

MINUTES
JOINT FINANCE-APPROPRIATIONS COMMITTEE

DATE: Friday, March 10, 2017
TIME: 8:00 A.M.
PLACE: Room C310
MEMBERS PRESENT: Senators Co-chairman Keough, Bair, Mortimer, Martin, Souza, Lee, Agenbroad, Crabtree, Ward-Engelking, Nye
Representatives Co-chairman Bell, Youngblood, Miller, Burtenshaw, Horman, Malek, Anderson, Dixon, King, Wintrow
ABSENT/EXCUSED: None
CONVENED: Chairman Keough convened the meeting at 8:00 A.M.
AGENCY PRESENTATION: **STATE BOARD OF EDUCATION: AGRICULTURAL RESEARCH AND EXTENSION SERVICE**
LSO STAFF PRESENTATION: **JANET JESSUP**

CARRIED: ORIGINAL MOTION
Moved by Rep. Miller, to the Agricultural Research and Extension Service for the fiscal year 2018: \$31,263,300, from the General Fund and \$24,000, from Dedicated Funds for a total of \$31,287,300. This motion provides exemptions to budget laws that will allow funds to be transferred between object codes; and consistent with other higher education budgets, there is no FTP cap, seconded by Rep Horman.

DISCUSSION: Replacement items include a 30-year old loader tractor at Tetonia Farm (\$95,000) and a 20-year old tractor at the Palouse Research, Extension, and Education Center near Moscow (\$256,000).

Line item #1 provides \$500,000, ongoing from the General Fund to cover provider rate increases for lab renovations and student housing. This funding would fulfill the request in three years and provide for continuing capital outlay needs of the Ag Research and Extension Service.

AYES: 19
NAYS: 0
ABSENT/EX: 1

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.

AGENCY CAREER TECHNICAL EDUCATION

PRESENTATION:

LSO STAFF JANET JESSUP

PRESENTATION:

CARRIED: ORIGINAL MOTION

Moved by Rep. Horman, for the Division of Career-Technical Education's FY 2018 appropriation \$65,372,000, from the General Fund, \$556,700, from Dedicated Funds, and \$8,826,200, of Federal Funds, for a total of \$74,754,900. There is no FTP cap, seconded by Sen. Mortimer.

DISCUSSION:

Replacement items include ten desktop computers and monitors and six surface tablets(\$23,100), all of which are on a 4-year rotation for the division. These items are for the administrative office of CTE. Additional replacement items are for postsecondary programs located at the college of Southern Idaho, College of Western Idaho, Eastern Idaho Technical College, Idaho State University, Lewis and Clark State College, and North Idaho College request replacement for instructional equipment for machining, manufacturing, welding, nursing, automotive, and technological courses.

Line item 1 provides 14.50 FTP and \$1,878,200, ongoing from the General Fund to expand postsecondary capacity at 11 postsecondary CTE programs throughout the state and alleviate program waiting lists. Of this amount, \$1,051,000, is ongoing for personnel costs, \$194,500, is ongoing for operational expenses, and \$632,700,000, is one-time for capital outlay. This appropriation provides for continued support or creation of the top two priorities of each institution.

Line item 3 provides 1.00 FTP and \$64,600, ongoing from the General Fund to add a human resource position at Eastern Idaho Technical College responsible for developing policy, procedures, trainings, and other HR related matters. The entirety of the appropriation is for personnel costs.

Line item 4 provides \$250,000, ongoing from the General Fund to expand adult basic education (ABE). Funding is to expand and sustain comprehensive college and career readiness services, additional planning capabilities for local providers, expanded instructional hours and offerings, and the ability to attract and retain high-quality instructors with competitive pay. The entirety of the appropriation is for trustee and beneficiary payments.

Line item 5 provides 1.000 FTP and \$449,600, from the General Fund to expand the Secondary Incentive Program and increase course offerings. Appropriation would be to the State Leadership and Technical Assistance Program and the Dedicated Program. Of this amount, \$64,600, ongoing for personnel costs, \$10,000, ongoing for operational expenses, \$75,000, one-time for operational expenses, and \$300,000, is ongoing for trustee and benefit payments.

Line item 6 provides \$196,000, one-time from the General Fund to align secondary and postsecondary programs and create new online course options for students. The entirety of the appropriation is for operating expenditures through the Gneral Program.

Line item 7 provides a transfer of 3.00 FTP and \$411,800, ongoing from Dedicated Funds from the Related Services Program to the Division of Human Resources (DHR).

Line item 8 provides \$15,000, ongoing from the Miscellaneous Revenue Fund to enable the Division to spend annual user fees collected from schools to pay

for the maintenance of the Skillstack Micro-Certification. The entirety of the appropriation is for trustee and beneficiary payments.

Line item 9 provides \$300,000, ongoing from the Miscellaneous Revenue Fund for operating expenditures so that the division can use registration fees collected for a CTE professional development conference held each summer. The entirety of the appropriation is for operating expenditures.

Line item 11 provides \$375,000, ongoing from the General Fund for professional development, additional equipment and supplies, and extended CTE contracts.

This appropriation would be a 5% increase to added cost funding for secondary CTE programs which are active in 120 school districts throughout the state.

Funding would be used for professional development, additional equipment and supplies unique to career-technical programs, including items such as medical or welding equipment, that students can use to acquire career-oriented job skills. In addition, these funds can be used to pay for extended CTE teacher contracts.

Line item 12 provides for a decrease of \$325,000, ongoing to reduce the appropriation from the Quality Standards Incentive Fund and Agriculture and Natural Resources Education Program Fund. The entirety of the reduced appropriation is in trustee and beneficiary payments.

Line item 13 provides for the transfer of 3.0 FTP and \$334,600, ongoing from General Programs to State Leadership and Technical Assistance Program. Of this transfer amount, \$289,600, is ongoing operating expenditures from the General Fund, the transfer of \$4,200, from personnel costs to operational expenditures from the Federal Fund. The net transfer is 2.00 FTP from the General Programs to State Leadership and Technical Assistance Program.

REP HORMAN: We again had a good group working on this budget. And in doing some further exploration on the postsecondary extension, the group determined to go with the top two priorities rather than just a single priority. We feel those are high wage, high demand, high skill jobs our economy will benefit from. These students are normal able to graduate and join the workforce in one to two years. ([AUDIO](https://go.usa.gov/xXBnf)) (<https://go.usa.gov/xXBnf>)

SEN MORTIMER: A couple of things for those who might be listening. CTE expands through our K-12 system to our post-secondary schools. Sometimes we talk about our secondary and our post-secondary. I think it is important to touch on that, our secondary is our high schools. Our post-secondary are our CTE programs in our Technical Schools. I think it is important that CTE is a continuous program from our high schools all the way to our post-secondary or our technical programs. ([AUDIO](https://go.usa.gov/xXBnf)) (<https://go.usa.gov/xXBnf>)

SEN. MARTIN: I'm focusing on line item 1, and I appreciate the need for the program, the request before us is about a half million dollars less than what the agency wanted. But about a million dollars more than what the Governor had recommended. Quite a difference in amounts, can you address that please?

REP. HORMAN: There was a prioritized list of programs submitted, and in investigating in those programs, the Committee felt justified in funding the top two priorities in each program. The Governor's recommendation was the top priority of the programs and the JFAC recommended the top two priorities for each institution. ([AUDIO](https://go.usa.gov/xXBnf)) (<https://go.usa.gov/xXBnf>)

**VOTE ON
ORIGINAL
MOTION:**

AYES: 20

NAYS: 0

ABSENT/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.

**AGENCY
PRESENTATION:**

STEM ACTION CENTER

**LSO STAFF
PRESENTATION:**

JANET JESSUP

CARRIED:

ORIGINAL MOTION

Moved by Sen. Mortimer, to the STEM Action Center for fiscal year 2018: \$4,489,500, from the General Fund and \$2,100,300, from the Dedicated Funds for a total of \$6,589,800. FTPs are capped at 4, seconded by Rep Horman,.

DISCUSSION:

Line item 1 provides \$500,000, ongoing from the General Fund to support educator grants, workforce and professional development grants, competitions, community awareness events outreach to educators and industry partners, and research.

Line item 2 provides \$2,000,000 one-time from the General Fund to support educator education, industry outreach, and computer science projects throughout the state. Of this amount, \$2,00,00, is for trustee and beneficiary payments.

Line item 3 provides 1.00 FTP and \$70,400, from the General Fund for a grants and contract analyst to provide in-house oversight and administration of grants and contracts and seek additional revenue sources. Of this amount, \$64,600, ongoing for operational expenditures, and \$1,000, one-time operating expenditures, and \$4,600, one-time for capital outlay.

SEN. MORTIMER: Speaks to the original Motion ([AUDIO](https://go.usa.gov/xXKCN))
(<https://go.usa.gov/xXKCN>)

REP. HORMAN: Speaks to the Original Motion
([AUDIO](https://go.usa.gov/xXKCN))(<https://go.usa.gov/xXKCN>)

VOTE ON ORIGINAL MOTION:

AYES: 18

NAYS: 1

ABSENT/EX: 1

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.

AGENCY PRESENTATION:

DEPARTMENT OF HEALTH AND WELFARE: INDIRECT SUPPORT SERVICES

LSO STAFF PRESENTATION:

JARED TATRO

CARRIED:

ORIGINAL MOTION

Moved by Rep. Wintrow, \$18,640,700, from the General Fund, \$3,252,100, from Dedicated Funds, \$24,488,900, from Federal Funds for a total of \$46,381,700, and 295.60 full-time equivalent positions for the Department of Health and Welfare for Indirect Support Services for fiscal year 2018, seconded by Sen. Lee,

DISCUSSION:

This motion includes the JFAC adjusted items and reflects the governors recommendation for replacement items. The adult protection position is not included in this motion — but is important to the motion makers. It is encouraged that Health and Welfare work closely with the Idaho Commission on Aging, it is believed that these agencies will be able to work together on the issue without the addition of statutory intent language. Because the adult protection investigator position was not added, the administrative support position also was not added.

VOTE ON THE ORIGINAL MOTION:

AYES: 19

NAYS: 0

ABSENT/EX: 1

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.

CONSENT:

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

H&W INDIRECT SUPPORT SERVICES, STANDARD INTENT LANGUAGE

MEDICAID TRACKING REPORT: The Department of Health and Welfare, Medicaid Division and Indirect Support Services Division, shall deliver on a monthly basis to the Legislative Services Office and the Division of Financial Management a report that compares the Medicaid budget as appropriated, distributed by month for the year, to actual expenditures and remaining forecasted expenditures for the year. The report shall also include a forecast, updated monthly, of the next fiscal year's anticipated trustee and benefit expenditures. The format of the report, and the information included therein, shall be determined by the Legislative Services Office and the Division of Financial Management.

MEDICAID PROGRAM INTEGRITY COLLECTIONS. It is the intent of the Legislative that the Indirect Support Services Division provide reports biannually to the Legislative Services Office and the Division of Financial Management a report that comparing the total costs from all funding sources used for the Medicaid Program Integrity Unit and the collections related to those efforts. The format of the report, and the information included therein, shall be determined by the Legislative Services Office and the Division of Financial Management. The first report is to contain information from July 1, 2017, through December 31, 2017, and shall be submitted no later than January 15, 2018, and the second report shall include information from January 1, 2018, through June 30, 2018, as well as information for the entire year, and shall be submitted by June 30, 2018, or as soon thereafter as is practicable.

PROGRAM TRANSFER REPORT. The Department of Health and Welfare, Indirect Support Services Division, shall provide to the Legislative Services Office and the Division of Financial Management three (3) reports, with each report providing information that compares the department budget, as appropriated, to the estimated expenditures of the department for each budget unit to include: transfers of FTP authority between and among budget units; transfers of appropriation, by fund, between and among budget units; and transfers of funds by expense class between and among budget units. The first report shall be submitted no later than December 1, 2017, the second report shall be submitted no later than March 1, 2018, and the third report shall be submitted by June 1, 2018.

VACANCY REPORT. On a monthly basis, the Department of Health and Welfare, Indirect Support Services Division, shall provide to the Legislative Services Office and the Division of Financial Management a staff vacancy report that compares filled positions to authorized positions for each budgeted program. The format of the report, and information contained therein, shall be determined by the Legislative Services Office and the Division of Financial Management.

AGENCY INDEPENDENT COUNCILS

PRESENTATION:

LSO STAFF JARED TATRO

PRESENTATION:

CARRIED: ORIGINAL MOTION

Moved by Rep. Wintrow, \$203,600, from General Fund, \$551,600, from Dedicated Funds, and \$8,327,900, from Federal Funds for a total of \$9,083,100, and 10.00 full-time equivalent positions for the Department of Health and Welfare, for the Independent Councils, for fiscal year 2018, seconded by Sen. Souza.

DISCUSSION: This motion reflects the request for the independent councils with all JFAC adjusted items.

VOTE ON THE ORIGINAL MOTION:

AYES: 19

NAYS: 0

ABSENT/EX: 1

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.

CONSENT: On request by Rep. Wintrow, granted by unanimous consent, the intent language shown below was accepted.

DOMESTIC VIOLENCE COUNCIL — LEGISLATIVE INTENT LANGUAGE:

REPORTING ON USE OF ADDITIONAL VOCA FUNDS. The Domestic Violence Council shall provide a report to the Legislative Services Office and the Division of Financial Management that describes the status of the additional Federal Victims of Crime Act (VOCA) funds that were appropriated in fiscal year 2017. These funds were provided to the council by the federal government with little notice and at an amount that more than doubled the normal distribution. The format of the report, and the information included therein, shall be determined by the Legislative Services Office and the Division of Financial Management. The report shall be provided no later than December 31, 2017.

AGENCY PRESENTATION: LICENSING AND CERTIFICATION
LSO STAFF PRESENTATION: JARED TATRO

CARRIED: ORIGINAL MOTION
Moved by Sen. Bair, \$1,827,900 from the General Fund, \$810,200, from dedicated funds, \$4,257,600, from federal funds for a total of \$6,895,700 and 67.90 full-time equivalent positions for the Department of Health and Welfare, for Licensing and Certification, for fiscal year 2018, seconded by Rep King.

DISCUSSION: This motion reflects the Governor's recommendation.

VOTE ON THE ORIGINAL MOTION:
AYES: 19

NAYS: 0

ABSENT/EX: 1

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.

CONSENT: On request by Sen. Bair, granted by unanimous consent, the intent language shown below was accepted.

LICENSING AND CERTIFICATION — INTENT LANGUAGE

REQUIRING BIANNUALLY REPORTS ON FACILITY LICENSING AND CERTIFICATION. It is the intent of the Legislature that the Department of Health and Welfare, Licensing and Certification Program, provide biannual reports to the Legislative Services Office and the Division of Financial Management on the status of facility licensing and certifications as well as staff workload and caseload issues. For the past several years, the program has noted staffing issues related to retention, which in turn has created a large backlog of facility inspections and licensures. The format of the report, and the information included therein, shall be determined by the Legislative Services Office and the Division of Financial Management. The first report shall be submitted no later than December 31, 2017, and the second report shall be submitted no later than June 30, 2018.

AGENCY PRESENTATION: **HEALTHCARE POLICY INITIATIVES**

LSO STAFF PRESENTATION:

JARED TATRO

CARRIED: ORIGINAL MOTION

Moved by Sen. Souza, \$255,700 from the General Fund, \$12,687,000 from federal funds for a total of \$12,942,700 and 7.60 full-time equivalent positions for the Department of Health and Welfare, for the Healthcare Policy Initiatives Program, for fiscal year 2018, seconded by Rep Horman.

DISCUSSION:

Provides one-time funding for the Telehealth Council. There is still a lot of work being done in the area of telehealth and now is not the time to stop funding that council.

The remainder of the motion reflects the agency request, governor's recommendation, and JFAC adjusted items.

VOTES ON ORIGINAL MOTION:

AYES: 19

NAYS: 0

ABSENT/EX: 1

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.

CONSENT:

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

HEALTHCARE POLICY INITIATIVES — INTENT LANGUAGE

REPORTING ON IMPLEMENTATION OF THE SHIP GRANT. On a annual basis, the Healthcare Policy Initiatives Program shall report the status of the State Healthcare Innovation Plan (SHIP) to the Legislative Services Office and the Division of Financial Management. The report shall include comments and suggestions from private insurers, private providers, and other active stakeholders on the process of moving from the current fee-for-service medical model to a capitated model of healthcare delivery. The report shall also include results of any performance metrics required by the grant, in addition to updates on potential solutions for the State of Idaho. This report shall be submitted no later than December 31, 2017.

AGENCY PRESENTATION: IDAHO TRANSPORTATION DEPARTMENT: TRANSPORTATION SERVICES
LSO STAFF PRESENTATION: ROB SEPICH

CARRIED: ORIGINAL MOTION
Moved by Rep. Youngblood, an appropriation of \$35,869,800, in dedicated funds and \$1,505,200 in federal funds for a grant total of \$37,375,000 and 203.00 FTP to the Transportation Services Division in the Idaho Transportation Department for fiscal year 2018, seconded by Rep Dixon.

DISCUSSION: The original request and recommendation included \$760,000 for line item number 8, which had \$200,000 for a third party consultant; \$60,000 ongoing for hardware and software licensing; \$300,000 for a new internet connection in addition to the current connection through the SCO; and \$200,000 ongoing for maintenance and third-party services related to cloud services. The latter portions were left out to allow ITD to hire the consultant and determine a statewide approach through the Office of the Chief Information Officer for additional internet options and guidance on cloud based software. This budget reflects a 9.6% increase in the Transportation Services Division over the FY 2017 budget.

VOTE ON THE ORIGINAL MOTION:

AYES: 19

NAYS: 0

ABSENT/EX: 1

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.

AGENCY PRESENTATION: MOTOR VEHICLES
LSO STAFF PRESENTATION: ROB SEPICH

CARRIED: ORIGINAL MOTION
Moved by Sen. Crabtree, an appropriation of \$33,804,000 in dedicated funds and \$3,600,000 in federal funds for a grand total of \$37,404,000 and 237 full-time equivalent positions for the Motor Vehicles Division in the Department of Transportation for fiscal year 2018, seconded by Rep Dixon.

DISCUSSION: This motion will allow the Department to continue its mission and reflects an increase of 5.9% over the fiscal year 2017 original appropriation.

VOTE ON THE ORIGINAL MOTION:

AYES: 19

NAYS: 0

ABSENT/EX: 1

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.

AGENCY PRESENTATION:

HIGHWAY OPERATIONS

LSO STAFF PRESENTATION:

ROB SEPICH

CARRIED:

ORIGINAL MOTION

Moved by Rep. Dixon, a fiscal year 2018 appropriation of \$161,474,700 in dedicated funds and \$38,087,300 in federal funds for a grand total of \$199,562,000 and an FTP cap of 1,208.00 to the Highway Operations Division in the Idaho Transportation Department, seconded by Rep Youngblood.

DISCUSSION:

As of October 21, 2016, ITD had 1,105.00 FTP employed and a fiscal year 2017 FTP authorization of 1,238.30, for a difference of 133.30. In addition to the 1,105.00 FTP currently filled, ITD plans to hire an additional 41.00 FTP during fiscal year 2018 and move 0.30 FTP to the Administration Program, bringing the total number of FTP expected for FY 2018 to 1,146.00. This leaves an excess FTP authorization, leaving the division 62.00 FTP above the number of employees the department expects to have employed for FY 2018. In fiscal year 2016, ITD transferred \$14,000,000 in personnel cost savings to the Contract Construction and Right-of-Way Acquisition Division from the Highway Division. This budget would represent a net increase for the Highway Operations Division of 2.4%.

REP. YOUNGBLOOD: Speaks to the Original Motion. ([AUDIO](https://go.usa.gov/xXKH6)) (<https://go.usa.gov/xXKH6>)

VOTE ON ORIGINAL MOTION:

AYES: 19

NAYS: 0

ABSENT/EX: 1

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.

AGENCY PRESENTATION: **CONTRACT CONSTRUCTION AND RIGHT-OF-WAY ACQUISITION**
LSO STAFF PRESENTATION: **ROB SEPICH**

CARRIED: ORIGINAL MOTION
Moved by Rep. Dixon, \$122,470,900 in dedicated funds and \$268,354,500 in federal funds for a grand total of \$390,825,400 to the contract Construction and Right-of-Way Acquisition Division at the Idaho Transportation Department for fiscal year 2018, seconded by Rep Youngblood.

DISCUSSION: This represents a 0.2% decrease compared to the FY 2017 appropriation.

VOTE ON ORIGINAL MOTION:
AYES: 19

NAYS: 0

ABSENT/EX: 1

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.

CONSENT: On request by Rep. Dixon, granted by unanimous consent, the intent language shown below was accepted.

LEGISLATIVE INTENT — CONTINUOUSLY APPROPRIATED MONEYS. It is legislative intent that all moneys transferred to the Local Bridge Inspection Fund and to the Railroad Grade Crossing Protection Fund, as provided in Section 63–2412, Idaho Code, are hereby continuously appropriated to the Idaho Transportation Department for the stated purposes of those funds.

LEGISLATIVE INTENT — TOURISM AND PROMOTION FUND. There is hereby appropriated and the State Controller is directed to transfer \$25,000 from the state Highway Fund to the Tourism and Promotion Fund in the Department of Commerce during fiscal year 2018. This transfer will provide the matching fund support of the Gateway Visitor Centers.

REAPPROPRIATION AUTHORITY. There is hereby reappropriated to the Idaho Transportation Department any unexpended and unencumbered balance of money categorized as the State Highway Fund for the Contract Construction and Right-of-Way Acquisition program as appropriated or reappropriated for fiscal year 2017, to be reappropriated to the Idaho Transportation Department any unexpended and unencumbered balance of money in the Strategic Initiatives Program Fund as appropriated or reappropriated for fiscal year 2017, to be used for nonrecurring expenditures, for the period July 1, 2017 through June 30, 2018.

REAPPROPRIATION AUTHORITY FOR AIRPORT DEVELOPMENT GRANTS. There is hereby reappropriated to the Idaho Transportation Department any unexpended and unencumbered balance of money categorized as the State Aeronautics Fund as appropriated or reappropriated for trustee and

benefits payments to be used for Airport Development Grants for fiscal year 2017, to be used for nonrecurring expenditures, for the period July 1, 2017 through June 30, 2018.

BOND PAYMENT AUTHORIZATION. The federal GARVEE bond payment for fiscal year 2018 is approximately \$53,691,500. The Idaho Transportation Board is hereby authorized to transfer up to \$4,800,000 from within the State Highway Account to the GARVEE Debt Service Fund to pay the state match as required for federal funds committed to pay the annual scheduled debt service for fiscal year 2018.

**AGENCY
PRESENTATION:**

SALARY INCREASES: PUBLIC UTILITIES COMMISSIONERS

**LSO STAFF
PRESENTATION:**

ROB SEPICH

CONSENT:

On request by Rep. Bell, granted by unanimous consent, to accept sections 1,2, and 3 increasing the salaries for the Public Utilities Commissioners, State Tax Commissioners, and the Industrial Commissioners by 3% effective July 1, 2017.

CARRIED:

ORIGINAL MOTION

Moved by Rep. Bell, \$10,900 from the General Fund and \$24,100 from dedicated funds for a total of \$35,000, seconded by Sen. Martin.

AYES: 19

NAYS: 0

ABSENT/EX: 1

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.

AGENCY PRESENTATION: STATE BOARD OF EDUCATION: OFFICE OF THE STATE BOARD OF EDUCATION
LSO STAFF PRESENTATION: JANET JESSUP

CARRIED: ORIGINAL MOTION
Moved by Rep. Horman, for the Office of the State of Education for fiscal year 2018: \$5,584,900 from the General Fund, \$715,200 from dedicated funds, and \$2,736,400 in federal funds for a total of \$9,036,500. FTPs are capped at 31.25. Included in this motion is carryover authority for appropriated or reappropriated federal funds and funds from the Charter School Authorizers Fund, seconded by Sen. Lee.

DISCUSSION: Inflation includes contract inflation of \$3,400 for membership dues increases for the Western Interstate Commission for Higher Education (WICHE). Replacement items include two laptop computers (\$2,800), eight desktop computers (\$6,000), one tablet (\$600), and five MS surface computers (\$6,500). For the Charter School Commission, replacement of two laptop computers (\$2,800) and one desktop computer (\$800). The total for both programs is \$19,500.

Line item 1 provides 1.00 FTP and \$100,200 for a College/Career Advisor Program Manager to be housed in the Office of the State Board of Education. Of this appropriation, \$97,200 is ongoing from the General Fund and \$3,000 is one-time from the General Fund.

Line item 2 provides 1.00 FTP and \$86,500 ongoing from the General Fund for a Research-Communications Specialist to focus on qualitative data analysis.

Line item 3 provides \$70,700 one-time from the General Fund to conduct a Graduate Medical Education Plan.

Line item 4 provides \$750,000 ongoing for school improvement evaluations. During the 2016 session, \$750,000 in miscellaneous funds were appropriated to the Office of the State Board of Education (OSBE) with the funds passing from the State Department of Education's General Funds to OSBE requests that the ongoing appropriation of General Funds be moved from the State Department of Education to its budget. The State Department of Education has a reciprocal reduction of General Funds in its budget request, and the transfer nets to zero.

Line item 5 provides \$71,100 ongoing from the General Fund to the Charter School Commission to perform pre-renewal reviews of public charter schools' academic, operational, and financial outcomes.

Line item 7 provides \$1,000,000 ongoing from the General Fund to create an administrator template for teacher evaluations and provide training thereof.

Line item 9 provides 0.50 FTP and \$31,200 ongoing from the General Fund for a full-time technical records specialist position.

REP HORMAN: Speaks to some of the line items. ([AUDIO](#)) (<https://go.usa.gov/xXkWb>)

CONFLICTS: SEN LEE: A possible Rule 39(h), I am employed by a private not-for-profit Community College that is registered with the State Board of Education.
SEN. MORTIMER: As a conflict, I serve on the board as a committee member of WICHE.
REP. HORMAN: I serve on the Board, I get no compensation.

VOTES ON ORIGINAL MOTION:

AYES: 19

NAYS: 0

ABSENT/EX: 1

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.

CONSENT: On request by Rep. Horman, granted by unanimous consent, the intent language shown below was accepted.

FY 18 OFFICE OF THE STATE BOARD OF EDUCATION, APPROPRIATION INTENT LANGUAGE.

SECTION 3. LEGISLATIVE INTENT. There is hereby appropriated to the Office of the State Board of Education any unexpended and unencumbered balance of moneys in the Federal Grant Fund as appropriated or reappropriated for fiscal year 2018, to be used for nonrecurring expenditures, for the period July 1, 2017, through June 30, 2018.

SECTION 4. LEGISLATIVE INTENT. There is hereby reappropriated to the Office of the State Board of Education any unexpended and unencumbered balance of moneys in the Public Charter School Authorizers Fund as appropriated or reappropriated for fiscal year 2018, to be nonrecurring expenditures, for the period of July 1, 2017 through June 30, 2018.

SECTION 5. LEGISLATIVE INTENT. There is hereby reappropriated to the Office of the State Board of Education \$5,000,000 from the General Fund to the Community College Start-up Account in the Higher Education Stabilization Fund on July 1, or as soon as practicable, for the period July 1, 2017 through June 30, 2018.

SECTION 6. LEGISLATIVE INTENT. It is the intent of the legislature that this amount is not to exceed \$1,000,000 to assist districts in achieving compliance with the state evaluation requirements. It is the intent of the legislature that the appropriation may be expended to provide tools that will help guide districts beyond compliance to continuous improvement of instructional practices, including clarification of evaluation and documentation requirements, a template for evaluations, and training to support compliance. Reporting to the Legislature should occur no later than February 1, 2018 and shall include an update of

implementation
(Line Item 7)

SECTION 7. LEGISLATIVE INTENT. It is the intent of the legislature that this amount is not to exceed \$750,000 to assist low performing school districts and charter schools for the development and implementation of school improvement plans and strategies tied to measurable student outcomes. It is the intent of the legislature that funded school improvement plans include the assessment of needs at the school district administration level, and school and classroom levels. Improvement planning and assistance shall be facilitated by one or more Idaho educator preparation program. Evaluation of the effectiveness of the school improvement plans will be used to inform practices within Idaho educator preparation program. Reporting to the Legislature should occur no later than February 1, 2018, and shall include an update of implementation. (Line Item 4)

ADJOURNED: There being no further business, Senator Keough adjourned the meeting at 9:29 A.M.

Senator Keough
Chair

Amberlee Honsaker
Secretary