IN THE HOUSE OF REPRESENTATIVES

HOUSE BILL NO. 329

BY WAYS AND MEANS COMMITTEE

AN ACT

RELATING TO THE LOCAL HIGHWAY TECHNICAL ASSISTANCE COUNCIL; AMENDING SEC-2 TION 40-2401, IDAHO CODE, TO REMOVE AN EXCEPTION PROVISION RELATING 3 TO THE MANAGEMENT AND CONTROL OF THE IDAHO TRANSPORTATION DEPARTMENT; 4 5 AMENDING CHAPTER 24, TITLE 40, IDAHO CODE, BY THE ADDITION OF A NEW SECTION 40-2401A, IDAHO CODE, TO PROVIDE LEGISLATIVE INTENT; AMEND-6 ING SECTION 40-2403, IDAHO CODE, TO REVISE AUTHORITY PROVISIONS OF THE 7 COUNCIL; AMENDING SECTION 40-2404, IDAHO CODE, TO PROVIDE THAT ANNUAL 8 REPORTS SHALL BE PROVIDED TO THE IDAHO TRANSPORTATION BOARD; AMEND-9 ING CHAPTER 24, TITLE 40, IDAHO CODE, BY THE ADDITION OF A NEW SECTION 10 40-2406, IDAHO CODE, TO PROVIDE FOR THE EXCHANGE AND DISTRIBUTION OF 11 CERTAIN FUNDS, TO PROVIDE FOR THE ADMINISTRATION OF CERTAIN PROJECTS, 12 TO PROVIDE FOR THE RETENTION OF CERTAIN PROPERTY AND MONEYS, TO PROVIDE 13 FOR INTERVIEW OPPORTUNITIES FOR CERTAIN PERSONNEL, TO PROVIDE FOR THE 14 15 TRANSFER OF THE IDAHO TECHNOLOGY TRANSFER CENTER AND TO PROVIDE FOR A MEMORANDUM OF UNDERSTANDING; AND AMENDING SECTION 40-717, IDAHO CODE, 16 TO PROVIDE FOR FOLLOWING GUIDELINES IN SOLELY PROVIDING TECHNICAL AS-17 SISTANCE TO LOCAL HIGHWAY JURISDICTIONS AND TO PROHIBIT THE COUNCIL 18 19 FROM ENGAGING IN THE ADMINISTRATION OF PROJECTS OR PROGRAMS ON BEHALF OF CITIES, COUNTIES OR LOCAL HIGHWAY JURISDICTIONS. 20

21 Be It Enacted by the Legislature of the State of Idaho:

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SECTION 1. That Section 40-2401, Idaho Code, be, and the same is hereby amended to read as follows:

40-2401. LOCAL HIGHWAY TECHNICAL ASSISTANCE COUNCIL. (1) A local
 highway technical assistance council is hereby created. The council shall
 be a public agency, and is the instrumentality of its member jurisdictions.
 The council and its officers and employees shall not be subject to the admin istrative or management control of the Idaho transportation department.

(2) The council shall consist of nine (9) members, three (3) each to be
appointed by the association of Idaho cities, Idaho association of counties,
and the Idaho association of highway districts. Council members shall serve
at the pleasure of the appointing authority.

(3) Members of the council may be entitled to compensation for services
at a rate not to exceed one hundred dollars (\$100) per day as determined by
the members' respective associations and actual and necessary expenses.
Payment of an honorarium as provided in this subsection shall not be considered salary as defined in section 59-1302(31), Idaho Code. Compensation
and reimbursement shall be made from the local highway technical assistance
council accounts established in section 40-717, Idaho Code.

SECTION 2. That Chapter 24, Title 40, Idaho Code, be, and the same is
 hereby amended by the addition thereto of a <u>NEW SECTION</u>, to be known and des ignated as Section 40-2401A, Idaho Code, and to read as follows:

4 40-2401A. LEGISLATIVE INTENT. It is the intent of the legislature that 5 the purpose of the council will be solely to provide technical assistance to 6 cities, counties and highway districts of the state with regard to utilizing 7 available resources for maintenance and construction of Idaho's local high-8 way system. The council shall not provide administrative assistance to any 9 cities, counties or highway districts.

SECTION 3. That Section 40-2403, Idaho Code, be, and the same is hereby amended to read as follows:

12 40-2403. AUTHORITY OF THE COUNCIL. The council shall have the author-13 ity to:

(1) Represent its member jurisdictions in conferences, meetings and
 hearings related to highways, roads and streets and other transportation
 factors affecting local highway jurisdictions;

(2) Develop uniform standards and procedures that may be recommended to
 its member jurisdictions for the construction, maintenance, use, operation
 and administration of local highways;

(3) Cooperate with and receive and expend aid and donations from the
 federal or state governments, and from other sources for the administration
 and operation of the council. Provided however, the council shall not re ceive or expend federal funds;

(4) Make recommendations to the Idaho transportation board for the dis tribution and prioritization of federal funds for local highway projects and
 act in an advisory capacity to the board for local federal aid project selec tion for mandatory federal aid on the local highway system;

(5) Assist the legislature by providing research and data relating to
 transportation matters affecting local highway jurisdictions within the
 state;

(6) Maintain and disseminate information to local highway juris dictions of federal and state legislation and administrative rules and
 regulations affecting local highway jurisdictions;

34 (7) Maintain and disseminate information to local highway jurisdic 35 tions of activities relating to ground transportation in other states;

36 (8) When authorized by the participating local jurisdiction, to act for 37 that local jurisdiction through a joint exercise of powers agreement with 38 any other local jurisdiction, and any agency of the state of Idaho, or any 39 agency of the federal government;

40 (9) Buy, sell, receive and exchange property, both real and personal, 41 as necessary to perform its functions;

42 (9) Assist local highway jurisdictions in applying for federal grant 43 opportunities;

(10) Be the sole and exclusive authority for the expenditure of the mon-eys made available by appropriation or otherwise to the council.

46 SECTION 4. That Section 40-2404, Idaho Code, be, and the same is hereby 47 amended to read as follows: 40-2404. COUNCIL FISCAL YEAR -- ANNUAL REPORT. The fiscal year for the
local highway technical assistance council shall be July 1 through June 30.
On an annual basis, the council shall issue a report outlining its activities
for the previous year, including a financial statement. Copies of the report
shall be provided to the members of the transportation committees of the legislature and to the Idaho transportation board.

SECTION 5. That Chapter 24, Title 40, Idaho Code, be, and the same is
hereby amended by the addition thereto of a <u>NEW SECTION</u>, to be known and designated as Section 40-2406, Idaho Code, and to read as follows:

EXCHANGE OF FUNDS -- CONTINUED ADMINISTRATION OF PROGRAMMED 10 40-2406. PROJECTS -- RETENTION OF PROPERTY -- PERSONNEL -- MEMORANDUM OF UNDERSTAND-11 ING. (1) Nonmandated federal aid for the local highway system in the posses-12 sion of the council on the effective date of this act shall be exchanged for 13 state funds held by the Idaho transportation department at a rate of sev-14 enty-five cents (\$0.75) on the dollar. Distribution of the funds shall be 15 made using the formula for local highway distribution pursuant to the pro-16 visions of section 40-709, Idaho Code, with the exception that the cities, 17 counties and highway districts that comprise Idaho's transportation manage-18 ment areas shall not participate in the distribution. 19

(2) The council shall continue to administer local-federal aid
 projects programmed in the current federal state transportation improvement
 program for federal fiscal years 2015 through 2017. The council shall ad minister the projects through September 30, 2017, and shall thereafter cease
 such administration.

(3) The council shall retain all real and personal property owned by the
council on the effective date of this act as well as the balance of any moneys
in its accounts following the exchange of funds as provided in subsection (1)
of this section.

(4) Personnel in employment with the council on the effective date of
this act who qualify for any job opening with the Idaho transportation department, shall be given the opportunity to interview with the department
for a period of time not to exceed September 30, 2018.

(5) The Idaho technology transfer center (T2), merged within the coun cil, shall be transferred to the Idaho transportation department for admin istration on October 1, 2017.

(6) A memorandum of understanding shall be negotiated between the council and the Idaho transportation board on or before October 1, 2015, for the
 purpose of setting forth terms associated with the exchange of funds and the
 transfer of projects and programs as provided in this act, as well as any
 other necessary provisions as determined by the parties.

41 SECTION 6. That Section 40-717, Idaho Code, be, and the same is hereby 42 amended to read as follows:

40-717. DEPOSIT AND DISBURSEMENT OF FUNDS OF THE LOCAL HIGHWAY TECHNICAL ASSISTANCE COUNCIL -- ADMINISTRATION. (1) Funds apportioned under section 40-709, Idaho Code, to the local highway technical assistance council
shall immediately be deposited by the council in one (1) or more banks or
trust companies approved under chapter 27, title 67, Idaho Code, as state

1 depositories. All funds so deposited and interest from the same are hereby 2 continuously appropriated for the purpose of carrying out the provisions of 3 chapter 24, title 40, Idaho Code.

(2) The local highway technical assistance council is charged with the 4 sole and exclusive administration of the council funds and shall follow fed-5 eral guidelines in solely providing technical assistance to local highway 6 7 jurisdictions which may be funded in part with federal funds. The council shall not engage in the administration of any projects or programs on behalf 8 of any city, county or local highway jurisdiction. Funds can be withdrawn 9 or paid out of such accounts only upon checks or other orders upon such ac-10 11 count, signed by two (2) officers of the council or employees designated by the council. 12

(3) The right is reserved to the state of Idaho to audit the accounts andexpenditures of the council at any time.

(4) All money received or expended by the council shall be audited annually by a certified public accountant, designated by the council, as provided in section 40-2405, Idaho Code.