



Joint
Legislative
Millennium
Fund
Committee

March 7, 2017

Idaho Legislature

**JOINT LEGISLATIVE
MILLENNIUM FUND
COMMITTEE**

State Capitol
Room C305
Boise, Idaho 83720

SENATE MEMBERS

Patti Anne Lodge, Chairman
Dan Johnson
Fred Martin
Janie Ward-Engelking
Grant Burgoyne

HOUSE MEMBERS

Fred Wood, Chairman
Stephen Hartgen
Robert Anderst
Phylis King
Melissa Wintrow

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*TO: The Honorable Members of the Senate and House of
Representatives of the State of Idaho*

Pursuant to Section 67-1804, and Section 67-1808(6), Idaho Code, the committee is privileged to submit its annual report and recommendations for legislative consideration.

Respectfully submitted on behalf of the Joint Millennium Fund Committee,

Senator Patti Anne Lodge
Co-Chairman

Representative Fred Wood
Co-Chairman



March 7, 2017

Idaho Joint Legislative Millennium Fund Committee

Title 67, Chapter 18, Idaho Code

FY 2018 Report and Recommendations

Committee Membership

The Joint Millennium Fund Committee consists of ten members - five members from the Senate and five members from the House of Representatives. Three members are appointed by the President Pro Tempore of the Senate, one of whom is co-chairman of the committee, and two are appointed by the Minority Leader of the Senate. In the House, three members are appointed by the Speaker, one of whom is co-chairman, and two are appointed by the minority leader of the House of Representatives. The term of a member coincides with the term of election to the Legislature. Any vacancy on the committee is filled by the appointing authority of that member, and members may be reappointed to a subsequent term. Current members are:

Senate

Patti Anne Lodge, Chairman
Dan Johnson
Fred Martin
Janie Ward-Engelking
Grant Burgoyne

House

Fred Wood, Chairman
Stephen Hartgen
Robert Anderst
Phylis King
Mellissa Wintrow

Powers and Duties of the Committee

The committee is required to meet no less than twice each year. It establishes its own rules for governance and operation of committee proceedings. It may also solicit applications for funding from the Idaho Millennium Income Fund, and meet to hear testimony. The committee also has the power and duty to evaluate the actual and potential success of programs funded with moneys from the income fund, and to present recommendations annually to the Legislature. The committee is supported by staff from the Legislative Services Office.

Millennium Funds

The *Idaho Millennium Income Fund* consists of distributions from the Idaho Millennium Permanent Endowment Fund, the Idaho Millennium Fund and such moneys that may be provided by legislative appropriations. The income fund is managed by the State Treasurer and retains its own earnings. The uses of this fund are determined by legislative appropriation.

The *Idaho Millennium Permanent Endowment Fund* consists of eighty percent of moneys received each year by the state of Idaho on and after January 1, 2007, pursuant to the master settlement agreement entered into between tobacco product manufacturers and the state, and any other moneys that may be appropriated or otherwise directed to the fund. Each year, the State Treasurer is to distribute five percent of the fund's average monthly fair market value for the first twelve months of the preceding twenty-four months, to the Idaho Millennium Income Fund, providing that the distribution does not exceed the fund's fair market value on the first business day of July.

Likewise, the *Idaho Millennium Fund* consists of twenty percent of moneys received each year by the state of Idaho on and after January 1, 2007, pursuant to the master settlement agreement entered into between tobacco product manufacturers and the state and any other moneys that may be appropriated or otherwise directed to the fund. Each year, the State Treasurer is to distribute five percent of the fund's average monthly fair market value for the first twelve months of the preceding twenty-four months, to the Idaho Millennium Income Fund, providing that the distribution does not exceed the fund's fair market value on the first business day of July.

FY 2018 Millennium Income Fund Revenue

<i>FY 2018 BEGINNING CASH BALANCE</i>		\$3,124,700
<u>5% REVENUE DISTRIBUTIONS TO INCOME FUND</u>		
1. July 1, 2016: Millennium Permanent Endowment Fund (0545)	11,837,572	
2. July 1, 2016: Idaho Millennium Fund (0540)	1,296,388	
TOTAL DISTRIBUTIONS TO MILLENNIUM INCOME FUND		\$13,133,960
LESS: Investment Management Consulting Fees		(\$80,000)
LESS: Transfer to Endowment Fund at end of FY 2017, per S1420		(\$3,124,700)
TOTAL REVENUE AVAILABLE FOR FY 2018 (Rounded)		\$13,054,000

Committee Meetings

The Joint Millennium Fund Committee held its applicant hearing meeting in Boise on Thursday, December 8, 2016, from 8:30 am to 2:50 pm, and Friday December 9, 2016 from 9:00 am to 11:06 am, in room EW 42 of the Idaho State Capitol Building. All committee members were in attendance. On Friday December 9, Senator Lodge was absent and excused, but listening live at her house.

Applicants were allotted 20 minutes to present their grant proposal and discussed previous awards they have received, as well as, responded to questions from the committee. At the conclusion of the meeting on Friday, committee members in attendance were asked to rank every grant proposal a funding priority of high, medium, low, or none. Staff then assigned a numerical score of three, two, one, or zero respectively. As a result of this process, each grant request had a maximum potential score of thirty.

The recommendation setting meeting was held in Boise on Monday, February 27, 2017, from 12:00 pm to 1:25 pm, in room WW 17 of the Idaho State Capitol Building, where the committee took formal action on information and proposals that had been provided in the previous meeting. All committee members were in attendance.

Grant Applications & Committee Recommendations

Grant proposals were solicited in August for those wishing to apply, and applicants were instructed to have them submitted, along with annual reports if applicable, by the close of business on Friday, October 14, 2016, for processing. As part of the criteria, grant proposals would only be considered for 1) programs and projects related to tobacco cessation or prevention, substance abuse cessation or prevention, or tobacco or substance abuse related disease treatment; and 2) evaluation of prior year award winners. A total of 23 applications

were received. The committee had three motions introduced. On a 6-4 vote, the committee voted to recommend funding for the amended substitute motion, which included funding for those grant requests receiving a 50% (or higher) committee score. Those scoring 49% or below were not recommended to be funded. A title and entity name for each grant proposal, amounts being requested, and amounts recommended by the Committee are as follows:

APPLICANT	Requested Amount	Committee Recommended Amount
1. Department of Health & Welfare <i>Project Filter, Tobacco Cessation Services</i>	\$2,706,700	\$2,706,700*
2. Department of Juvenile Corrections <i>Youth Prevention & Cessation</i>	\$747,000	\$747,000
3. Office of Drug Policy <i>Rx Drug Abuse Prevention (Pharmacy Boxes & Marketing Cmpgn)</i>	\$871,200	\$194,700
4. Public Health Districts <i>Tobacco Cessation Programs</i>	\$750,000	\$750,000*
5. Idaho State Police <i>Tobacco Compliance Checks</i>	\$187,100	\$187,100
6. Lewis-Clark State College <i>Fresh Mouth Campaign</i>	\$152,900	\$0
7. Department of Correction <i>Substance Abuse Treatment</i>	\$1,859,200	\$1,859,200
8. Association of Counties <i>Recovery Centers</i>	\$300,000	\$300,000
9. American Cancer Society <i>Cancer Screening Awareness</i>	\$194,200	\$194,200
10. Boys & Girls Club <i>Teen Empowerment Project</i>	\$159,000	\$159,000
11. Community Coalitions of Idaho <i>Substance Abuse Prevention Coalitions</i>	\$24,000	\$24,000
12. Idaho Drug Free Youth <i>iDFY Project</i>	\$205,100	\$205,100
13. Academy of Family Physicians <i>Tar Wars Program</i>	\$83,000	\$83,000
14. Idaho Youth Ranch <i>Anchor House: Family Therapy & Support Center</i>	\$100,000	\$100,000
15. American Lung Association <i>Tobacco Prevention & Cessation</i>	\$229,000	\$229,000
16. Idaho Meth Project <i>Meth Prevention</i>	\$649,900	\$649,900
17. Truth208 <i>Prescription Drug Abuse Awareness</i>	\$495,300	\$495,300
18. Nez Perce Tribe <i>Supporting Fathers Supporting Children</i>	\$90,600	\$90,600
19. Phoenix Multisport <i>Boise: A Sober Living Community</i>	\$177,700	\$0
20. Recovery 4 Life <i>Serial Inebriate Program</i>	\$437,600	\$0
21. Shoshone-Bannock Tribes <i>Peer Recovery Support Services</i>	\$161,400	\$161,400

APPLICANT	Requested Amount	Committee Recommended Amount
22. Foundation for the Idaho Conference on Alcohol & Drug Dependence (ICADD) <i>Recovery Coach Scholarships</i>	\$58,000	\$0
23. Benchmark Research & Safety, Inc. <i>Addictions Electronic Clearinghouse</i>	\$221,200	\$0
TOTAL APPLICANT REQUESTS	\$10,860,100	\$9,136,200
FY 2018 ENDING BALANCE (<i>Revenue less Applicant Requests</i>)	\$2,193,900	\$3,917,800

Included in the approved motion, is for the Department of Health & Welfare, Project Filter to be funded as ongoing. The approved motion also included a recommendation for ongoing funding for the Public Health Districts, and shall be used exclusively for tobacco cessation. The motion stated that: notwithstanding Sections 39-411 and 39-425, Idaho Code, the allocation from the Millennium Income Fund, to each Public Health District, is to be based upon district population compared to the estimated smoker rates. The relevant data points and recommended funding amounts are as follows:

Health District	Estimated % of Smokers	District Population	Est Pop That Smoke	Est Pop that Smoke as a % of the State	Allocated Millennium Fund
1	17.9%	225,007	40,276	15.3%	\$114,700
2	17.2%	107,383	18,470	7.0%	\$52,600
3	20.4%	272,363	55,562	21.1%	\$158,200
4	13.3%	477,248	63,474	24.1%	\$180,600
5	20.5%	192,395	39,441	15.0%	\$112,300
6	14.2%	168,930	23,988	9.1%	\$68,300
7	10.5%	211,604	22,218	8.4%	\$63,300
IDAHO	0.0%	1,654,930	263,430	100.0%	\$750,000

The committee unanimously approved a second motion, made by Representative Wood, and seconded by Representative Anderst, to transfer any remaining moneys in the Millennium Income Fund to the Endowment Fund at the conclusion of FY 2018. The committee failed to approve a third motion to not solicit for or review grant requests for FY 2019 on a 5-5 vote but decided to hold another meeting to discuss this motion further.

The committee met again on March 3, 2017 to discuss the future of the Millennium Income Fund and purpose of the committee. With a motion by Rep. Wood and Second by Rep Hartgen, the committee voted 6-4 to not be required to solicit for, or hear presentations for grants from the Income Fund. The approved motion: "I move, notwithstanding Section 67-1808 subsections (3) and (4) of Idaho Code, that the Joint Legislative Millennium Fund Committee, not be required to solicit for, nor consider applications for funding from the Idaho Millennium Income Fund for the FY2019 budget cycle."