	15,756.00	0.00		
Roundup	5	0.58250%	17,475.00	0.00		
Syngate	5	0.11890%	3,567.00	0.00		
Stanford	5	0.19190%	5,757.00	0.00		
Unifred	5	0.09720%	2,916.00	0.00		
Winnett	5	0.16480%	4,944.00	0.00		
<b>Total</b>		<b>100.00000%</b>	<b>3,008,000.00</b>	<b>0.00</b>	<b>754,990.00</b>	<b>0.00</b>
					<b>3,000,000.00</b>	<b>0.00</b>

- 100% TAYLOR GRAZING AND 62.5% OTHER FEDERAL REVENUE GOING TO SCHOOLS  
 ESTIMATED BASED ON FY 1993 STATEMENT OF FEDERAL LAND PAYMENTS  
 SOURCE: OBPP (UNAUDITED)

EXHIBIT 2 PLTST  
 DATE 3-16-95  
 HB 422

COUNTY	REVISED EST SEC 6902 PAYMENT TO CNTY#	TOTAL REVISED CNTY REV	ESTIMATED TOTAL 1994 REALIZED COUNTY REVENUE *	DIFFERENCE TO COUNTY GOVERNMENT	ADDITIONAL REVENUE TO SCHOOL DISTRICT
BEAVERHEAD	295,442	342,000	342,000	0	61,342
BIG HORN	31,357	31,357	31,357	0	1,915
BLAINE	267,918	308,000	308,000	0	70,073
BROADWATER	149,659	176,000	176,000	0	21,728
CARBON	313,315	328,000	328,000	0	13,107
CARTER	70,321	74,450	77,531	(3,081)	13,774
CASCADE	147,459	161,663	161,663	0	11,894
CHOUTEAU	115,948	118,390	118,390	0	7,517
CUSTER	250,571	254,305	254,305	0	12,271
DANIELS	150	150	150	0	10
DAWSON	49,995	49,995	49,995	0	1,308
DEERLODGE	126,973	137,360	137,360	0	8,215
FALLON	84,142	89,429	89,429	0	9,426
FERGUS	357,364	369,181	369,181	0	17,588
FLATHEAD	492,905	1,000,516	1,146,775	(146,259)	394,407
GALLATIN	486,597	509,744	509,744	0	18,530
GARFIELD	71,400	72,860	85,908	(13,049)	13,049
GLACIER	298,857	301,149	301,149	0	1,920
GOLDEN VALLEY	21,857	23,741	23,741	0	1,507
GRANITE	70,737	180,715	267,607	(86,893)	86,893
HILL	35,842	35,849	35,849	0	311
JEFFERSON	279,486	328,000	328,000	0	38,601
JUDITH BASIN	88,902	112,550	112,550	0	18,854
LAKE	77,089	117,303	117,303	0	31,277
LEWIS AND CLARK	671,205	802,915	802,915	0	104,641
LIBERTY	25,551	25,551	25,551	0	903
LINCOLN	178,154	2,208,196	3,787,118	(1,578,922)	1,578,922
MADISON	249,641	282,000	282,000	0	34,020
McCONE	104,823	104,950	104,950	0	4,675
MEAGHER	50,741	90,650	120,116	(29,466)	31,803
MINERAL	64,307	265,697	422,333	(156,636)	156,636
MISSOULA	324,925	529,413	529,413	0	159,340
MUSSELSHELL	56,767	67,647	67,647	0	19,217
PARK	418,928	450,153	450,153	0	24,599
PETROLEUM	25,550	35,903	56,912	(21,009)	21,009
PHILLIPS	196,519	250,000	293,290	(43,290)	100,902
PONDERA	72,461	80,939	80,939	0	6,681
POWDER RIVER	86,803	102,500	102,500	0	18,285
POWELL	167,187	311,369	327,231	(15,862)	110,641
PRAIRIE	45,917	64,850	94,789	(29,932)	
RAVIALLI	631,668				
RICH AND					

FACT OF PROPOSED AMENDMENTS TO HB 422  
 SCHOOLS RECEIVING TAYLOR GRAZING AND 62.5% OTHER FEDERAL REVENUE SHARING  
 MUTATION OF "STACKING" PROPOSAL => COUNTY RETIREMENT, COUNTY TRANSPORTATION, DISTRICT TRANSPORTATION, DISTRICT BASE.  
 SOURCE: OBPP (UNAUDITED)

COUNTY	ESTIMATED			AVAILABLE			ESTIMATED			ESTD DIST
	FEDERAL REV. SHARE \$ AVAILABLE	COUNTY RETIREMENT LEVY	FY 95 GTB RETIREMENT SUBSIDIES	FEDL REV. SHARE \$ AFTER COUNTY RETIRE LEVY NEEDS MET	REDUCTION IN CO. RET. MILL LEVY	COUNTY TRANSPN LEVY	AVAILABLE FEDL REV. SHARE \$ AFTER COUNTY TRANS LEVY NEEDS MET	REDUCTION IN CO. TRANS MILL LEVY	TRAI LE REVI	
BEAVERHEAD	\$127,251	\$539,856	\$186,446	\$0	5.43	\$133,571	\$0	0.00	1	
BIG HORN	\$3,830	195,885	24,373	\$0	0.12	\$89,941	\$0	0.00	1	
BLAINE	\$73,343	421,527	225,717	\$0	3.32	\$0	\$0	0.00	1	
BROADWATER	\$46,382	326,640	0	\$0	4.27	\$62,393	\$0	0.00	1	
CARBON	\$27,846	479,619	124,527	\$0	1.13	\$109,571	\$0	0.00	1	
CARTER	\$28,006	87,917	0	\$0	4.06	\$37,620	\$0	0.00	1	
CASCADE	\$25,366	2,766,704	2,493,000	\$0	0.13	\$322,039	\$0	0.00	1.02	
CHOTEAU	\$15,306	621,928	0	\$0	0.62	\$183,861	\$0	0.00	9	
CUSTER	\$18,319	465,502	418,670	\$0	0.61	\$91,551	\$0	0.00	5	
DANIELS	\$20	175,050	44,296	\$0	0.00	\$90,226	\$0	0.00	4	
DAWSON	\$2,616	517,569	204,063	\$0	0.11	\$106,528	\$0	0.00	6	
DEER LODGE	\$17,585	279,929	390,777	\$0	0.76	\$35,258	\$0	0.00	71	
FALLON	\$10,041	0	0	\$10,041	0.00	\$0	\$10,041	0.00	22	
FERGUS	\$28,905	622,010	259,692	\$0	0.88	\$190,123	\$0	0.00	122	
FLATHEAD	\$845,158	4,130,822	1,292,948	\$0	4.92	\$448,519	\$0	0.00	1,204	
GALLATIN	\$29,146	2,238,913	509,807	\$0	0.25	\$439,002	\$0	0.00	519	
GARFIELD	\$15,203	122,540	0	\$0	2.60	\$59,278	\$0	0.00	27	
GLACIER	\$23,021	951,656	953,040	\$0	0.57	\$177,760	\$0	0.00	0.00	
GOLDEN VALLEY	\$3,224	144,056	0	\$0	0.62	\$28,427	\$0	0.00	22	
GRANITE	\$186,005	215,741	0	\$0	20.81	\$60,772	\$0	0.00	31.2	
HILL	\$610	900,761	527,936	\$0	0.01	\$238,905	\$0	0.00	128.7	
JEFFERSON	\$82,593	602,595	0	\$0	3.09	\$120,733	\$0	0.00	74.5	
JUDITH BASIN	\$40,335	233,996	0	\$0	4.49	\$102,850	\$0	0.00	13.6	
LAKE	\$67,023	1,159,535	737,816	\$0	1.13	\$327,575	\$0	0.00	159.4	
LEWIS & CLARK	\$223,916	2,333,082	1,687,405	\$0	1.71	\$317,732	\$0	0.00	513.82	
LIBERTY	\$1,806	157,049	0	\$0	0.16	\$60,125	\$0	0.00	83.33	
LINCOLN	\$3,383,404	478,716	440,506	\$2,464,181	17.49	\$132,201	\$2,331,980	4.83	188.18	
MADISON	\$71,635	532,729	0	\$0	3.14	\$145,891	\$0	0.00	106.09	
MCCONE	\$5,758	153,836	0	\$0	0.71	\$73,848	\$0	0.00	31.804	
MEAGHER	\$36,266	184,657	0	\$0	4.20	\$39,075	\$0	0.00	14.333	
MINERAL	\$192,874	264,011	61,762	\$0	15.91	\$59,618	\$0	0.00	90.062	
MISSOULA	\$338,333	4,710,595	2,029,004	\$0	1.75	\$484,956	\$0	0.00	2,096.955	
MUSSELSHELL	\$301,278	191,231	116,575	\$0	17.77	\$61,035	\$0	0.00	148.703	
PARK	\$52,652	856,968	165,037	\$0	1.60	\$123,212	\$0	0.00	104.910	
PETROLEUM	\$24,764	9,545	0	\$15,219	4.31	\$32,335	\$0	7.73	0	
PHILLIPS	\$112,669	234,972	0	\$0	5.50	\$102,340	\$0	0.00	98.657	
PONDERA	\$14,304	540,205	171,760	\$0	0.71	\$133,109	\$0	0.00	54.082	
POWDER RIVER	\$38,306	157,286	0	\$0	5.88	\$97,644	\$0	0.00	1.274	
POWELL	\$236,927	420,455	54,941	\$0	15.50	\$80,415	\$0	0.00	29.530	

COUNTY	FEDERAL REV. SHARE \$ AVAILABLE TO SCHOOLS	ESTIMATED COUNTY RETIREMENT LEVY	FY 95 GTB RETIREMENT SUBSIDIES	AVAILABLE FEDERAL REV. SHARE \$ AFTER COUNTY RETIREMENT LEVY NEEDS MET	REDUCTION IN CO. RET. MILL LEVY	ESTIMATED COUNTY TRANSPORTATION LEVY REVENUE	AVAILABLE FEDERAL REV. SHARE \$ AFTER COUNTY TRANSPORTATION LEVY NEEDS MET	REDUCTION IN CO. TRANSPORTATION MILL LEVY	ESTIMATED DISTRICT TRANSPORTATION LEVY REVENUE
RAVALLI	\$34,257	36,775	0	\$0	7.67	\$94,550	\$0	0.00	\$0
RICHLAND	\$99,220	750,621	649,955	\$0	1.27	\$265,862	\$0	0.00	\$0
ROOSEVELT	\$10,462	421,623	173,620	\$0	0.34	\$170,140	\$0	0.00	\$0
ROSEBUD	\$376	917,549	366,440	\$0	0.02	\$168,336	\$0	0.00	\$0
SANDERS	\$24,810	1,440,760	0	\$0	0.14	\$316,531	\$0	0.00	\$0
SHERIDAN	\$996,240	1,109,101	25,346	\$0	32.76	\$198,574	\$0	0.00	\$0
SILVER BOW	\$36	232,809	36,552	\$0	0.00	\$116,523	\$0	0.00	\$0
STILLWATER	\$26,604	1,961,152	817,556	\$0	0.36	\$117,855	\$0	0.00	\$0
SWEET GRASS	\$15,254	533,607	0	\$0	0.72	\$107,825	\$0	0.00	\$0
TETON	\$21,802	363,364	36,501	\$0	2.40	\$61,346	\$0	0.00	\$0
TOOLE	\$31,977	443,828	89,813	\$0	1.74	\$123,379	\$0	0.00	\$0
TREASURE	\$4,142	413,816	0	\$0	0.23	\$89,992	\$0	0.00	\$0
VALLEY	\$1,650	104,435	0	\$0	0.34	\$26,349	\$0	0.00	\$0
WHEATLAND	\$40,563	823,094	0	\$0	1.53	\$164,194	\$0	0.00	\$0
WHEATLAND	\$8,566	258,852	0	\$0	1.04	\$49,602	\$0	0.00	\$0
WIBEAUX	\$5,400	70,028	0	\$0	1.26	\$17,111	\$0	0.00	\$0
YELLOWSTONE	\$5,622	7,728,908	2,531,281	\$0	0.02	\$694,783	\$0	0.00	\$0
TOTALS	\$7,979,525	\$47,036,457	\$17,847,162	\$2,489,441		\$8,384,432	\$2,342,021		\$11,415,4

NOTES: @This money is used up entirely in addressing BASE budget needs by replacing GTB subsidies and lowering mill levies.  
 \*\* Mill reduction range includes projected savings from BASE, net of GTB savings to state.

EXHIBIT 2  
 DATE 3-16-95  
HB 422

# HB 422

EXHIBIT 3  
DATE 3-16-95  
HB 422

## PROPOSED AMENDMENTS TO HB 422

- #1 Is a technical amendment that is required if amendments #2 or #3 are not accepted.
- #2 Changes the Forest Reserve Fund allocation as follows:
- \* County General Road Fund - from 66 2/3% to 37.5%
  - \* County School Levies - from 33 1/3% to 62.5%
  - \* County Commissioners authorized to transfer any part of the 37.5% road fund to county superintendent for distribution to school districts.
- #3 Changes the Forest Reserve Fund Allocation as follows:
- \* County General Road Fund - from 66 2/3% to 5%
  - \* County School Levies - from 33 1/3% to 95%

### GENERAL NOTES

There were three (3) general objections that were raised at the amendment hearing last friday (3/10/95).

- A. A question was raised about the federal view on the taxpayer relief approach used in amendments #2 or #3.
- \* The National Association of Counties stated "Apparently the proposal - - - is legitimate and workable."
- B. Those that testified agreed that the Federal PILT payment went into the counties general fund. It was then stated that the counties could not transfer funds from their general fund to the county road fund.
- \* John DeVore, Executive Officer of Missoula County, has stated that the county can transfer funds from the general fund to the road fund. This belief is based on the fact that Missoula County General Funds were used for road construction in the county.
- C. There were several who expressed concern about the 1 1/2 to 2 year time delay before the Federal Pilt payments started as all payments are in arrears.
- \* HB 297 will provide gas tax for city and county roads, or
  - \* A one time (1 yr.) exemption from I 105, to allow those counties that are waiting for PILT payments to increase only their road fund.

EXHIBIT 4  
 DATE 3-16-95  
 HB 422



Memorandum

To: Larry Doezal, Commissioner Lincoln County

From: Jeff Arnold, NACo

RE: PILT and the proposed change

Larry, I suppose you thought I'd forgotten.... I've been waiting for confirmation from BLM before I gave you the definitive word....

Apparently, the proposal by Representative Sonny Hanson is legitimate and workable. As we know, the 25% Fund goes to the state for roads and schools. The state may allocate that money as it sees fit; it is up to the legislature. Under the PILT law, the term "local general government" is the term used to define who is held accountable for "prior year payments" and the definition of general government is left to the Secretary of the Interior for regulation (with certain parameters). The BLM "authorized officer" takes the information provided him by the state auditor as to those funds disbursed to jurisdictions meeting the general government definition from the 25% Fund and other receipt sharing programs.

Here is the kicker... under the regulations promulgated by the BLM, school districts are not local general governments, therefore, any moneys disbursed from the 25% Fund to schools are not counted as prior year payments for the purposed of calculating the most advantageous PILT payment for counties.

As you recall, there are two methods of calculating PILT payments, Alternatives A & B. The first, Alternative A is 75 cents per entitlement acre minus prior year payments. The second is a simple 10 cents per entitlement acre. Thus, depending on your situation, the Hanson proposal could net some counties more money. Others will lose, and potentially a lot.

Let's look at Lincoln County:

Entitlement Acres:	Prior Year Payments+ Schools		PILT Alter. A	PILT Alter B.
1994	(66 2/3%)	(33 1/3%)		
1,781,541	3,608,964	1,190,958	0	178,154
1995	(25%)	(75%)		
1,781,541	1,199,980	3,599,942	0	178,154

Basically, from PILT you would remain whole, but you'd lose \$2,408,984 from your road fund. Other counties apparently would benefit, particularly those without large prior year payments

I am sending along information that should help explain the situation. As for the federal legislative position, this undermines our efforts to get an increase in appropriations, and points out in graphic terms one of the small inequities of the program. These actions could place new pressures on the already less-than-acceptable program, and increase the difficulty in securing support for our efforts. While school funding is a laudable goal, I suspect Rep. Sonny Hanson comes from a county that would benefit under this scenario, but I cannot believe it's in Montana's best interest to "mess

Z P!Mail Document Listing

Printed by: Nichols, Curt  
 Printed at: 3-16-95 1:08p

From: Rauser, Vickie  
 Sent at: 3-16-95 11:36a  
 Message: THE PILT SPREADSHEET SHOWING THE INCREASE IN PILT PAYMENTS  
 RESULTING FROM .375 TO COUNTY ROAD FUNDS - ALL SOURCES.  
 Author: Rauser, Vickie  
 Document name: PMTINC\_A.WK1  
 Type: PC file  
 To: Nichols, Curt

SCHEDULE OF PROJECTED SEC  
 @ 62.5% TO SCHOOLS; 37.5%

COUNTY	SEC 6902 INCREASE	Road Fund Budget	Cash Resv
BLAVERHEAD	61,342		
BIG HORN	1,915		
BLAINE	70,073		
BROADWATER	21,728		
CARBON	13,107		
CARTER	10,693		
CASCADE	11,894		
CHOUTEAU	7,517		
CUSTER	12,271		
CONIELS	10		
CRAWSON	1,308		
DEERLODGE	8,215		
FALLON	9,426		
FERGUS	17,588		
FLATHEAD	248,148	3,459,991	614,395
GALLATIN	18,530		
GARFIELD	0		
GLACIER	1,920		
GOLDEN VALLEY	1,507		
GRANITE	0		
HILL	311		
JEFFERSON	38,601		
JUDITH BASIN	18,854		
LAKE	31,277		
LEWIS AND CLARK	104,641	1,402,579	268,306
LIBERTY	903		
LINCOLN	0		
LADISON	34,020		
MCCONE	4,675		
MEAGHER	2,338		
MINERAL	0		
MISSOULA	159,340	3,669,109	?
MUSSELSHELL	19,217		
PARK	24,600		
PETROLEUM	0		
PHILLIPS	57,613	1,022,282	135,360
PONDERA	6,681		
POWDER RIVER	18,285		
POWELL	94,778	1,050,900	123,790

PRAIRIE	2,967		
XRAVIALLI	46,396	1,437.451	234,393
RICHLAND	5,231		
ROOSEVELT	438		
ROSEBUD	12,159		
SANDERS	0		
SHERIDAN	18		
SILVER BOW	12,435		
STILLWATER	7,149		
SWEET GRASS	10,254		
TETON	14,951		
TOOLE	2,071		
TREASURE	825		
VALLEY	31,316		
WHEATLAND	4,005		
WIBAUX	2,700		
YELLOWSTONE	5,068		

1,291,304

Kerry Davis  
Nevada Legislative Council  
Bureau of Research  
Capital Complex  
401 S. Carson Street  
Carson City, NV 89710

November 17, 1994

Dear Kerry,

Sherry Hopkins asked me to follow-up with you regarding Medicaid reform in Nevada.

Golden Rule advocates Medical Savings Accounts for Medicaid recipients. The principle is to swap the current first-dollar, extremely expensive insurance for a high deductible plan coupled with a savings account. The high deductible plan should free up enough money to completely offset any out-of-pocket costs under the deductible. In other words, if a recipient has claims, the recipient will be fully covered. But the key to the program is that the recipient gets to keep any unspent money left in the account at the end of the year.

Golden Rule has this program for its employees. For example, I have a \$3,000 family deductible. At the end of this year, I expect to get back a sizeable check for the money left in my account that I didn't spend on medical care.

Medical Savings Accounts can reduce utilization by 15% to 20%. Claim cost above the deductible is thereby reduced, resulting in savings to the sponsor. And because so many people become much more prudent health care consumers, most people receive money back at the end of the year from their savings accounts. For example, 95% of Golden Rule's employees received money back at the end of last year.

Medicaid recipients have different health insurance characteristics, than, say, the employees of an insurance company. They have a higher morbidity level. They utilize their benefits to a much greater extent. Within the Medicaid population are many people with special needs.

Golden Rule spent a considerable amount of time and money analyzing the Medicaid program in Indiana. We eventually developed enough data to model various alternative Medical Savings Account approaches.

We can do the same for Nevada, but we must have reliable

data with which to work. We will need:

- A breakdown by recipient months and recipient categories (AFDC, blind and disabled, etc.).
- A breakdown of costs by recipient category and benefits. The costs must be on an incurred basis, not a paid basis.
- A breakdown of costs by provider category. Disproportionate share costs must be noted and quantified.
- A claims distribution by recipient category would be most helpful.
- Reimbursement rates benchmarked to something uniform; e.g., Medicare reimbursement rates.
- Any substantive recent changes to the program which we should know about.
- Medical costs only - no long term care costs.

We developed our proposals in conjunction with Hilliman & Robertson, the leading actuarial consulting firm in the nation. In order to model proposals for Nevada, we expect it will cost between \$5,000 and \$10,000 if the data we receive is reliable. The less reliable, the more it will cost to reconcile the data.

I have attached a law on this subject which was introduced into the Indiana state Senate this year and passed overwhelmingly by the Senate. It will give you a flavor for the alternatives developed.

Please feel free to call me on this matter after you have had a chance to review it.

Sincerely,

Lee Tooman

LT/tj

cc: Senator Raymond Lawson  
Sherry Hopkins

HOUSE OF REPRESENTATIVES

VISITOR'S REGISTER

Appropriations COMMITTEE BILL NO. \_\_\_\_\_  
DATE 3-16-95 SPONSOR(S) \_\_\_\_\_

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NAME AND ADDRESS	REPRESENTING	BILL	OPPOSE	SUPPORT
<i>Tom Schneider</i>	<i>MPRA</i>	<i>H.R. 490</i>		<i>X</i>

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