

IN THE HOUSE OF REPRESENTATIVES

HOUSE BILL NO. 664

BY APPROPRIATIONS COMMITTEE

AN ACT

1 APPROPRIATING ADDITIONAL MONEYS TO THE STATE TAX COMMISSION FOR FISCAL  
2 YEAR 2012; APPROPRIATING MONEYS TO THE STATE TAX COMMISSION FOR FISCAL  
3 YEAR 2013; LIMITING THE NUMBER OF AUTHORIZED FULL-TIME EQUIVALENT PO-  
4 SITIONS; PROVIDING GUIDANCE FOR EMPLOYEE COMPENSATION AND BENEFITS;  
5 PROVIDING LEGISLATIVE INTENT WITH REGARD TO THE TAX COMPLIANCE INITIA-  
6 TIVE; AND DECLARING AN EMERGENCY.  
7

8 Be It Enacted by the Legislature of the State of Idaho:

9 SECTION 1. In addition to the appropriation made in Section 1, Chapter  
10 272, Laws of 2011, and any other appropriation provided for by law, there is  
11 hereby appropriated to the State Tax Commission, the following amounts to  
12 be expended for the designated programs and expense classes, from the listed  
13 funds for the period July 1, 2011, through June 30, 2012:

	FOR PERSONNEL COSTS	FOR OPERATING EXPENDITURES	TOTAL
17 I. GENERAL SERVICES:			
18 FROM:			
19 Multistate Tax Compact			
20 Fund		\$250,000	\$250,000
21 Administration and Accounting			
22 Fund	\$56,000	4,500	60,500
23 TOTAL	\$56,000	\$254,500	\$310,500
24 II. AUDIT AND COLLECTIONS:			
25 FROM:			
26 Federal Grant			
27 Fund	\$71,000	\$25,000	\$96,000
28 III. REVENUE OPERATIONS:			
29 FROM:			
30 Administration and Accounting			
31 Fund	\$1,000	\$3,900	\$4,900
32 Federal Grant			
33 Fund	12,000	0	12,000
34 TOTAL	\$13,000	\$3,900	\$16,900

	FOR PERSONNEL COSTS	FOR OPERATING EXPENDITURES	TOTAL
GRAND TOTAL	\$140,000	\$283,400	\$423,400

SECTION 2. There is hereby appropriated to the State Tax Commission, the following amounts to be expended according to the designated programs and expense classes, from the listed funds for the period July 1, 2012, through June 30, 2013:

	FOR PERSONNEL COSTS	FOR OPERATING EXPENDITURES	FOR CAPITAL OUTLAY	TOTAL
I. GENERAL SERVICES:				
FROM:				
General				
Fund	\$4,207,900	\$2,585,500		\$6,793,400
Multistate Tax Compact				
Fund		323,600	\$41,300	364,900
Administration and Accounting				
Fund	6,900	102,400	2,500	111,800
Administration Services for Transportation				
Fund	445,200	471,200	60,000	976,400
Seminars and Publications				
Fund	<u>0</u>	<u>9,100</u>	<u>0</u>	<u>9,100</u>
TOTAL	\$4,660,000	\$3,491,800	\$103,800	\$8,255,600
II. AUDIT AND COLLECTIONS:				
FROM:				
General				
Fund	\$12,304,200	\$1,939,500		\$14,243,700
Multistate Tax Compact				
Fund	1,294,800	475,500		1,770,300
Administration and Accounting				
Fund	23,000	72,500		95,500
Administration Services for Transportation				
Fund	1,609,600	345,500		1,955,100
Federal Grant				
Fund	<u>71,000</u>	<u>25,000</u>		<u>96,000</u>
TOTAL	\$15,302,600	\$2,858,000		\$18,160,600

1	FOR	FOR	FOR		
2	PERSONNEL	OPERATING	CAPITAL		
3	COSTS	EXPENDITURES	OUTLAY	TOTAL	
4	III. REVENUE OPERATIONS:				
5	FROM:				
6	General				
7	Fund	\$3,297,600	\$1,919,200	\$61,800	\$5,278,600
8	Multistate Tax Compact				
9	Fund		31,500	6,000	37,500
10	Administration and Accounting				
11	Fund	103,400	79,100		182,500
12	Administration Services for Transportation				
13	Fund	535,100	318,700	10,900	864,700
14	Seminars and Publications				
15	Fund		14,400		14,400
16	Federal Grant				
17	Fund	<u>12,000</u>	<u>0</u>	<u>0</u>	<u>12,000</u>
18	TOTAL	\$3,948,100	\$2,362,900	\$78,700	\$6,389,700
19	IV. PROPERTY TAX:				
20	FROM:				
21	General				
22	Fund	\$2,548,100	\$371,300		\$2,919,400
23	Seminars and Publications				
24	Fund	<u>0</u>	<u>131,000</u>	<u>\$8,800</u>	<u>139,800</u>
25	TOTAL	\$2,548,100	\$502,300	\$8,800	\$3,059,200
26	GRAND TOTAL	\$26,458,800	\$9,215,000	\$191,300	\$35,865,100

27 SECTION 3. FTP AUTHORIZATION. In accordance with Section 67-3519,  
28 Idaho Code, the State Tax Commission is authorized no more than four hundred  
29 sixty-one (461) full-time equivalent positions at any point during the pe-  
30 riod July 1, 2012, through June 30, 2013, unless specifically authorized by  
31 the Governor. The Joint Finance-Appropriations Committee will be notified  
32 promptly of any increased positions so authorized.

33 SECTION 4. EMPLOYEE COMPENSATION AND BENEFITS. The Legislature rec-  
34 ognizes and thanks all state workers for their dedication, professionalism  
35 and for the personal sacrifices they make every day in the performance of  
36 their duties to serve our citizens. In accordance with the provisions of  
37 Section 67-5309C, Idaho Code, the Legislature supports the Governor's rec-  
38 ommendation in not making changes in annual salaries and benefits for state

1 employees based upon labor markets or specific occupational inequities;  
2 directs agencies and institutions that have excess personnel cost appro-  
3 priations or salary savings due to turnover to use such funding for a merit  
4 increase component, notwithstanding the provisions of Section 67-5309B(4),  
5 Idaho Code, to recognize and reward permanent and temporary state employ-  
6 ees; and does provide funding to agencies and institutions to provide a two  
7 percent (2%) pay increase for all classified and nonclassified permanent  
8 performing employees. Performing employees shall be all permanent employ-  
9 ees, including adjunct faculty at colleges and universities, who have been  
10 rated as "achieves" or better on a performance plan if required by Division  
11 of Human Resources rule, including probationary permanent employees making  
12 satisfactory progress. The Legislature supports the Governor's recommenda-  
13 tion to fund increases in the cost of health insurance benefits and directs  
14 the director of the Department of Administration, as the administrator of  
15 the state insurance plan, to maintain the current benefit package to the ex-  
16 tent possible, which may require a cost sharing on the part of employees for  
17 the increased cost of the health insurance plan.

18 SECTION 5. LEGISLATIVE INTENT. It is the intent of the Legislature that  
19 the State Tax Commission provide quarterly reports to the Governor and the  
20 Joint Finance-Appropriations Committee comparing the total costs from all  
21 funding sources used for all phases of the "Tax Gap" compliance efforts and  
22 the year-to-date and historical collections related to those efforts. The  
23 State Tax Commission shall present an update of the Tax Gap study to the Joint  
24 Finance-Appropriations Committee at its fall meeting. The update shall in-  
25 clude, but is not limited to, a historical analysis of how many positions  
26 were provided by the Legislature for Governor's initiatives, what were those  
27 positions' original responsibilities, what are their current responsibili-  
28 ties, and how will they continue to address compliance issues.

29 SECTION 6. An emergency existing therefor, which emergency is hereby  
30 declared to exist, Section 1 of this act shall be in full force and effect on  
31 and after passage and approval.