

MINUTES
JOINT FINANCE-APPROPRIATIONS COMMITTEE

DATE: Tuesday, February 13, 2018

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

LSO STAFF PRESENT: Paul Headlee, Christine Otto and Jared Tatro

ABSENT/ EXCUSED: None

CONVENED: **Chairman Bell** convened the meeting at 8:00 a.m.

AGENCY PRESENTATION: **State Employee Health Insurance Reserves Update**

LSO STAFF PRESENTATION: **Paul Headlee**, Division Manager gave an overview of State Employee Health Insurance Reserves.

LSO STAFF PRESENTATION: **Supplemental Appropriations**
Animal Identification Software
Christine Otto gave a brief overview of the supplemental request. The Governor recommended \$86,400 onetime from the general fund for development of a software program to facilitate the electronic management of animal identification numbers and other data pertaining to livestock movement. She continued in FY 2017 there was a supplemental appropriation of \$250,000 with reappropriation authority.

UNANIMOUS CONSENT: On request by **Representative Youngblood**, granted by unanimous consent to reopen the fiscal year 2018 budget for the Idaho State Police.

CARRIED: Original Motion
Idaho State Police
Brand Inspection
Supplemental
Moved by **Youngblood**, seconded by **Crabtree**, to move for fiscal year 2018, for the Idaho State Police, in the Brand Inspection Program, an additional \$86,400 in onetime operating expenditures from the general fund.
Ayes: 20
Keough, Bair, Mortimer, Martin, Souza, Lee, Agenbroad, Crabtree, Ward-Engelking, Nye, Bell, Youngblood, Miller, Burtenshaw, Horman, Malek, Anderson, Dixon, King, Wintrow
Nays: 0
Absent: 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 ordered by **Chairman Bell**.

DISCUSSION: **Rep. Youngblood** stated that this will quickly repay for itself and it will give the inspectors the ability to accurately track thousands of head cattle across Idaho.

LSO STAFF PRESENTATION: **Supplemental Appropriations
Dig Line — Damage Prevention**
Christine Otto gave a brief overview of the supplemental request. The request is for a onetime amount of \$83,600 in federal funds. With \$23,600 for personnel costs and \$60,000 in operating expenditures.

UNANIMOUS CONSENT: On request by **Representative Dixon**, granted by unanimous consent to reopen the fiscal year 2018 budget for the Division of Building Safety.

CARRIED: Original Motion
**Building Safety
Dig Line Grant
Supplemental**
Moved by **Dixon**, seconded by **Crabtree**, to move for fiscal year 2018, for the Division of Building Safety, from the Federal Grant Fund, an additional \$24,200 in onetime personnel costs and an additional \$36,000 in onetime operating expenditures for a total onetime amount of \$60,200.

Ayes: 20

Keough, Bair, Mortimer, Martin, Souza, Lee, Agenbroad, Crabtree, Ward-Engelking, Nye, Bell, Youngblood, Miller, Burtenshaw, Horman, Malek, Anderson, Dixon, King, Wintrow

Nays: 0

Absent: 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 ordered by **Chairman Bell**.

LSO STAFF PRESENTATION: **Supplemental Appropriations
Capital Facilities**
Christine Otto gave a brief overview on the supplemental request being a onetime supplemental appropriation of \$1,381,300 in onetime capital outlay to cover the needed repairs identified by an assessment completed in December 2017.

UNANIMOUS CONSENT: On request by **Senator Crabtree**, granted by unanimous consent to reopen the fiscal year FY 2018 budget for the Idaho Transportation Department.

CARRIED: Original Motion
**Idaho Transportation Department
Capital Facilities
Supplemental**
Moved by **Crabtree**, seconded by **Dixon**, to move for fiscal year 2018, for the Idaho Transportation Department, in the Capital Facilities Program, an additional \$1,381,300 in onetime capital outlay from the State Highway Fund.

Ayes: 20

Keough, Bair, Mortimer, Martin, Souza, Lee, Agenbroad, Crabtree, Ward-Engelking, Nye, Bell, Youngblood, Miller, Burtenshaw, Horman, Malek, Anderson, Dixon, King, Wintrow

Nays: 0

Absent: 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 ordered by **Chairman Bell**.

**LSO STAFF
PRESENTATION:**

**Supplemental Appropriations
Federal/State Agreements**

Christine Otto gave a brief overview of the supplemental request. The request is for \$52,000 in onetime operating expenditures from the general fund to secure three land leases that will be used for training, parking vehicles, and the development of the Orchard Combat Training Center (OCTC). The leases consist of \$14,000 for 40 acres south of Gowen Road, \$28,000 for 80 acres of land south of Gowen Field on the east side of Pleasant Valley, and \$10,000 for 274 acres of land east and west of the OCTC. This request will cover a one year lease for all three properties. If the federal funds are not approved, the agency may request ongoing funding from the general fund.

**UNANIMOUS
CONSENT:**

On request by **Representative Burtenshaw**, granted by unanimous consent to reopen the fiscal year 2018 budget for the Military Division.

CARRIED:

Original Motion
**Office of the Governor
Military Division
Federal/State Agreements**

Land Leases

Supplemental

Moved by **Burtenshaw**, seconded by **Ward-Engelking**, to move for fiscal year 2018, for the Military Division, in the Federal/State Agreements Program, an additional \$52,000 in onetime operating expenditures from the general fund.

Ayes: 19

Keough, Bair, Mortimer, Martin, Souza, Lee, Agenbroad, Crabtree, Ward-Engelking, Nye, Bell, Youngblood, Miller, Burtenshaw, Horman, Malek, Anderson, Dixon, Wintrow

Nays: 1

King

Absent: 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 ordered by **Chairman Bell**.

**AGENCY
PRESENTATION:**

**Department of Health and Welfare
*Supplementals***

**LSO STAFF
PRESENTATION:**

Jared Tatro gave a brief overview on the Child Welfare program supplemental request. The request is for 13.00 FTP and \$975,400. The requested positions consist of seven social workers, two social workers, two social worker supervisors, one program manager, two business analysts, and one communication specialist. The FTP authority would be transferred from within the department with 10.00 FTP from Self-Reliance Operations and 3.00 FTP from the Southwest Idaho Treatment Center.

**UNANIMOUS
CONSENT:**

On request by **Senator Lee**, granted by unanimous consent to reopen the fiscal year 2018 budget for the Department of Health and Welfare.

CARRIED

Original Motion
Department of Health and Welfare
Child Welfare
Supplemental

Moved by **Lee**, seconded by **Wintrow**, move to the Department of Health and Welfare for the Child Welfare Program from the Cooperative Welfare (general) fund an additional \$81,700 in ongoing personnel costs and an additional \$9,000 in onetime operating expenditures; from the Cooperative Welfare (Federal) fund an additional \$81,700 in ongoing personnel costs and an additional \$9,000 in onetime operating expenditures for a total motion of \$181,400, and the transfer of 9.00 full-time equivalent positions from Self-Reliance Operations Program to the Child Welfare Program, for fiscal year 2018.

Ayes: 20

Keough, Bair, Mortimer, Martin, Souza, Lee, Agenbroad, Crabtree, Ward-Engelking, Nye, Bell, Youngblood, Miller, Burtenshaw, Horman, Malek, Anderson, Dixon, King, Wintrow

Nays: 0

Absent: 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 ordered by **Chairman Bell**.

DISCUSSION:

Senator Lee stated this motion includes the seven social workers and two supervisors; all at 80% of policy and it is expected that the annualization of these positions will be included in the FY 2019 budget.

**UNANIMOUS
CONSENT:**

On request by **Senator Lee**, granted by unanimous consent, to accept the intent language as shown...

**INTENT
LANGUAGE:**

CHILD WELFARE STAFFING. It is the intent of the legislature that the newly approved social worker and social worker supervisor positions are to be hired in accordance with documents submitted in the Department of Health and Welfare's budget request for the fiscal year 2018 supplemental appropriation. Of the social worker positions, a minimum of two positions are to be hired as case manager-social workers in order to alleviate the case load and workload issues of staff working directly with children in the foster care system. Further, the department is to maximize its resources to reduce the case load and workload of its social worker positions with the goal of improving the child welfare and foster care programs. No later than October 1, 2018, the department is to submit a budget-based plan on how the department intends to address the staffing issues related to case load, workload, recruitment, retention, and morale, as has been discussed in the Legislative Interim Foster Care Study Committee and from various reports produced by the Office of Performance Evaluations on related issues.

**AGENCY
PRESENTATION:**

Department of Health and Welfare
Division of Medicaid
Basic, Coordinated, and Enhanced Plans
Backfill FY 2017 Held Payments

CARRIED:

Original Motion

Department of Health and Welfare

Division of Medicaid

Backfill FY 2017 Held Payments

Moved by **Lee**, seconded by **Wintrow**, move to the Department of Health and Welfare for the Child Welfare Program from the Cooperative Welfare (general) fund an additional \$81,700 in ongoing personnel costs and an additional \$9,000 in onetime operating expenditures; from the Cooperative Welfare (Federal) fund an additional \$81,700 in ongoing personnel costs and an additional \$9,000 in onetime operating expenditures for a total motion of \$181,400, and the transfer of 9.00 full-time equivalent positions from Self-Reliance Operations Program to the Child Welfare Program, for fiscal year 2018.

Ayes: 20

Keough, Bair, Mortimer, Martin, Souza, Lee, Agenbroad, Crabtree, Ward-Engelking, Nye, Bell, Youngblood, Miller, Burtenshaw, Horman, Malek, Anderson, Dixon, King, Wintrow

Nays: 0

Absent: 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 ordered by **Chairman Bell**.

DISCUSSION:

Senator Bair stated the entire request is being appropriated to the Basic Medicaid Plan Program, as the Division of Medicaid has the authority to transfer between Medicaid Programs without limitations. On February 9, the Division of Medicaid identified an error with the request and \$1,431,800 was accidentally placed in the general fund column instead of the hospital fund. This motion provides for that correction.

**AGENCY
PRESENTATION:**

Department of Health and Welfare

Division of Medicaid

Basic, Coordinated, and Enhanced Plans

**LSO STAFF
PRESENTATION:**

Jared Tatro gave a brief overview of the receipt authority fund shift. The request is for \$25 million ongoing fund shift from dedicated funds to the general fund (\$7,186,200) and federal funds (\$17,813,800). The request is made because of the decrease in cost-variances from the hospital cost settlements; Medicaid reimbursement from hospitals for services provided in Idaho is based on the actual cost of delivering care.

CARRIED:

Original Motion

Department of Health and Welfare

Division of Medicaid

Receipt Authority Fund Shift

Moved by **Agenbroad**, seconded by **Malek**, to the Department of Health and Welfare for the Enhanced Medicaid Plan Program an additional \$7,186,200 from the Cooperative Welfare (general) fund, an additional \$17,813,800 from the Cooperative Welfare (federal) fund, and a reduction of \$25,000,000 from the Cooperative Welfare (dedicated) fund, all for ongoing trustee and benefit payments, for a total net change of \$0, for fiscal year 2018.

Ayes: 20

Keough, Bair, Mortimer, Martin, Souza, Lee, Agenbroad, Crabtree, Ward-Engelking, Nye, Bell, Youngblood, Miller, Burtenshaw, Horman,

Malek, Anderson, Dixon, King, Wintrow

Nayes: 0

Absent: 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 ordered by **Chairman Bell**.

**AGENCY
PRESENTATION:**

**Department of Health and Welfare
Division of Medicaid
Enhanced Medicaid Plan**

**LSO STAFF
PRESENTATION:**

Jared Tatro briefly discussed the supplemental request for the Division of Medicaid, Community-based Personal Care Services. The supplemental request is for \$9,937,200 in trustee and benefit payments to provide rate increases for businesses that provide community-based personal care services (PCS) for Medicaid clients. \$1,656,200 is requested as fiscal year 2018 supplemental appropriation and \$8,281 is requested as fiscal year 2019 annualization.

CARRIED:

Moved by **Bair**, seconded by **Mortimer**, to the Department of Health and Welfare for the Enhanced Medicaid Plan Program an additional \$477,500 from the Cooperative Welfare (general) fund and an additional \$1,178,700 from the Cooperative Welfare (federal) fund in ongoing trustee and benefit payments, for a total motion of \$1,656,200 for fiscal year 2018.

Ayes: 20

Keough, Bair, Mortimer, Martin, Souza, Lee, Agenbroad, Crabtree, Ward-Engelking, Nye, Bell, Youngblood, Miller, Burtenshaw, Horman, Malek, Anderson, Dixon, King, Wintrow

Nayes: 0

Absent: 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 ordered by **Chairman Bell**.

**AGENCY
PRESENTATION:**

**Department of Health and Welfare
Public Health Services
Physical Health Services**

**LSO STAFF
PRESENTATION:**

Jared Tatro briefly explained this request is the Governor's revised recommendation. He continued that eWIC is a transition from paper base to electronic base for the WIC program. The Governor recommended \$831,000 in onetime federal funds for operating expenditures to support the implementation.

CARRIED

Original Motion

**Department of Health and Welfare
Public Health Services
Physical Health Services
eWIC Implementation**

Moved by **Wintrow**, seconded by **Souza**, to the Department of Health and Welfare for the Physical Health Services Program a onetime object transfer of \$831,000 from trustee and benefit payments to operating expenditures from the Cooperative Welfare (federal) fund for a net impact of \$0, for fiscal year 2018.

Ayes: 20

Keough, Bair, Mortimer, Martin, Souza, Lee, Agenbroad, Crabtree, Ward-Engelking, Nye, Bell, Youngblood, Miller, Burtenshaw, Horman, Malek, Anderson, Dixon, King, Wintrow

Nayes: 0

Absent: 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 ordered by **Chairman Bell**.

DISCUSSION:

Rep. Wintrow discussed the program has sufficient appropriation for this grant, just not in the correct object and this action allows for the program to implement the grant without additional appropriation.

**AGENCY
PRESENTATION:**

**Department of Health and Welfare
Public Health Services
Physical Health Services**

**LSO STAFF
PRESENTATION:**

Jared Tatro explained the TRICARE — cash transfer is money that has been appropriated to the Immunization Fund, through the Department of Health and Welfare’s Physical Health Services Program. This was required because TRICARE would not participate in the state’s assessment program. TRICARE is now participating and has provided full reimbursement to the state.

Original Motion

TRICARE — Cash Transfer

Moved by **Malek**, seconded by **Souza**, to move the onetime appropriation and transfer of \$3,557,200 from the Immunization Dedicated Vaccine Fund to the general fund for fiscal year 2018.

Ayes: 20

Keough, Bair, Mortimer, Martin, Souza, Lee, Agenbroad, Crabtree, Ward-Engelking, Nye, Bell, Youngblood, Miller, Burtenshaw, Horman, Malek, Anderson, Dixon, King, Wintrow

Nayes: 0

Absent: 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 ordered by **Chairman Bell**.

ADJOURN:

There being no further business to come before the Committee, **Chairman Bell** adjourned the Committee at 9:16 a.m.

Representative Bell
Chair

Donna Warnock
Secretary