

MINUTES
JOINT FINANCE-APPROPRIATIONS COMMITTEE

DATE: Thursday, March 08, 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, Hale(Wintrow)

ABSENT/EXCUSED: None

CONVENED: Senator Keough convened the meeting at 8:03 A.M.

AGENCY PRESENTATION: **DEPARTMENT OF COMMERCE**

LSO STAFF PRESENTATION: **KEITH BYBEE**

CARRIED: ORIGINAL MOTION
Moved by Rep. Anderson, for the Department of Commerce, beginning with the FY 2019 Base, a reduction of \$59,800 for benefit costs, an increase of \$9,100 for replacement items, an increase of \$6,300 for statewide cost allocation, and an increase of \$93,600 for change in employee compensation. Also included is line item 1 for \$3,455,400 for tourism and promotion enhancement. The totals for this motion for FY 2019 are 43.00 FTP, \$5,800,900 from the General Fund, \$20,244,100 from dedicated funds, and \$16,269,000 from federal funds for a grand total of \$42,314,000, seconded by Sen. Nye.

AYES: 18

NAYS: 0

ABSENT/EX: 2

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 LABOR**

LSO STAFF PRESENTATION: **KEITH BYBEE**

CARRIED:

ORIGINAL MOTION

Moved by Sen. Martin, for the Department of Labor, beginning with the FY 2019 Base, a reduction of \$743,500 for benefit costs, an increase of \$424,500 for replacement items, an increase of \$60,400 for statewide cost allocation, and an increase of \$1,339,300 for change in employee compensation. Also included are the following line items: line item 1 for \$201,600 for additional IT infrastructure. Line item 2 for \$111,800 for building maintenance and repairs. Line item 3 reduces 6.00 FTP and \$810,000 moving Career Information Systems to the state Board of Education. Finally, line item 4 reduces 12.42 FTP and \$9,074,400 sending the Workforce Development Council to the Office of the Governor as a standalone agency. The totals for this motion for FY 2019 are 681.58 FTP, \$342,200 from the General Fund, \$17,520,100 from dedicated funds, and \$70,332,600 from federal funds for a grand total of \$88,194,300, seconded by Rep. Miller.

SUBSTITUTE MOTION:

SUBSTITUTE MOTION

Moved by Sen. Mortimer, for the Department of Labor, beginning with the FY 2019 Base, a reduction of \$743,500, for benefit costs, an increase of \$505,900 for replacement items, an increase of \$60,400 for statewide cost allocation, and an increase of \$1,339,300 for change in employee compensation. Also included are the following line items; Line items 1 for \$201,600 for additional IT infrastructure. Line item 2 for \$111,800 for building maintenance and repairs. Line item 3 reduces 6.00 FTP and \$810,000 moving Career Information Systems to the State Board of Education. Finally, line item 4 reduces 12.42 FTP and \$9,074,400 sending the Workforce Development Council to the Office of the Governor as a standalone agency. The totals for this motion for FY 2019 are 681.58 FTP, \$342,200 from the General Fund, \$17,601,500 from dedicated funds, and \$70,332,600 from federal funds for a grand total of \$88,276,300, seconded by Rep. King.

AYES: 14

NAYS: 4

ABSENT/EX: 2

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:

WORKFORCE DEVELOPMENT COUNCIL

LSO STAFF PRESENTATION:

KEITH BYBEE

CARRIED:

ORIGINAL MOTION

Moved by Sen. Mortimer, for the Workforce Development Council one line item creating a new budgeted division in the office of the Governor for 5.00 FTP and \$8,553,100. The total for this motion for FY 2019 are 5.00 FTP, \$8,410,700 from dedicated funds and \$142,400 from federal funds for a grand total of \$8,553,100, seconded by Rep. Youngblood.

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:**

**DEPARTMENT OF REVENUE AND TAXATION: IDAHO STATE TAX
COMMISSION**

**LSO STAFF
PRESENTATION:**

KEITH BYBEE

CARRIED:

ORIGINAL MOTION

Moved by Rep. Youngblood, for the State Tax Commission, beginning with the FY 2019 Base, a reduction of \$621,900 for benefit costs, an increase of \$422,300 for replacement items, an increase of \$192,300 for statewide cost allocation, and an increase of \$782,200 for change in employee compensation. Also included are the following items: 1.00 FTP and \$71,200 for an automated systems coordinator in line item 1. Line item 2 for 3.00 FTP and \$171,100 for additional tax compliance positions. Line item 4 for \$46,000. Line item 5 for \$14,000 for the tax commissioner 3% CEC. The totals for this motion for FY 2019 are 459.00 FTP, \$36,154,600 from the General Fund, \$7,587,600 from dedicated funds and \$8,000 from federal funds for a grand total of \$43,750,200, seconded by Sen. Agenbroad.

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 of Rep. Youngblood, granted by unanimous consent, to introduce, a s a separate section of the State Tax Commission’s FY 2019 original appropriation bill, amendments to Section 63–102, Idaho Code, as shown below, to increase the salaries of the State Tax Commissioners, with a DO-PASS recommendation.

Section 3. 63-102. Organization – Chairman – Compensation – Quorum – Hearings. (1) A member of the state tax commission shall be appointed by the governor, to serve at his pleasure, as chairman. Each member of the state tax commission shall devote full time to the performance of duties. Commencing on July 1, 2017, the annual salary for members of the state tax commission shall be ninety-nine thousand seventy-seven dollars (\$99,077). (2) A majority of the state tax commission shall constitute a quorum for the transaction of business. The state tax commission may delegate to any member of the commission or to its employees, the power to make investigations and hold hearings at any place it may deem proper, and such other matters as will facilitate the operations of the commission. (3)The chairman of the state tax commission shall delegate to each commissioner the responsibility for policy management and oversight of one (1) or more of the taxes collected and/or activities supervised or administered by the commission. The state tax commission shall perform the duties imposed upon it by law and shall adopt all rules by majority decision. In any case in which the state tax commission sits as an appellate body upon an appeal from a tax decision from one (1) of the various administrative units subject to its supervision, the state tax commissioner charged with responsibility for policy management and oversight of the tax in controversy shall not vote upon the appeal but may advise the remaining members of the commission on the technical aspects of the problems before them. (4)The chairman shall be the chief executive officer and administrative head of the state tax commission and shall be responsible for, or may assign responsibility for, all personnel, budgetary and/or fiscal matters of the state tax commission.

On request of Rep. Youngblood, granted by unanimous consent, to include reappropriation authority for moving costs appropriated last year as shown below:

Section 4. REAPPROPRIATION AUTHORITY FOR MOVING EXPENSES. There is hereby reappropriated to the State Tax Commission any unexpended and unencumbered balances appropriated or reappropriated to the State Tax Commission from the General Fund for moving expenses for fiscal year 2018, in an amount not to exceed \$2,000,000, to be used for nonrecurring expenditures related to moving for the period July 1, 2018, through June 30, 2019.

**AGENCY
PRESENTATION:
LSO STAFF
PRESENTATION:**

**SELF-GOVERNING AGENCIES: IDAHO STATE HISTORICAL
SOCIETY
JILL RANDOLPH**

CARRIED:

ORIGINAL MOTION

Moved by Sen. Ward-Engelking, for the Idaho State Historical Society, beginning with the FY 2019 Base, a reduction of \$76,400 for benefit costs, an increase of \$14,000 for inflationary adjustments, an increase of \$280,000 for replacement items, of which \$153,000 is from the General Fund and \$127,000 is from the Economic Recovery Reserve Fund, an increase of \$11,000 for statewide cost allocation, an increase of \$354,100 for salary annualizations, and an increase of \$97,000 for the change in employee compensation. Also included is one line item. Line item 6 for \$18,100 for IT/Telecommunications upgrades, as recommended by the Office of the Chief Information Officer. The totals for this motion for FY 2019 are 55.00 FTP, \$4,042,400 from the General Fund, \$1,910,900 from dedicated funds and \$1,580,900 from federal funds for a grand total of \$7,534,200, seconded by Rep. Wintrow (Hale) .

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:**

OFFICE OF THE GOVERNOR: COMMISSION ON THE ARTS

**LSO STAFF
PRESENTATION:**

JILL RANDOLPH

CARRIED:

ORIGINAL MOTION

Moved by Sen. Ward-Engelking, for the Commission on the Arts, beginning with the FY 2019 Base, a reduction of \$14,100 for benefit costs, an increase of \$800 for statewide allocation, and an increase of \$18,700 for the change in employee compensation. Also included are two line items. Line item 1 for \$3,800 for IT/Telecommunications upgrades. Line item 2 for \$25,000 for enhancement of grant funds. The totals for this motion for FY 2019 are 10.00 FTP, \$841,000 from the General Fund, \$106,300 from dedicated funds, and \$1,073,900 from federal funds, for grand total of \$2,021,200, seconded by Rep. Wintrow (Hale).

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: **TRAILER APPROPRIATION BILLS: DEPARTMENT OF JUVENILE CORRECTIONS**
TRAILER APPROPRIATION TO H399 FOR RULE OF 80/DIRECT CARE STAFF

LSO STAFF PRESENTATION: **JARED HOSKINS**

CARRIED: ORIGINAL MOTION
Moved by Rep. Burtenshaw, for fiscal year 2019, for the Department of Juvenile Corrections, in the Institutions Program, an ongoing increase of \$35,400 in personnel costs from the General Fund, seconded by Sen. Ward-Engelking.

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: **TRAILER APPROPRIATION BILLS: DEPARTMENT OF CORRECTIONS**

TRAILER APPROPRIATION TO H533 FOR COUNTY JAILS RATE INCREASE

LSO STAFF PRESENTATION: **JARED HOSKINS**

CARRIED: ORIGINAL MOTION
Moved by Rep. Youngblood, for fiscal year 2019, for the Department of Correction, in the County and Out-of-State Placement Program, an ongoing increase of \$3,650,000 in operating expenditures from the General Fund, seconded by Sen. Agenbroad.

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: **TRAILER APPROPRIATION BILLS: DEPARTMENT OF HEALTH AND WELFARE**
TRAILER APPROPRIATION TO H431 FOR THE STATE HOSPITALS MEDICAL DIRECTORS SALARIES.

LSO STAFF PRESENTATION: **JARED TATRO**

CARRIED: ORIGINAL MOTION
Moved by Sen. Bair, for fiscal 2019, for the Department of Health and Welfare all from the Cooperative Welfare (General) Fund, for State Hospital South an additional \$32,700 in ongoing personnel costs and for State Hospital North an additional \$32,700 in ongoing personnel costs. The total for this motion is \$65,400 all ongoing, seconded by Sen. Lee.
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: **TRAILER APPROPRIATION BILLS: DEPARTMENT OF ENVIRONMENTAL QUALITY**

TRAILER APPROPRIATION TO S1260 LAKE AND RIVER COMMITTEE MEMEBERSHIP

LSO STAFF PRESENTATION: **ROB SEPICH**

CARRIED: ORIGINAL MOTION
Moved by Rep. Dixon, for fiscal year 2019, for the Department of Environmental Quality, the addition of \$50,000 ongoing from the General Fund for added duties granted to the Lake Pend Oreille, Pend Oreille River, Priest Lake and Priest River Commission, seconded by Sen. Ward-Engelking.

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: **BUDGET CORRECTION: DEPARTMENT OF PARKS AND RECREATIONS**

**LSO STAFF
PRESENTATION:**

ROB SEPICH

CONSENT:

On request by Sen. Bair, granted by unanimous consent, to reopen the fiscal year 2019 budget for the Department of Parks and Recreation.

CARRIED:

ORIGINAL MOTION

Moved by Sen. Bair, for the Department of Parks and Recreation, the addition of \$27,900 ongoing from the Parks and Recreation Fund to correct the Change in Employee Compensation (CEC), seconded by Rep. Burtenshaw.

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.

ADJOURNED:

There being for further business, Senator Keough adjourned the meeting at 8:59 A.M.

Senator Keough
Chair

Amberlee Honsaker
Secretary