

STATE OF WISCONSIN

SENATE CHAIR
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JOINT COMMITTEE ON FINANCE

Minutes of the Meeting under s. 13.10

January 8, 2014

Co-chair Darling presided and called the meeting to order.

Present: Senators Darling, Olsen, Harsdorf, Leibham, Lazich, Grothman, Shilling, Wirch
Representatives Nygren, Strachota, Kooyenga, Knudson, LeMahieu, Mason, Richards
Absent: Representative Klenke

I. Department of Children and Families, Department of Health Services

Moved by Representative Mason and seconded by Representative Richards to modify the Governor's request to allocate the entire \$12,484,300 in income augmentation revenue for W-2 benefits in fiscal year 2013-14.

Ayes, 4; Noes, 11 (Darling, Olsen, Harsdorf, Leibham, Lazich, Grothman, Nygren, Strachota, Kooyenga, Knudson, LeMahieu); Absent, 1 (Klenke)

Moved by Senator Darling and seconded by Representative Nygren to adopt the Department of Administration's 2013 Income Augmentation plan with the following modifications:

- Provide \$1,487,500 (\$637,500 in calendar year 2014 and \$850,000 in calendar year 2015) in income augmentation revenue to create a family functioning therapy program in Milwaukee, rather than \$1,700,000 (\$850,000 annually), beginning April 1, 2014. Require the Department of Children and Families to submit a report that evaluates the program to the Joint Committee on Finance by April 30, 2015.
- Lapse \$1,396,600 of income augmentation revenue to the general fund in fiscal year 2013-14, rather than \$1,184,400. Specify that \$592,200 would satisfy the lapse required under 2013 Wisconsin Act 20 for the Department of Children and Families in fiscal year 2013-14. Pursuant to 2013 Wisconsin Act 20, require the department to lapse an additional \$592,200 in fiscal year 2014-15.

Ayes, 11; Noes, 4 (Shilling, Wirch, Mason, Richards); Absent, 1 (Klenke)

II. Department of Public Instruction

The request to convert a 0.35 FTE PR-S project position to a permanent position was withdrawn by the department.

III. Department of Public Instruction

Moved by Senator Darling and seconded by Representative Nygren to provide \$3,700,000 GPR in fiscal year 2013-14 and \$3,400,000 GPR in fiscal year 2014-15 from the Committee's s. 20.865(4)(a) appropriation to the Department of Public Instruction's student information system appropriation [s. 20.255(1)(e)], to better align funding in the fiscal year 2014-15 base year with proposed out-year spending. Further moved to provide 1.0 FTE PR-S positions beginning in fiscal year 2013-14 and an additional 3.5 FTE PR-S positions beginning in fiscal year 2014-15 under the s. 20.255(1)(ks) appropriation. Additionally moved to deny the department's request to transfer an additional \$984,200 GPR.

Ayes, 8; Noes, 7 (Lazich, Grothman, Strachota, Knudson, LeMahieu, Mason, Richards);
Absent, 1(Klenke)

IV. Judicial Commission

Moved by Senator Darling and seconded by Representative Nygren to approve the Judicial Commission's request to provide \$48,900 GPR in fiscal year 2013-14 from the Joint Committee on Finance's supplemental appropriation [s. 20.865(4)(a)] to the commission's general program operations appropriation [s. 20.665(1)(a)] to restore funding for the accumulated leave payment as a result of the commission's executive director's retirement.

Ayes, 15; Noes, 0; Absent, 1 (Klenke)

V. Wisconsin Economic Development Corporation

Moved by Representative Mason and seconded by Representative Richards to require the Wisconsin Economic Development Corporation (WEDC) to submit a revised request to the Committee that includes the corporation's proposed fiscal year 2014-15 budget, and updated information that the corporation is complying with the recommendations of the Legislative Audit Bureau (LAB) audit reports, and require that the Chief Executive Officer to appear before the Joint Committee on Finance at the next meeting after the LAB financial audit of WEDC is released. Further moved to authorize the Committee to release funding for fiscal year 2014-15 based on the testimony of the CEO and the information submitted to the Committee.

Ayes, 4; Noes, 11 (Darling, Olsen, Harsdorf, Leibham, Lazich, Grothman, Nygren, Strachota, Kooyenga, Knudson, LeMahieu); Absent, 1 (Klenke)

Moved by Senator Shilling and seconded by Senator Wirch to supplement the WEDC economic development fund programs SEG appropriation [s. 20.192(1)(r)] by \$14,500,000 SEG in fiscal year 2013-14 and direct the corporation to use the funding for grants to local economic development organizations to be used for local economic development projects.

Ayes, 4; Noes, 11 (Darling, Olsen, Harsdorf, Leibham, Lazich, Grothman, Nygren, Strachota, Kooyenga, Knudson, LeMahieu); Absent, 1 (Klenke)

Moved by Senator Darling and seconded by Representative Nygren to approve the transfer of \$14,650,000 in fiscal year 2013-14 from the WEDC program and operations GPR appropriation [s. 20.192(1)(a)] to the Joint Committee on Finance's supplemental appropriation [s. 20.865(4)(a)]. Further moved to transfer the following in fiscal year 2014-15:

- a) \$39,024,700 GPR (\$3,750,000 for one-time funding for marketing, and \$35,274,700 GPR in operations and program funding) from the Committee's GPR supplemental appropriation [s. 20.865(4)(a)] to the corporation's GPR program and operations appropriation [s. 20.192(1)(a)];
- b) \$19,276,000 SEG from the Committee's SEG supplemental appropriation [s. 20.865(4)(u)] to the WEDC economic development fund programs SEG appropriation [s. 20.192(1)(r)]; and
- c) \$1,000,000 SEG from the Committee's SEG supplemental appropriation [s. 20.865(4)(u)] to the WEDC brownfield site assessment grants SEG appropriation [s. 20.192(1)(s)].

Additionally moved to supplement the WEDC economic development fund programs SEG appropriation [s. 20.192(1)(r)] by \$14,500,000 in fiscal year 2013-14 and \$2,500,000 in fiscal year 2014-15, and transfer the same amount from the WEDC operations and program GPR appropriation [s. 20.192(1)(a)] to the Committee's GPR supplemental appropriation [s. 20.865(4)(a)].

Amendment to Motion: Moved by Representative Mason and seconded by Senator Wirch to additionally transfer \$17,000,000 GPR from the Committee's GPR supplemental appropriation [s. 20.865(4)(a)] to the WEDC GPR appropriation [s. 20.192(1)(a)] in fiscal year 2013-14. Further moved, to transfer \$14,500,000 GPR in fiscal year 2013-14 and \$2,500,000 GPR in fiscal year 2014-15 from the Committee's GPR supplemental appropriation [s. 20.865(4)(a)] to the WEDC GPR appropriation [s. 20.192(1)(a)] in fiscal year 2014-15. Additionally moved to direct WEDC to partner with the Wisconsin Technical College System (WTCS) to use the funding to provide grants to reduce the skills gap in this state and that target areas of the state with unemployment rates higher than the statewide average, and for training in occupations with have high employer demand, as determined by WEDC and WTCS.

[Secretary's note: The following is the vote on the motion to amend.]

Ayes, 4; Noes, 11 (Darling, Olsen, Harsdorf, Leibham, Lazich, Grothman, Nygren, Strachota, Kooyenga, Knudson, LeMahieu); Absent, 1 (Klenke)

[Secretary's note: The Committee then voted on the original motion.]

Ayes, 11; Noes, 4 (Shilling, Wirch, Mason, Richards); Absent, 1 (Klenke)

VI. Department of Natural Resources

Moved by Senator Darling and seconded by Representative Nygren to approve the request by the Department of Administration to provide the Department of Natural Resources with 1.0 FTE PR permanent position beginning in fiscal year 2013-14 for ferrous metallic mining permit review [s. 20.370(2)(gi)].

Ayes, 15; Noes, 0; Absent, 1 (Klenke)

VII. Department of Administration

Moved by Senator Darling and seconded by Representative Nygren to approve the Department of Administration's request for an additional \$1,900,200 PR in fiscal year 2013-14 and \$2,680,200 PR in fiscal year 2014-15 to fund expenses associated with the state's self-funded portal [s. 20.505(1)(ip)].

Ayes, 13; Noes, 2 (Mason, Richards); Absent, 1 (Klenke)

Reports

Accepted reports from the Department of Administration on the number of federally-funded positions approved during the fiscal quarter ended September 30, 2013, submitted to the Committee as required under s. 16.50, Wisconsin Statutes.



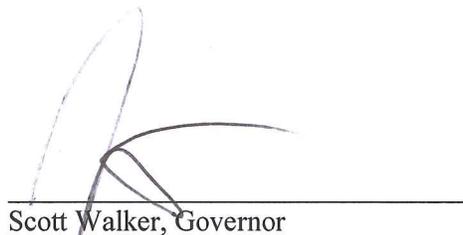
Scott B. Thornton, Secretary

Date: January 21, 2014



Alberta Darling, Co-Chair

Date: January 21, 2014



Scott Walker, Governor

Date: 1-21-2014

SUMMARY
JOINT COMMITTEE ON FINANCE
GPR APPROPRIATION STATUS
2013-15 Biennium
January 8, 2014

	<u>2013-14</u>	<u>2014-15</u>	<u>2013-15</u> <u>Biennium</u>	<u>Releases</u> <u>to Date</u>	<u>Remaining</u> <u>Reserve</u>
Current Biennial Appropriation Reserved Amount [s. 20.865(4)(a)]	\$67,532,900	\$62,462,200	\$129,995,100		
<u>Reserved For:</u>					
Reserve for Administration -- Capital Investment	\$25,000,000	\$0	\$25,000,000	\$0	\$25,000,000
Reserve for Children and Families -- Office of Inspector General	145,000	193,300	338,300	0	338,300
Reserve for Children and Families -- Out-of-Home Care Extension for Youths	0	945,700	945,700	0	945,700
Reserve for Corrections -- Office of Inspector General	935,900	935,900	1,871,800	1,871,800	0
Reserve for Corrections -- IT Funding and Staffing	1,871,500	2,456,100	4,327,600	4,327,600	0
Reserve for Corrections -- Funding for GPS Tracking	241,200	415,100	656,300	0	656,300
Reserve for GAB -- Voter Identification Position Funding	230,400	230,400	460,800	0	460,800
Reserve for Health Services -- Sheboygan Tuberculosis Response	2,508,900	2,159,000	4,667,900	394,500	4,273,400
Reserve for Health Services -- Comprehensive Community Services	0	10,202,000	10,202,000	0	10,202,000
Reserve for Public Instruction -- Student Information System*	3,700,000	3,400,000	7,100,000	7,100,000	0
Reserve for WEDC -- Marketing Funding	3,750,000	3,750,000	7,500,000	3,750,000	3,750,000
Reserve for WEDC -- 2014-15 Funding Reserve	0	35,274,700	35,274,700	35,274,700	0
Transfer from WEDC -- Program and Operations Appropriation (1/8/14)--Alt. 2	14,650,000	0	14,650,000	0	14,650,000
Transfer from WEDC -- Program and Operations Appropriation (1/8/14)--Alt. 4	14,500,000	2,500,000	17,000,000	0	17,000,000
Reserved Balance	\$67,532,900	\$62,462,200	\$129,995,100	\$52,718,600	\$77,276,500
<u>Releases from Reserved Balance:</u>					
Reserved for Corrections -- Office of Inspector General (9/18/13)	\$935,900	\$935,900	\$1,871,800		
Reserved for Corrections -- IT Funding and Staffing (9/18/13)	1,871,500	2,456,100	4,327,600		
Reserved for Health Services -- Sheboygan Tuberculosis Response (11/15/14)	394,500	0	394,500		
Reserved for Public Instruction -- Student Information System (1/8/14)	3,700,000	3,400,000	7,100,000		
Reserve for WEDC -- Marketing Funding (1/8/14)	0	3,750,000	3,750,000		
Reserve for WEDC -- 2014-15 Funding Reserve (1/8/14)	0	35,274,700	35,274,700		
Total Releases	\$6,901,900	\$45,816,700	\$52,718,600		
Remaining Reserved Balance	\$60,631,000	\$16,645,500	\$77,276,500		
Current Biennial Appropriation Unreserved Amount [s. 20.865(4)(a)]	\$133,600	\$133,600	\$267,200		
<u>Releases from Unreserved Balance</u>					
Judicial Commission -- Supplement for Accumulated Leave Payment (1/8/14)	\$48,900	\$0	\$48,900		
Total Releases	\$48,900	\$0	\$48,900		
Net Unreserved Balance Remaining	\$84,700	\$133,600	\$218,300	\$48,900	\$218,300
TOTAL AVAILABLE	\$60,715,700	\$16,779,100	\$77,494,800		

*\$7,100,000 was originally appropriated for FY 14. Action by the Committee on January 8, 2014, allocated the funds in both fiscal years of the biennium.

SUMMARY
JOINT COMMITTEE ON FINANCE
PR APPROPRIATION STATUS
2013-15 Biennium
January 8, 2014

	<u>2013-14</u>	<u>2014-15</u>	<u>2013-15</u> <u>Biennium</u>	<u>Releases</u> <u>to Date</u>	<u>Remaining</u> <u>Reserve</u>
Current Biennial Appropriation Amount [s. 20.865(4)(g)]	\$4,700	\$6,200	\$10,900		
<u>Reserved For:</u>					
Reserve for Corrections -- Funding for GPS Tracking	4,700	6,200	10,900		
Reserved Balance	\$4,700	\$6,200	\$10,900	\$0	\$10,900
 <u>Releases from Reserved Balance</u>					
	\$0	\$0	\$0		
Total Releases	\$0	\$0	\$0		
Remaining Reserved Balance	\$4,700	\$6,200	\$10,900		

SUMMARY
 JOINT COMMITTEE ON FINANCE
 FED APPROPRIATION STATUS
 2013-15 Biennium
 January 8, 2014

	<u>2013-14</u>	<u>2014-15</u>	<u>2013-15</u> <u>Biennium</u>	<u>Releases</u> <u>to Date</u>	<u>Remaining</u> <u>Reserve</u>
Current Biennial Appropriation Amount [s. 20.865(4)(m)]	\$300,000	\$2,000,000	\$2,300,000		
<u>Reserved For:</u>					
Reserve for Children and Families -- Electronic Benefit Transfer System	300,000	2,000,000	2,300,000		
Reserved Balance	\$300,000	\$2,000,000	\$2,300,000	\$0	\$2,300,000
<u>Releases from Reserved Balance</u>					
	\$0	\$0	\$0		
Total Releases	\$0	\$0	\$0		
Remaining Reserved Balance	\$300,000	\$2,000,000	\$2,300,000		

SUMMARY
 JOINT COMMITTEE ON FINANCE
 SEG APPROPRIATION STATUS
 2013-15 Biennium
 January 8, 2014

	<u>2013-14</u>	<u>2014-15</u>	<u>2013-15 Biennium</u>	<u>Releases to Date</u>	<u>Remaining Reserve</u>
Current Biennial Appropriation Amount [s. 20.865(4)(u)]	\$0	\$20,276,000	\$20,276,000		
<u>Reserved For:</u>					
Reserve for WEDC -- 2014-15 Funding Reserve	0	20,276,000	20,276,000	20,276,000	0
Reserved Balance	\$0	\$20,276,000	\$20,276,000	\$20,276,000	\$0
<u>Releases from Reserved Balance</u>					
Reserve WEDC -- 2014-15 Funding Reserve (1/8/14)	\$0	\$20,276,000	20,276,000		
Total Releases	\$0	\$20,276,000	\$20,276,000		
Remaining Reserved Balance	\$0	\$0	\$0		

SUMMARY

DETAIL OF JOINT FINANCE COMMITTEE APPROPRIATED LEVELS

2013-15 Biennium

January 8, 2014

	<u>2013-14</u>	<u>2014-15</u>	<u>2013-15 Biennium</u>
20.865(4)(a) Appropriation Total Summary - GPR			
Act 32 (Biennial Budget)	\$133,600	\$133,600	\$267,200
Reserve for Administration -- Capital Investment	25,000,000	0	25,000,000
Reserve for Children and Families -- Office of Inspector General	145,000	193,300	338,300
Reserve for Children and Families -- Out-of-Home Care Extension for Youths	0	945,700	945,700
Reserve for Corrections -- Office of Inspector General	935,900	935,900	1,871,800
Reserve for Corrections -- IT Funding and Staffing	1,871,500	2,456,100	4,327,600
Reserve for Corrections -- Funding for GPS Tracking	241,200	415,100	656,300
Reserve for GAB -- Voter Identification Position Funding	230,400	230,400	460,800
Reserve for Health Services -- Sheboygan Tuberculosis Response	2,508,900	2,159,000	4,667,900
Reserve for Health Services -- Comprehensive Community Services	0	10,202,000	10,202,000
Reserve for Public Instruction -- Student Information System*	3,700,000	3,400,000	7,100,000
Reserve for WEDC -- Marketing Funding	3,750,000	3,750,000	7,500,000
Reserve for WEDC -- 2014-15 Funding Reserve	0	35,274,700	35,274,700
Transfer from WEDC -- Program and Operations Appropriation (1/8/14)--Alt. 2	14,650,000	0	14,650,000
Transfer from WEDC -- Program and Operations Appropriation (1/8/14)--Alt. 4	14,500,000	2,500,000	17,000,000
	-----	-----	-----
Current Total	\$67,666,500	\$62,595,800	\$130,262,300
 20.865(4)(g) Appropriation Total Summary - PR			
Act 32 (Biennial Budget)	\$0	\$0	\$0
Reserve for Corrections -- Funding for GPS Tracking	4,700	6,200	10,900
	-----	-----	-----
Current Total	\$4,700	\$6,200	\$10,900
 20.865(4)(m) Appropriation Total Summary - FED			
Act 32 (Biennial Budget)	\$0	\$0	\$0
Reserve for Children and Families -- Electronic Benefit Transfer System	300,000	2,000,000	2,300,000
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Current Total	\$300,000	\$2,000,000	\$2,300,000
 20.865(4)(u) Appropriation Total Summary - SEG			
Act 32 (Biennial Budget)	\$0	\$0	\$0
Reserve for WEDC -- 2014-15 Funding Reserve	0	20,276,000	20,276,000
	-----	-----	-----
Current Total	\$0	\$20,276,000	\$20,276,000

*\$7,100,000 was originally appropriated for FY 14. Action by the Committee on January 8, 2014, allocated the funds in both fiscal years of the biennium.