

MINUTES
JOINT FINANCE-APPROPRIATIONS COMMITTEE

DATE: Tuesday, February 24, 2015
TIME: 8:00 A.M.
PLACE: Room C310
MEMBERS PRESENT: Senators Co-chairman Cameron, Keough, Mortimer, Bair, Nuxoll, Johnson, Thayn, Guthrie, Schmidt, Lacey
Representatives Co-chairman Bell, Gibbs, Miller, Youngblood, Burtenshaw, Horman, Malek, Monks, King, Gannon
ABSENT/EXCUSED: None
CONVENED: Senator Cameron convened the meeting at 8:00 A.M.
STAFF PRESENT: Bybee, Houston
SUPPLEMENTALS: **FY 2015 SUPPLEMENTAL APPROPRIATIONS**

DEPARTMENT OF LABOR
Employment Services

PRESENTER: **Keith Bybee, Principal Budget and Policy Analyst, Legislative Services Office**
Additional IT Equipment
Includes \$190,000 in one-time capital outlay for switch replacements necessary to maintain network system. This request is to keep switch replacements on a five-year rotation ensuring there are no problems with the network due to technology. This request was inadvertently left out of the FY 2015 budget request.
Unanimous Consent Request
On request by Mortimer, granted by unanimous consent, the FY 2015 budget for the Department of Labor was reopened.

CARRIED: **Original Motion**

Moved by Mortimer, seconded by Keough, to approve for introduction \$0 General Funds, \$190,000 Dedicated Funds, \$0 Federal Funds for a total of \$190,000 with FTP of 0.00

Ayes: 19
Cameron, Keough, Bair, Mortimer, Nuxoll, Johnson, Thayn, Guthrie, Schmidt, Lacey, Bell, Gibbs, Miller, Youngblood, Horman, Monks, Burtenshaw, King, Gannon

Nays: 0

Ab/Ex: 1

Malek

The majority having voted in the affirmative, the motion has passed and

without objection will carry a DO PASS recommendation. There being no objection, it was so ordered by Chairman Cameron.

iUS/Labor Exchange Fund Shift and Increase

This request shifts \$3 million in operating expenditures from the Unemployment Security Special Administration Fund (Special Admin Fund) to the Unemployment Penalty and Interest Fund (P&I Fund), and requests an additional \$3 million from the Unemployment Penalty and Interest Fund to support the iUS project and activities related to the Wagner-Peyser Grant. iUS cost overruns and diminishing long-term interest income have depleted the cash balance in the Special Admin Fund and requires a shift to the P&I Fund, which has a sufficient cash balance, to cover those ongoing activities.

CARRIED:

Original Motion

Moved by Mortimer, seconded by Keough, to approve for introduction \$0 General Funds, \$3,000,000 Dedicated Funds, \$0 Federal Funds for a total of \$3,000,000 with FTP of 0.00
reduce Special Admin Fund by 3M and increase Penalty and Interest Fund by 6M

Ayes: 19

Cameron, Keough, Bair, Mortimer, Nuxoll, Johnson, Thayn, Guthrie, Schmidt, Lacey, Bell, Gibbs, Miller, Youngblood, Horman, Monks, Burtenshaw, King, Gannon

Nays: 0

Ab/Ex: 1

Malek

The majority having voted in the affirmative, the motion has passed and without objection will carry a DO PASS recommendation. There being no objection, it was so ordered by Chairman Cameron.

BUDGET SETTING:

SETTING FY 2016 APPROPRIATIONS

DEPARTMENT OF FINANCE

PRESENTER:

Keith Bybee, Principal Budget and Policy Analyst, Legislative Services Office

Disclosure and Possible Conflict of Interest

Pursuant to Senate Rule 39(H), Senators Mortimer and Cameron disclosed they have a possible conflict of interest under applicable law; they do plan to vote on the issue currently before the Committee.

MOTIONS:

Original Motion

Moved by Youngblood, seconded by Gibbs, to approve for introduction \$0 General Funds, \$7,750,000 Dedicated Funds, \$0 Federal Funds for a total of \$7,750,000 with FTP of 64.00

FAILED:

Substitute Motion

Moved by Johnson, seconded by Guthrie, to approve for introduction \$0 General Funds, \$7,479,600 Dedicated Funds, \$0 Federal Funds for a total of \$7,479,600 with FTP of 64.00

Ayes: 3

Nuxoll, Johnson, Guthrie

Nays: 15

Cameron, Keough, Bair, Mortimer, Thayn, Lacey, Bell, Gibbs, Miller, Youngblood, Horman, Monks, Burtenshaw, King, Gannon

Ab/Ex: 2

Schmidt, Malek

CARRIED

Vote on Original Motion

Ayes: 17

Cameron, Keough, Bair, Mortimer, Nuxoll, Johnson, Thayn, Lacey, Bell, Gibbs, Miller, Youngblood, Horman, Monks, Burtenshaw, King, Gannon

Nays: 1

Guthrie

Ab/Ex: 2

Schmidt, Malek

The majority having voted in the affirmative, the motion has passed and without objection will carry a DO PASS recommendation. There being no objection, it was so ordered by Chairman Cameron.

**INTENT
LANGUAGE:**

Legislative Intent Language

The Department of Finance is hereby granted continuous appropriation authority for reimbursement of persons to whom an Idaho court awards actual damages resulting from acts constituting violations of the Idaho Residential Mortgage Practices Act by a mortgage broker, mortgage lender or mortgage loan originator who was licensed or required to be licensed, per Section 26–31–109, Idaho Code.

**UNANIMOUS
CONSENT:**

On request by Youngblood, granted by unanimous consent, the legislative intent language shown above was accepted.

OFFICE OF THE GOVERNOR

State Liquor Division

PRESENTER:

Keith Bybee, Principal Budget and Policy Analyst, Legislative Services Office

CARRIED

Original Motion

Moved by Gibbs, seconded by Lacey, to approve for introduction \$0 General Funds, \$18,593,200 Dedicated Funds, \$0 Federal Funds for a total of \$18,593,200 with FTP of 212.00

Ayes: 16

Cameron, Keough, Bair, Mortimer, Johnson, Thayn, Guthrie, Lacey, Bell, Gibbs, Miller, Youngblood, Horman, Burtenshaw, King, Gannon

Nays: 1

Nuxoll

Ab/Ex: 3

Schmidt, Malek, Monks

The majority having voted in the affirmative, the motion has passed and without objection will carry a DO PASS recommendation. There being no objection, it was so ordered by Chairman Cameron.

SELF-GOVERNING AGENCIES

PRESENTER:

Keith Bybee, Principal Budget and Policy Analyst, Legislative Services Office

Regulatory Boards

CARRIED:

Original Motion

Moved by Miller, seconded by Bell, to approve for introduction \$0 General Funds, \$6,831,100 Dedicated Funds, \$0 Federal Funds for a total of \$6,831,100 with FTP of 64.00

Ayes: 20

Cameron, Keough, Bair, Mortimer, Nuxoll, Johnson, Thayn, Guthrie, Schmidt, Lacey, Bell, Gibbs, Miller, Youngblood, Horman, Malek, Monks, Burtenshaw, King, Gannon

Nays: 0

Ab/Ex: 0

The majority having voted in the affirmative, the motion has passed and without objection will carry a DO PASS recommendation. There being no objection, it was so ordered by Chairman Cameron.

CARRIED:

State Lottery

Original Motion

Moved by Gibbs, seconded by Keough, to approve for introduction \$0 General Funds, \$5,696,000 Dedicated Funds, \$0 Federal Funds for a total of \$5,696,000 with FTP of 45.00

Ayes: 20

Cameron, Keough, Bair, Mortimer, Nuxoll, Johnson, Thayn, Guthrie, Schmidt, Lacey, Bell, Gibbs, Miller, Youngblood, Horman, Malek, Monks, Burtenshaw, King, Gannon

Nays: 0

Ab/Ex: 0

The majority having voted in the affirmative, the motion has passed and without objection will carry a DO PASS recommendation. There being no objection, it was so ordered by Chairman Cameron.

**INTENT
LANGUAGE:**

Legislative Intent Language

It is legislative intent that amounts necessary to pay prizes, retailer commissions, advertising and promotional costs, and gaming supplier vendor fees based on sales shall be continuously appropriated to the State Lottery under the provisions of Section 67-7428, Idaho Code.

**UNANIMOUS
CONSENT:**

On request by Gibbs, granted by unanimous consent, the legislative intent language shown above was accepted.

BOARD OF LAND COMMISSIONERS

Endowment Fund Investment Board

PRESENTER: Ray Houston, Principal Budget and Policy Analyst, Legislative Services Office

CARRIED: Original Motion
Moved by Monks, seconded by Nuxoll, to approve for introduction \$0 General Funds, \$644,500 Dedicated Funds, \$0 Federal Funds for a total of \$644,500 with FTP of 3.70

Ayes: 20

Cameron, Keough, Bair, Mortimer, Nuxoll, Johnson, Thayn, Guthrie, Schmidt, Lacey, Bell, Gibbs, Miller, Youngblood, Horman, Malek, Monks, Burtenshaw, King, Gannon

Nays: 0

Ab/Ex: 0

The majority having voted in the affirmative, the motion has passed and without objection will carry a DO PASS recommendation. There being no objection, it was so ordered by Chairman Cameron.

INTENT LANGUAGE:

Legislative Intent Language

SECTION 3. The Endowment Fund Investment Board is hereby granted continuous appropriation authority for consulting fees, bank custodial fees, and portfolio-related external costs for the period July 1, 2015, through June 30, 2016.

SECTION 4. LEGISLATIVE INTENT. It is the intent of the legislature that for fiscal year 2016, the Endowment Fund Investment Board transfer \$56,473,200 as follows: \$32,758,800 from the Public School Earnings Reserve Fund to the Public School Income Fund; \$1,288,800 from the Agricultural College Earnings Reserve Fund to the Agricultural College Income Fund; \$4,500,000 from the Charitable Institutions Earnings Reserve Fund to the Charitable Institutions Income Fund; \$3,608,400 from the Normal School Earnings Reserve Fund to the Normal School Income Fund; \$1,872,000 from the Penitentiary Earnings Reserve Fund to the Penitentiary Income Fund; \$3,866,400 from the Scientific School Earnings Reserve Fund to the Scientific School Income Fund; \$4,562,400 from the Mental Hospital Earnings Reserve Fund to the Mental Hospital Income Fund; and \$4,016,400 from the University Earnings Reserve Fund to the University Income Fund.

UNANIMOUS CONSENT:

On request by Monks, granted by unanimous consent, the legislative intent language as shown above was accepted.

OFFICE OF THE GOVERNOR

Office of Energy Resources

PRESENTER: Ray Houston, Principal Budget and Policy Analyst, Legislative Services Office

CARRIED:

Original Motion

Moved by Miller, seconded by Monks, to approve for introduction \$0 General Funds, \$787,600 Dedicated Funds, \$727,400 Federal Funds for a total of \$1,515,000 with FTP of 8.00

Ayes: 19

Cameron, Keough, Bair, Mortimer, Nuxoll, Johnson, Guthrie, Schmidt, Lacey, Bell, Gibbs, Miller, Youngblood, Horman, Malek, Monks, Burtenshaw, King, Gannon

Nays: 0

Ab/Ex: 1

Thayn

The majority having voted in the affirmative, the motion has passed and without objection will carry a DO PASS recommendation. There being no objection, it was so ordered by Chairman Cameron.

PUBLIC UTILITIES COMMISSION

PRESENTER:

Ray Houston, Principal Budget and Policy Analyst, Legislative Services Office

CARRIED:

Original Motion

Moved by King, seconded by Keough, to approve for introduction \$0 General Funds, \$5,856,100 Dedicated Funds, \$307,600 Federal Funds for a total of \$6,163,700 with FTP of 52.00

Ayes: 20

Cameron, Keough, Bair, Mortimer, Nuxoll, Johnson, Thayn, Guthrie, Schmidt, Lacey, Bell, Gibbs, Miller, Youngblood, Horman, Malek, Monks, Burtenshaw, King, Gannon

Nays: 0

Ab/Ex: 0

The majority having voted in the affirmative, the motion has passed and without objection will carry a DO PASS recommendation. There being no objection, it was so ordered by Chairman Cameron.

DEPARTMENT OF PARKS AND RECREATION

Lava Hot Springs Foundation

PRESENTER:

Ray Houston, Principal Budget and Policy Analyst, Legislative Services Office

CARRIED:

Original Motion

Moved by Burtenshaw, seconded by Lacey, to approve for introduction \$0 General Funds, \$1,968,700 Dedicated Funds, \$0 Federal Funds for a total of \$1,968,700 with FTP of 13.80

Ayes: 19

Cameron, Keough, Bair, Mortimer, Nuxoll, Johnson, Thayn, Guthrie, Schmidt, Lacey, Bell, Gibbs, Miller, Youngblood, Horman, Monks, Burtenshaw, King, Gannon

Nays: 0

Ab/Ex: 1

Malek

The majority having voted in the affirmative, the motion has passed and without objection will carry a DO PASS recommendation. There being no objection, it was so ordered by Chairman Cameron.

ADJOURNED:

There being no further business, the meeting was adjourned at 9:14 A.M.

Senator Cameron
Chair

Peggy Moyer
Secretary