

MINUTES
JOINT FINANCE-APPROPRIATIONS COMMITTEE

DATE: Friday, February 16, 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
ABSENT/EXCUSED: Rep. Wintrow
CONVENED: Senator Keough convened the meeting at 8:01 A.M.
AGENCY PRESENTATION: **DEPARTMENT OF FINANCE**
LSO STAFF PRESENTATION: **KEITH BYBEE**
CONFLICTS OF INTEREST: SEN. MORTIMER disclosed he has a possible conflict of interest under applicable law; he does plan to vote on the issue currently before the committee. SEN. AGENBROAD disclosed he has a possible conflict of interest under applicable law; he does plan to vote on the issue currently before the committee. REP. YOUNGBLOOD disclosed he has a possible conflict of interest under applicable law; he does plan to vote on the issue currently before the committee
CARRIED: ORIGINAL MOTION
Moved by Sen. Martin, for the Department of Finance, beginning with the FY 2019 Base, a reduction of \$91,700 for benefit costs, an increase of \$145,300 for replacement items, an increase of \$63,600 for statewide cost allocation, and an increase of \$166,000 for change in employee compensation. Also included is \$161,300 for a Deputy Director with 1.00 FTP. The totals for this motion for FY 2019 are 67.00 FTP, and \$8,648,100 from dedicated funds, seconded by Rep. Anderson.

AYES: 17

NAYS: 0

ABSENT/EX: 3

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 by Sen. Martin, granted by unanimous consent, the following intent language was accepted:

The Department of Finance is hereby granted continuous appropriation authority for reimbursement of persons to whom an Idaho court awards actual damages resulting from acts constituting violations of the Idaho Residential Mortgage Practices Act by a mortgage broker, mortgage lender or mortgage loan originator who was licensed or required to be licensed, per Section 26 - 31 - 109, Idaho Code.

AGENCY PRESENTATION: **DEPARTMENT OF INSURANCE**

PRESENTATION: **KEITH BYBEE**

CARRIED: ORIGINAL MOTION

Moved by Rep. Anderson, for the Department of Insurance, beginning with the FY 2019 Base, a reduction of \$108,200 for benefit costs, an increase of \$535,300 for replacement items, an increase of \$128,200 for statewide cost allocation, and an increase of \$148,300 for change in employee compensation. The totals for this motion for FY 2019 are 76.50 FTP, \$9,531,200 from dedicated funds, and \$678,200 from federal funds for a grand total of \$10,209,400, seconded by Sen. Mortimer.

AYES: 17

NAYS: 0

ABSENT/EX: 3

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: **BOARD OF TAX APPEALS**

PRESENTATION: **KEITH BYBEE**

CARRIED: ORIGINAL MOTION

Moved by Rep. Anderson, for the Board of Tax Appeals, beginning with the FY 2019 Base, a reduction of \$7,100 for benefit costs, an increase of \$500 for inflationary adjustments, an increase of \$4,300 for replacement items, a decrease of \$5,300 for statewide cost allocation, and an increase of \$12,400 for change in employee compensation. The totals for this motion for FY 2019 are 5.00 FTP, and \$608,600 from the General Fund, seconded by Sen. Mortimer.

AYES: 17

NAYS:0

ABSENT/EX: 3

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 PUBLIC HEALTH DISTRICTS

PRESENTATION:

PRESENTATION: JARED TATRO

CARRIED: ORIGINAL MOTION

Moved by Rep. King, for the Idaho Public Health Districts, beginning with the FY 2019 Base, reduce \$169,300 for benefit costs, add \$8,600 for medical inflation, add \$206,700 for the change in employee compensation, and reduce \$4,800 for other maintenance adjustments. The totals for this motion for FY 2019 are \$9,389,600 from the General Fund, and \$750,000 from dedicated funds for a grand total of \$10,139,600, seconded by Sen. Agenbroad.

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 DIVISION OF VETERAN SERVICES

PRESENTATION:

PRESENTATION: JARED TATRO

CARRIED: ORIGINAL MOTION

Moved by Sen. Agenbroad, for the Division of Veterans Services, beginning with the FY 2019 Base, reduce \$450,000 for benefit costs, add \$487,000 for replacement items, which are to be determined by the division administrator, add \$6,700 for statewide cost allocation, and add \$517,400 for the change in employee compensation. Also included are the following line items: add \$227,300 for Market Equity Salary Increases as recommended in line item 1; add \$133,800 for new capital outlay as requested in line item 2; add \$150,000 for the Veterans Recognition Income Fund as requested in line item 3; and add \$20,000 for the rules change related to personal property as requested in line item 4. The totals for this motion for FY 2019 are 346.00 FTP, \$1,127,500 from the General Fund, \$17,383,800 from dedicated funds, and \$15,728,100 from federal funds for a grand total of \$34,239,400, seconded by Rep. Youngblood.

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.

CONSENT: On request by Sen. Agenbroad, granted by unanimous consent, to include the intent language as displayed below:

SECTION 3. REAPPROPRIATION AUTHORITY. There is hereby reappropriated to the Division of Veterans Services any unexpended and unencumbered balances appropriated to the Division of Veterans Services from the Federal Grant Fund for a second veterans cemetery for fiscal year 2018, in an amount not to exceed \$7,496,100, to be used for nonrecurring expenditures related to the addition of a second veterans cemetery in southeastern Idaho for the period July 1, 2018, through June 30, 2019.

AGENCY PRESENTATION: **OFFICE OF DRUG POLICY**

PRESENTATION: **JARED TATRO**

CARRIED: ORIGINAL MOTION

Moved by Sen. Ward-Engelking, for the Office of Drug Policy, beginning with the FY 2019 Base, reduce \$8,400 for benefit costs, reduce \$100 for statewide cost allocation, and add \$13,400 for the change in employee compensation. Also included are the following line items: \$14,900 from the General Fund on a onetime basis to cover the two months of personnel costs that will be needed between the distribution of the federal grants as explained in line item 1; and add a line item for \$120,000 onetime with \$60,000 from the Federal Grant Fund and \$60,000 from the Millennium Income Fund for opioid prevention and education work in Idaho's hospitals. The totals for this motion for FY 2019 are 6.00 FTP, \$339,300 from the General Fund, \$84,500 from dedicated funds, and \$4,399,700 from federal funds for a grand total of \$4,823,500, seconded by Rep. King.

AYES: 16

NAYS: 2

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.

In response to committee questions, **JARED TATRO, LSO**, stated the opioid prevention program is new and will go into four hospitals, but not sure exactly which four hospitals in the State.

SUBSTITUTE MOTION:

SUBSTITUTE MOTION

Moved by Sen. Martin, for the Office of Drug Policy, beginning with the FY 2019 Base, reduce \$8,400 for benefit costs, reduce \$100 for statewide cost allocation, and add \$13,400 for the change in employee compensation. Also included are the following line items: \$14,900 from the General Fund on a onetime basis to cover the two months of personnel costs that will be needed between the distribution of the federal grants as explained in line item 1; and add a line item for \$120,000 onetime with \$60,000 from the Federal Grant Fund for opioid prevention and education work in Idaho's hospitals. The totals for this motion for FY 2019 are 6.00 FTP, \$339,300 from the General Fund, \$84,500 from dedicated funds, and \$4,399,700 from federal funds for a grant total of \$4,823,500,

AYES: 5

NAYS: 13

ABSENT/EX: 2

The majority having failed to vote in the affirmative, the motion has failed.

AGENCY PRESENTATION:

CREATION OF A TECHNOLOGY INFRASTRUCTURE STABILIZATION FUND

PRESENTATION:

PAUL HEADLEE: Reviews the new RS and the revisions to the Technology Infrastructure Stabilization Fund.

CARRIED:

ORIGINAL MOTION

Move by Rep. Bell, to RS, print and introduce DRJCH004, which creates the Technology Infrastructure Stabilization Fund and appropriates and transfers \$22,000,000 from the General Fund to the newly created Technology Infrastructure Stabilization Fund for FY 2019, with a DO PASS recommendation, seconded Sen. Martin.

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 no further business, Senator Keough adjourned the meeting at 8:54 A.M.

Senator Keough
Chair

Amberlee Honsaker
Secretary