

MINUTES  
**JOINT FINANCE-APPROPRIATIONS COMMITTEE**

**DATE:** Thursday, February 27, 2020

**TIME:** 8:00 A.M.

**PLACE:** Room C310

**MEMBERS PRESENT:** Senators Co-chairman Bair, Johnson, Lee, Crabtree, Grow, Burtenshaw, Woodward, Ward-Engelking, Nye

Representatives Co-chairman Youngblood, Horman, Anderson, Amador, Kauffman, Erickson(Raybould), Syme, Troy, Wintrow, Toone

**ABSENT/EXCUSED:** Agenbroad

**CONVENED:** **Chairman Youngblood** called the Joint Finance-Appropriations Committee (JFAC) (Committee) to order at 8:00 a.m.

**LSO STAFF PRESENTATION:** **COMMISSION ON AGING; Jill Randolph, Senior Budget & Policy Analyst, LSO**

**MOTION:** **Rep. Wintrow** made a motion for the Commission on Aging, beginning with the FY 2021 Base, a decrease of \$4,900 for benefit costs, an increase of \$1,500 for statewide cost allocation, and an increase of \$20,400 for change in employee compensation. Also included are the following line items: line item 1, which provides \$207,000 for alignment authorization within federal funds; \$200 for OITS operating costs; \$2,000 for OITS servers and licensing; and a 2 percent General Fund reduction of \$92,100, of which \$12,600 is from operating expenditures and \$79,500 is from trustee and benefit payments. The totals for this motion for FY 2021 are 13.00 FTP, \$4,519,000 from the General Fund and \$9,240,800 from federal funds for a grand total of \$13,759,800. Motion seconded by **Senator Ward-Engelking**.

The Committee discussed the motion.

**CARRIED:** **AYES: 19**  
Bair, Johnson, Lee, Crabtree, Grow, Burtenshaw, Woodward, Ward-Engelking, Nye, Youngblood, Horman, Anderson, Amador, Kauffman, Erickson(Raybould), Syme, Troy, Wintrow, Toone

**NAYS: 0**

**ABSENT/EXCUSED: 1**

Agenbroad

The majority having voted in the affirmative, the motion carried, and without objection, will carry a **DO PASS** recommendation. There being no objection, it was so ordered by **Chairman Youngblood**. See [Audio](#) and [Motion](#) and [Ballot](#).

**LSO STAFF PRESENTATION:** **VOCATIONAL REHABILITATION; Jill Randolph, Senior Budget & Policy Analyst, LSO**

**MOTION:**

**Rep. Wintrow** made a motion for the Division of Vocational Rehabilitation, beginning with the FY 2021 Base, a decrease of \$51,800 for benefit costs, an increase of \$9,700 for inflationary adjustments, an increase of \$42,800 for replacement items, an increase of \$8,900 for statewide cost allocation, and an increase of \$186,000 for change in employee compensation. Also included are the following line items: line item 1 for \$7,400 in operating expenditures for statewide outreach for the Council for the Deaf and Hard of Hearing; line item 2 for a reduction of \$600,000 from the General Fund to give provider rate increases for comparable services in the Division of Medicaid; \$2,100 for OITS operating costs; \$41,000 for OITS servers and licensing; and a 2 percent General Fund reduction of \$177,100, of which \$169,700 is from trustee and benefit payments in the Extended Employment Services program and \$7,400 is from operating expenditures in the Council for the Deaf and Hard of Hearing. The totals for this motion for FY 2021 are 150.00 FTP, \$8,125,600 from the General Fund, \$2,124,300 from dedicated funds, and \$17,868,800 from federal funds for a grand total of \$28,118,700. Motion seconded by **Senator Lee**.

The Committee discussed the motion. **Rep. Wintrow** stated that those who worked on this budget deemed it important to provide additional outreach services. The second line is a reduction of \$600,000, which will be leveraged with Medicaid dollars for a rate increase for providers. The director reviewed several years of budgets to examine reversions and individual plans, estimating the actual cost of the program to ensure efficiencies. A summer working group completed a cost study, and Medicaid personnel realized the reimbursement rate was too low. The group shifted some funds, careful to not harm the bottom line, but to provide the best service for the citizens in our state.

**CARRIED:**

**AYES: 18**

Bair, Johnson, Lee, Crabtree, Grow, Burtenshaw, Ward-Engelking, Nye, Youngblood, Horman, Anderson, Amador, Kauffman, Erickson(Raybould), Syme, Troy, Wintrow, Toone

**NAYS: 1**

Woodward

**ABSENT/EXCUSED: 1**

Agenbroad

The majority having voted in the affirmative, the motion carried, and without objection, will carry a **DO PASS** recommendation. There being no objection, it was so ordered by **Chairman Youngblood**.

**UNANIMOUS  
CONSENT:**

Requested by **Rep. Wintrow**, granted by unanimous consent, to accept the following language:

**INTENT  
LANGUAGE:**

SECTION 3. MAINTENANCE OF SERVICE PROVISION. Until such time as the Legislature approves administrative rules or codifies the Extended Employment Services Program, notwithstanding any other provision of law to the contrary, the division administrator shall maintain the current level of service provision for work services and community supported employment.  
SECTION 4. An emergency existing therefore, which emergency is hereby declared to exist, Section 3 of this act shall be in full force and effect on and after passage and approval. See [Audio](#) and [Motion](#) and [Ballot](#).

**LSO STAFF  
PRESENTATION:**

**SECRETARY OF STATE; Maggie Smith, Senior Budget & Policy Analyst, LSO**

**MOTION:** **Senator Crabtree** made a motion for the Secretary of State, beginning with the FY 2021 Base, a decrease of \$11,800 for benefit costs, an increase of \$14,000 for statewide cost allocation, and an increase of \$39,800 for change in employee compensation. Also included are the following line items: line item 3, which provides \$300,000 for Elections Costs; line item 4, which provides \$12,800 ongoing for Conference Costs for the Commission on Uniform State Laws; and \$400 for OITS operating costs. The totals for this motion for FY 2021 are 30.00 FTP and \$3,983,900 from the General Fund. Motion seconded by **Rep. Anderson**.

The Committee discussed the motion.

**CARRIED:** **AYES: 19**  
Bair, Johnson, Lee, Crabtree, Grow, Burtenshaw, Woodward, Ward-Engelking, Nye, Youngblood, Horman, Anderson, Amador, Kauffman, Erickson(Raybould), Syme, Troy, Wintrow, Toone  
**NAYS: 0**  
**ABSENT/EXCUSED: 1**  
Agenbroad

The majority having voted in the affirmative, the motion carried, and without objection, will carry a **DO PASS** recommendation. There being no objection, it was so ordered by **Chairman Youngblood**. See [Audio](#) and [Motion](#) and [Ballot](#).

**LSO STAFF PRESENTATION:** **INDUSTRIAL COMMISSION; Maggie Smith, Senior Budget & Policy Analyst, LSO**

**MOTION:** **Rep. Syme** made a motion for the Industrial Commission, beginning with the FY 2021 Base, a decrease of \$47,800 for benefit costs, an increase of \$196,600 for replacement items, an increase of \$800 for statewide cost allocation, and an increase of \$174,600 for change in employee compensation. Also included are the following line items: line item 1, which provides \$3,298,000 for Business and Technology Modernization, of which \$3,000,000 is onetime, and \$298,000 is ongoing; line item 2, which provides 1.00 FTP and \$77,000 for a Program Analyst/Auditor; line item 3, which provides 1.00 FTP and \$58,100 for a Technical Records Specialist; line item 4, which provides a net-zero program transfer of \$2,536,400 from the Adjudication Program to the Compensation Program to combine the two budgeted programs; line item 5, which provides \$7,800 for a 2 percent CEC for the three Commissioners; \$1,800 for OITS operating costs; \$38,900 for OITS servers and licensing; \$100 for OITS billings; and a 2 percent General Fund reduction of \$6,000 from trustee and benefit payments. Motion seconded by **Senator Johnson**.

The Committee discussed the motion.

**CARRIED:** **AYES: 19**  
Bair, Johnson, Lee, Crabtree, Grow, Burtenshaw, Woodward, Ward-Engelking, Nye, Youngblood, Horman, Anderson, Amador, Kauffman, Erickson(Raybould), Syme, Troy, Wintrow, Toone  
**NAYS: 0**  
**ABSENT/EXCUSED: 1**  
Agenbroad

The majority having voted in the affirmative, the motion carried, and without objection, will carry a **DO PASS** recommendation. There being no objection, it was so ordered by **Chairman Youngblood**.

**UNANIMOUS CONSENT:** Requested by **Rep. Syme**, granted by unanimous consent, to accept the language to amend Section **72-503, Idaho Code**, to provide a 2 percent salary increase for the Industrial Commissioners, be included as a section in the Industrial Commission's FY 2021 appropriation bill.

**INTENT LANGUAGE:** That **Section 72-503, Idaho Code**, be, and the same is hereby amended to read as follows: **72-503. SALARY.** Commencing July 1, 2020, the annual salary of each member of the industrial commission shall be one hundred nine thousand, two hundred eighty-four dollars (\$109,284). Industrial commissioner salaries shall be paid from sources set by the legislature. Each member of the industrial commission shall devote full time to the performance of his duties.

**UNANIMOUS CONSENT:** Requested by **Rep. Syme**, granted by unanimous consent, to accept the language, which provides requirements for the commission's Business and Technology Modernization as follows:

**INTENT LANGUAGE:** SECTION\_. BUSINESS AND TECHNOLOGY MODERNIZATION. In accordance with **Section 1, Article VIII**, of the Constitution of the state of Idaho, of the amount appropriated in Section 1 of this act, \$3,000,000 from the Industrial Administration Fund is the first of multiple onetime appropriations for the commission's business and technology modernization, subject to the availability of funds and satisfactory project implementation. One or before September 1 of each year, the commission shall report to the Legislature regarding the specific efforts made to upgrade its business applications; the outcomes of those efforts; and an estimate of the appropriation amount needed to continue those efforts. See [Audio](#) and [Motion](#) and [Ballot](#).

**LSO STAFF PRESENTATION:** **MEDICAL BOARDS; Maggie Smith, Senior Budget & Policy Analyst, LSO**

**MOTION:** **Rep. Horman** made a motion for the Medical Boards, beginning with the FY 2021 Base, a decrease of \$16,500 for benefit costs, an increase of \$49,600 for inflationary adjustments, an increase of \$25,300 for replacement items, an decrease of \$3,500 for statewide cost allocation, and an increase of \$72,000 for change in employee compensation. Also included are the following line items. For the Board of Medicine: line item 1 provides 1.00 FTP and \$59,300 for a Business Analyst; line item 2 provides \$101,000 for a Behavioral Health Program for licensees; line item 3 provides \$32,000 to contract with attorneys to prosecute disciplinary cases; line item 4 provides \$10,200 to reclassify four Licensing Specialists; and line item 5 provides \$6,200 for the Naturopathic Medical Board. For the Board of Nursing: line item 6 provides \$13,200 for an Associate Director Salary Increase; line item 7 provides \$43,200 ongoing for increased lease costs at the Chinden Campus; line item 8 provides \$5,400 for a Board Honorarium Adjustment; line item 9 provides \$15,600 for Recovery Program Cost Increases; line item 10 provides \$5,000 for Staff Development; and line item 11 provides \$4,300 for a Second Copier Lease. For the Board of Pharmacy: line item 12 provides \$529,800 for year 2 of a federal Prescription Drug Monitoring Grant; and line item 13 provides \$235,200 onetime for Health Data Exchange Connections. Additionally, the following are provided for the five boards combined: \$600 for OITS operating costs; \$15,300 for OITS servers and licensing; and \$8,400 for OITS billings. The totals for this motion for FY 2021 are 52.20 FTP, \$7,937,800 from dedicated funds, and \$529,800 from federal funds for a grand total of \$8,467,600. Motion seconded by **Senator Johnson**.

The Committee discussed the motion. **Executive Director Russell Barron**, Idaho Board of Nursing, provided information and clarification.

**CARRIED:**

**AYES: 18**

Bair, Johnson, Lee, Crabtree, Grow, Burtenshaw, Woodward, Ward-Engelking, Nye, Youngblood, Horman, Anderson, Kauffman, Erickson(Raybould), Syme, Troy, Wintrow, Toone

**NAYS: 0**

**ABSENT/EXCUSED: 2**

Agenbroad, Amador

The majority having voted in the affirmative, the motion carried, and without objection, will carry a **DO PASS** recommendation. There being no objection, it was so ordered by **Chairman Youngblood**.

**UNANIMOUS  
CONSENT:**

Requested by **Rep. Horman**, granted by unanimous consent, to include the language, which provides carryover authority to the Board of Nursing for the supplemental appropriation it received in FY 2020 to relocate to the Chinden Campus as follows:

**INTENT  
LANGUAGE:**

SECTION   . REAPPROPRIATION AUTHORITY. There is hereby reappropriated to the Board of Nursing any unexpended and unencumbered balances appropriated to the Board of Nursing from the State Regulatory Fund for the Chinden Campus relocation for fiscal year 2020, in an amount not to exceed \$601,200 from the State Regulatory Fund, to be used for nonrecurring expenditures related to the Chinden Campus relocation for the period July 1, 2020, through June 30, 2021. The State Controller shall confirm the reappropriation amount, by fund, expense class, and program, with the Legislative Services Office prior to processing the reappropriation authorized herein. See [Audio](#) and [Motion](#) and [Ballot](#).

**LSO STAFF  
PRESENTATION:**

**IDAHO STATE LOTTERY; Maggie Smith, Senior Budget & Policy Analyst, LSO**

**MOTION:**

**Rep. Syme** made a motion for the State Lottery, beginning with the FY 2021 Base, a decrease of \$18,100 for benefit costs, an increase of \$75,200 for replacement items, an increase of \$2,500 for statewide cost allocation, and an increase of \$59,700 for change in employee compensation. Also included are the following line items: line item 1, which provides \$17,400 for Two Staff Salary Increases; line item 2, which provides \$75,700 for Increased Shipping and Equipment Costs; and \$700 for OITS operating costs. The totals for this motion for FY 2021 are 45.00 FTP and \$6,299,800 from dedicated funds. Motion seconded by **Senator Johnson**.

**CARRIED:**

**AYES: 17**

Bair, Johnson, Lee, Crabtree, Burtenshaw, Woodward, Ward-Engelking, Nye, Youngblood, Horman, Anderson, Kauffman, Erickson(Raybould), Syme, Troy, Wintrow, Toone

**NAYS: 1**

Grow

**ABSENT/EXCUSED: 2**

Agenbroad, Amador

The majority having voted in the affirmative, the motion carried, and without objection, will carry a **DO PASS** recommendation. There being no objection, it was so ordered by **Chairman Youngblood**.

**UNANIMOUS  
CONSENT:**

Requested by **Rep. Syme**, granted by unanimous consent, to accept the language, which provides continuous appropriation authority to the Lottery for certain costs.

**INTENT  
LANGUAGE:**

SECTION \_\_. CONTINUOUS APPROPRIATION. Amounts necessary to pay prizes, retailer commissions, advertising and promotional costs, and gaming supplier vendor fees based on sales shall be continuously appropriated to the Idaho State Lottery under the provisions of **Section 67-7428, Idaho Code**. See [Audio](#) and [Motion](#) and [Ballot](#).

**ADJOURN:**

There being no further business to come before the Committee, **Chairman Youngblood** adjourned the meeting at 8:42 a.m.

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Representative Youngblood  
Chair

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Jenny Miller  
Secretary