

STATE BOARD OF EXAMINERS
MINUTES– Regular Meeting
March 15, 2022 – 8:55 a.m.
Boise City Hall, 3rd Floor,
150 N. Capitol Blvd., Boise.

The regular meeting of the State Board of Examiners was called to order pursuant to Idaho Code §67-2002 and by the order of the chair 8:55 a.m.

The following board members were present: Governor Brad Little; Attorney General Lawrence Wasden; Secretary of State Lawrence Denney and State Controller Brandon Woolf via video.

Also present: State Treasurer, Julie Ellsworth; Stephanie Bonney, Bond Council and Eric Heringer.

State Controller Woolf introduced the consent agenda items.

Attorney General Wasden then moved to approve the consent agenda. Secretary of State Denney seconded the motion. The motion passed on a unanimous voice vote.

State Controller Woolf introduced the regular agenda item.

Discussion: Ms. Bonney stated that she was there on behalf of the State Treasurer asking for permission for the Treasurer to issue tax anticipation notes, should they be needed (that determination has not yet been made). Ms. Bonney stated that traditionally the majority of expenses happen in the first half of the year, but the majority of the tax revenues do not come until the second half of the year, therefore the tax anticipation note merely balances out the expenditures with those revenues. Ms. Bonney continued that State law prohibits the Treasurer from borrowing more than 75% of the anticipated income, however this year that amount is extremely large, exceeding \$4 billion. Traditionally, the state anticipation notes have been around \$500 million for the last decade. Governor Little then clarified that the Board would authorize the issuance of the note, however then the State would look at the cash flow to determine if it is needed. Governor Little then asked what is the last date that a determination can be made. Ms. Bonney stated that they would just need time to be able to sell the bonds, so it would be up until May. Attorney General Wasden then clarified that they will hear back from Ms. Bonney on what the number is prior to issuing. Treasurer Ellsworth then commented that they have a credit rating enhancement committee and they will meet once the legislature adjourns, and at that point they will decide how much is needed. Treasurer Ellsworth continued that this normally takes place between the middle and end of April. The committee is made up of the Governor appointees, legislators, and business people in the state.

Attorney General Wasden then moved to approve the regular agenda item. Secretary of State Denney seconded the motion. The motion passed on a unanimous voice vote.

State Controller Woolf introduced the informational agenda items.

Attorney General Wasden moved to adjourn the meeting. Secretary of State Denney seconded the motion.

There being no further business before the board and on motion duly made and seconded, THE MEETING OF THE STATE BOARD OF EXAMINERS WAS ADJOURNED at 9:01 a.m.

CONSENT AGENDA

1. Minutes- Action Item

Approval of official minutes for the meeting of the Board of Examiners on February 15, 2022.

2. Ada County Sheriff's Office – Action Item - Recommend Approval

Request for payment pursuant to Idaho Code, §31-2219, in the amount of \$256.08 for costs incurred by Ada County for the transportation of prisoners sentenced to ISCI and transported to the Ada County jail for October 2021 through December 2021.

3. Department of Environmental Quality - Action Item - Recommend Approval

- a. Request in accordance with Senate Bill 1188, First Regular Session of the 66th Idaho Legislature, that \$75,379 be transferred from the Air Quality Permitting Fund #0186 to the Department of Environmental Quality Fund #0225 during the fourth quarter of Fiscal Year 2022.
- b. Request in accordance with Senate Bill 1188, First Regular Session of the 66th Idaho Legislature, that \$222,428 be transferred from the Public Water System Supervision Fund #0191 to the Department of Environmental Quality Fund #0225 during the fourth quarter of Fiscal Year 2022.
- c. Request in accordance with Senate Bill 1188, First Regular Session of the 66th Idaho Legislature, that \$83,333 be transferred from the General Fund to the Department of Environmental Quality Agricultural BMP Fund during the fourth quarter of Fiscal Year 2022.
- d. Request in accordance with Senate Bill 1188, First Regular Session of the 66th Idaho Legislature, that \$3,207,512 be transferred from the General Fund to the Department of Environmental Quality Fund #0225 during the fourth quarter of Fiscal Year 2022.
- e. Request in accordance with Senate Bill 1188, First Regular Session of the 66th Idaho Legislature, that \$1,363,617.00 be transferred from the General Fund to the Department of Environmental Quality Water Pollution Control Fund during the fourth quarter of Fiscal Year 2022.
- f. Request in accordance with Senate Bill 1188, First Regular Session of the 66th Idaho Legislature, that \$166,667.00 be transferred from the Water Pollution Control Fund #0200 to the Department of Environmental Quality Fund #0225 during the fourth quarter of Fiscal Year 2022.
- g. Request in accordance with Senate Bill 1188, First Regular Session of the 66th Idaho Legislature, that \$750,000 be transferred from the Water Pollution Control Fund #0200 to the Environmental Remediation Fund #0201 on March 20, 2022 for Fiscal Year 2022.

4. Department of Health and Welfare – Action Item - Recommend Approval

Request that \$221,050,300 be transferred from the General Fund to the Cooperative Welfare Fund #0220 during the 4th Quarter of Fiscal Year 2022 in accordance with appropriations passed.

5. Department of Administration – Action Item - Recommend Approval

Request for recognition of assignment from Tullis Family Trust to Franmar Company, LP and 3KC, LLC. A transfer of interest in the real property lease of the State of Idaho, by and through

the Arts Commission as “Lessee,” and Lessee’s occupancy of 9543 West Emerald Street, Suite 204, Boise Idaho 83704.

6. Idaho State Police- Action Item - Recommend Approval

Request for a waiver to the BOE Surplus Personal Property Policy and Procedures in order to transfer Drug Detection Canine named Boston to the handler, Trooper Braeden Hammon.

REGULAR AGENDA

7. State Treasurer – Action Item

Request authorization pursuant to Idaho Code §63-3201 to issue tax anticipation notes that will not exceed 75% of the anticipated income or revenue from taxes during fiscal year 2023.

INFORMATIONAL AGENDA

8. State Controller’s Office

Reports of overtime paid on FLSA exempt employees by agencies, which was approved by the Board of Examiners.

- State Controller’s Office –Exemption End Date - December 31, 2022

9. State Insurance Fund

- a. Estimate of the Idaho Petroleum Clean Water Trust Fund expenses to be paid by sight drafts for the month of February 2022.

Estimated expenditure for Idaho Petroleum Clean Water Trust Fund	\$750,000.00
Funds Expended in January 2022:	
Payroll	\$63,570.35
Operations	\$197,689.56
<u>Claim Costs</u>	<u>\$64,367.77</u>
Total	\$325,627.68

- b. Estimate of the State Insurance Fund expenses to be paid by sight drafts for the month of February 2022.

Estimated expenditure for workers compensation claim costs, dividends and premium refunds	\$20,000,000.00
Funds Expended in January 2022:	
Workers Compensation Claim Costs	\$10,869,483.44
Dividends	\$0.00
Commission	\$4,412,223.64
<u>Policy Refunds</u>	<u>\$234,122.27</u>
Total	\$15,515,829.35