

**MINUTES OF THE JOINT PUBLIC EDUCATION APPROPRIATIONS
SUBCOMMITTEE
Monday, February 1, 1999, 2:00 P.M.
ROOM 303, STATE CAPITOL BUILDING**

Members Present: Sen. Howard Stephenson, Co-Chair
Rep. Nora B. Stephens, Co-Chair
Sen. Ron Allen
Sen. Karen Hale
Sen. Lyle Hillyard
Sen. John Valentine
Rep. Duane Bourdeaux
Rep. Judy Ann Buffmire
Rep. Lloyd Frandsen
Rep. David Gladwell
Rep. Brad King
Rep. Becky Lockhart
Rep. Tammy Rowan
Rep. A. Lamont Tyler
Rep. Glenn L. Way

Staff Present: R. Michael Kjar, Legislative Fiscal Analyst
Gary Ricks, Legislative Fiscal Analyst
Shirley Smith, Secretary

Others Present: Colleen Grainger, Supt., Washington County Schools
Rob Brems, USBOE
Rand Johnson, Admin., SLCC
K. Chad Campbell, BATC
Kim A. Napper, Sr. Mgr. Admin.
Stan Lockhart, Corporate Affairs, Micron
Steve N. Peterson, Ex. Dir., USSA/USBA
Larry Bunkall, Pres. Ut. Mfg. Assoc.
Clyde Heiner, Chairman, Ut. Partners in Education
David Winder, Director, DCED
Mike Bennett, Supt., ICSD
Ruth Ann Hamilton, SL Chamber of Commerce
Con Rowley, Analyst, Governor's Office

List of others present is on file:

Committee Co-Chair Sen. Stephens called the meeting to order at 2:00 p.m.

1. Presentation

Colleen Grainger, Supt. Washington County Schools, spoke regarding the problems associated with capital foundation funds which are allocated on the basis of assessed valuation. She said a better method would be to allocate on the basis of available capital funds and greater consideration should be given to the schools who make an effort to be frugal with the funds allotted.

2. Applied Technology Education - Budget Hearing

a. Fiscal Analyst - Gary Ricks

Gary Ricks, Analyst, said in the last fiscal year some important things have taken place in regards to Applied Technology Education that have had an impact on FY 2000. He then referred to a brochure entitled "Analysis and Recommendations for Applied Technology," which was handed out to the committee.

The Analyst recommends a budget increase of \$750,000 in ongoing Uniform School Funds, \$350,000 of on-going funds for the ATCSRs, and \$400,000 to be divided among the ATC i.e., Bridgerland, Davis, Ogden/Weber and Uintah Basin as structured.

The Analyst recommends \$249,000 of ongoing Uniform School Funds be transferred from the Utah system of Higher Education to the Public Education ATSR.

The Analyst recommends that if additional funding becomes available, that \$500,000 of onetime Uniform School Funds be provided to fund the space needs of the Southwest ATCSR.

The Analyst recommends that if additional funding becomes available, the \$326,000 of ongoing Uniform School Funds be provided to fund new equipment for the ATCs and ATCSRs.

The Analyst recommends \$6,631,500, which includes \$105,200 ongoing Uniform School Funds for growth at BATC.

The Analyst recommends \$6,933,700 at DATC, which includes \$109,100 of ongoing Uniform School Funds for growth.

The Analyst recommends \$7,774,900, which includes \$126,100 of ongoing Uniform

School Funds for growth at OWATC.

The Analyst recommends \$3,534,900, which includes \$59,600 of ongoing Uniform School Funds for growth at UBATC.

The Analyst recommends \$1,968,000, which includes \$350,000 of ongoing Uniform School Funds for growth, and \$249,000 of ongoing Uniform School Funds to be transferred from the Utah System of Higher Education.

b. Governor's Presentation - Con Rowley

Mr. Rowley said that the figures that have been presented by the Fiscal Analyst are the same in most instances as the Governor's recommendations. He said the amount that the Fiscal Analyst recommended for the ATCs is the same as that recommended by the Governor and the same is true of the 5 ATSCRs. He then discussed the base budget transfer of \$249,000 from Higher Education to Public Education. He said he felt the transfer of the funds should go first to Public Education and if the funding was not approved as a building block the base budget transfer would be appropriate. He said if the building block is not available the funds first need to go to Public Education.

c. Utah State Office of Education Presentation

State Supt. Steven Laing, USBOE, explained the hand-out of the comparison budgets of FY 1999-2000 between the Governor's Recommendation, Fiscal Analyst's Recommendation and the Board of Education Request. He said that the ATCs have experienced dramatic growth in the last several years, almost 46% increase in the last 3 years. Supt. Laing responded to Rep. Frandsen's question regarding the amount of funding being put into the ATC programs and how much should be put into the system. He said he was not sure of the exact amount that was going into the system but in terms of Public Education it was somewhere in the amount of sixty to seventy million dollars. However, he stated that ATEs provide necessary training for those entering the workforce in the State of Utah.

3. Custom Fit Budget Hearing

a. Fiscal Analyst - Michael Kjar

Mr. Kjar said that the Custom Fit recommendation has not technically been released. The Analyst's office is dealing with it as a supplemental and \$2.5 million funds has been allocated in supplemental funds for Custom Fit Training. Voting will be taken on these

funds at a later date.

MOTION: Rep. Tyler moved to add to the Legislative Fiscal Analyst's committee priority list \$326,000 for SWATC in ongoing funds. The motion passed unanimously. Sens. Hillyard and Frandsen absent at the time of voting.

MOTION: Sen. Allen moved to mark \$5,000,000 for acquiring ATC land and forward to the capital building committee as an agenda item. The motion passed with Sens. Stephenson, Allen, Hale and Valentine and Reps. Stephens, Dourdeaux, Buffmire, Frandsen, Gladwell, King, Lockhart, and Tyler voting aye. Reps. Rowan and Rep. Way voting nay. Sen. Hillyard absent for the vote.

MOTION: Rep. King moved to place the amount of \$1,000,000 for Custom Fit on the priority list. The motion passed unanimously with Sen. Hillyard absent for the vote.

b. Governor's Presentation - Con Rowley

Mr. Rowley said that one-time funds are separated into two categories, one is called supplemental and one is called one-time for the budget year. The supplemental is funded in the current year. Supplemental funding for Custom Fit would be funding for FY 99 and one-time funding for Custom fit would be FY 2000 in the Governor's budget.

c. Utah State Board of Education

In FY 98 the Custom Fit Program served 371 companies in the State of Utah. In FY 99 the Custom Fit Program to-date has served 232 companies and it is anticipated the figure for FY 99 will be surpassed. Trainees for the program FY 98 was 13,944 and year-to-date FY 99 trainees is 10,007. In FY 98 the average cost per trainee was \$210,000, this figure has dropped in FY 99 to \$196,000 per trainee.

MOTION: Rep. Gladwell moved to adopt the Analyst's budget in the amount of \$750,000 for ATC/ATCSR in ongoing Uniform School Funds and to add \$600,000 if additional funds are available. The motion passed unanimously with Sens. Hillyard and Frandsen absent at the time of voting.

MOTION: Rep. King moved to not transfer funds from Higher Ed. to Public Ed in the amount of \$249,000 as recommended by the Analyst.

SUBSTITUTE MOTION: Sen. Valentine moved to go to the next item. The motion passed with Sens. Stephenson, Allen, Hale, and Valentine and Reps. Bourdeaux,

Buffmire, Frandsen, Gladwell, King, Lockhart, Tyler, and Way voting aye. Reps. Stephens and Rowan voting nay. Sen. Hillyard absent at the time of voting.

MOTION: Rep. Rowan moved to adopt the Analyst's budget of 19,464 WPU's for District ATE and 989 WPU's for District set aside. The motion passed unanimously with Sen. Hillyard absent at the time of voting.

MOTION: Rep. Gladwell moved to accept the Analysts budget of \$2,235,000 for Technology/Life Careers and Workbased Education. The motion passed with Sens. Stephenson, Valentine, and Reps. Stephens, Gladwell, King, Lockhart, Rowen, Tyler voting aye. Sens. Allen, Hale, and Reps. Bourdeaux, Buffmire voting nay. Sen. Hillyard, Reps. Frandsen and Way absent at the time of voting.

MOTION: Rep. Buffmire moved to add to the Legislative priority list for consideration of \$1.4 million for Technology/Life Careers and Workbased Education. The motion passed with Sens. Stephenson, Allen, Hale and Valentine and Reps. Stephens, Bourdeaux, Buffmire, Gladwell, King, Lockhart, Tyler and Way voting aye. Reps. Rowan voting nay. Sen Hillyard and Rep. Frandsen absent at the time of voting.

MOTION: Rep. Gladwell moved to place on the priority list \$500,000 for ATC/ATCSR equipment. The motion passed unanimously. Sen. Hillyard and Rep. Frandsen absent at the time of voting.

MOTION: Rep. Lockhart moved to adjourn the meeting. The motion passed unanimously.

The meeting was adjourned at 4:55 p.m.

The minutes were reported by Shirley Smith, Secretary

Sen. Howard Stephenson
Committee Co-Chair

Rep. Nora Stephens
Committee Co-Chair