

MINUTES
JOINT FINANCE-APPROPRIATIONS COMMITTEE

DATE: Monday, January 21, 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.

EDUCATION WEEK

AGENCY **Dr. Linda Clark, President, State Board of Education**

PRESENTATION: **President Clark** provided an extensive review of the Idaho State Board of Education. Dr. Clark continued the State Board of Education has oversight of almost \$2.3 billion dollars. Her presentation included information on dual credit registration, the Opportunity Scholarship, Complete College America (CCA), and a tuition increase.

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

AGENCY **State Board of Education**

PRESENTATION: **Matt Freeman, Executive Director**

Matt Freeman, Executive Director introduced staff and gave an in-depth overview of the State Board of Education. Presentation included a snapshot of what the board and his office does such as; oversight of the Public Charter School Commission, teacher evaluations, administer the State scholarship programs, the Accountability Oversight Committee, and the Dual Credit Legislative Report. Presentation furthered insight on the Governor's recommended line items that are appropriately focused on teacher quality and it enables his office to deploy student center initiatives and strategies focused on student success. Executive Director Freeman concluded with thanking the Governor for his recommended 3% Change in Employee Compensation (CEC).

LSO STAFF **Janet Jessup, LSO Budget and Policy Analyst** reviewed the actual expenditures of FY 2018, there were several reversions, the budget for FY 2019, noting there were six line items and the budget requests and the Governor's recommendations for FY 2020.

Executive Director Freeman discussed the following FY 2019 line items: 1) IT/Telecommunications, 2) accreditation for Psychology Internship, 3) Graduate Medical Education Council, 4) Systems Integration Consultant, 5) Transfer Career Information System (CIS) to Board of Education, and 6) Idaho National Laboratory (INL) lease payments. Executive Director Freeman continued with FY 2020 noting the recommendations by the Governor. The recommended line items are as follows: 1) Associate Chief Academic Officer will oversee the development of policy and implementation of student success initiatives; 2) Career Information System (CIS) Enhancements, which the agency is requesting \$20,000 in ongoing operating expenditures for enhancements to the CIS. The contract for this operating system is scheduled for renegotiated in FY 2020. The requested funds will also cover the cost of regular updates necessary to maintain the CIS website, 3) Mater Education Premium Portfolio Review, in FY 2020, the Master Education Premium established pursuant to **Section 33–1004(I), Idaho Code**, will go into effect. This will require teachers to create and submit a portfolio that will be reviewed to determine if the applying teacher meets the standards to receive the premium and 4) K-12 Task Force will be a task force to evaluate next steps in the strategic funding of public schools for the future.

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

AGENCY **Community Colleges, System-wide Programs**
PRESENTATION: **Matt Freeman, Executive Director**

LSO STAFF **Janet Jessup, LSO Budget and Policy Analyst**, stated this is a new budgeted
PRESENTATION: program, so there no historical summary. Ms. Jessup continued there is one line item for FY 2020. The Systemwide Expenses line item includes a reduction of \$10,000 from each of the community colleges and nets to zero. This transfer goes to the State Board of Education to be used for system wide needs.

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

AGENCY **College of Southern Idaho**
PRESENTATION: **Jeff Fox, President**

President Fox recognized the Board of Trustees and staff that were present. President Fox provided an overview of the programs offered, stating about 80% of students are part-time and most of the students are female. President Fox continued enrollment for 18–19 year old’s is about 70% and seeing a decline from the 20–34 year old’s.

LSO STAFF **Janet Jessup, LSO Budget and Policy Analyst**, reviewed the actual expenditures
PRESENTATION: of FY 2018, noting there were no reversions and all the funds were expended, she continued with FY 2019 JFAC action, noting the one negative adjustment and one line item. **President Fox** gave a brief overview of the negative adjustment and the line item. Ms. Jessup continued with the Historical Summary, noting for FY 2020, the request is for \$14,337,300 and the Governor’s recommendation is for \$14,540,200. Ms. Jessup noted the onetime expenditure in FY 2019, in the amount of \$210,000 for Capital Outlay purchases, she also noted the inflationary adjustment requests, which were not recommended by the Governor, the Change in Employee Compensation there was a request to shift \$1,300 and in the Nondiscretionary Adjustments the Governor requested an increase of \$203,300.

President Fox continued with the FY 2020 Budget Proposal outlining the Governor’s priority.

Ms. Jessup reviewed the Budget Law Exemption, stating it is common for all the community colleges. This restricts the transfer of appropriation between programs and among personnel costs, operating expenditures, capital outlay, and trustee and benefit payments and this authority requires legislative approval.

In response to committee questions **David Hahn, DFM**, stated CSI and NIC do not participate in the State Health Plan, they did share in the years of over appropriation that created an excess in the health plan reserve in the State and they should share in the years of low appropriation. Mr. Hahn stated the alternative to OBF, for the Governor, was \$7 million in the Opportunity Fund.

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

AGENCY North Idaho College
PRESENTATION: **Rick MacLennan, President**

President, MacLennan began by introducing staff members present at the meeting. President MacLennan then gave an overview highlighting the support of entrepreneurship and the perennial problem of students showing up to college not prepared, which leads to a high chance of the student not making it through the first semester or year. President MacLennan reviewed FY 2019 JFAC action, stating with the funding they were able to build up capacity in the Computer Science program, equip the Science Computer lab and hire one full-time position. Continuing with FY 2020, President MacLennan stated the \$117,400 Occupancy Costs is for the North Idaho Collaboration Education Facility and he is in full support of the Governor's recommendations.

LSO STAFF **Janet Jessup, LSO Budget and Policy Analyst**, reviewed the FY 2019 actual
PRESENTATION: expenditures, noting North Idaho College expended 100% of their appropriation.

In response to committee questions **President MacLennan** stated the Computer Science program in North Idaho has seen an increase in enrollment.

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

AGENCY College of Western Idaho
PRESENTATION: **Bert Glandon, President**

President Glandon began by introducing his administrative team and trustees present at the meeting. President Glandon stated the Governor's recommendations for the Nondiscretionary Adjustments is an increase of \$1,096,300. He continued his presentation stating about 32% of enrollment is from dual credit.

LSO STAFF **Janet Jessup, LSO Budget and Policy Analyst** reviewed the actual expenditures
PRESENTATION: of FY 2018, College of Western Idaho spent 100% of their appropriation, the budget for FY 2019, noting there was one Nondiscretionary Adjustment for \$1,293,900, and the budget requests and the Governor's recommendations for FY 2020.

Ms. Jessup reviewed the Budget Law Exemption, stating it is common for all the community colleges. This restricts the transfer of appropriation between programs and among personnel costs, operating expenditures, capital outlay, and trustee and benefit payments and this authority requires legislative approval.

In response to committee questions **President Glandon** stated about 20–30% of the real cost is funded through the Change in Employee Compensation (CEC). President Glandon explained when there is a recession there is an uprise of enrollment when the State doesn't have money and when the enrollment goes down then the State has money.

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

AGENCY College of Eastern Idaho
PRESENTATION: **Rick Aman, President**

President Aman began by introducing his staff members present at the meeting. President Aman began his presentation by thanking JFAC for the approximate \$3.9 million appropriation last year to begin Idaho's newest community college. He continued there was a \$1.1 million transfer from CTE and the majority of those funds were used for the transition from Eastern Idaho Technology College. College of Eastern Idaho has a \$1.7 million grant from the Maeck Foundation that is being used in the area of nursing.

LSO STAFF **Janet Jessup, LSO Budget and Policy Analyst** reviewed FY 2019 JFAC action, **PRESENTATION:** she brought to the committee's attention the Community Colleges Taxing District chart for all the community colleges, noting there is no information on Eastern Idaho College because they are not anticipating any revenue from the levy until a partial payment in January and a full payment in July 2019. Ms. Jessup continued with the FY 2020, noting the benefit cost, Change in Employee Compensation, Nondiscretionary Adjustments, noting that there was no enrollment workload adjustment (EWA) for CEI. Ms. Jessup continued her presentation with the FY 2020 line items, noting the agency requested \$55,000 onetime from the Higher Education Surplus Stabilization fund to purchase instructional equipment. This is a dedicated fund.

Ms. Jessup reviewed the Budget Law Exemption; stating it is common for all the community colleges. This restricts the transfer of appropriation between programs and among personnel costs, operating expenditures, capital outlay, and trustee and benefit payments and this authority requires legislative approval.

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ADJOURN: There being no further business to come before the Committee, **Chairman Youngblood** adjourned the meeting at 10:20 am.

Representative Youngblood
Chair

Donna Warnock
Secretary