

MINUTES
JOINT FINANCE-APPROPRIATIONS COMMITTEE

DATE: Wednesday, February 24, 2016
TIME: 8:00 A.M.
PLACE: Room C310
MEMBERS: Senators Co-chairman Keough, Bair, Mortimer, Brackett, Nuxoll, Johnson, Thayn, Guthrie, Schmidt, Lacey
Representatives Co-chairman Bell, Gibbs, Miller, Youngblood, Horman, Malek, Monks, Burtenshaw, King, Gannon
**ABSENT/
EXCUSED:** None
CONVENED: **Chairman Bell** called the meeting to order at 8:00 AM.

PRESENTER: **Richard Burns, Principal Analyst, Division of Budget and Policy Analysis**
Office of the Governor: Military Division
FY 2016 Supplemental –Federal Funds

Mr. Burns explained the amounts and protocol for the supplemental to the Military Division's budget request of \$3,500,000. The department most recently received a federal grant for \$6,460,490 for the Army Operations and Maintenance Cooperative Agreement. The purpose of the Federal/State Cooperative Agreements Program is to operate and maintain the Gowen Field training complexes, desert training range facilities, the 25 readiness centers and nine maintenance shops located throughout the state. The division had enough in spending authority to cover \$2,960,490 of the amount. This request is for spending authority in the amount of \$3.5 million in federal funds. Official confirmation from the gentleman on the second floor has not been received about whether or not the spending authority has been recommended; however, it was members of the Department of Financial Management who brought this to the attention of the Committee and recommended that action be taken.

**UNANIMOUS
CONSENT:** On request by **Gibbs**, granted by unanimous consent, the Fiscal Year 2016 budget for the Office of the Governor, Military Division, was reopened.

CARRIED: **Original Motion**
Office of the Governor
Military Division
Supplemental

Moved by **Gibbs**, seconded by **Keough**, to approve for introduction \$0 General Funds, \$0 Dedicated Funds, \$3,500,000 Federal Funds for a total of \$3,500,000 with FTP of 0.00

Ayes: 20
Keough, Johnson, Bair, Mortimer, Brackett, Nuxoll, Thayn, Guthrie, Schmidt,

Lacey, Bell, Gibbs, Miller, Youngblood, Horman, Malek, Monks, Burtenshaw, King, Gannon

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 Bell**.

PRESENTER: **Richard Burns, Principal Analyst, Division of Budget and Policy Analysis**
Office of the Governor: Military Division: FY 2017 Appropriation

Mr. Burns proceeded with the FY 2017 Appropriation and Governor's recommendation for the Military Division. First, the committees's attention was drawn to line item 8, to hire a statewide interoperability coordinator (SWIC). Initially, this request was to move \$78,000 from personnel cost to hire this position; the department has since opted to remove this from the total request.

Mr. Burns then reviewed the total for replacement items is \$748,300 which includes \$51,000 for 21 desktop and laptop computers, \$161,500 for servers and peripheral equipment, \$60,000 for two vehicles, \$116,800 in emergency data network routers, \$225,000 for microwave equipment, \$85,000 for battery banks, and \$49,000 for test and calibration equipment. Mr. Burns further examined the change in employee compensation, more specifically the Military Compensation. Normally when it relates to change in employee compensation in previous years, the Committee has used that to fund the COLA increase that the federal government allots. The COLA increase for FY 2017 will be 1.17%. However, the Governor has opted to provide the full 3% CEC increase for the Military Division which will eliminate the Military Compensation, or the step increases for 133 employees who were scheduled for increases in FY 2015, as authorized by Section 59-1603(9), Idaho Code. The Governor's recommendation to fund the full 3% CEC increase will satisfy both line items. Mr. Burns concluded by reading all remaining line items within the FY 2017 budget request.

CARRIED: **Original Motion**
Office of the Governor
Military Division
Appropriation

Moved by **Gibbs**, seconded by **Johnson**, to approve for introduction \$6,661,500 General Funds, \$6,337,400 Dedicated Funds, \$56,686,800 Federal Funds for a total of \$69,685,700 with FTP of 319.80

Ayes: 20

Keough, Johnson, Bair, Mortimer, Brackett, Nuxoll, Thayn, Guthrie, Schmidt, Lacey, Bell, Gibbs, Miller, Youngblood, Horman, Malek, Monks, Burtenshaw, King, Gannon

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 Bell**.

**UNANIMOUS
CONSENT:**

On request by **Schmidt**, granted by unanimous consent, the following legislative intent language was accepted for the FY 2017 budget.

The Military Division is hereby granted continuous appropriation authority for the Bureau of Homeland Security's Miscellaneous Revenue Fund for the period July 1, 2016, through June 30, 2017, for the purpose of covering incurred costs arising out of hazardous substance incidents.

PRESENTER:

Richard Burns, Principal Analyst, Division of Budget and Policy Analysis
State Independent Living Council

Mr. Burns explained to the Budget Committee the \$35,000 line item request of the State Independent Living Council (SILC) for FY 2017. Of that amount, \$21,000 would be used for outreach and training to transition youth into the workplace, as required under the Workforce Opportunities and Innovation Act (WIOA); and \$14,000 would be used to provide community education related to emergency preparedness as recommended by the Federal Emergency Management Agency (FEMA). He went on to explain the Governor had recommended funding to meet the requirements of the Workforce Opportunities and Innovation Act, but did not recommend the latter.

Mr. Burns further explained that SILC was seeking an amendment to their FY 2017 budget request to transfer up to \$89,900 from their Federal Grant Fund to the State Independent Living Council (Ded) Fund in order to resolve an outstanding accounting issue surrounding federal reimbursements that were received and erroneously deposited into the Federal Grant Fund.

CARRIED:

Original Motion
State Independent Living Council
Appropriation

Moved by **King**, seconded by **Johnson**, to approve for introduction \$124,100 General Funds, \$351,700 Dedicated Funds, \$173,400 Federal Funds for a total of \$649,200 with FTP of 4.00

Ayes: 19

Keough, Johnson, Bair, Mortimer, Brackett, Thayn, Guthrie, Schmidt, Lacey, Bell, Gibbs, Miller, Youngblood, Horman, Malek, Monks, Burtenshaw, King, Gannon

Nays: 0

Ab/Ex: 1

Nuxoll

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 Bell**.

CARRIED: **Original Motion**
State Independent Living Council
Fund Transfer

Moved by **King**, seconded by **Schmidt**, to approve for introduction \$0 General Funds, \$0 Dedicated Funds, \$89,900 Federal Funds for a total of \$89,900 with FTP of 0.00. An appropriation and transfer of up to \$89,900 from the Federal Fund to the Dedicated Fund.

Ayes: 20

Keough, Johnson, Bair, Mortimer, Brackett, Nuxoll, Thayn, Guthrie, Schmidt, Lacey, Bell, Gibbs, Miller, Youngblood, Horman, Malek, Monks, Burtenshaw, King, Gannon

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 Bell**.

PRESENTER: **Richard Burns, Principal Analyst, Division of Budget and Policy Analysis**
State Board of Education
Idaho Public Television

Mr. Burns explained to the committee that the department is requesting to shift \$433,800 in personnel costs and six positions from the Miscellaneous Revenue Fund to the General Fund. According to IPTV, dedicated funds are less predictable, are not increasing, and cannot sufficiently provide for ongoing personnel cost increases. Granting this fund shift will help ensure the sustainability of the administration and maintenance of the statewide delivery system that provides a broadcast signal to nearly all regions of the entire state. While the Governor did not recommend that fund shift, he did recommend the full 3% CEC increase.

CARRIED: **Original Motion**
State Board of Education
Idaho Public Television
Appropriation

Moved by **Horman**, seconded by **Lacey**, to approve for introduction \$3,022,100 General Funds, \$6,272,500 Dedicated Funds, \$0 Federal Funds for a total of \$9,294,600 with FTP of 64.48

Ayes: 18

Keough, Johnson, Bair, Mortimer, Brackett, Thayn, Guthrie, Schmidt, Lacey, Bell, Gibbs, Miller, Youngblood, Horman, Malek, Burtenshaw, King, Gannon

Nays: 2

Nuxoll, Monks

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 Bell**.

PRESENTER: **Jared Hoskins, Senior Analyst, Division of Budget and Policy Analysis**
Secretary of State

Mr. Hoskins explained FY 2017 budget requests and recommendations for this agency. The Secretary of State is one of seven statewide elected officials in Idaho. The officeholder's constitutional and statutory responsibilities include membership on the State Board of Land Commissioners and the Board of Examiners.

Line items specific to the Secretary of State include a request for \$627,000 in ongoing operating expenditures from the General Fund to pay for maintenance of the statewide voter registration system (VRS). The VRS was designed to decrease the possibility of fraud, improve the process of voter registration, and strengthen the integrity of the Idaho electoral system. Also requested is a one-time amount from the General Fund to pay for election costs.

Finally, the Secretary of State is requesting \$6,700 in a one-time amount from the General Fund for all four members of the Commission on Uniform State Laws to attend the annual National Conference of Commissioners on Uniform State Laws, which will be held in Stowe, Vermont.

CARRIED: **Original Motion**
Secretary of State
Appropriation

Moved by **Monks**, seconded by **Johnson**, to approve for introduction
\$3,175,600 General Funds, \$0 Dedicated Funds, \$0 Federal Funds for a total of
\$3,175,600 with FTP of 27.00

Ayes: 19

Keough, Johnson, Mortimer, Brackett, Nuxoll, Thayn, Guthrie, Schmidt, Lacey, Bell, Gibbs, Miller, Youngblood, Horman, Malek, Monks, Burtenshaw, King, Gannon

Nays: 0

Ab/Ex: 1

Bair

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 Bell**.

PRESENTER: **Jared Hoskins, Senior Analyst, Division of Budget and Policy Analysis**

Department of Juvenile Corrections

Mr. Hoskins explained to the Budget Committee the requests and recommendations for the FY 2017 budget for the Department of Juvenile Corrections. This program provides day-to-day administrative services and support for the Idaho Department of Juvenile Corrections (IDJC). Services include the director's office, fiscal, human resources, information technology, purchasing, inventory, facility and vehicle management, and interstate compact administration. This division also includes a Quality Improvement Services Bureau to promote evidence-based juvenile correctional practices using a performance-based standards process.

CARRIED:

Original Motion

Department of Juvenile Corrections

Appropriation

Moved by **Miller**, seconded by **Gannon**, to approve for introduction \$40,967,500 General Funds, \$7,304,500 Dedicated Funds, \$3,130,600 Federal Funds for a total of \$51,402,600 with FTP of 412.00

Ayes: 19

Keough, Johnson, Mortimer, Brackett, Nuxoll, Thayn, Guthrie, Schmidt, Lacey, Bell, Gibbs, Miller, Youngblood, Horan, Malek, Monks, Burtenshaw, King, Gannon

Nays: 0

Ab/Ex: 1

Bair

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 Bell**.

ADJOURN:

There being no further business to come before the Committee, **Chairman Bell** adjourned the meeting at 8:55 AM.

Representative Bell
Chair

Christi Cox
Secretary