

FISCAL COMMITTEE OF THE GENERAL COURT
MINUTES
May 15, 2015

The Fiscal Committee of the General Court met on Friday, May 15, 2015 at 10:00 a.m. in Room 210-211 of the Legislative Office Building.

Members in attendance were as follows:

Representative Neal Kurk, Chair
Representative Karen Umberger (Alternate)
Representative Lynne Ober
Representative Cindy Rosenwald (Alternate)
Representative Daniel Eaton
Representative Richard Barry (Alternate)
Senator Jeanie Forrester
Senator David Boutin (Alternate)
Senator Gerald Little
Senator Andy Sanborn
Senator Lou D'Allesandro

Chairman Kurk opened the meeting at 10:05 a.m.

ACCEPTANCE OF MINUTES:

On a motion by Representative Eaton, seconded by Representative Ober, that the minutes of the April 3, 2015 meeting be accepted as written. MOTION ADOPTED (7-Yes, 2-Abstained)

The Chair noted for the record that serving as alternates were; Representatives Umberger and Rosenwald for Representatives Weyler and Wallner respectively, and Senator Boutin for Senate President Morse.

NEW BUSINESS:

RSA 9:16-a TRANSFERS AUTHORIZED:

CONSENT CALENDAR

On a motion by Representative Eaton, seconded by Representative Ober, that the Committee approve the requests under this section as submitted. MOTION ADOPTED. [FIS 15-070 Department of Safety – transfer \$83,000, and FIS 15-071 Department of Safety – transfer \$60,280]

RSA 14:30-a, VI FISCAL COMMITTEE APPROVAL REQUIRED FOR ACCEPTANCE AND EXPENDITURE OF FUNDS OVER \$100,000 FROM ANY NON-STATE SOURCE:

CONSENT CALENDAR

On a motion by Representative Eaton, seconded by Representative Ober, that the Committee approve the requests under this section as submitted. MOTION ADOPTED. [FIS 15-072 Department of Health and Human Services – accept and expend \$15,876,692, and FIS 15-073 Department of Health and Human Services – accept and expend \$5,202,600]

RSA 14:30-a, VI FISCAL COMMITTEE APPROVAL REQUIRED FOR ACCEPTANCE AND EXPENDITURE OF FUNDS OVER \$100,000 FROM ANY NON-STATE SOURCE AND CHAPTER 144:56, LAWS OF 2013, DEPARTMENT OF CORRECTIONS; TRANSFERS:

FIS 15-074 Department of Corrections – On a motion by Representative Eaton, seconded by Representative Ober, that the Committee approve the request of the Department of Corrections to 1) budget and expend \$373,350 in prior year balance forward federal funds through June 30, 2015, and 2) transfer \$26,650 in federal funds through June 30, 2015. MOTION ADOPTED.

RSA 216-A:3-g, FEES FOR PARK SYSTEM:

FIS 15-085 Department of Resources and Economic Development – On a motion by Representative Eaton, seconded by Representative Ober, that the Committee approve the request of the Department of Resources and Economic Development for approval of rate changes to the primary summer 2015 and winter 2015/2016 products at Cannon Mountain Aerial Tramway and Ski Area in Franconia Notch State Park and further approval of the 2015/2016 Cannon Mountain Winter Special Use Policy. MOTION ADOPTED.

CHAPTER 3:7, II, LAWS OF 2014, DEPARTMENT OF HEALTH AND HUMAN SERVICES; CONTRACTING; TRANSFER AMONG ACCOUNTS AND RSA 14:30-a, VI FISCAL COMMITTEE APPROVAL REQUIRED FOR ACCEPTANCE AND EXPENDITURE OF FUNDS OVER \$100,000 FROM ANY NON-STATE SOURCE:

FIS 15-075 Department of Health and Human Services – On a motion by Representative Eaton, seconded by Representative Ober, that the Committee approve the request of the Department of Health and Human Services to transfer \$4,790,510 in general funds, and increase related federal revenues in the amount of \$5,360,123 and decrease other related revenues in the amount of \$96,811 through June 30, 2015. MOTION ADOPTED.

FIS 15-086 Department of Health and Human Services – On a motion by Representative Eaton, seconded by Representative Ober, that the Committee approve the request of the Department of Health and Human Services to transfer \$65,660 in general funds, and increase related federal revenues in the amount of \$86,465 and decrease related other revenues in the amount of \$928 through June 30, 2015. MOTION ADOPTED.

CHAPTER 144:31, LAWS OF 2013, DEPARTMENT OF ADMINISTRATIVE SERVICES;
TRANSFER AMONG ACCOUNTS AND CLASSES:

FIS 15-087 Department of Administrative Services – On a motion by Representative Eaton, seconded by Representative Ober, that the Committee approve the request of the Department of Administrative Services to transfer \$356,756 in and among accounting units through June 30, 2015. MOTION ADOPTED.

CHAPTER 144:56, LAWS OF 2013, DEPARTMENT OF CORRECTIONS; TRANSFERS:

FIS 15-076 Department of Corrections – On a motion by Representative Eaton, seconded by Representative Ober, that the Committee approve the request of the Department of Corrections to transfer \$5,326,576 within and among accounts to reallocate appropriations and cover budget shortfalls through June 30, 2015. MOTION ADOPTED.

CHAPTER 144:95, LAWS OF 2013, DEPARTMENT OF TRANSPORTATION; TRANSFER
OF FUNDS:

FIS 15-088 Department of Transportation – On a motion by Representative Eaton, seconded by Representative Ober, that the Committee approve the request of the Department of Transportation to transfer \$521,508 between various classes through June 30, 2015. MOTION ADOPTED.

CHAPTER 144:117, LAWS OF 2013, DEPARTMENT OF INFORMATION TECHNOLOGY;
TRANSFERS AMONG ACCOUNTS:

FIS 15-077 Department of Information Technology – Denis Goulet, Commissioner, Department of Information Technology responded to questions of the Committee. Rosanne Curry, Information Technology Manager, Department of Information Technology was also present.

On a motion by Representative Eaton, seconded by Representative Ober; that the Committee approve the request of the Department of Information Technology to transfer \$59,921 in other funds through June 30, 2015. MOTION ADOPTED.

CHAPTER 327:74, LAWS OF 2014, ADJUTANT GENERAL'S DEPARTMENT;
TRANSFERS AUTHORIZED:

FIS 15-078 The Adjutant General's Department – On a motion by Representative Eaton, seconded by Representative Ober, that the Committee approve the request of The Adjutant General's Department to transfer \$34,000 in federal and general funds within Air Guard Maintenance, \$50,000 in general funds within Administration and Armories, and \$45,000 in general funds within Cemetery Operations through June 30, 2015. MOTION ADOPTED.

CHAPTER 144:97, LAWS OF 2013, JUDICIAL BRANCH; TRANSFERS:

FIS 15-093 Administrative Office of The Courts – On a motion by Representative Eaton, seconded by Representative Ober, that the Committee approve the request of the Administrative Office of The Courts to transfer \$960,924 between expenditure classes through June 30, 2015. MOTION ADOPTED.

MISCELLANEOUS:

Jeffrey Pattison, Legislative Budget Assistant, requested approval to fill one (1) staff auditor position in the Office of Legislative Budget Assistant, Audit Division.

On a motion by Representative Eaton, seconded by Representative Ober, that the Committee approve the request of the Office of Legislative Budget Assistant to fill one (1) staff auditor position in the Office of Legislative Budget Assistant, Audit Division. MOTION ADOPTED.

INFORMATIONAL MATERIALS:

FIS 15-079 Department of Administrative Services – Chapter 319:32, Laws of 2003 – Joseph Bouchard, Assistant Commissioner, Catherine Keane, Director, and Sarah Trask, Administrator, Bureau of Risk and Benefit Management, Department of Administrative Services responded to questions of the Committee related to the State Employee Health Insurance - report regarding the self-funded health benefits program from July 1, 2014 through March 31, 2015.

FIS 15-080 New Hampshire Lottery Commission – Chapter 144:15, Laws of 2013 – Charles McIntyre, Executive Director, New Hampshire Lottery Commission responded to questions of the Committee regarding the Quarterly report on the status of the incentive employee recognition program for the sale of instant tickets for the third quarter of FY 2015.

The Committee requested the New Hampshire Lottery Commission provide a spreadsheet to reflect a history of the changes in the bonus program.

FIS 15-090 Department of Health and Human Services – Nicholas Toumpas, Commissioner, Department of Health and Human Services provided a status update and responded to questions of the Committee regarding the March 2015 Operating Statistics Dashboard report for the fiscal year ending June 30, 2015.

The informational items were accepted and placed on file.

10:30 a.m.

Audits:

State Of New Hampshire, Single Audit of Federal Financial Assistance Programs For the Year Ended June 30, 2014 – Stephen Smith, Director of Audits, Office of Legislative Budget Assistant, Jayme Silva, KPMG Partner, Karen Farrell, KPMG Manager, and Gerard Murphy, State Comptroller, Department of Administrative Services, presented the report and responded to questions of the Committee.

On a motion by Representative Umberger, seconded by Senator Forrester, that the report be accepted, placed on file, and released in the usual manner. MOTION ADOPTED.

State Of New Hampshire, Department of Revenue Administration, Financial Audit Report For the Fiscal Year Ended June 30, 2014 – Stephen Smith, Director of Audits, and Christine Young, Senior Audit Manager, Audit Division, Office of Legislative Budget Assistant, presented the report and responded to questions of the Committee. John Beardmore, Commissioner, Department of Revenue Administration, was present to respond to questions of the Committee.

On a motion by Representative Umberger, seconded by Representative Ober, that the report be accepted, placed on file, and released in the usual manner. MOTION ADOPTED.

State of New Hampshire, Department of Administrative Services, Statewide Recycling Program, Performance Audit, May 2015 – Stephen Smith, Director of Audits, and John Clinch, Senior Audit Manager, Audit Division, Office of Legislative Budget Assistant, presented the report and responded to questions of the Committee. Michael Connor, Deputy Commissioner, Department of Administrative Services, was present to respond to questions of the Committee.

The Committee requested that the Legislative Budget Assistant provide information as to where the revenue goes from the recycling of bottles, cans and paper for the Legislative Branch.

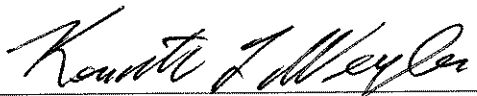
On a motion by Representative Umberger, seconded by Senator Little, that the report be accepted, placed on file, and released in the usual manner. MOTION ADOPTED

State of New Hampshire, Board of Pharmacy, Inspections, Performance Audit Report, May 2015 – Stephen Smith, Director of Audits, and Jay Henry, Senior Audit Manager, Audit Division, Office of Legislative Budget Assistant, presented the report and responded to questions of the Committee. Helen Pervanas, Commissioner, and Margaret Clifford, Chief Compliance Investigator, Board of Pharmacy, were present to respond to questions of the Committee.

On a motion by Representative Umberger, seconded by Senator Little, that the report be accepted, placed on file, and released in the usual manner. MOTION ADOPTED.

DATE OF NEXT MEETING AND ADJOURNMENT

The next regular meeting of the Fiscal Committee was set for Friday, June 26, 2015 at 10:00 a.m. (Whereupon the meeting adjourned at 12:14 p.m.)



Representative Ken Weyler, Clerk