

MINUTES

MONTANA HOUSE OF REPRESENTATIVES 63rd LEGISLATURE - REGULAR SESSION

JOINT APPROPRIATIONS SUBCOMMITTEE ON GENERAL GOVERNMENT

Call to Order: Chair Ryan Osmundson, on January 30, 2013 at 9:00 AM, in Room 350 Capitol

ROLL CALL

Members Present:

Rep. Ryan Osmundson, Chair (R)
Sen. Alan Olson, Vice Chair (R)
Rep. Champ Edmunds (R)
Rep. Kelly McCarthy (D)
Sen. David E. Wanzonried (D)

Members Excused: Sen. Edward Buttrey (R)

Members Absent: None

Staff Present: Christine Hultin, OBPP
Molly Miltenberger, Committee Secretary
Lois Steinbeck

Audio Committees: These minutes are in outline form only. They provide a list of participants and a record of official action taken by the committee. The link to the audio recording of the meeting is available on the Legislative Branch website.

Committee Business Summary: Executive Action, State Auditor's Office (SAO)

State Auditor's Office, Insurance and Securities

00:29:38 Chair Osmundson
00:30:48 Sen. Wanzenried
00:31:34 Sen. Olson
00:31:56 Lois Steinbeck, LFD
EXHIBIT(jgh20a01)
00:32:08 Rep. Edmunds
00:32:31 Ms. Steinbeck, LFD
00:33:43 Chair Osmundson
00:34:05 Ms. Steinbeck, LFD
00:35:59 Rep. McCarthy
00:36:27 Christine Hultin, OBPP
00:36:57 Sen. Wanzenried
00:37:21 Ms. Hultin, OBPP
00:37:38 Sen. Wanzenried
00:37:50 Ms. Hultin, OBPP
00:38:28 Sen. Wanzenried
00:39:12 Sen. Olson
00:39:21 Adam Schafer, Deputy Commissioner, Insure Montana, Commissioner of
Securities and Insurance (CSI)
00:39:56 Sen. Olson
00:40:50 Rep. Edmunds
00:40:59 Sen. Buttrey
00:41:14 Chair Osmundson
00:41:18 Ms. Steinbeck, LFD
00:41:53 Sen. Buttrey
00:42:10 Mr. Schafer, CSI
00:42:27 Sen. Buttrey
00:42:43 Jill Sark, Program Manager, Insure Montana, CSI
00:43:38 Sen. Buttrey
00:44:15 Ms. Steinbeck, LFD
00:44:56 Sen. Buttrey
00:45:13 Rep. McCarthy
00:45:45 Ms. Sark, CSI
00:46:07 Sen. Wanzenried
00:46:46 Ms. Steinbeck, LFD
00:47:22 Chair Osmundson
00:47:30 Rep. Edmunds
00:48:32 Ms. Steinbeck, LFD
00:49:51 Rep. Edmunds
00:50:17 Sen. Olson
00:50:33 Sen. Buttrey
00:50:53 Ms. Steinbeck, LFD
00:51:53 Rep. McCarthy
00:52:21 Rep. Edmunds
00:52:45 Chair Osmundson
00:53:11 Ms. Steinbeck, LFD
00:54:18 Rep. Edmunds
00:54:29 Ms. Steinbeck, LFD
00:55:00 Rep. Edmunds

00:55:09 Ms. Steinbeck, LFD
00:55:24 Chair Osmundson
00:55:28 Ms. Steinbeck, LFD
00:55:48 Ms. Hultin, OBPP
00:56:15 Sen. Olson
00:56:38 Lucas Hamilton, Manager, Communications and Policy, Insure Montana, CSI
00:57:32 Chair Osmundson
00:57:41 Mr. Hamilton, CSI
00:57:55 Rep. Edmunds
00:58:06 Mr. Hamilton, CSI
00:58:18 Ms. Hultin, OBPP
00:58:45 Chair Osmundson
00:59:05 Sen. Olson
00:59:33 Ms. Steinbeck, LFD
00:59:48 Mr. Hamilton, CSI
01:00:29 Sen. Olson
01:00:47 Ms. Steinbeck, LFD
01:01:28 Mr. Hamilton, CSI
01:01:42 Chair Osmundson
01:01:48 Rep. McCarthy
01:02:12 Mr. Hamilton, CSI
01:02:36 Sen. Buttrey
01:02:49 Chair Osmundson
01:03:01 Sen. Buttrey
01:03:24 Mr. Schafer, CSI
01:03:46 Rep. McCarthy
01:04:09 Mr. Schafer, CSI
01:05:10 Chair Osmundson
01:06:00 Natacha Bird, Acting Administrator and Accountant, Central Services Division,
CSI

EXHIBIT(jgh20a02)

EXHIBIT(jgh20a03)

01:07:23 Sen. Buttrey
01:08:03 Ms. Steinbeck, LFD

EXHIBIT(jgh20a04)

01:09:18 Sen. Buttrey
01:09:48 Ms. Bird, CSI
01:09:59 Ms. Steinbeck, LFD
01:10:16 Ms. Bird, CSI
01:10:58 Sen. Olson
01:11:13 Mr. Schafer, CSI
01:12:21 Sen. Olson
01:12:26 Mr. Schafer, CSI
01:12:35 Sen. Olson
01:12:38 Mr. Schafer, CSI
01:13:03 Chair Osmundson
01:13:25 Ms. Steinbeck, LFD
01:14:15 Chair Osmundson
01:14:40 Ms. Steinbeck, LFD
01:15:10 Sen. Olson

01:15:29 Chair Osmundson
01:15:34 Sen. Olson
01:15:38 Chair Osmundson
01:15:42 Ms. Bird, CSI
01:16:15 Chair Osmundson
01:16:44 Mr. Schafer, CSI
01:17:10 Chair Osmundson
01:17:28 Ms. Steinbeck, LFD

01:18:42 Meeting recess.
02:32:20 Meeting reconvened.

02:32:27 Chair Osmundson
EXHIBIT(jgh20a05)
02:32:40 Rep. Edmunds
02:33:17 Ms. Bird, CSI
EXHIBIT(jgh20a06)
02:34:02 Mr. Schafer, CSI
EXHIBIT(jgh20a07)
02:35:42 Rep. Edmunds
02:35:59 Mr. Schafer, CSI
02:36:06 Dawn Harmon, Manager, IT Department, CSI
02:36:32 Rep. Edmunds
02:36:54 Ms. Harmon, CSI
02:37:20 Sen. Olson
02:37:32 Ms. Harmon
02:37:43 Sen. Olson
02:37:52 Ms. Harmon, CSI
02:38:40 Chair Osmundson
02:38:40 Ms. Harmon, CSI
02:39:01 Rep. Edmunds
02:39:12 Ms. Harmon, CSI
02:39:52 Rep. Edmunds
02:39:58 Ms. Harmon, CSI
02:40:09 Rep. Edmunds
02:40:13 Ms. Harmon, CSI
02:40:31 Rep. Edmunds
02:40:37 Ms. Harmon, CSI
02:40:54 Rep. Edmunds
02:40:55 Ms. Harmon, CSI
02:41:05 Sen. Olson
02:41:12 Ms. Harmon, CSI
02:41:44 Sen. Buttrey
02:42:10 Mr. Schafer, CSI
EXHIBIT(jgh20a08)
02:42:32 Sen. Buttrey
02:42:52 Chair Osmundson
02:42:56 Sen. Olson
02:43:31 Ms. Harmon, CSI
02:43:33 Sen. Olson

02:44:05 Chair Osmundson

Executive Action

02:44:18 Ms. Steinbeck, LFD

02:44:27 Ms. Bird, CSI

EXHIBIT(jgh20a09)

02:44:57 **Motion:** Sen. Buttrey moved **approval of Decision Package 51 Adjustment for Statewide Personal Services globally within Governor's Office.**

Discussion

02:45:54 Sen. Wanzenried

02:45:59 Sen. Buttrey

02:46:18 Sen. Wanzenried

02:46:25 Brent Doig, OBPP

02:46:44 Sen. Wanzenried

02:46:52 Sen. Buttrey

02:47:29 **Vote:** motion carried unanimously by voice vote.

02:47:40 **Motion/Vote:** Sen. Buttrey moved **approval of Decision Package 52 Adjustment for Statewide Operations globally within the Governor's Office to the extent adopted by the General Government and Natural Resource and Transportation Joint Appropriations Subcommittees.** Motion carried unanimously by voice vote.

02:47:56 **Motion:** Sen. Buttrey moved **approval of Present Law Adjustment 01001 Rent, as restricted funding in the amount in fiscal year 2015 of 22,076.58.**

Discussion

02:48:17 Chair Osmundson

02:48:26 Ms. Steinbeck, LFD

02:48:41 Sen. Buttrey

02:48:56 Rep. McCarthy

02:49:07 Ms. Steinbeck, LFD

02:49:12 Sen. Buttrey

02:49:22 Ms. Steinbeck, LFD

02:49:44 **Vote:** motion carried unanimously by voice vote.

02:49:51 **Motion/Vote:** Sen. Buttrey moved **approval of Present Law Adjustment 01004, Elected Official Continuing Ed Central Management as restricted and one-time only.** Motion carried unanimously by voice vote.

Discussion

02:50:25 Sen. Olson

02:51:04 Ms. Steinbeck, LFD

02:51:17 **Motion/Vote:** Sen. Olson moved **approval of Present Law 03004, Actuarial Review**. Motion carried unanimously by voice vote.

02:51:44 **Motion:** Sen. Buttrey moved **approval of Present Law Adjustment 03005, traditional insurance in-house examinations**.

Discussion:

02:51:54 Rep. Edmunds

02:51:59 **Motion/Vote:** Sen. Buttrey **amended his previous motion to make it one-time only, restricted**. Motion carried unanimously by a voice vote.

Discussion:

02:52:22 Sen. Wanzenried

02:52:42 Chair Osmundson

02:53:19 Sen. Buttrey

02:53:30 Chair Osmundson

02:54:20 **Motion:** Sen. Wanzenried moved **approval of Present Law Adjustment 03003, Elected Official Insurance Agent Outreach**.

Discussion

02:54:48 Sen. Olson

02:55:14 Chair Osmundson

02:55:31 **Vote:** motion failed 2-4 by roll-call vote. Sen. Buttrey, Rep. Edmunds, Sen. Olson and Chair Osmundson voting no.

02:56:08 **Motion/Vote:** Sen. Buttrey moved **approval of Present Law Adjustment 03006, Elected Official Captive Insurance Full-Time Employee as one-time only funding**. Motion carried unanimously by voice vote.

02:56:28 **Motion/Vote:** Sen. Olson moved **approval of Present Law Adjustment 03007 In-House Captives Insurance Exams**. Motion carried unanimously by voice vote.

02:56:49 **Motion/Vote:** Rep. Edmunds moved **approval of Present Law Adjustment 030008 Captive Regulatory and Supervision, restricted, one-time only**. Motion carried unanimously by voice vote.

02:57:07 **Motion/Vote:** Rep. Edmunds moved **approval of Present Law Adjustment 03009, Biennial Financial Exams, restricted, one-time only**. Motion carried unanimously by voice vote.

02:57:25 **Motion/Vote:** Sen. Buttrey moved **approval of Present Law Adjustment 0301 Elected Official Continuing Education Market Conduct, as restricted, one-time only**. Motion carried unanimously by voice vote.

- 02:57:46 **Motion/Vote:** Sen. Olson moved **approval of Present Law Adjustment 03011 In-House Market Conduct Exams as restricted, one-time only.** Motion carried unanimously by voice vote.
- 02:58:05 **Motion/Vote:** Sen. Olson moved **approval of Present Law Adjustment 03012 Biennial Market Conduct Exams, restricted, one-time only.** Motion carried unanimously by voice vote.
- 02:58:36 **Motion/Vote:** Sen. Olson moved **approval of Present Law Adjustment 04002, Biennial Contract Exams, as restricted.** Motion carried unanimously by voice vote.
- 02:58:53 **Motion/Vote:** Sen. Olson moved **approval of Present Law Adjustment 04003, Securities Division, Legal Full-Time Employee.** Motion carried unanimously by voice vote.

Discussion

- 02:59:19 Sen. Wanzenried
 02:59:39 Sen. Olson
 03:00:02 Sen. Buttrey
 03:00:18 Sen. Wanzenried
 03:00:27 Chair Osmundson
 03:00:44 Sen. Olson
 03:00:55 Chair Osmundson
 03:01:04 Sen. Olson
 03:01:10 Sen. Wanzenried
 03:01:42 Sen. Olson

Executive Action

- 03:02:19 **Motion:** Sen. Olson moved **approval to send a letter to the Executive asking very, very politely why Insure Montana was left out of the Executive rationale.**
- 03:02:50 Chair Osmundson
 03:02:54 Sen. Buttrey
 03:02:58 Sen. Wanzenried
 03:03:27 Sen. Olson
- 03:03:47 **Vote:** motion carried unanimously by voice vote.
- 03:03:55 Ms. Steinbeck, LFD
 03:04:14 Sen. Olson
 03:04:27 Rep. Edmunds
 03:04:38 Chair Osmundson

Discussion

- 03:05:04 Ms. Sark, CSI
[EXHIBIT\(jgh20a10\)](#)
 03:05:56 Rep. McCarthy

03:06:55 Chair Osmundson
03:07:02 Sen. Buttrey
03:07:25 Rep. McCarthy
03:07:30 Chair Osmundson
03:07:34 Rep. McCarthy
03:07:43 Chair Osmundson
03:07:56 Rep. McCarthy
03:08:30 Ms. Sark, Director, CSI
03:09:53 Ms. Steinbeck, LFD
03:10:24 Sen. Olson
03:10:47 Rep. Edmunds
03:10:56 Ms. Steinbeck, LFD
03:11:11 Ms. Sark, CSI
03:11:52 Rep. Edmunds
03:12:14 Ms. Sark, CSI
03:13:22 Ms. Steinbeck, LFD
03:14:40 Sen. Buttrey
03:15:10 Ms. Sark, CSI
03:16:04 Sen. Buttrey
03:16:15 Ms. Steinbeck, LFD
03:16:35 Sen. Wanzenried
03:16:58 Sen. Buttrey
03:17:22 Sen. Wanzenried
03:17:27 Sen. Buttrey
03:17:44 Rep. Edmunds
03:17:50 Ms. Steinbeck, LFD
03:18:40 Ms. Sark, CSI

[EXHIBIT\(jgh20a11\)](#)

03:18:53 Ms. Steinbeck, LFD

[EXHIBIT\(jgh20a12\)](#)

ADJOURNMENT

Adjournment: 03:19:22

Molly Miltenberger, Secretary

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Additional Documents:

EXHIBIT([jgh20aad.pdf](#))