

MINUTES
JOINT FINANCE-APPROPRIATIONS COMMITTEE

DATE: Tuesday, February 23, 2016
TIME: 8:00 A.M.
PLACE: Room C310
MEMBERS: Senators Co-chairman Keough, Bair, Mortimer, Brackett, Nuxoll, Johnson, Thayn, Guthrie, Schmidt, Lacey
Representatives Co-chairman Bell, Gibbs, Miller, Youngblood, Horman, Malek, Monks, Burtenshaw, King, Gannon
**ABSENT/
EXCUSED:** None
CONVENED: Chairman Keough convened the meeting at 8:00 A.M.
**STAFF
PRESENT:** Tatro, Lockett

**BUDGET
SETTING:** SETTING FY 2017 APPROPRIATIONS

PUBLIC HEALTH DISTRICTS

PRESENTER: Jared Tatro, Principal Budget and Policy Analyst, Legislative Services Office

MOTIONS: Original Motion

Moved by Schmidt, seconded by King, to approve for introduction \$9,507,700 General Funds, \$0 Dedicated Funds, \$0 Federal Funds for a total of \$9,507,700 with FTP of 0.00

Substitute Motion

Moved by Nuxoll, seconded by Monks, to approve for introduction \$9,289,500 General Funds, \$0 Dedicated Funds, \$0 Federal Funds for a total of \$9,289,500 with FTP of 0.00

FAILED: Amended Substitute Motion

Moved by Johnson, seconded by Bell, to approve for introduction \$9,295,400 General Funds, \$0 Dedicated Funds, \$0 Federal Funds for a total of \$9,295,400 with FTP of 0.00

Ayes: 9

Keough, Johnson, Brackett, Thayn, Bell, Gibbs, Miller, Youngblood, Burtenshaw

Nays: 11

Bair, Mortimer, Nuxoll, Guthrie, Schmidt, Lacey, Horman, Malek, Monks, King, Gannon

Ab/Ex: 0

CARRIED: **Vote on Substitute Motion**
Ayes: 11

Keough, Johnson, Brackett, Nuxoll, Thayn, Bell, Gibbs, Miller, Youngblood, Monks, Burtenshaw

Nays: 9

Bair, Mortimer, Guthrie, Schmidt, Lacey, Horman, Malek, King, Gannon

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 Keough.

SELF-GOVERNING AGENCIES
Division of Veterans Services

CARRIED: **Original Motion**

Moved by Johnson, seconded by Gibbs, to approve for introduction \$1,056,400 General Funds, \$17,651,300 Dedicated Funds, \$16,792,500 Federal Funds for a total of \$35,500,200 with FTP of 333.00

Ayes: 20

Keough, Johnson, Bair, Mortimer, Brackett, Nuxoll, 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 Keough.

Medical Boards

DISCLOSURES: Pursuant to Senate Rule 39(H), Senator Schmidt disclosed he has a possible conflict of interest under applicable law; he does plan to vote on the issue currently before the Committee.

Pursuant to House Rule 38, Representative Monks disclosed he has a possible conflict of interest under applicable law; he does plan to vote on the issue currently before the Committee.

Original Motion

Moved by Schmidt, seconded by Nuxoll, to approve for introduction \$0 General Funds, \$6,302,900 Dedicated Funds, \$0 Federal Funds for a total of \$6,302,900 with FTP of 48.20

CARRIED:

Substitute Motion

Moved by King, seconded by Miller, to approve for introduction \$0 General Funds, \$6,309,900 Dedicated Funds, \$0 Federal Funds for a total of \$6,309,900 with FTP of 48.20

Ayes: 10

Johnson, Mortimer, Brackett, Bell, Gibbs, Miller, Youngblood, Burtenshaw, King, Gannon

Nays: 9

Keough, Nuxoll, Thayn, Guthrie, Schmidt, Lacey, Horman, Malek, Monks

Ab/Ex: 1

Bair

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 Keough.

OFFICE OF THE GOVERNOR

Office of Drug Policy

CARRIED:

Original Motion

Moved by Schmidt, seconded by Gibbs, to approve for introduction \$320,700 General Funds, \$3,500 Dedicated Funds, \$4,336,400 Federal Funds for a total of \$4,660,600 with FTP of 6.00

Ayes: 18

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

Nays: 0

Ab/Ex: 2

Bair, Guthrie

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 Keough.

Commission on Aging

Original Motion

CARRIED:

Moved by Malek, seconded by Lacey, to approve for introduction \$4,531,000 General Funds, \$0 Dedicated Funds, \$8,039,600 Federal Funds for a total of \$12,570,600 with FTP of 13.00

Ayes: 18

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

Nays: 1

Schmidt

Ab/Ex: 1

Bair

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 Keough.

**UNANIMOUS
CONSENT:**

On request by Malek, granted by unanimous consent, the intent language shown below was accepted.

**INTENT
LANGUAGE:**

MANAGEMENT REVIEW IMPLEMENTATION REPORT. In February 2016, the Idaho Legislative Services Office, Audits Division released Management Report 18715. This report was conducted per legislative intent language found in House Bill 248 from the 2015 legislative session. The purpose of the report was to evaluate compliance with budget laws, proper accounting procedures, and understand the funding formula associated with the local planning and services areas. Therefore it is the intent of the legislature that the Idaho Commission on Aging use the management report to improve the processes and procedures of the commission and to implement all recommendations and findings outlined in the report for compliance. Further, the commission shall provide a written report to the Legislative Services Office that contains a status update on the implementation of each recommendation and finding, an update on any changes to the state plan or funding formula, and feedback from each AAA and from each Aging Commissioner. The report shall be submitted no later than December 31, 2016.

REGION THREE AAA STATUS UPDATE: It is the intent of the Legislature that the Idaho Commission on Aging provide quarterly updates to the Legislative Services Office on the selection and contract issuance for a new Area Agency on Aging (AAA) in Southwest Idaho's Region 3. This report shall include a list of potential entities willing and able to manage the AAA and include a detailed breakdown of all budget transactions, both forecasted and realized that are related to the selection and transfer of responsibilities from the state Commission on Aging to the new AAA umbrella organization. The first report shall be submitted no later than October 1, 2016, the second report shall be submitted no later than January 1, 2017, the third report shall be submitted no later than April 1, 2017 and the fourth report shall be submitted no later than June 30, 2017.

OFFICE OF THE GOVERNOR

Division of Human Resources

PRESENTER: **Robyn Lockett, Principal Budget & Policy Analyst, Legislative Services Office**

CARRIED: **Original Motion**

Moved by Johnson, seconded by Gibbs, to approve for introduction \$0 General Funds, \$1,808,200 Dedicated Funds, \$0 Federal Funds for a total of \$1,808,200 with FTP of 12.00

Ayes: 20

Keough, Johnson, Bair, Mortimer, Brackett, Nuxoll, 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 Keough.

**UNANIMOUS
CONSENT:**

On request by Johnson, granted by unanimous request, the following intent language was accepted.

**INTENT
LANGUAGE:**

LEGISLATIVE INTENT: Of the amount appropriated in Section ____ of this act, the Division of Human Resources shall pay the Division of Career Technical Education for the cost of providing statewide management and human resources training. The payment amount shall be equal to the Miscellaneous Revenue Fund expenditures in fiscal year 2017 within the Related Services Program of the Division of Career Technical Education, less any unencumbered balance remaining on June 30, 2016.

EMPLOYEE COMPENSATION: It is the intent of the Legislature to progress toward the goal of funding a competitive salary and benefit package that will attract qualified applicants, retain employees committed to public service excellence, motivate employees to maintain high standards of productivity, and reward employees for outstanding performance. Consequently, the Division of Human Resources shall leave the current salary structure in place for FY 2017 and continue the job classifications that are currently on pay line exception to address specific employee recruitment or retention issues.

Public Employee Retirement System (PERSI)

CARRIED:

Original Motion

Moved by Monks, seconded by Gibbs, to approve for introduction \$0 General Funds, \$7,825,800 Dedicated Funds, \$0 Federal Funds for a total of \$7,825,800 with FTP of 66.00

Ayes: 20

Keough, Johnson, Bair, Mortimer, Brackett, Nuxoll, 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 Keough.

**UNANIMOUS
CONSENT:**

On request by Monks, granted by unanimous consent, the following intent language was accepted.

**INTENT
LANGUAGE:**

LEGISLATIVE INTENT. Notwithstanding Section 59–1311 (4)(d), Idaho Code, moneys appropriated in Section ____ of this act for the Portfolio Investment Program are for administrative costs of the Portfolio Investment Program as provided in Section 59–1311 (3), Idaho Code. Amounts necessary to pay all other investment expenses related to the Portfolio Investment Program are perpetually appropriated to the Public Employee Retirement System Board as provided in Section 59–1311 (4)(a), (b), and (c), Idaho Code.

Commission on the Arts

Original Motion

Moved by Horman, seconded by Johnson, to approve for introduction \$782,900 General Funds, \$106,100 Dedicated Funds, \$1,067,000 Federal Funds for a total of \$1,956,000 with FTP of 10.00

FAILED:

Substitute Motion

Moved by Schmidt, seconded by Lacey, to approve for introduction \$832,900 General Funds, \$106,100 Dedicated Funds, \$1,067,000 Federal Funds for a total of \$2,006,000 with FTP of 10.00

Ayes: 3

Schmidt, Lacey, Gannon

Nays: 17

Keough, Johnson, Bair, Mortimer, Brackett, Nuxoll, Thayn, Guthrie, Bell, Gibbs, Miller, Youngblood, Horman, Malek, Monks, Burtenshaw, King

Ab/Ex: 0

CARRIED:

Vote on Original Motion

Ayes: 19

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

Nays: 1

Nuxoll

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 Keough.

ADJOURNED:

There being no further business, Chairman Keough adjourned the meeting at 9:12 A.M.

Senator Keough
Chair

Peggy Moyer
Secretary