

**MINUTES OF THE
BUSINESS, ECONOMIC DEVELOPMENT, & LABOR
APPROPRIATIONS SUBCOMMITTEE
Room 210, Senate Building**

February 14, 2012

Members Present: Sen. Jerry Stevenson, Senate Chairman
Rep. Todd Kiser, House Chairman
Rep. Ryan Wilcox, House Vice Chair
Sen. Casey Anderson
Sen. Curtis S. Bramble
Sen. Gene Davis
Sen. Ralph Okerlund
Sen. Stuart C. Reid
Sen. Stephen H. Urquhart
Rep. Stewart E. Barlow
Rep. Brian Doughty
Rep. James A. Dunnigan
Rep. Brian King
Rep. Jeremy Peterson
Rep. Val Peterson
Rep. V. Lowry Snow

Staff Present: Dr. Andrea Wilko, Chief Economist
Ms. Rosemary Young, Committee Secretary

Note: A list of visitors and copy of handouts will be filed with committee minutes.

Rep. Kiser called the meeting to order at 7:02 a.m.

MOTION: Sen. Reid moved to approve the minutes of the meeting of February 3, 2012. The motion passed unanimously with Sen. Bramble, Sen. Davis, Sen. Urquhart, Rep. Barlow, Rep. Dunnigan, and Rep. King absent for the vote.

The chairs expressed appreciation to staff and the state agencies which report to this committee for all their good work.

Request for Appropriation

Rep. Steve Eliason with handouts brought the requests of four homeless initiatives:

Kathy Bray with Volunteers of America made the request for \$500,000 for the Homeless Youth Resource Center.

Jennifer Canter requested \$500,000 for the Lantern House/St. Anne's Center to replace the existing, antiquated shelter.

Matthew Minkevitch requested \$500,000 in behalf of The Road Home to pay the debt on the Wendell Apartments which provide housing for chronically homeless individuals.

Matthew Minkevitch also requested \$500,000 in behalf of The Road Home to acquire the building in Midvale currently being used for emergency winter shelter for families.

Pamela Atkinson, community advocate, added her voice to the requests for help for the homeless, and it was pointed out by Rep. Eliason that Governor Herbert put in his budget an allocation for homeless projects.

Sen. Stevenson brought forward with a handout the Utah City and Town Open Government Appropriation request for \$250,000 in behalf of the Utah League of Cities & Towns to assist in putting together a central repository for access to public government documents that would put 250 cities and towns on the network. There is a local government/private sector match of \$500,000.

Sen. Stevenson also made the request for \$1M for the Sundance Institute to expand and promote the Sundance Film Festival, pointing out the economic impact of the festival over the past three years. The above two requests had not previously been placed on the prioritization list.

Dr. Andrea Wilko, Chief Economist, explained the packet of documents and motions for consideration which may be found by going to the Utah Legislature home page and clicking on: Committees, Appropriations, Business, Economic Development and Labor, Related Links, Master File for Committee Adoption. Included are FY 2013 Budgets for Consideration as found on pages 1-26, Restricted Revenue appropriations and changes that agencies requested shown on pages 27-29, Intent Language, pages 31-33, Fee Schedules, pages 34-88 (changes on page 88) and Federal Funds, pages 89-93.

MOTION: Sen. Bramble moved that the committee approve the FY 2013 budgets shown on pages 1 to 26 with the following exceptions:

1. Replace the Business Development line item allocations shown on page 10 with the proposed allocation shown on page 27.
2. Replace the Department of Alcoholic Beverage Control line item allocations shown on page 13 with the proposed allocation shown on pages 27 and 28.
3. Replace the Public Service Commission line item allocations shown on page 20 with the proposed allocation shown on page 28.
4. Replace the Public Service Commission - Universal Telecommunications Support Fund shown on page 20 with the proposed allocation shown on pages 28 and 29.

The motion passed unanimously.

MOTION: Rep. Snow moved that the committee approve the FY 2012 and FY 2013 Committee Non-General Fund Requests and budget changes listed on page 30. The motion passed unanimously.

MOTION: Rep. Peterson moved that the committee approve the intent language identified on pages 31 to 33. The motion passed unanimously.

MOTION: Sen. Okerlund moved that the committee approve the Federal Funds shown on pages 89 to 93. The motion passed unanimously.

MOTION: Rep. Barlow moved that the committee recommend to the Executive Appropriations Committee an appropriation of \$6,000,000 from earmarked revenues to the Tourism Marketing Performance Fund and Advertising program. The motion passed unanimously.

MOTION: Rep. King moved that the committee recommend to the Executive Appropriations Committee an appropriation of \$11,627,900 from the funds set aside for the Industrial Assistance Fund replenishment. The motion passed unanimously.

MOTION: Sen. Stevenson moved that the committee approve the fees on pages 34 to 87 and the changes to the fees proposed on page 88, with the following change, reduce the fee for factory built housing education and enforcement on page 53 from \$75 to \$25. The motion passed unanimously.

MOTION: Sen. Anderson moved that the committee authorize the analyst to adjust FTE counts shown on the spreadsheets to more accurately reflect current FTE levels. The motion passed unanimously.

MOTION: Sen. Stevenson moved that the subcommittee approve an ongoing funding shift of \$200,000 from the Tax Commission's Motor Vehicles Division to its Property Tax Division for personal property auditors for FY2012 and FY2013. The motion passed unanimously.

The lists for prioritization one time and ongoing were distributed along with the chair-proposed prioritizations. The process for prioritization was discussed.

MOTION: Sen. Davis moved that the chairs write a letter to the Executive Appropriations Committee and to the Governor's Office requesting the allocation of some of the foreclosure settlement money be directed to the homeless needs of the state, specifically the four initiatives that were brought before the committee today: Homeless Youth Resource Center - \$500,000,

Lantern House/ St. Anne's Center - \$500,000, The Road Home Wendell Apartments - \$500,000, The Road Home Midvale emergency shelter for families - \$500,000. The motion passed unanimously with Sen. Okerlund absent for the vote.

MOTION: Rep. Dunnigan moved to remove the Moab Music Festival from the Ongoing list, so it is only found on the One-time list. The motion passed unanimously with Sen. Okerlund absent for the vote.

MOTION: Sen. Bramble moved to place the Engineering Initiative in the fifth position of the priority list.

SUBSTITUTE MOTION: Rep. Kiser moved to remove the GOED Health Exchange appropriation of \$600,000 to the GOED block on the one-time list. The motion passed unanimously.

SUBSTITUTE MOTION: Rep. Dunnigan moved to place the Engineering Initiative just below the Cost of Financial Examinations on the Ongoing list. The motion passed with Sen. Reid voting in opposition and Sen. Okerlund absent for the vote.

MOTION: Rep. Doughty moved that EITC/VITA/211 be moved to below Insurance Employee Training and that Insurance Travel Reimbursement be moved to below Small Business Development Center, swapping the positions of the two.

SUBSTITUTE MOTION: Rep. Dunnigan moved to place EITC/VITA/211 to below Cost of Financial Examinations and above Engineering Initiative. The motion passed with Sen. Reid voting in opposition and Sen. Okerlund and Rep. King absent for the vote.

MOTION: Sen. Reid moved that the top three items be in this order: 1. Sports Commission, two items, 2. Engineering Initiative, 3. Manufacturer's Extension Partnership,

SUBSTITUTE MOTION: Rep. Wilcox moved to add as number 4 to the above list the Small Business Development Center. The motion passed with Rep. Doughty and Rep. Dunnigan voting in opposition and Rep. King absent for the vote.

MOTION: Sen. Bramble moved to pass the Ongoing Prioritization list as amended in committee as follows:

Ongoing Priorities Committee Adopted

Priority Agency Name	Item Descriptions	Item Amount
1 GOED	Sports Commission	1,100,000
2 RFA	Engineering Initiative	2,500,000

3 RFA	Manufacturer's Extension Partnership	500,000
4 RFA	Small Business Development Center	136,900
5 Commerce	Restricted Fund Replacement	95,000
6 DABC	Liquor Stores	1,800,000
7 GOED	GOED Auditor	77,000
8 GOED	World Trade Center	350,000
9 Insurance	Employee Training	25,000
10 Insurance	Travel Reimbursement	50,000
11 Insurance	Financial Examiner Retention	57,000
12 Insurance	Cost of Financial Examinations	100,000
13 RFA	EITC/VITA/211	50,000
14 Labor Commission	Wage Claim Unit Caseload	59,000
15 Labor Commission	Elevator Inspector	87,000
16 Tax Commission	Mailing Cost	50,000
17 Tax Commission	Administrative Law Judge	100,000
18 Tax Commission	Auditors	150,000
19 RFA	USTAR	6,000,000

The motion passed with Rep. Dunnigan and Rep. Snow voting in opposition and Rep. King absent for the vote.

MOTION: Sen. Davis moved to add the Wendell Apartments and the Emergency Community Winter Shelter to the bottom of the One-time Priority list. The motion passed unanimously with Sen. Urquhart and Rep. King absent for the vote.

MOTION: Rep. Dunnigan moved to approve the list.

SUBSTITUTE MOTION: Sen. Anderson moved to place Shakespeare Festival below GOED Business Marketing Initiative at position #5.

SUBSTITUTE MOTION AMENDED: Sen. Anderson moved to place Shakespeare Festival just below Sports Commission and above Crime Lab. The motion passed unanimously with Rep. King absent for the vote.

MOTION: Sen. Urquhart moved to add the Sundance request for \$1M to the bottom of the priority list just below the Emergency Community Winter Shelter. The motion passed unanimously with Rep. King absent for the vote.

MOTION: Sen. Bramble moved to place the GOED Health Exchange below GOED Business Marketing Initiative. The motion passed unanimously with Rep. King absent for the vote.

MOTION: Rep. Wilcox moved to place the Tourism Marketing Performance Fund below the GOED Health Exchange and above the Insurance Financial Manager Training.

SUBSTITUTE MOTION: Sen. Anderson moved to place the Tourism Marketing Performance Fund to just below the Hill Air Force Show. The motion failed with Sen. Anderson and Sen. Urquhart voting in favor and Rep. King absent for the vote.

The original motion passed with Sen. Anderson and Sen. Urquhart voting in opposition and Rep. King absent for the vote.

MOTION: Sen. Stevenson moved to place the Utah City and Town Open Government Appropriations Request for \$250,000 on the bottom on the list. The motion passed unanimously with Rep. King absent for the vote.

MOTION: Sen. Reid moved to close the list and pass it out as follows:

Priority Agency	One-Time Priorities Committee Adopted Name Item Descriptions	Item Amount	Supp.
1 DCC	Homeless Youth Resource Shelter	500,000	
2 GOED	Business Resource Centers	250,000	
3 GOED	Sports Commission	500,000	x
4 GOED	Business Marketing Initiative	500,000	
5 GOED	Health Exchange	600,000	
6 RFA	Tourism Marketing Performance Fund	1,000,000	
7 Insurance	Financial Manager Training	81,000	
8 Labor Commission	Utah Occupational Safety and Health - Vehicle	49,000	x
9 RFA	Utah Defense Alliance	500,000	
10 RFA	Sports Commission	500,000	x
11 RFA	Shakespeare Festival	5,000,000	
12 RFA	Crime Lab	385,000	
13 RFA	Taylorsville Dayzz Symphony	15,000	
14 RFA	Hill Air Force Show	150,000	
15 RFA	St. Anne's Lantern House	500,000	
16 RFA	Hole in the Rock Foundation	125,000	
17 RFA	Moab Music Festival	25,000	
18 RFA	Tracy Aviary	150,000	
19 RFA	Leonardo	500,000	
20 RFA	Draw at Sugarhouse	150,000	
21 RFA	Composites Initiative	2,400,000	
22 RFA	Hale Center Theatre	2,000,000	
23 RFA	Wendall Apartments	500,000	
24 RFA	Emergency Community Winter Shelter	500,000	
25 RFA	Sundance	1,000,000	
26 RFA	Utah City and Town Open Government Appropriations Request	250,000	

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The motion passed unanimously with Rep. King absent for the vote.

Thanks were expressed by committee members to chairs and staff.

MOTION: Sen. Davis moved to adjourn. The motion passed unanimously with Rep. King absent for the vote.

Rep. Kiser adjourned the meeting at 8:52 a.m.

Sen. Jerry Stevenson, Chair

Rep. Todd Kiser, Chair