



LEGISLATIVE FINANCE COMMITTEE

60TH Montana Legislature

Room 110 Capitol Building * P.O. Box 201711 * Helena, MT 59620-1711 * (406) 444-2986 * FAX (406) 444-3036

SENATE MEMBERS

TRUDI SCHMIDT--Chair
KEITH BALES
JOHN BRUEGGEMAN
JOHN COBB
DAVID WANZENRIED
CAROL WILLIAMS

HOUSE MEMBERS

RICK RIPLEY--Vice Chair
RON ERICKSON
CYNTHIA HINER
DAVE KASTEN
JON SESSO
JANNA TAYLOR

MINUTES

Please note: These are summary minutes. Testimony and discussion are paraphrased and condensed. Committee tapes are on file in the offices of the Legislative Services Division. **Exhibits for this meeting are available upon request. Legislative Council policy requires a charge of 15 cents a page for copies of the document.**

Please note: These minutes provide abbreviated information about committee discussion, public testimony, action taken, and other activities. The minutes are accompanied by an audio recording. For each action listed, the minutes indicate the approximate amount of time in hours, minutes, and seconds that has elapsed since the start of the meeting. This time may be used to locate the activity on the audio recording.

An electronic copy of these minutes and the audio recording may be accessed from the Legislative Branch home page at <http://leg.mt.gov>. On the left-side column of the home page, select *Committees*, then *Interim*, and then the appropriate committee.

To view the minutes, locate the meeting date and click on minutes. To hear the audio recording, click on the Real Player icon. Note: You must have Real Player to listen to the audio recording.

November 18, 2008

COMMITTEE MEMBERS PRESENT

SEN. TRUDI SCHMIDT, Chair
REP. RICK RIPLEY, Vice Chair

SEN. KEITH BALES
SEN. JOHN BRUEGGEMAN
SEN. JOHN COBB
SEN. DAVID WANZENRIED
SEN. CAROL WILLIAMS

REP. RON ERICKSON
REP. CYNTHIA HINER
REP. DAVE KASTEN
REP. JON SESSO
REP. JANNA TAYLOR

STAFF PRESENT

Clayton Schenck, LFA

Diane McDuffie, Committee Secretary

Visitors

Roll call, Attachment #1.

Visitors' list, Attachment #2.

00:00:01 **CALL TO ORDER AND ROLL CALL**

Senator Trudi Schmidt, Chair called the 206th meeting of the Legislative Finance Committee to order at 8:00 a.m. on Tuesday, November 18, 2008. The meeting was held in Hearing Room 102 of the State Capitol, Helena, Montana. The secretary noted the roll. (Attachment #1)

00:00:43 **APPROVAL OF THE OCTOBER 9 AND 10, 2008 LFC MINUTES**

MOTION: Sen. Wanzenried moved the minutes for the October 9 and 10, 2008 meeting be approved.

VOTE: Motion passed.

00:00:52 **STATE GENERAL FUND REVENUE OUTLOOK**

Terry Johnson, Principal Fiscal Analyst, LFD provided a chart on General Fund Outlook - 2011 Biennium, which is a recap of LFD revenue estimate recommendations to the Revenue and Transportation Interim Committee for 2009, 2010, and 2011. (Exhibit 1) Mr. Johnson explained the beginning balance for the 2011 biennium is projected to be about \$374 million considerably lower than previously presented in October, primarily due to revised revenue estimates for the current year fiscal 2009. New estimates for individual income taxes, and oil and gas production taxes were primarily the cause for the downward revisions. The estimated revenue for 2010 and 2011 is \$3,832 billion. In addition, estimated disbursements are \$3,743, which reflects the present law estimates. Also, recommendations for reserves are \$167.0 million leaving a projected present law excess (present law does not include any new proposals) of \$296.1 million. The difference between on-going revenues and on-going disbursements is about \$37.0 million over and above funding of present law costs. Revenue available for on-going initiatives is \$36.9 and revenue available for one-time initiatives is \$259.2 million.

00:17:56 **GLOBAL FISCAL ISSUES: LFC RECOMMENDATIONS FOR THE 2009 LEGISLATURE**

Clayton Schenck, LFA explained that the structure of the executive budget proposals is specified in statute and is the backbone of the process used by the executive, LFD staff, and the legislature. The structure allows the process to be automated and dictates a need for consistency and equity. The purpose of this report is to provide options for a procedural framework for the legislature in dealing with issues that impact the deliberation of most, if not all, agency budgets. Because the legislative budget process employs six appropriations subcommittees reviewing the same components of different budgets, a common approach to addressing overarching issues is desirable.

00:30:30 **PERFORMANCE MEASUREMENT-WHAT IS THE NEXT STEP, WHAT IS OUR GOAL**

Barbara Smith, Fiscal Analyst, LFD introduced Representative Diana Urban, Connecticut Legislator and Adam Leuking, CEO, Results Leadership Group. Ms. Urban is responsible for leading a results based

initiative and is here to lend insight in the legislative process of institutionalizing results based accountability. Mr. Lueking has been instrumental in helping Ms. Urban avoid some pitfalls of trying to raise accountability and transparency in state government.

00:31:56 Mr. Lueking explained the 2 key principles for a results-based accountability (RBA) system are: 1) start with ends and work backward to means; and 2) use data and transparency to make better decisions. The 2 types of accountability are: 1) performance accountability; and 2) population accountability as measured by indicators. The 3 types of performance measures are: 1) how much of a service you provide; 2) how well you deliver your services, and the quality of the services you provide; and 3) is anyone better off. The impact of your services are what contribute to the results and indicators you are trying to achieve for your state. Mr. Lueking referred to the handouts provided in the committee notebooks on: 1) Questions that all state legislatures should be asking to get results; 2) Glossary of RBA terms used in Connecticut; and 3) Results-based accountability for Connecticut legislators. (Exhibits 2, 2A & 2B)

00:36:26 Rep. Diana Urban, State Representative from Connecticut, discussed how Connecticut and other states have implemented the concepts of RBA as part of the appropriations process. She said with the data that has been generated so far, Montana is well positioned in applying the RBA approach by identifying one or two quality of life results to pilot. The approach would lead policy makers and program staff to identify and analyze relevant data to determine how Montana is doing, and determine what changes can be made to improve results. Ms. Urban provided a sample of the template Connecticut uses. (Exhibit 2C)

01:08:37 **Senator Cobb** said it would be helpful for all committees to have a list of results and performance questions in the budget book. Rep. Urban said Connecticut has started providing both results and performance questions to subcommittee members, committee chairs, agencies and all relevant partners and are being informed that in all committee hearings, results accountability will become part of the discussion.

01:14:46 **Representative Taylor** asked how to counteract the agencies resistance to giving a measurable objective. Rep. Urban said that is one of the pitfalls. The agencies look at the process as a backdoor way to slap their wrists, at best. Building the lines of communication and building trust between the legislators and the agencies goes miles. Also, be disciplined about what you want to achieve, and offer them an opportunity to improve.

01:26:43 **Senator Wanzenried** asked how the baseline information becomes part of the record. Mr. Lueking said all the documents contain trend lines for both indicators and performance measures to track progress over time. Rep. Urban said the documents become part of the record and are part of the appropriations subcommittee process each time they look at the budget submissions.

01:45:39 **Rep. Ripley** asked how the legislature can work through the pitfalls of "gotcha" and low benchmarks. Rep. Urban suggested introducing the concept of results accountability and population result to agency directors. The challenge is obtaining executive sponsorship.

02:31:55 **PUBLIC COMMENT**

Sen. Bob Hawks testified that a pilot program on shared goals and policies has been in the works for 4 years with the Board of Regents and the University System. Through that the process, the goals were modified at the 2-year interval and performance measures were presented to the appropriations process in the session. The difficulty in translating those goals from a subcommittee on Higher Education to the appropriations committee turned out in a negative way. He suggested that the interim committees could report to the LFC prior to the full session for approval in moving ahead with RBA proposals. Also, the legislative audit process has always been used as a clearing house and perhaps RBA should be recognized as part of the auditing process. **Sen. Hawks** asked if the auditing process is part of Connecticut's program. Rep. Urban said it is not yet, but that is where they are moving. That was one of the things she learned while in Montana.

02:36:59 **BREAK**

02:53:18 **GLOBAL FISCAL ISSUES**

Jon Moe, Fiscal Specialist, LFD presented a report on Global Fiscal Issues: LFC Recommendations to the 2009 Legislature. (Exhibit 3) Mr. Moe directed the committee to the decision matrix which, provides global decisions and direction for the budget process. The purpose of this report is to provide, in accordance with statute, recommendations to the House Appropriations and Senate Finance and Claims committees regarding the activities of the joint appropriations subcommittees and various procedural issues related to developing the state budget.

02:59:21 **Decision Item #1** - Starting point for subcommittee deliberation

Direct the subcommittees to adopt the base budget and the statewide present law adjustments as the starting point of budget deliberations for each agency. **MOTION: Rep. Kasten** moved to approve decision item #1. **VOTE:** Motion passed.

03:02:14 **Decision Item #2** - Components of the personal services statewide present law adjustment

Direct the subcommittees work with their respective subcommittee staff to determine reasons for variations in employee pay increases and vacancy savings, and allow for coordination between subcommittees if an overarching policy should be addressed. **MOTION: Rep. Sesso** moved to approve decision item #2. **VOTE:** Motion passed.

03:08:09 **Decision Item #3** - Vacancy Savings

Direct the appropriations subcommittees to adopt the global level of personal services reduction (vacancy savings as proposed in the executive budget). **MOTION: Rep. Kasten** moved to approved decision item #3. **VOTE:** Motion passed.

03:10:59 **Senator Cobb** said he spoke with Mr. Petesch and the language in decision item #1 needs to be changed to read "adopt statewide present law base" because there is no definition of adjustments in statute.

03:18:08 **Decision Item #4** - Fixed costs in the budget

Direct subcommittees to consistently apply fixed costs in agency budgets as included by the executive budget request. **MOTION: Rep. Ripley** moved to approve decision item #4. **VOTE:** Motion passed.

03:24:25 Decision item #5 - Inflation or deflation factors in the budget
Direct subcommittees to not vary from the executive budget proposed inflation or deflation factors.
MOTION: Sen. Wanzenried moved to approve decision item #5. **VOTE:** Motion passed.

03:25:31 Decision item #6 - Proposals Requiring Legislation
Implementation of some proposals that require HB 2 appropriations will require implementation of complementary legislation. How will changes in HB 2 that are dependent upon passage of other bills be made. Three options are provided for consideration. **MOTION: Sen. Wanzenried** moved to adopt option A, "Subcommittees make recommendations regarding the proposal. Build all changes requiring legislation into the HB 2 line-items, and include contingency language striking the change if the legislation does not pass". **VOTE:** Motion passed.

03:30:33 Decision item #7 - Companion Bill for General Appropriations Act
Appropriations committee leadership shall request one or more committee bills to serve as a "companion bill(s)" to the general appropriations act (HB 2), to enable a vehicle for substantive language related to the implementation of certain appropriation line items in HB 2. **MOTION Sen. Cobb** moved to amend decision item #7 to include no substantive law in general appropriation bills. **VOTE:** Motion passed. The committee will vote on item #7 after the presentation on Implementing a Companion Bill by Taryn Purdy, Principal Fiscal Analyst, LFD.

03:40:36 **LUNCH**

05:01:30 Decision item #8 - Proposal to adopt Subcommittee Presentation Template
Appropriations committee leadership shall direct the appropriations subcommittees to request presenting agencies to structure their respective presentations to include an approved and published template for such presentations. **MOTION: Rep. Kasten** moved to adopt decision item #8. **VOTE:** Motion passed.

05:17:43 Decision #9 - Integrate "Goals and Objectives" into the Appropriations Process
MOTION: Senator Cobb moved to approve option a) 1 and 2. "Appropriations committee leadership shall direct the appropriations subcommittees to: 1) set aside time during the committee time to discuss goals, objectives and outcomes for the 2009 biennium and discuss goals and objectives of the 2011 biennium; and 2) relate goals and objectives to the budget request." **VOTE:** Motion passed.

05:36:04 **MOTION: Sen. Cobb** moved to approve decision item 9b. "Appropriations committee leadership shall request the House Appropriation Committee chair and the Senate Finance and Claims Committee chair to introduce goals and objectives as part of the HB 2 deliberations process prior to floor debate by: 1) opening deliberations on each agency with the outcome of major initiatives from the 2009 biennium; and 2) providing a synopsis of 2011 biennium goals and objectives used to establish appropriations. **VOTE:** Motion passed.

05:36:28 Decision item #10 - Internal Service Funded Proprietary Programs
Direct joint appropriation subcommittees that review proprietary rates not to approve decision packages of internal service funded proprietary programs unless quantifiable rate impact information is provided.

05:37:03 **MOTION: Sen. Cobb** moved to approve decision item #10.

05:37:13 **Rep. Sesso** asked who will provide the quantifiable rate impact information.

05:40:30 Taryn Purdy, Principal Fiscal Analyst, LFD said the purpose of this recommendation is to allow the legislature to see what is causing changes in rates. In the past, agencies have asked for different rates but have not quantified what was causing the change.

05:41:54 Greg DeWitt, Senior Fiscal Analyst, LFD explained that during the interim the committee appointed a work group to look at how fixed costs are budgeted. Fixed costs are driven by programs that are internal service funded, programs that provide a service to another agency. By statute, the legislature is required to approve rates. Increases are included in the budget but not presented in decision packages.

05:45:29 **Sen. Wanzenried** said the language needs to be amended to reflect the explanation given by staff.

05:43:08 **SUBSTITUTE MOTION: Rep. Sesso** moved to approve item #10 and amend the language to "Direct joint appropriation subcommittees that review proprietary rates to review and fully consider quantifiable information before approving decision packages." **VOTE:** Motion passed.

05:50:25 Decision item #11 - Direct subcommittees to be specific on how funds are appropriated from the highway state special revenue accounts...whether from the "restricted" account or the "nonrestricted" account.

05:47:05 **MOTION: Sen. Cobb** moved to approve decision item #11. **VOTE** Motion passed.

05:53:38 **MOTION: Sen. Cobb** moved to recommend that there be only one general appropriation bill. **VOTE:** Motion passed

05:56:39 **Rep. Sesso** suggested approaching leadership to make the joint meeting in the first day for all legislators and to impose upon the budget director and fiscal analyst to make a formal presentation that is more informative than in the past.

06:00:30 **LFC BILL DRAFTS APPROVAL/SPONSOR:**

LC0268 - Spend Non-General Fund First/Define "Income" (Exhibit 4)

This bill revises laws governing the expenditure of appropriations; requiring the use of fund transfers for the purpose of expending nongeneral fund money before expending general fund money; clarifying conditions for expending money appropriated for the second year of a biennium in the first year of a biennium; amending sections 17-2-108, 17-7-139, and 17-7-301, MCA.

06:02:11 Lois Steinbeck, Senior Fiscal Analyst, LFD said at the October meeting **Sen. Brueggeman** requested a trigger mechanism be included in the bill to limit transfers from certain state special revenue accounts. Ms. Steinbeck provided a handout outlining the goal of the trigger mechanism and suggested language. (Exhibit 4A) The concept is that the approving authority would have to leave a cash balance in the state special revenue account of at least 10 percent of the average annual revenue in the previous 3 years.

06:08:22 Amy Sassano, Office of Budget and Program Planning, said this bill eliminates the flexibility of spending nongeneral fund first by trying to define rules that are so specific that they override the practicality of getting business done.

06:09:29 **MOTION: Sen. Cobb** moved to approve LC0268 with the suggested trigger language.
ROLL CALL VOTE: Motion passed.(Exhibit 4B) **Sen. Brueggeman** will sponsor the bill.

06:20:06 *LC0144* (Exhibit 5)

This bill revises the requirements for state facility planning and management, including additional analysis and review, accountability, and oversight.

06:20:45 **Rep. Sesso** said the bill is still in draft form. A threshold has been determined with respect to which leases of term and size will come before the legislature for approval. Language has been added to require the Department of Administration to report to the Office of Budget and Program Planning and the Legislative Fiscal Analyst biennially the amount, location, and nature of space used by each agency. In addition, the department shall consolidate the offices of state agencies in a single, central location within the city whenever the consolidation would result in a cost savings to the state. Clarification of public exigency was also addressed. A new section has been added to require notification to the legislature by the department of non-inclusion of least cost alternative in either the cash or bonding long-range building bill. **Rep. Sesso** said there will be some additional changes to the new section.

06:25:23 **MOTION: Rep. Sesso** moved to approve LC0144. **VOTE:** Motion passed. **Rep. Sesso** will sponsor the bill.

06:25:49 *LC0571*

This bill requests an interim study to examine options for the state of Montana to obtain worker's compensation insurance.

06:26:04 Kris Wilkinson, Fiscal Analyst, LFD reported that a draft of the bill was not yet available. The subcommittee agreed that **Rep. Erickson** will review the draft and make any recommended changes.

06:26:32 **MOTION Rep. Erickson** moved to approve LC0571. **VOTE:** Motion passed. **Rep. Erickson** will sponsor the bill.

06:27:37 **MOTION: Sen. Wanzenried** moved to remove LC0065 as a committee bill so it will not have to be pre-introduced and he will sponsor the bill at a later time. **VOTE:** Motion passed.

06:29:08 **IMPLEMENTING A COMPANION BILL (RESOLUTION) TO HB 2**

Taryn Purdy, Principal Fiscal Analyst, presented a report on Implementing a Companion Bill to HB 2. (Exhibit 6) This report discusses the issues the legislature should be aware of and address if the concept of a companion bill is used to express legislative expectations and/or requirements. Ms. Purdy explained that a companion bill can provide a way for provisions related to appropriations and agency performance that are not appropriate for inclusion in HB 2 because of constitutional limitations.

06:33:51 **Sen. Bales** asked if it would be possible to have a broad title companion bill introduced to implement the changes in statute brought about by deliberation of HB 2. Ms. Purdy said she believes you could but would want to check with Greg Petesch, Director, Legal Services on what the language would need to be. She also explained that a companion bill can be requested at any time and either by individual subcommittees, House Appropriations, or Senate Finance and Claims. Other committees of the legislature

could not.

06:41:05 Decision item #7 - Companion Bill for General Appropriations Act
Appropriations committee leadership shall request one or more committee bills to serve as a "companion bill(s)" to the general appropriations act (HB 2), to enable a vehicle for substantive language related to the implementation of certain appropriation line items in HB 2.

06:42:00 **MOTION: Sen. Bales** moved to approve decision item #7 . **VOTE:** Motion passed.

06:43:46 **GENERAL FUND STATUS SHEET - 2009 SESSION: LFC
RECOMMENDATIONS**

Terry Johnson, Principal Fiscal Analyst, LFD provided background information and an example of the general fund status sheet (GFSS) with a list of proposed issues for consideration by the LFC Management Advisory Committee. (Exhibit 7) The primary purpose of the status sheet is to provide a financial snapshot of the general fund account. LFD staff prepares this document on a weekly basis during the legislative session in order to provide the legislature with a current projection of the financial status of the general fund account.

06:48:53 **INFORMATION TECHNOLOGY OVERSIGHT**

This report was included in the LFC notebook but was not formally presented. (Exhibit 8)

06:51:45 **PROCESS FOR ALLOCATING ROYALTIES ON STATE LANDS**

Jim Standaert, Senior Fiscal Analyst, LFD provided a handout on the K-12 Facility Account, common school trust royalty distributions, and a spreadsheet containing cost allowances and deficiency ratios by district. (Exhibits 9, 9A, & 9B) Mr. Standaert said in the 2007 session, the legislature diverted mineral royalties from state lands into a K-12 facility account. The amount of money expected to flow into this account by mid 2010 is about \$52 million for K-12 facility needs detailed in a study done by the A&E Division. (Exhibit) The purpose of this presentation is to discuss what process should be used to make decisions about the use of the money and provide some options for LFC consideration. Mr. Standaert also discussed the executive proposal to increase the flow of money into the account on an annual basis using streambed and timber money.

06:57:14 David Ewer, Director, Office of Budget and Program Planning, said the biggest policy position he will take is that the money not distributed on an ANB basis.

07:02:42 **MOTION: Sen. Brueggeman** moved that the LFC recommend the Long Rang Building Committee work with administration to develop a method for determining how the money in the K-12 facility account will be used. **VOTE** motion passed. This recommendation will be part of the global motions.

07:06:52 **PENSION PLANS UNFUNDED LIABILITY : UPDATE**

Carroll South, Executive Director, Montana Board of Investments, presented an update on the Pension Funds and Investments. (Exhibit 10) Mr. South said that the paper value of pension assets has dropped nearly 27 percent between October 31, 2007, and Oct. 31, 2008, and by about 19.5 percent since June 30, 2008, the most recent actuarial valuation of the various pension plans. That valuation showed that all pension plans were actuarially sound except for the Teachers' Retirement System, which has an unfunded actuarial liability that could be amortized in 31.2 years. The valuations are prepared annually according to law and are snapshots

of the funds at a point in time. They do not capture changes to investments or variances from the actuarial assumptions that might occur between snapshots, but rather show assets and liabilities at a particular point in time. The most recent valuations would not compel a need for legislative action in the upcoming session.

07:37:04 **BREAK**

08:14:28 **SUMMARY OF STATE EMPLOYEE GROUP BENEFITS**

Lois Steinbeck, Senior Fiscal Analyst, LFD provided a report on Graying of Montana-State Employee Health Insurance Plan. (Exhibit 11) This report highlights two issues related to state of Montana retiree health care costs: 1) subsidies for retirees continued participation in the state health plan; and 2) the amount of and requirement to record unfunded amortized costs of these subsidies on the Montana Comprehensive Annual Financial Statement (CAFR) Ms. Steinbeck reported that retirees generally consume more medical services than active employees, running loss ratios exceeding 100 percent. Consequently, premiums paid by active employees, including the monthly employer contribution, subsidize the cost for retirees because the state plan charges active employees and retirees under 65 the same monthly premium. She also told the committee that the GASB (Governmental Accounting Standards Board) Board issued a statement requiring states to record liabilities for post employment benefits other than pensions. The biggest post employment benefit would be the health plan benefits. As of December 2007, there is a potential liability of \$449.3 million. The Department of Administration has advised GASB that this is not a legal requirement of the state because there is nothing binding about the retiree premium pricing. The department is taking the position that it can cause confusion in the financial statements because it's not a true liability. Ms. Steinbeck provided potential LFC action for consideration. No action was taken by the committee.

08:20:12 **OTHER REPORTS**

Taryn Purdy, Principal Fiscal Analyst, LFD presented the Operating Plan Changes and Program Transfers. (Exhibit 12) Ms. Purdy explained that the Office of Budget and Program Planning (OBPP) submitted three operating plan changes that meet the statutory threshold that requires them to be brought before the LFC prior to implementation. Staff has reviewed the changes and raises no issues.

08:20:47 **Required Reports**

Jon Moe, Fiscal Specialist, LFD reported that there is no required reports. Only one report was received since the last meeting was the semi annual report from the Montana Comprehensive Health Association Group for 2008. The report is sent directly to all legislators.

08:21:45 **Budget Amendments**

Greg DeWitt, Senior Fiscal Analyst, LFD presented the Budget Amendments Report. (Exhibit 13) Mr. DeWitt reported that as of yesterday, the LFD received 16 certified amendments since the October meeting. The amendments increase total funds by \$85, 317 in FY 2008 and \$7.0 million in FY 2009. Staff has reviewed the amendments and raises no concerns.

08:22:20 **COMMITTEE BUSINESS**

Clayton Schenck, LFA presented the items under committee business (Exhibit 14)

Legislative Branch Retirement Termination Pay Liability - Mr. Schenck reported that the in the 2007 biennium interim, the legislature became concerned about the fact that over 25 percent of legislative staff is

eligible to retire and the fiscal impact of retirement termination pay. The branch directors conducted an analysis to determine the limit of the account based on a calculation of the staff eligible for retirement by the end of the 2009 biennium. The estimated unfunded liability for retirement termination payouts for the 2011biennium is \$494,806. Branch directors recommend a reserve of \$400,000, the same as the 2009 biennium.

08:27:23 **MOTION: Sen. Brueggeman** moved to approve a new proposal of \$70,000 in the 2011 biennium Legislative Services Division budget to replenish the branch retirement fund to at least \$400,000. **VOTE:** Motion passed.

Legislative Branch Merit Pay Funding Request - Mr. Schenck discussed the background on the Legislative Branch Broadband Pay Plan. The approved pay plan includes statutory adjustments to maintain market position/cost of living, and competency and performance based pay adjustments based on job performance. Funding has been through vacancy savings and other branch budget cost efficiencies, or a special appropriation. Mr. Schenck proposed the committee approve a budget adjustment in the 2011 biennium to be allocated between Legislative Services and Fiscal Divisions.

08:33:13 **MOTION: Rep. Ripley** to approve a budget adjustment of \$294,429 in the 2011 biennium to be allocated between Legislative Services and Fiscal Divisions. **VOTE:** Motion passed.

08:33:40 **NEXT MEETING**
Upon the call of the chair or June 18, 2009

08:34:49 **ADJOURNMENT**
Meeting adjourned 4:46 pm

Rep. Janna Taylor, Secretary

Diane McDuffie, Committee Secretary