

MINUTES

MONTANA HOUSE OF REPRESENTATIVES 63rd LEGISLATURE - REGULAR SESSION

JOINT APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

Call to Order: Chair Ryan Osmundson, on January 17, 2013 at 8:00 AM, in Room 350
Capitol

ROLL CALL

Members Present:

Rep. Ryan Osmundson, Chair (R)
Sen. Alan Olson, Vice Chair (R)
Sen. Edward Buttrey (R)
Rep. Champ Edmunds (R)
Rep. Kelly McCarthy (D)
Sen. David E. Wanzonried (D)

Members Excused: None

Members Absent: None

Staff Present: Mark Bruno, Office of Budget and Program Planning (OBPP)
Molly Miltenberger, Committee Secretary
Kris Wilkinson, Legislative Fiscal Division (LFD)

Audio Committees: These minutes are in outline form only. They provide a list of participants and a record of official action taken by the committee. The link to the audio recording of the meeting is available on the Legislative Branch website.

Committee Business Summary: Executive Action, HB 2

00:19:02 Chair Osmundson
00:20:05 Julie Feldman, Acting Administrator, State Accounting Division (SAD),
Department of Administration (DOA)
00:24:17 Chair Osmundson
00:24:18 Ms. Wilkinson, LFD

00:24:34 Meeting recess.
00:28:05 Meeting resumed.

00:28:30 Ms. Wilkinson, LFD
[EXHIBIT\(jgh09a01\)](#)
[EXHIBIT\(jgh09a02\)](#)

Questions from Committee:

00:35:15 Chair Osmundson
00:35:23 Sen. Wanzenried
00:37:02 Ms. Wilkinson, LFD
00:37:41 Chair Osmundson
00:37:53 Sen. Wanzenried
00:38:03 Ms. Wilkinson, LFD
00:40:40 Sen. Wanzenried
00:40:48 Ms. Wilkinson, LFD
00:41:12 Chair Osmundson - Decision Packages, Proprietary Rates

EXECUTIVE ACTION ON HB 2

00:41:43 **Motion/Vote:** Sen. Buttrey moved to **approve the rates shown on p. A-121, Figure 6.** Motion carried unanimously by roll call vote.

00:43:46 **Motion:** Rep. Edmunds moved to **approve the statewide budgeting and human resources program rates as shown on p. A-127 minus 1 FTE, #61166334.**

Discussion:

00:44:59 Sen. Wanzenried
00:45:30 Rep. Edmunds
00:45:59 Sen. Wanzenried
00:46:15 Ms. Wilkinson, LFD
00:46:40 Sen. Wanzenried
00:47:00 Ms. Wilkinson, LFD

00:47:20 **Motion:** Rep. Edmunds moved to **amend the statewide budgeting and human resources program rates as shown on p. A-127 minus 1 FTE, #61166406.**

Discussion:

00:47:40 Sen. Wanzenried
00:47:47 Rep. Edmunds
00:47:54 Ms. Wilkinson, LFD
00:48:21 Mr. Bruno, OBPP
00:48:43 Rep. Edmunds
00:49:41 Sen. Olson

- 00:49:57 Sen. Buttrey
00:50:15 Ms. Wilkinson, LFD
- 00:51:15 **Motion:** Rep Edmunds moved to **amend the motion to approve statewide budgeting and human resources program rates as shown on p. A-127 minus 1 FTE, #61166406 by removing the funding and adjusting the rates accordingly, if necessary.**
- 00:51:25 Chair Osmundson
- 00:51:31 **Motion/Vote:** Rep. Edmunds moved to **amend the amendment of his motion to approve statewide accounting budgeting and human resources program rates as shown in Figure A-127, Fig. 7, minus FTE #61166406, and adjust the rates accordingly if necessary, and remove the funding authority.**
Motion carried 4-2 by roll call vote. Rep. McCarthy and Sen. Wanzenried voting no.
- 00:53:49 **Motion/Vote:** Sen. Buttrey moved to **approve the Warrant Writer Program rates as shown on p. A-129, Fig. 8.** Motion carried unanimously by voice vote.
- 00:54:30 **Motion:** Sen. Buttrey moved **approval to Request Department of Administration to lower fees to bring the fees of the program in line with the cost of the local government reporting program after factoring in the excess balance, and report back to the finance committee on the rate adjustments.**
- 00:55:14 Ms. Wilkinson, LFD
00:55:17 Sen. Buttrey
00:55:25 Ms. Wilkinson, LFD
- 00:55:28 **Motion:** Sen. Buttrey moved to amend the motion **to request the new rates reported back to the sub-committee.**
- 00:55:70 **Motion Substitution/Vote:** Sen. Buttrey substituted the motion **for the local government reporting program with a motion to request that the Department of Administration lower the fees to bring the fees in line with the costs of the program after factoring in the excess balance.** Motion passed unanimously by roll call vote.
- 00:56:43 **Motion:** Sen. Buttrey moved **approval under General Services Program of the Rent and Maintenance rates as shown on p. A-141 (06528).**
- 00:57:10 Ms. Wilkinson, LFD
- 00:57:14 **Vote:** Motion carried unanimously by voice vote.

00:57:30 **Motion:** Sen. Olson moved to approve **the Print and Mail Services rates as shown on p. A-144 less the following positions: FTE 61166225, 61166228, 61166309, 61166312, 61166319 less the funding and adjust the rates accordingly.**

00:58:33 Sen. Wanzenried

00:59:15 Sen. Olson

00:59:33 Rep. McCarthy

01:00:15 Meeting recess.

01:17:47 Meeting reconvened.

01:17:58 **Motion Withdrawn:** Sen. Olson **withdrew the previous motion.**

Discussion

01:18:19 Ms. Wilkinson, LFD

01:18:55 Chair Osmundson

01:19:02 Sen. Wanzenried

01:19:36 Ms. Wilkinson, LFD

01:19:50 Rep. Edmunds

01:20:14 Sen. Wanzenried

01:20:35 Chair Osmundson

01:20:45 **Motion/Vote:** Rep. Edmunds moved to amend **the previous motion made that was shown on p. A 127, Fig. 7.** Motion to reconsider the motion was carried unanimously by voice vote.

01:20:53 **Motion/Vote:** Rep. Edmunds moved to approve **Statewide Accounting and Budgeting Human Resources program rates as shown on p. A 127 Fig. 7. This rate does not include funding for the following position: 61166406.** Motion carried unanimously by roll call vote.

01:22:20 **Motion:** Sen. Olson moved to accept **the rates for Print and Mail Services as shown on p. A-144. This rate does not include funding for the following positions: 61166226, 61166228, 61166312, 61166319.**

01:23:05 Chair Osmundson

01:23:10 **Vote:** Motion carried 5-1 by roll call vote. Sen. Wanzenried voting no.

01:23:48 **Motion/Vote:** Rep. Edmunds moved approval of **surplus property program enterprise fund rates.** Motion carried unanimously by voice vote.

01:24:29 **Motion:** Sen. Olson moved to approve **rates for Central Stores Program as shown on p. A-146,fig. 13.**

Discussion

01:24:40 Chair Osmundson

01:24:47 Sen. Buttrey

- 01:25:44 Chair Osmundson
01:25:49 Sen. Wanzenried
01:25:57 Chair Osmundson
- 01:26:00 **Vote:** Motion failed 3 to 3 by roll call vote. Rep. McCarthy, Sen. Wanzenried and Sen. Buttrey voting no.
- 01:26:46 Ms. Wilkinson, LFD
- 01:27:13 **Motion:** Sen. Buttrey moved **approval of the Central Stores Program rate of a maximum of 25%.**
- 01:27:38 Ms. Wilkinson, LFD
- 01:27:42 **Motion/Vote:** Sen. Buttrey moved **to include fiscal years 2014 and 2015.** Motion passed unanimously by voice vote.
- 01:28:31 Ms. Wilkinson, LFD
01:28:40 Chair Osmundson
- 01:28:48 **Motion:** Sen. Olson moved to **establish and approve SITSD service fees at \$39, 250,022 in FY 2014 and \$39,249,150 in FY 2015 and move to approve a 30 day working capital rate as shown on the 01/16/12 2015 Biennium Report on Internal Service and Enterprise Funds for SITSD Proprietary 06522.**

Discussion

- 01:29:58 Sen. Wanzenried
01:30:03 Sen. Olson
01:30:16 Ms. Wilkinson, LFD
01:31:54 Sen. Wanzenried
01:32:05 Mr. Bruno, OBPP
01:32:25 Rep. McCarthy
01:32:34 Ms. Wilkinson
01:33:59 Sen. Wanzenried
01:34:11 Mr. Bruno, OBPP
01:34:58 Sen. Wanzenried
01:35:15 Sen. Olson
- 01:35:53 **Vote:** Motion carried 4-2 by roll call vote. Rep. McCarthy and Sen. Wanzenried voting no.
- 01:36:36 Chair Osmundson
- 01:36:47 **Motion:** Sen. Buttrey moved to **include the administrative cost for the state employment group benefit in HB 2 (610121) in the Healthcare and Benefits Division, to rectify the first decision that had an LFD issue that stated that statute required administrative costs of the program be included in HB 2.**

- 01:37:28 Mr. Bruno, OBPP
01:39:10 Rep. McCarthy
01:39:15 Mr. Bruno, OBPP
01:39:43 Ms. Wilkinson, LFD
01:40:02 Sen. Buttrey
01:40:12 Mr. Bruno, OBPP
01:40:34 Sen. Buttrey
01:40:42 Ms. Wilkinson, LFD
01:41:46 Sen. Buttrey
01:42:07 Sen. Wanzenried
01:42:36 Ms. Wilkinson, LFD
- 01:42:53 **Motion Withdrawn:** Sen. Buttrey withdrew the previous motion.
- 01:43:10 Chair Osmundson
- 01:43:19 **Motion/Vote:** Sen. Buttrey moved **approval of the rates shown on p. A-173, fig. 21 for the Worker's Compensation Management Program.** Motion carried unanimously by voice vote.
- 01:43:59 Ms. Wilkinson, LFD
01:44:13 Chair Osmundson
- 01:44:16 **Motion:** Sen. Olson moved **approval of the Fee Group A 2013 schedule on p. A-181, Fig. 25, for fiscal years 2014 and 2015 in the Professional Development Center Training Program.**
- Discussion**
- 01:45:00 Ms. Wilkinson, LFD
01:45:52 Sen. Olson
01:45:58 Sen. Wanzenried
01:46:10 Ms. Wilkinson, LFD
01:46:26 Rep. McCarthy
01:46:32 Chair Osmundson
01:48:30 Sen Olson
- 01:48:33 **Vote:** Motion carried 4-2 by roll call vote. Rep. McCarthy and Sen. Wanzenried voting no.
- 01:48:36 **Motion/Vote:** Senator Buttrey moved to **approve the rates as shown on p. A-182, Fig. 26. for the Human Resources Information Services.** Motion carried unanimously by voice vote.
- 01:49:22 Ms. Wilkinson, LFD
- 01:49:36 **Motion/Vote:** Sen. Buttrey moved **approval of PL 00101, Burial Board.** Motion carried unanimously by voice vote.
- 01:50:09 **Motion:** Sen. Olson moved **Adoption of PL 0051 and PL 0052.**

01:50:26 Ms. Wilkinson, LFD

01:50:40 **Motion:** Sen. Olson moved to **apply the fixed cost rates and inflation, deflation as adopted by the General Government, Natural Resources, and Transportation joint sub-committees and to adopt the resulting expenditures and funding, and also moved to have staff report back on the adjustments to expenditures and funding of the action on each agency program.**

Discussion

01:51:39 Ms. Wilkinson, LFD

01:52:18 Sen. Wanzenried

01:52:36 Ms. Wilkinson, LFD

01:53:42 Sen. Wanzenried

01:54:05 Ms. Wilkinson, LFD

01:55:03 Sen. Wanzenried

01:55:15 Ms. Wilkinson, LFD

01:57:03 **Motion Withdrawal:** Sen. Olson withdrew his previous motion.

01:57:13 Ms. Wilkinson, LFD

01:57:33 **Motion/Vote:** Sen. Olson moved to **adopt the budget office's inflation deflation for the 2015 biennium budget, the list that we have here excluding the motor pool fixed cost usage rate, and also noting that propane is a negative instead of a positive 3.41%.** Motion carried unanimously by voice vote.

01:58:17 Ms. Wilkinson, LFD

01:58:44 **Motion/Vote:** Sen. Buttrey moved to **approve the SWCAP as proposed in the Governor's budget.** Motion carried unanimously by voice vote.

01:59:15 Ms. Wilkinson, LFD

01:59:57 **Motion:** Sen. Olson moved to **apply the fixed cost rates in inflation and deflation as adopted by the General Government, Natural Resources and Transportation joint sub-committees, and adopt the resulting expenditures and funding, and moved to have staff report back on the adjustments to expenditures and funding of the action on each agency program globally.**

Discussion

02:00:28 Ms. Wilkinson, LFD

02:00:34 Sen. Olson

02:00:42 Sen. Wanzenried

02:00:52 Ms. Wilkinson, LFD

02:01:26 Mr. Bruno, OBPP

02:01:40 Ms. Wilkinson, LFD

- 02:01:48 **Vote:** Motion carried unanimously by voice vote.
- 02:02:22 Ms. Wilkinson, LFD
02:02:49 Sen. Olson
02:02:59 Chair Osmundson
02:03:08 Ms. Wilkinson, LFD
02:03:17 Sen. Olson
02:03:50 Ms. Wilkinson, LFD
- 02:04:19 **Motion:** Sen. Olson moved to **accept PL 0051 adjustment for all Personal Statewide Services.**
- 02:04:36 Sen. Wanzenried
02:04:45 Ms. Wilkinson, LFD
02:05:00 Mr. Bruno, OBPP
- 02:05:11 **Vote:** Motion carried unanimously by voice vote.
- 02:05:28 **Motion:** Sen. Olson moved to **adopt PL 00102, allocate department indirect admin. costs globally for the HB 2 programs.**
- 02:06:00 Sen. Wanzenried
02:06:36 Mr. Bruno, OBPP
- 02:06:46 **Vote:** Motion carried unanimously by voice vote.
- 02:07:09 Ms. Wilkinson, LFD
- 02:08:10 **Motion:** Sen. Buttrey moved **approval of Decision Package PL 00606, eliminate general fund install purchase budget.**
- 02:08:25 Sen. Wanzenried
02:08:40 Ms. Wilkinson, LFD
02:08:59 Mr. Bruno, OBPP
- 02:09:14 **Vote:** Motion carried unanimously by voice vote.
- 02:09:28 Ms. Wilkinson, LFD
- 02:10:37 **Motion/Vote:** Rep. Edmunds moved to **approve Decision Package 703, Montana Land Information Act, contingent upon passage of HB 38.** Motion carried unanimously by voice vote.
- 02:11:00 Ms. Wilkinson, LFD
- 02:11:38 **Motion/Vote:** Sen. Buttrey moved **approval of new Package 01401, Licensing and enforce system maintenance.** Motion carried unanimously by voice vote.
- 02:12:03 Ms. Wilkinson, Montana State Lottery

02:12:42 **Motion/Vote:** Rep. Edmunds moved to **approve Decision Package 1501 Montana Lottery Coronice MP terminals one-time only.** Motion carried unanimously by voice vote.

02:13:05 Ms. Wilkinson, LFD
02:14:02 Mr. Bruno, OBPP
02:14:09 Sen. Wanzenried
02:14:16 Mr. Bruno, OBPP

02:14:47 Meeting Recessed.
02:24:43 Meeting Resumed.

02:24:50 **Motion/Vote:** Sen. Olson moved to **adopt fixed costs for the Legislature Audit Division as proposed in the Governor's budget for 2014 and 2015.** Motion carried unanimously by voice vote.

02:25:14 Ms. Wilkinson, LFD
02:26:05 Chair Osmundson
02:26:15 Ms. Wilkinson, LFD
02:28:15 Sen. Buttrey
02:28:27 Ms. Wilkinson, LFD
02:29:27 Sen. Wanzenried
02:30:23 Ms. Wilkinson, LFD
02:31:08 Sen. Wanzenried
02:31:16 Chair Osmundson
02:31:29 Mr. Bruno, OBPP
02:31:55 Sen. Buttrey
02:32:06 Chair Osmundson
02:32:19 Sen. Wanzenried
02:32:55 Sen. Olson
02:33:46 Chair Osmundson
02:33:51 Ms. Wilkinson, LFD
02:34:49 Chair Osmundson
02:34:53 Sen. Buttrey
02:35:05 Ms. Wilkinson, LFD
02:35:21 Chair Osmundson

ADJOURNMENT

Adjournment: 02:35:21

Molly Miltenberger, Secretary

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Additional Documents:

EXHIBIT([jgh09aad.pdf](#))