

MINUTES
JOINT FINANCE-APPROPRIATIONS COMMITTEE

DATE: Tuesday, January 15, 2019

TIME: 8:00 A.M.

PLACE: Room C310

MEMBERS PRESENT: Senators Co-chairman Bair, Johnson, Lee, Agenbroad, Crabtree, Grow, Burtenshaw, Woodward, Ward-Engelking, Nye
Representatives Co-chairman Youngblood, Horman, Anderson, Amador, Kauffman, Raybould, Syme, Troy, Wintrow, Toone

ABSENT/ EXCUSED: None

CONVENED: **Chairman Youngblood** called the meeting to order at 8:00 am.

AGENCY PRESENTATION: **Department of Commerce**

Tom Kealey, Director stated he is the new director of the Department of Commerce of Idaho and he introduced his staff. He continued to give an overview of his department stating the Idaho Department of Commerce is dedicated to aiding in the creation of jobs, generating economic growth, creating economic opportunities, and advancing the well-being and prosperity of Idaho citizens.

Director Kealey reviewed the FY 2020 budget stating the Governor's recommendation is a total of \$42,406,400 this is an increase of .2% over FY 2019. He continued he is anticipating a 9% increase in tourism receipts. Director Kealey continued stating he supports the Change in Employee Compensation (CEC), cyber security and technology improvements.

Matt Borud, Administrator of Marketing & Innovation stated there has been a strong multi-year growth stretch. In FY 2016 growth was 13.4%, FY 2017 growth was 12.4% and this years growth is at 10.3%.

LSO STAFF PRESENTATION: **Keith Bybee, LSO Deputy Division Manager,**

Mr. Bybee reviewed the following: 1) organizational chart stating the Department of Commerce is a one budgeted program, 2) current employee status, 43 FTP with 2 vacancies. Mr. Bybee continued his review of FY 2018, FY 2019 JFAC action and the Historical summary which includes FY 2018 actual, FY 2019 appropriations, FY 2020 requests and the Governor's recommendations.

To listen to this presentation please [click here](#).

AGENCY PRESENTATION: **Department of Labor**
Jani Revier, Director

Director Jani Revier gave a brief overview of the Department of Labor and a few of the challenges and opportunities this department is facing. The Department of Labor administers the Unemployment Insurance program, the Employment Workforce services, Wage and Hour unit, the Human Rights Commission, and Serve Idaho. Director Revier highlighted two new programs in the Department of Labor; the US Department of Labor has funded Apprenticeship Idaho with a \$1.4 million grant in Federal funds, the purpose of this program is to help Idaho businesses develop customized training programs specific to local needs. The Department of Labor was recently awarded a three year Federal grant for the state operated job core experimental project which will partner with the College of Western Idaho.

**LSO STAFF
PRESENTATION:**

Keith Bybee, LSO Deputy Division Manager, reviewed FY 2018 actual expenditures, FY 2019 budget appropriations, and budget requests and Governor's recommendations for FY 2020. For FY 2018, the percent deference from total appropriation was about 37.8% that was not spent. For FY 2019 there were two line items requested and funded by JFAC.

To listen to this presentation please [click here](#).

**AGENCY
PRESENTATION:**

**Workforce Development Council
Wendy Secrist, Executive Director**

Executive Director Secrist gave an overview of the Workforce Development Council stating this Council was created under the Office of the Governor last year. One key achievement of the Council the past year is completing an update and review of the Workforce policy and training fund. Executive Director Secrist continued with the requirements, goals, and objective of the Workforce Development Council which are as follows: 1) increase public awareness of and access to career education and training opportunities; 2) improve the effectiveness, quality, and coordination of programs and services designed to maintain a highly skilled workforce; 3) provide for the most efficient use of Federal, State, and local workforce development resources; 4) fulfill the requirements of the State Workforce Investment Board as set forth in the Workforce Opportunity and Innovation Act (WIOA); and 5) develop and oversee procedures, criteria, and performance measures for the Workforce Development Training Fund.

**LSO STAFF
PRESENTATION:**

Keith Bybee, LSO Deputy Division Manager

Mr. Bybee reviewed Historical Summary, Grant Awards available, and the Governor's recommendations for FY 2020.

To listen to this presentation please [click here](#).

**AGENCY
PRESENTATION:**

**Department of Finance
Gavin Gee, Director**

Director Gee introduced his management team and gave a brief overview of his department. The Department of Finance is a dedicated fund agency; funded entirely by the fees paid by the industries they regulate. He continued the Department of Finance self funds for the next fiscal year and contribute to the General Fund all salary and revenue savings that exceed 125% of their next year's budget. He continued the department was audited last year for FY 2015 through 2017 and there were no findings or recommendations. Director Gee continued they administer 23 laws and regulate 15 financial industries.

LSO STAFF PRESENTATION: Keith Bybee, LSO Deputy Division Manager

Mr. Bybee reviewed the actual expenditures of FY 2018, the budget for FY 2019, and the budget requests and the Governor’s recommendations for FY 2020. For FY 2018, the Department of Finance spent a total of \$7,958,300 of their original appropriation, \$8,355,300. In review of the FY 2019, Mr. Bybee stated a new position was approved by JFAC for this department. He continued his review of the Historical Summary, which is a three year look of expenditures and what the Governor’s request is for the current fiscal year. He continued to discuss the replacement items request of software subscriptions, copier leases, backup system, fire wall maintenance, reference materials and laptop computers. To listen to this presentation please [click here](#).

AGENCY PRESENTATION: Department of Insurance Dean Cameron, Director

Director Cameron introduced his staff and gave an overview of the Department of Insurance. Director Cameron continued that the mission of the Department of Insurance is to serve and protect Idahoans equitable, effectively and efficiently. The department has two budgeted programs, consists of three bureaus and one section (IT) overseen by a Deputy Director.

LSO STAFF PRESENTATION: Keith Bybee, LSO Deputy Division Manager

Mr. Bybee reviewed the actual expenditures of FY 2018, the budget for FY 2019, and the budget requests and the Governor’s recommendations for FY 2020. For FY 2018, the Department of Finance spent a total of \$7,483,400 of their original appropriation, \$9,690,600. In review of the FY 2019, Mr. Bybee stated there were no line items in the budget but there was a large line item for Replacement Items which were the replacement of cubicles. He continued his review of the Historical Summary, which is a three year look of expenditures and what the Governor’s request is for the current fiscal year. For FY 2020, there were some replacement items requested, the largest were two light trucks for the State Fire Marshal, some smaller items are monitors, two high-end computers, nine laptops, one chrome book, docking stations, network printer, label printers, desktop scanners and seven task chairs. Mr. Bybee continued there were two Governor recommendations for the technology initiative; Network Equipment Replacement and Modernization — Consolidate.

To listen to this presentation please [click here](#).

UNANIMOUS CONSENT: On request by Rep. Wintrow, granted by unanimous consent, the FY 2019 budget for the Idaho State Historical Society, was reopened.

Original Motion

**Idaho State Historical Society
Idaho State Museum**

Supplemental

CARRIED: Moved by Rep. Wintrow, seconded by Sen. Nye, to move for fiscal year 2019, for the Idaho State Historical Society, an additional \$1,500,000 in onetime operating expenditures from the Miscellaneous Revenue Fund.

Ayes: 20

Bair, Johnson, Lee, Agenbroad, Crabtree, Grow, Burtenshaw, Woodward, Ward-Engelking, Nye, Youngblood, Horman, Anderson, Amador, Kauffman, Raybould, Syme, Troy, Wintrow, Toone.

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 Youngblood**.

**UNANIMOUS
CONSENT:**

On request by **Rep. Toone**, granted by unanimous consent, the FY 2019 budget for the Commission for the Blind and Visually Impaired, was reopened.

Supplemental

CARRIED:

Moved by **Rep. Toone**, seconded by **Sen. Ward-Engelking** for fiscal year 2019, for the Commission for the Blind and Visually Impaired, an additional \$15,000 in ongoing operating expenditures from the Adaptive Aids and Appliances Fund.

Ayes: 20

Bair, Johnson, Lee, Agenbroad, Crabtree, Grow, Burtenshaw, Woodward, Ward-Engelking, Nye, Youngblood, Horman, Anderson, Amador, Kauffman, Raybould, Syme, Troy, Wintrow, Toone.

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 Youngblood**.

**UNANIMOUS
CONSENT:**

On request by **Sen. Agenbroad**, granted by unanimous consent, the FY 2019 budget for the Medical Boards, was reopened.

Supplemental

CARRIED:

Moved by **Sen. Agenbroad**, seconded by **Sen. Ward-Engelking**, for fiscal year 2019, for the Board of Medicine, an additional \$178,500 in operating expenditures from the State Regulatory Fund.

Ayes: 20

Bair, Johnson, Lee, Agenbroad, Crabtree, Grow, Burtenshaw, Woodward, Ward-Engelking, Nye, Youngblood, Horman, Anderson, Amador, Kauffman, Raybould, Syme, Troy, Wintrow, Toone.

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 Youngblood**.

CARRIED:

Moved by **Sen. Agenbroad**, seconded by **Sen. Ward-Engelking**, for fiscal year 2019, for the Board of Nursing, an additional \$20,600 in personnel costs from the State Regulatory Fund.

Ayes: 20

Bair, Johnson, Lee, Agenbroad, Crabtree, Grow, Burtenshaw, Woodward, Ward-Engelking, Nye, Youngblood, Horman, Anderson, Amador, Kauffman, Raybould, Syme, Troy, Wintrow, Toone.

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 Youngblood**.

**UNANIMOUS
CONSENT:**

On request by **Rep. Horman**, granted by unanimous consent, the FY 2019 budget for the STEM Action Center, was reopened.

Supplemental

CARRIED:

Moved by **Rep. Horman**, seconded by **Sen. Agenbroad**, for fiscal year 2019, for the STEM Action Center an addition of \$1,000,000 onetime in operating expenditures from the STEM Education Fund, a dedicated fund.

Ayes: 20

Bair, Johnson, Lee, Agenbroad, Crabtree, Grow, Burtenshaw, Woodward, Ward-Engelking, Nye, Youngblood, Horman, Anderson, Amador, Kauffman, Raybould, Syme, Troy, Wintrow, Toone.

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 Youngblood**.

ADJOURN:

There being no further business to come before the Committee, **Chairman Youngblood** adjourned the meeting at 10:27 am.

Representative Youngblood
Chair

Donna Warnock
Secretary