Second Regular Session, Fifty Seventh Legislature

Idaho Legislative Budget Book
For Fiscal Year 2005

This ***Legislative Budget Book*** is the primary reference document used by the Joint Senate Finance – House Appropriations Committee in setting the Idaho State Budget. This year we are making the comprehensive detailed version available to all Legislators through the attached compact disk on the inside cover.

Section I of this document contains statewide summary reports, charts, graphs and historical tables. **Section II** provides some historical summary information about the state's four largest budgets, Public Schools, Higher Education, Medicaid, and Corrections, which comprise about 75% of the state General Fund.

Section III provides a more detailed description of agency budget requests for over 80 divisions, and can be accessed with the compact disk attached to the inside cover of this document. Also included is the Governor's recommendation for each division, which provides the Legislature with a side-by-side comparison of the agency budget request and the Governor's budget recommendation in a single, inclusive budget document.

Policy oversight is emphasized in this document by grouping and displaying minor programs at the agency or divisional level, and clearly displaying and comparing the key policy budget decisions that need to be made. Detail objects of expenditures (personnel costs, operating expenditures, capital outlay, and trustee & benefit payments) are de-emphasized to a certain extent, but in doing so allows the use of larger fonts with fewer pages. There is also a section for each state agency entitled *Issues & Information* that includes organizational charts, performance measures and other analysis that hopefully contributes context to the discussion of each agency's budget.

A comprehensive database and numerous working files also support the information contained in this document. This enables the Legislature's Budget and Policy Analysis staff to provide an extensive amount of fiscal information to Legislative leadership, members of JFAC, germane committees and the Legislature as a whole.

A Publication of the Legislative Services Office

Budget and Policy Analysis
Room 334, State Capitol
Boise, Idaho 83720-0054

Phone: (208) 334-3531
Fax: (208) 334-2668

Serving Idaho's Citizen Legislature

Joint Senate Finance
House Appropriations Committee

SECOND REGULAR SESSION OF THE FIFTY-SEVENTH IDAHO LEGISLATURE

Senate Finance Committee	House Appropriations Committee
Dean Cameron (R), Chairman, Rupert	Maxine Bell (R), Chairman, Jerome
Don Burtenshaw (R), Vice Chair, Terreton	Frances Field (R), Vice Chair, Grandview
Mel Richardson (R), Idaho Falls	Wayne Meyer (R), Rathdrum
Shawn Keough (R), Sandpoint	Lee Gagner (R), Idaho Falls
Patti Anne Lodge (R), Huston	Darrell Bolz (R), Caldwell
Brent Hill (R), Rexburg	George Eskridge (R), Dover
Monty Pearce (R), New Plymouth	Dick Harwood (R), St. Maries
Curt McKenzie (R), Nampa	Scott Bedke (R), Oakley
Bert Marley (D), McCammon	Ken Robison (D), Boise
Marti Calabretta (D), Osburn	Mike Mitchell (D), Lewiston

Committee Secretaries

Lisa Lalliss-Skogsberg	Senate Finance
Patricia Hiller	House Appropriations

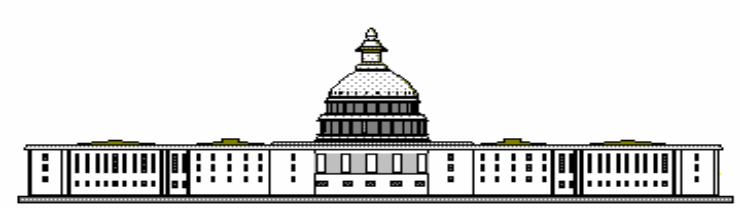
JFAC Interns

Erin Burnham	Boise State University
Kathryn Quick	Boise State University
Jennifer McClelland	Boise State University

……..

Budget and Policy Analysis

Staff Assignments



Jeff Youtz, Supervisor..... Direct: 334-4743

Dept. of Parks & Recreation, Lieutenant Governor

Dick Burns..... Direct: 334-4742

Vocational Rehabilitation, Catastrophic Health Care, Dept. of Health & Welfare, Public Health Districts, Veterans Services, Commission on Aging, Commission for the Blind & Visually Impaired

Ray Houston..... Direct: 334-4741

Dept. of Environmental Quality, Endowment Fund Investment Board, Dept. of Lands, Dept. of Water Resources, Dept. of Agriculture, Soil Conservation Commission, Dept. of Fish and Game, Office of Species Conservation

Cathy Holland-Smith ..... Direct: 334-4731

Dept. of Correction, Judicial Branch, Dept. of Juvenile Corrections, Idaho State Police, Office of the State Appellate Public Defender, Attorney General, Legislative Branch

Ross Borden..... Direct: 334-4745

Agricultural Research & Extension Service, College and Universities, Community Colleges, Office of the State Board of Education, Health Education Programs, Special Programs, Professional Technical Education, Council for Technology in Learning, Permanent Building Fund Advisory Council

Jason Hancock ..... Direct: 334-4739

School for the Deaf & Blind, Historical Society, State Library, Public Broadcasting System, Public School Support, Superintendent of Public Instruction (State Dept. of Education), Board of Tax Appeals, Tax Commission

Matt Freeman..... Direct: 334-4740

Dept. of Commerce, Dept. of Finance, Dept. of Insurance, Secretary of State, State Controller, State Treasurer, Commission on the Arts, Idaho Millennium Fund, Division of Financial Management, Governor's Office, Division of Human Resources, Military Division, PERSI, Human Rights Commission, Liquor Dispensary, Women's Commission

Eric Milstead ..... Direct: 334-4746

Dept. of Administration, Idaho Transportation Dept., Public Utilities Commission, Permanent Building Fund, Industrial Commission, Dept. of Labor, Division of Building Safety, General Boards, Lottery Commission, Medical Boards, Regulatory Boards, Capitol Commission

Larry Eld..... JFAC/Data Systems Coordinator, Direct 334-4738
Lisa Kauffman..... Administrative Assistant, Direct 334-3531

Blank Page

Idaho Legislative Budget Book

Table of Contents

2004 Legislative Session

Statewide Reports

Idaho State Budget Process (Flow Chart) 4
The Idaho Decision Unit (DU) Budget Model 5
FY 2004 & 2004 General Fund Summary Table 6
FY 2004 & 2005 General Fund Summary Narrative 7
General Fund Revenue Collections & Estimates .... 8 & 9
FY 2004 General Fund Revenue & Appropriations (Pie Chart) 10
FY 2004 Total Appropriations by Fund & Function (Pie Chart) 11
FY 2005 Agency Request by Decision Unit 12
FY 2005 Governor's Recommendation by Decision Unit 13
FY 2004 Deficiency Warrants / Supplemental Requests ....14 & 15
General Fund Agency Request by Agency 16
General Fund Governor's Recommendation by Agency 17
All Funds Agency Request by Agency 18
All Funds Governor's Recommendation by Agency 19
General Fund Three-Year Summary by Agency 20
All Funds Three-Year Summary by Agency 21
Change of Employee Compensation (CEC) Legislative History 22
Change of Employee Compensation (CEC) Historical Comparison 23
State Employer Paid Benefit Costs /Employee Paid Benefit Costs ....24 & 25
Full Time Equivalent Positions (FTP) 26
Budget Stabilization Fund 27
22 Year History of General Fund Original Appropriations / Changes ....28 & 29
Millennium Fund 30

Largest General Fund Budgets

Public Schools General Fund Comparison to State Budget 33
Public Schools Decision Unit Comparative Summary 34
Public Schools Certified Staff Salaries 35
College and University General Fund Comparison to State Budget 36
College and University Decision Unit Comparative Summary 37
Higher Education Faculty Salaries 38
Medicaid General Fund Comparison to State Budget 39
Medicaid Decision Unit Comparative Summary 40
Medicaid Administrative Costs & Provider Payments ....41 & 42
Medicaid Required vs Optional Services ....43 & 44
Department of Correction General Fund Comparison to State Budget 45
Department of Correction Decision Unit Comparative Summary 46
Department of Correction Offender Population Forecast 47

FY 2004 Agency Budget Requests and Governor's Recommendations

Education ....1 - 1
Health and Human Services ....2 - 1
Public Safety ....3 - 1
Natural Resources ....4 - 1
Economic Development ....5 - 1
General Government ....6 - 1

Idaho Legislative Budget Book

Table of Contents Continued

2004 Legislative Session

Education

Public School Support ..... 1 - 3
Administrators ..... 1 - 5
Teachers ..... 1 - 9
Operations ..... 1 - 13
Children's Programs ..... 1 - 17
Facilities ..... 1 - 21
Public School Support ..... 1 - 25

Education, State Board of ..... 1 - 31
Agricultural Research and Extension Service ..... 1 - 33
College and Universities ..... 1 - 41
Community Colleges ..... 1 - 57
Deaf and Blind, Idaho School for the ..... 1 - 65
Education, Office of the State Board of ..... 1 - 71
Health Education Programs ..... 1 - 79
Historical Society ..... 1 - 87
Library, State ..... 1 - 93
Professional-Technical Education ..... 1 - 99
Public Broadcasting System, Educational ..... 1 - 111
Special Programs ..... 1 - 117
Superintendent of Public Instruction ..... 1 - 127
Vocational Rehabilitation ..... 1 - 133

Health and Human Services

Catastrophic Health Care ..... 2 - 3

Health and Welfare, Department of ..... 2 - 9
Family and Community Services ..... 2 - 13
Independent Commissions and Councils ..... 2 - 21
Indirect Support Services ..... 2 - 25
Medical Assistance Services ..... 2 - 29
Public Health Services ..... 2 - 37
Welfare, Division of ..... 2 - 43
Public Health Districts ..... 2 - 49

Public Safety

Correction, Department of ..... 3 - 3
Support Division ..... 3 - 5
Operations Division ..... 3 - 13
Idaho Correctional Center ..... 3 - 29
Pardons & Parole, Commission ..... 3 - 33

Public Safety

Judicial Branch ..... 3 - 39
Juvenile Corrections, Department of ..... 3 - 45

Police, Idaho State ..... 3 - 53
Brand Inspection ..... 3 - 55
Police, Division of Idaho State ..... 3 - 61
POST Academy ..... 3 - 71
Racing Commission ..... 3 - 77

Natural Resources

Environmental Quality, Department of ..... 4 - 3
Fish and Game, Department of ..... 4 - 13

Land, Board of Commissioners ..... 4 - 25
Investment Board, Endowment Fund ..... 4 - 27
Lands, Department of ..... 4 - 35

Parks and Recreation, Department of ..... 4 - 45
Lava Hot Springs ..... 4 - 47
Parks & Recreation, Department of ..... 4 - 51
Water Resources, Department of ..... 4 - 59

Economic Development

Agriculture, Department of ..... 5 - 3
Agriculture, Department of ..... 5 - 5
Soil Conservation Commission ..... 5 - 15
Commerce, Department of ..... 5 - 21
Finance, Department of ..... 5 - 31
Industrial Commission ..... 5 - 37
Insurance, Department of ..... 5 - 43
Labor, Department of ..... 5 - 51
Public Utilities Commission ..... 5 - 57

Self-Governing Agencies ..... 5 - 63
Building Safety, Division of ..... 5 - 65
General Boards ..... 5 - 73
Lottery, State ..... 5 - 79
Medical Boards ..... 5 - 85
Regulatory Boards ..... 5 - 93
State Appellate Public Defender ..... 5 - 101
Veterans Services, Division of ..... 5 - 107
Transportation Department, Idaho ..... 5 - 113

Idaho Legislative Budget Book

Table of Contents Continued

2004 Legislative Session

General Government

Administration, Department of ..... 6 - 3
- Administration, Department of ..... 6 - 5
- Building Fund Advisory Council ..... 6 - 15
- Capitol Commission ..... 6 - 25

Attorney General ..... 6 - 29

Controller, State ..... 6 - 37

Governor, Executive Office of the ..... 6 - 45
- Aging, Commission on ..... 6 - 47
- Arts, Commission on the ..... 6 - 51
- Blind and Visually Impaired, Commission for the 6 - 57
- Financial Management, Division of ..... 6 - 61
- Governor's Office ..... 6 - 65
- Human Resources, Division of ..... 6 - 69
- Human Rights Commission ..... 6 - 75
- Liquor Dispensary, State ..... 6 - 81
- Military Division ..... 6 - 87
- Public Employee Retirement System ..... 6 - 97
- Species Conservation, Office of ..... 6 - 105
- Women's Commission ..... 6 - 111

Legislative Branch ..... 6 - 115
- Legislature ..... 6 - 117
- Legislative Services Office ..... 6 - 121
- Legislative Technology ..... 6 - 127
- Performance Evaluations, Office of ..... 6 - 131
- Redistricting Commission ..... 6 - 137

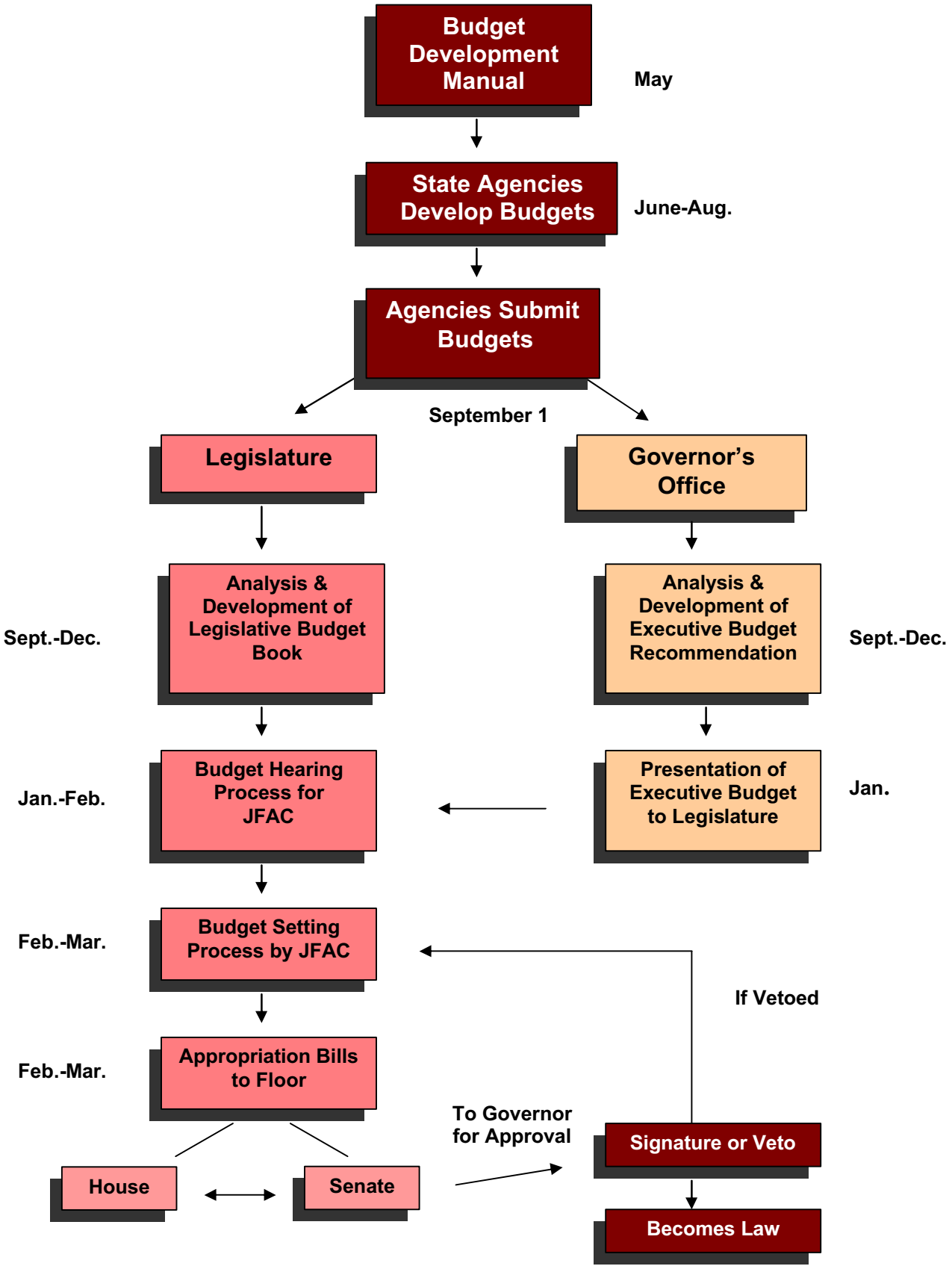
Lieutenant Governor ..... 6 - 139

Revenue & Taxation, Department of ..... 6 - 143
- Tax Appeals, Board of ..... 6 - 145
- Tax Commission, State ..... 6 - 151

Secretary of State ..... 6 - 157
- Arts, Commission on the ..... 6 - 159
- Secretary of State ..... 6 - 161

Treasurer, State ..... 6 - 167
- Treasurer, State ..... 6 - 169
- Idaho Millennium Fund ..... 6 - 175

IDAHO STATE BUDGET PROCESS



The *Idaho* Decision Unit (DU) Budget Model

Benchmark 1

FY 2004 Original Appropriation: The amount appropriated last session for the current fiscal year, which began July 1, 2003, and runs through June 30, 2004. It is the amount of spending authority specified in the original appropriation bill.

Decision Units adjusting current year Appropriation

Reappropriation: An appropriation is usually good for only one fiscal year. However, in some instances, the Legislature allows an agency to carryover unexpended balances to the next fiscal year, thus increasing the total appropriated spending authority over the amounts designated in the original appropriation bill.

Supplemental Appropriation: These are generally requests for additional funding in the current fiscal year to address unforeseen emergencies. However, supplementals may also be used to delete funds (***rescissions***) or transfer funding between expenditure classes, funds, programs or agencies.

Benchmark 2

FY 2004 Total Appropriation: The amount specified in the original appropriation bill plus reappropriations (carryover), supplemental appropriations and other adjustments made by the Legislature or, potentially, the Board of Examiners.

Decision Units adjusting current year Expenditures

Expenditure Adjustments: Agencies can adjust their appropriations, within legislatively approved guidelines, to accurately reflect the way the money will likely be expended. Adjustments can include ***Executive Holdbacks***, recording receipts to appropriations, recording noncognizable funds, transfers between expenditure classes, and transfers between programs.

Benchmark 3

FY 2004 Estimated Expenditures: The expenditure class detail (personnel costs, operating expenditures, capital outlay, and trustee & benefit payments) of how an agency intends to expend its current year appropriation. Includes the total appropriation plus all current year adjustments.

Decision Units adjusting current year Base

Base Adjustments: This is where funding provided for one-time (non-recurring) purchases for the current year is removed from an agency's budget, and where across-the-board base reductions or funding holdbacks are made. These adjustments also allow an agency to reorganize its operations for the coming fiscal year, if desired, by transferring funds between programs or summary objects.

Benchmark 4

FY 2005 Base: The Base is the major benchmark in the appropriations process. The Base reflects current year estimated expenditures plus base adjustments minus one-time funding. It is the starting point in building an agency's appropriation for the next fiscal year.

Decision Units adjusting Maintenance of Current Operations (MCO) service level for next fiscal year

Personnel Cost Rollups: These are increases in the cost of maintaining a range of employer-paid benefits for state employees such as social security, retirement (PERSI), and health insurance.

Inflationary Adjustments: Agencies are directed to request an increase in their operating and trustee/ benefit expenses, based on the Consumer Price Index (CPI), to address higher, inflation-driven costs.

Nonstandard Adjustments: These adjustments identify costs that are not accurately classified in the other "maintenance" adjustments but which are necessary to maintain current levels of service. These increases are often beyond the control of the requesting agency or represent increased volume within current responsibilities. Examples include increases in audit fees, legal fees, rent, insurance premiums, personnel reclassifications or growth service group populations such as students or prisoners.

Annualizations: This budget component identifies full-year costs for budget items which were partially funded in the prior year.

Employee Compensation: Known as Change in Employee Compensation (CEC), this decision unit identifies increases in salaries and variable benefit costs for classified and exempt state employees.

Fund Shifts: Replaces a loss of one fund source with another to maintain existing levels of service.

Benchmark 5

FY 2005 Maintenance of Current Operations (MCO): MCO includes an agency's Base budget plus the appropriate "maintenance" adjustments that may be required to maintain current service levels. This level of funding does not support the expansion of existing programs or the addition of new programs

Enhancement Decision Units for next fiscal year

Program Enhancements: These decision units, listed in priority order, reflect an agency's desire to either add new program elements, expand the scope of existing services or respond to increasing work loads.

Benchmark 6

FY 2005 Total Appropriation: The total funding appropriated for the coming fiscal year, that will begin on July 1, 2004 and end on June 30, 2005. It includes an agency's Base budget plus any maintenance adjustments to support current service levels plus any authorized enhancements to expand service levels or add new services.

General Fund Summary

FISCAL YEAR 2004

	REVENUES	Current Statutory Budget	Governor's Recommendation
1.	Beginning Balance	$ 15,745,000	$ 15,745,000
2.	**FY 2004 baseline Executive Revenue Est. (4.4%)**	1,814,811,900	1,814,811,900
	Revenue Adjustments:		
3.	One cent sales tax (HB 400)	170,460,000	170,460,000
4.	Cigarette tax increase to 57c (HB 452)	22,150,000	22,150,000
5.	Federal flexible grants	50,000,000	50,000,000
6.	All other legislation impacting General Funds	5,203,000	5,203,000
7.	Transfers out for deficiency warrants		(11,915,500)
8.	Transfer to the Public Schools health & safety fund		(377,500)
9.	Transfer to the Disaster Emergency Fund		(125,000)
10.	**Total Estimated Revenues**	$ 2,078,369,900	$ 2,065,951,900
	APPROPRIATIONS		
11.	**Original FY 2004 Appropriations**	$ 2,004,053,000	$ 2,004,053,000
12.	Reappropriations	2,061,100	2,061,100
13.	Supplemental Appropriations	0	4,617,800
14.	Recissions	0	(2,000,000)
15.	Medicaid Adjustment (net match rate/utilization)	(15,000,000)	(15,000,000)
16.	**Total Estimated Expenditures**	$ 1,991,114,100	$ 1,993,731,900
17.	**ESTIMATED ENDING BALANCE**	$ 87,255,800	$ 72,220,000

FISCAL YEAR 2005

	REVENUES	Agency Budget Request	Governor's Recommendation
18.	Beginning Balance	$ 87,255,800	$ 72,220,000
19.	**FY 2005 baseline Executive Revenue Est. (6.2%)**	1,927,409,900	1,927,409,900
	Revenue Adjustments:		
20.	Sales tax increase HB 400	177,710,000	177,710,000
21.	All other statutory adjustments	(1,200,000)	(1,200,000)
22.	Continue FY 2002 tax credits for research & development, broadband investment and jobs credit.	0	(2,550,000)
23.	Long term health care premium tax deduction	0	(500,000)
24.	Transfer to the Budget Stabilization Fund	(20,762,400)	(20,762,400)
25.	TOTAL REVENUES	$ 2,170,413,300	$ 2,152,327,500
	APPROPRIATIONS		
26.	**FY 2005 Base Ongoing Budget**	$ 1,993,016,900	$ 1,988,807,500
	Inflationary Adjustments:		
27.	Personnel benefits (employer health care cost increases)	15,400,300	15,400,300
28.	Inflationary increases for operating expenses	15,783,200	10,452,700
29.	Replacement capital outlay (vehicles & misc. equipment)	13,036,400	733,700
30.	Change in Employee Compensation: state agencies	5,003,700	10,002,100
31.	Public Schools discretionary compensation package	8,084,300	10,002,100
32.	Medicaid caseload/utilization increase	28,604,900	28,466,100
33.	Public Schools; other statutory formula increases	18,573,800	17,827,200
34.	Higher education enrollment & new occupancy costs	6,851,700	0
35.	Fund shifts	18,576,300	1,659,000
36.	All other MCO cost increases	1,284,900	(367,600)
37.	Subtotal MCO Funding Level	$ 2,124,216,400	$ 2,082,983,100
38.	Program Enhancements	$ 30,546,500	$ 832,500
39.	**Grand Total**	$ 2,154,762,900	$ 2,083,815,600
40.	**ESTIMATED ENDING BALANCE**	$ 15,650,400	$ 68,511,900

General Fund Summary

FISCAL YEAR 2004

Fiscal Year 2004, as shown on the facing summary table, is based upon an executive revenue estimate of 4.4% over FY 2003 actual collections (line 2). In addition to this "normalized" revenue projection, there are several adjustments made in lines 3 through nine, including the increased sales tax, cigarette tax and the $50.0 million in federal flexible grant funds received as part of H.R. 2, the Jobs and Growth Tax Relief Reconciliation Act of 2003 which was signed into law in April, 2003. There is also an adjustment required for deficiency warrants - a transfer out of the General Fund to cover the costs of fire suppression, pest control and hazardous materials clean-up which total $11.9 million (line 7). Overall, the FY 2004 revenue contains more than enough resources to cover current expenditures and leave a sizeable year-end balance, but it is important to recognize that $72.6 million in FY 2004 revenues will fall out of the FY 2005 revenue stream (the federal relief and the cigarette tax increase), and another $180 million will fall out of the FY 2006 revenue stream with the sunset of the one cent sales tax increase authorized last year.

On the spending side for FY 2004, the Governor is recommending no basic changes to the budget authorized by the Legislature for FY 2004 with the exception of recommending a $4.0 million supplemental for the Catastrophic Health Care Fund to cover anticipated costs for indigent medical services, and some minor current year adjustments in other agencies. The federal relief package also includes a one-time match rate reduction in the state's Medicaid program which will enable the state save an estimated $15.0 million, after taking into consideration the growth in caseload. The overall picture, however, is quite positive, and the state will be able to carry over sizeable balances in both FY 2004 and FY 2005 to help offset the sales tax sunset.

FISCAL YEAR 2005

The Governor's budget recommendation for Fiscal Year 2005 is predicated on a "normalized" revenue estimate of 6.2% over the FY 2004 estimate (line 19). Added to this base estimate is the final year of the temporary sales tax increase (line 20), and the continuation of three tax credits authorized for fiscal years 2002 through 2004 for research and development, broadband investment and jobs credit. In addition the Governor is recommending the normal statutory transfer to the Budget Stabilization Fund (line 24).

On the spending side the Governor is recommending some basic increases for health insurance costs, medical inflation, a 2% Change in Employee Compensation, Medicaid caseload increases and Public School formula increases. This budget level is a very basic "Maintenance of Current Operations" spending plan, which overall reflects a 4.8% increase and leaves a balance of $68.5 million to carry forward into FY 2006 to help off-set the impact of the sales tax sunset.

Most of the state agency and institution budget increases are between one and three percent, with the glaring exception of Medicaid, which reflects an increase of 15.2% and pulls the overall budget increase up to 4.8%. The summary table showing the individual agency budget recommendations can be found on pages 17 and 19. The intent, of course, in keeping the expenditure level as flat as possible, and maximizing the amount of General Funds carried over into FY 2006, is to help off-set the impact of sunsetting the temporary one cent sales tax increase, which will decrease General Fund revenues by about $180 million in FY 2006.

General Fund Revenue Collections & Estimates

Source	Actual			
	FY 1996	FY 1997	FY 1998	FY 1999
Individual Income Tax	$650,850,000	$704,819,900	$776,192,100	$841,865,000
% change	9.1%	8.3%	10.1%	8.5%
Corporate Income Tax	151,979,200	122,357,200	117,286,400	95,437,700
% change	15.5%	(19.5%)	(4.1%)	(18.6%)
Sales Tax	462,999,600	476,726,100	496,807,800	588,796,700
% change	(3.9%)	3.0%	4.2%	18.5%
Cigarette Tax	7,476,500	7,486,400	7,476,900	7,229,900
Tobacco Tax	0	0	0	0
Beer Tax	1,620,900	1,629,900	1,619,400	1,683,900
Wine Tax	1,524,100	1,663,800	1,800,800	1,904,000
Liquor Distribution	4,945,000	4,945,000	4,945,000	4,945,000
Product Taxes subtotal	15,566,500	15,725,100	15,842,100	15,762,800
% change	3.9%	1.0%	0.7%	(0.5%)
Kilowatt-Hour Tax	2,889,900	2,973,600	3,239,900	2,885,700
Mine License	800,800	663,400	960,500	1,982,900
Estate Tax	0	0	0	0
State Treasurer	18,454,600	18,243,000	17,930,000	18,686,700
Judicial Branch	4,244,700	4,707,900	5,016,300	5,131,700
Insurance Prem. Tax	36,126,400	40,262,500	42,846,400	45,465,500
State Police	1,047,900	1,140,900	1,151,600	1,158,100
Unclaimed Property	1,387,100	829,400	1,168,000	1,588,900
Secretary of State	941,200	0	0	0
Ag Equip Exemption	0	0	0	0
Other	3,566,100	3,407,700	3,701,700	5,671,200
Misc. Revenue Subtotal	69,458,700	72,228,400	76,014,400	82,570,700
% change	9.5%	4.0%	5.2%	8.6%
Total General Fund	$1,350,854,000	$1,391,856,700	$1,482,142,800	$1,624,432,900
% change	4.9%	3.0%	6.5%	9.6%

Sources: Legislative Fiscal Report and the Division of Financial Management

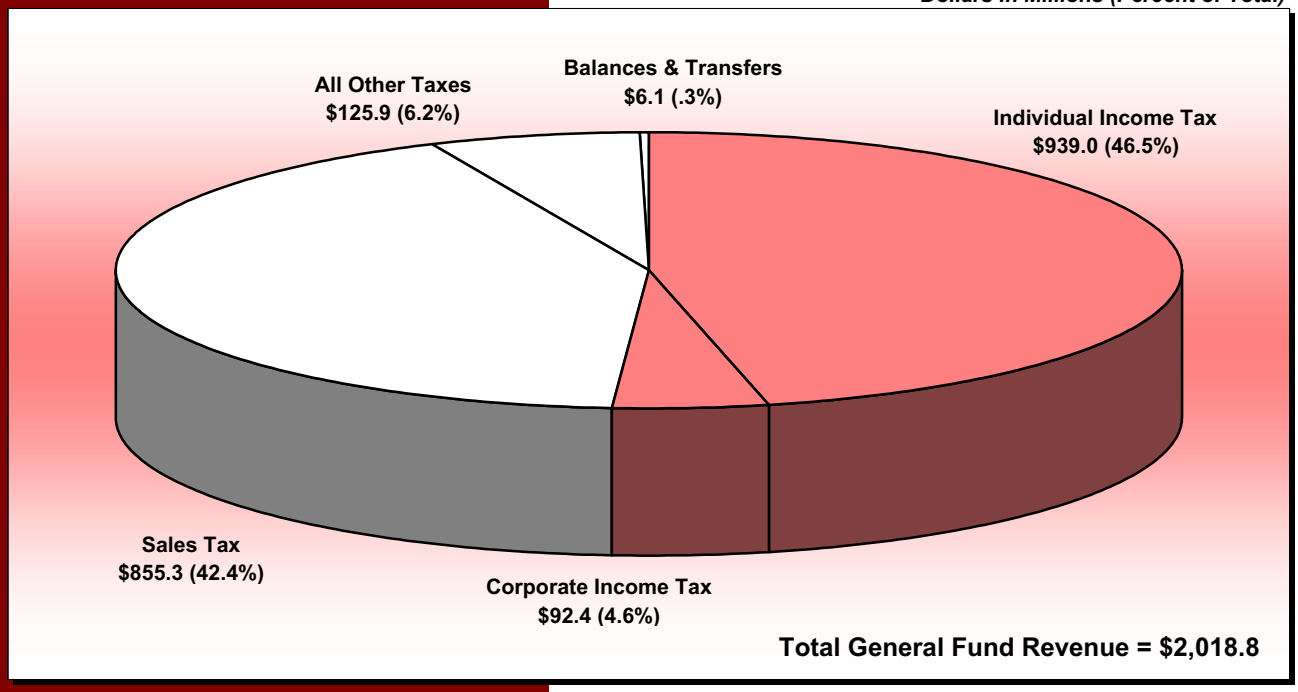
General Fund Revenue Collections & Estimates

Actual				Forecast	
FY 2000	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005
$960,164,000	$1,023,970,200	$835,854,800	$837,798,600	$895,800,000	$962,000,000
14.1%	6.6%	(18.4%)	0.2%	6.9%	7.4%
124,872,900	141,527,200	76,295,600	93,129,700	100,100,000	118,000,000
30.8%	13.3%	(46.1%)	22.1%	7.5%	17.9%
627,503,000	647,293,800	657,119,300	700,240,700	884,142,000	921,811,000
6.6%	3.2%	1.5%	6.6%	26.3%	4.3%
7,295,400	7,980,900	8,000,500	8,259,900	31,350,000	7,750,000
0	4,062,800	4,313,100	4,666,100	5,000,000	5,300,000
1,754,200	1,816,500	1,876,700	1,912,800	2,000,000	2,100,000
1,963,100	1,898,200	1,884,800	1,969,000	2,000,000	1,900,000
4,945,000	4,945,000	4,945,000	4,945,000	4,945,000	4,945,000
15,957,700	20,703,400	21,020,100	21,752,800	45,295,000	21,995,000
1.2%	29.7%	1.5%	3.5%	108.2%	(51.4%)
2,765,400	1,796,300	1,794,700	1,797,000	1,800,000	1,800,000
(659,100)	119,300	816,000	35,700	50,000	50,000
2,308,200	35,806,800	7,588,900	13,649,200	4,050,000	2,150,000
21,559,800	22,303,600	11,334,600	2,982,300	3,734,000	1,800,000
5,305,600	5,493,500	5,188,300	5,287,800	5,071,000	5,118,000
46,431,900	55,880,800	55,371,000	59,488,800	56,103,000	57,258,000
1,300,200	1,224,400	1,363,800	1,394,200	1,500,000	1,515,000
0	5,809,600	880,700	3,760,400	1,750,000	1,500,000
0	2,007,000	2,031,800	2,143,500	2,200,000	2,200,000
0	0	(10,085,300)	(13,448,100)	(13,448,100)	(13,448,100)
13,450,000	20,708,100	23,769,300	20,485,600	74,644,000	20,171,000
92,462,000	151,149,400	100,053,800	97,576,400	137,453,900	80,113,900
12.0%	63.5%	(33.8%)	(2.5%)	40.9%	(41.7%)
$1,820,959,600	$1,984,644,000	$1,690,343,600	$1,750,498,200	$2,062,790,900	$2,103,919,900
12.1%	9.0%	(14.8%)	3.6%	17.8%	2.0%
			Governor's Recommendation Beginning Balance:	15,745,000	72,220,000
			Governor's Recommended Transfers & Law Changes:	(12,417,000)	(3,050,000)
			Fund Transfers Currently Authorized:	(167,000)	(20,762,400)
			Total Estimated Revenue	2,065,951,900	2,152,327,500

FY 2004 General Fund Revenue & Appropriations

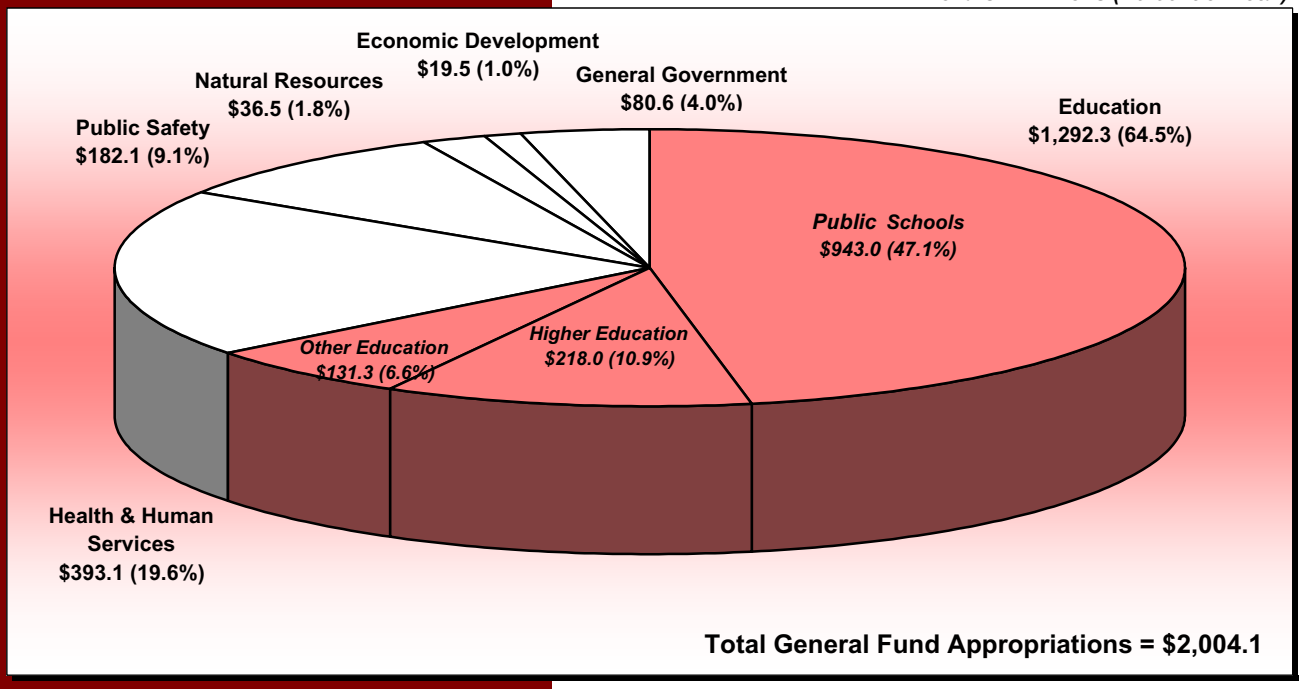
"Where the money comes from . . ."

Dollars In Millions (Percent of Total)



"Where the money goes . . ."

Dollars In Millions (Percent of Total)

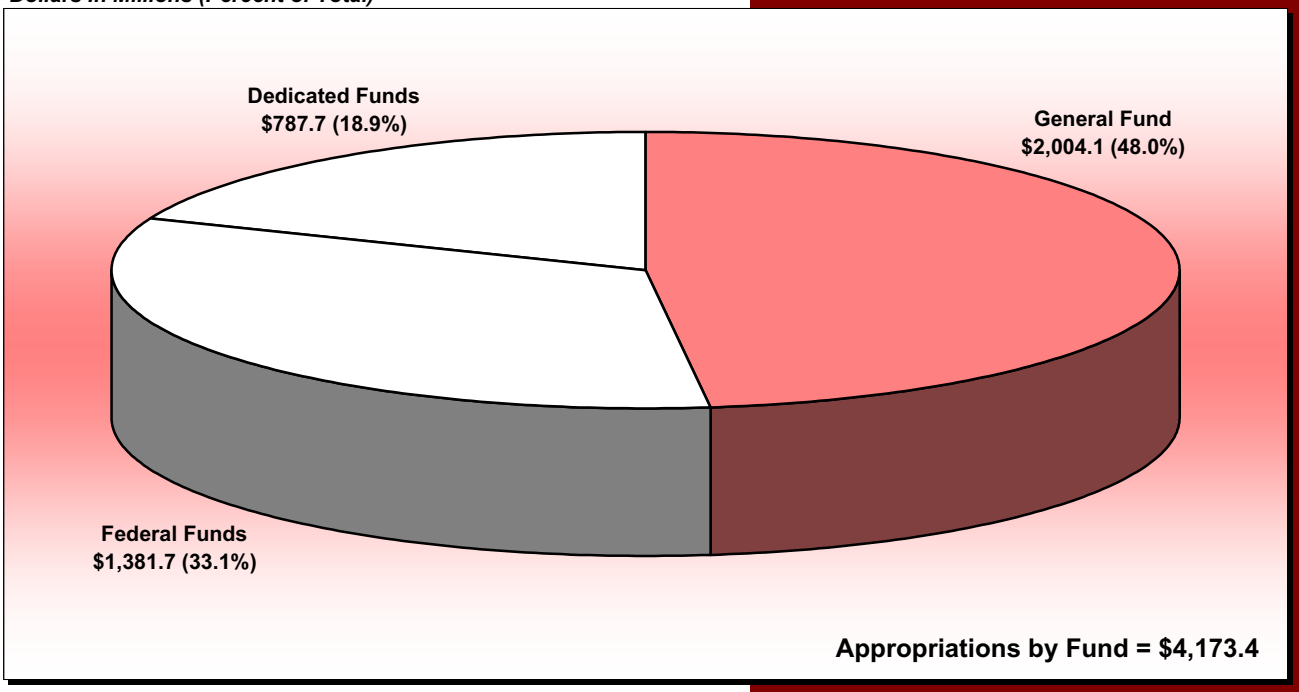


(Revenue less Appropriations = $14.7 million)

FY 2004 All Appropriations by Fund & Function

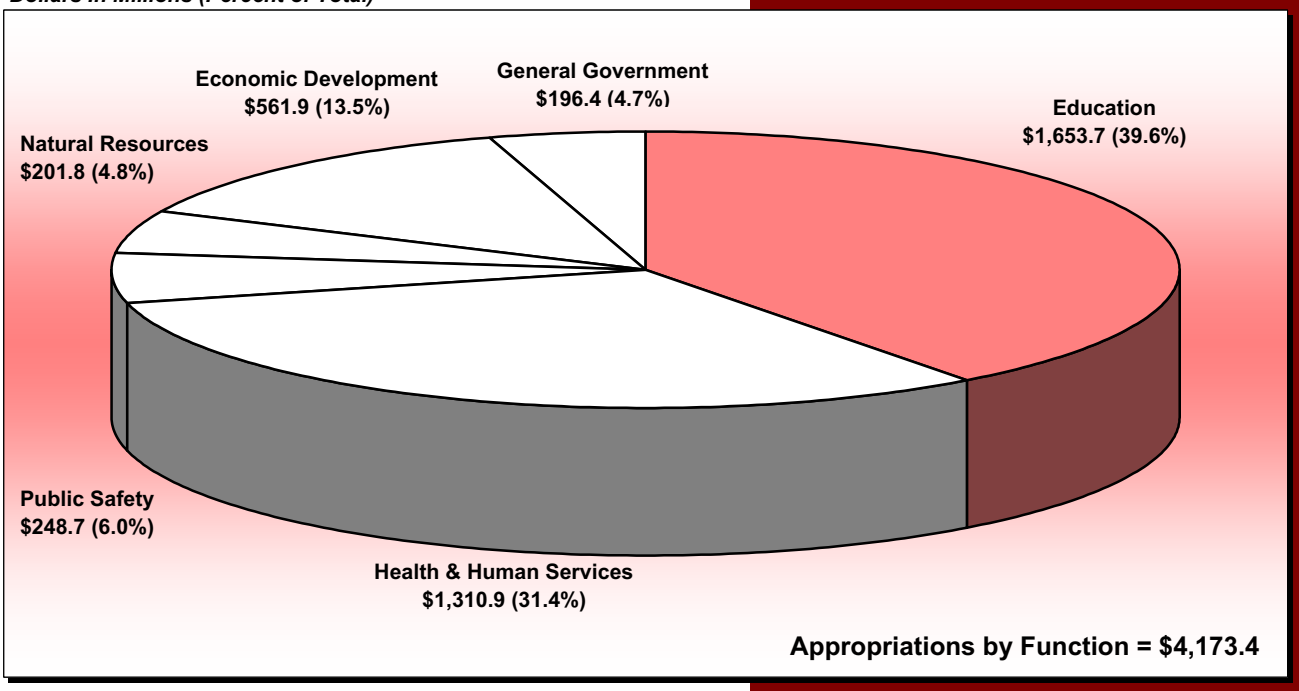
"Where the money comes from . . ."

Dollars In Millions (Percent of Total)



"Where the money goes . . ."

Dollars In Millions (Percent of Total)



FY 2005 Agency Request by Decision Unit

Decision Unit	FTP	Gen	Ded	Fed	Total
FY 2004 Original Appropriation	**16,404.98**	**2,004,053,000**	**787,657,500**	**1,381,698,400**	**4,173,408,900**
Reappropriations	0.00	2,061,100	136,704,500	102,438,900	241,204,500
Supplementals by Functional Area					
Education	2.00	0	200,000	1,000,000	1,200,000
Health and Human Services	27.00	4,415,500	100,000	2,554,600	7,070,100
Public Safety	16.00	482,000	80,000	54,700	616,700
Natural Resources	0.00	0	41,000	0	41,000
Economic Development	0.00	155,700	0	0	155,700
General Government	3.00	0	0	81,700	81,700
Recissions	0.00	0	0	0	0
Deficiency Warants	0.00	11,244,500	0	0	11,244,500
Other Approp Adjustments	0.00	(11,244,500)	0	0	(11,244,500)
FY 2004 Total Appropriation	**16,452.98**	**2,011,167,300**	**924,783,000**	**1,487,828,300**	**4,423,778,600**
Non-Cognizable Funds and Transfers	156.37	0	2,871,600	164,487,800	167,359,400
Expenditure Adjustments	(1.00)	(15,000,000)	433,200	(42,526,400)	(57,093,200)
FY 2004 Estimated Expenditures	**16,608.35**	**1,996,167,300**	**928,087,800**	**1,609,789,700**	**4,534,044,800**
Base Adjustments	(2.69)	906,200	330,600	(376,300)	860,500
Removal of One-Time Expenditures	(51.85)	(19,056,600)	(206,168,400)	(279,676,200)	(504,901,200)
Additional Base Adjustments	0.00	15,000,000	0	42,526,400	57,526,400
FY 2005 Base	**16,553.81**	**1,993,016,900**	**722,250,000**	**1,372,263,600**	**4,087,530,500**
Personnel Cost Rollups	0.00	15,400,300	5,864,400	3,253,000	24,517,700
Inflationary Adjustments	0.00	15,783,200	3,614,100	28,136,200	47,533,500
Replacement Items	0.00	13,036,400	41,965,400	2,934,900	57,936,700
Nonstandard Adjustments	44.09	53,995,100	10,622,700	89,942,700	154,560,500
Annualizations	0.00	1,324,200	1,610,000	6,383,300	9,317,500
Change in Employee Compensation	0.00	13,084,000	2,630,200	1,172,300	16,886,500
Fund Shifts	0.00	18,576,300	(18,523,700)	(52,600)	0
FY 2005 Program Maintenance	**16,597.90**	**2,124,216,400**	**770,033,100**	**1,504,033,400**	**4,398,282,900**
Enhancements by Functional Area					
Education	3.00	13,612,200	526,100	5,318,800	19,457,100
Health and Human Services	0.00	2,509,900	0	144,800	2,654,700
Public Safety	49.50	8,769,000	1,542,200	411,600	10,722,800
Natural Resources	22.00	1,900,800	9,176,500	12,492,200	23,569,500
Economic Development	26.00	458,000	2,791,600	1,434,300	4,683,900
General Government	47.00	3,296,600	43,651,300	18,159,000	65,106,900
FY 2005 Total	**16,745.40**	**2,154,762,900**	**827,720,800**	**1,541,994,100**	**4,524,477,800**
Percent Change from Orig. Appropriation	2.1%	7.5%	5.1%	11.6%	8.4%
Percent Change from Total Appropriation	1.8%	7.1%	(10.5%)	3.6%	2.3%

FY 2005 Total Agency Request

	FTP	Pers Costs	Oper Exp	Cap Out	T/B Pymts	Lump Sum	Total
General	8,422.30	281,472,100	129,205,600	3,597,400	407,349,600	1,309,514,700	2,131,139,400
OT	0.00	282,500	4,482,800	12,713,900	60,000	6,084,300	23,623,500
Fund Total:	8,422.30	281,754,600	133,688,400	16,311,300	407,409,600	1,315,599,000	2,154,762,900
Dedicated	6,968.09	242,992,200	158,892,300	59,015,800	99,036,700	173,069,200	733,006,200
OT	2.85	811,300	6,412,000	81,870,700	1,645,400	3,975,200	94,714,600
Fund Total:	6,970.94	243,803,500	165,304,300	140,886,500	100,682,100	177,044,400	827,720,800
Federal	1,352.16	149,557,100	138,881,300	192,596,500	884,376,900	171,043,900	1,536,455,700
OT	0.00	0	324,000	5,124,400	80,000	10,000	5,538,400
Fund Total:	1,352.16	149,557,100	139,205,300	197,720,900	884,456,900	171,053,900	1,541,994,100
Total:	**16,745.40**	**675,115,200**	**438,198,000**	**354,918,700**	**1,392,548,600**	**1,663,697,300**	**4,524,477,800**

FY 2005 Governor's Rec by Decision Unit

Decision Unit	FTP	Gen	Ded	Fed	Total
FY 2004 Original Appropriation	**16,404.98**	**2,004,053,000**	**787,657,500**	**1,381,698,400**	**4,173,408,900**
Reappropriations	0.00	2,061,100	117,607,100	102,438,900	222,107,100
Supplementals by Functional Area					
Education	2.00	0	200,000	1,000,000	1,200,000
Health and Human Services	27.00	4,415,500	100,000	2,554,600	7,070,100
Public Safety	2.00	46,600	80,000	54,700	181,300
Natural Resources	0.00	0	41,000	0	41,000
Economic Development	1.00	155,700	0	16,100	171,800
General Government	3.00	0	0	81,700	81,700
Recissions	0.00	(2,000,000)	0	0	(2,000,000)
Deficiency Warants	0.00	11,915,500	0	0	11,915,500
Other Approp Adjustments	0.00	(11,915,500)	0	0	(11,915,500)
FY 2004 Total Appropriation	**16,439.98**	**2,008,731,900**	**905,685,600**	**1,487,844,400**	**4,402,261,900**
Non-Cognizable Funds and Transfers	156.37	0	2,871,600	164,487,800	167,359,400
Expenditure Adjustments	(1.00)	(15,000,000)	433,200	(42,526,400)	(57,093,200)
FY 2004 Estimated Expenditures	**16,595.35**	**1,993,731,900**	**908,990,400**	**1,609,805,800**	**4,512,528,100**
Base Adjustments	(3.69)	856,200	66,800	(380,100)	542,900
Removal of One-Time Expenditures	(51.85)	(20,780,600)	(187,071,000)	(279,677,700)	(487,529,300)
Additional Base Adjustments	0.00	15,000,000	0	42,526,400	57,526,400
FY 2005 Base	**16,539.81**	**1,988,807,500**	**721,986,200**	**1,372,274,400**	**4,083,068,100**
Personnel Cost Rollups	0.00	15,400,300	5,864,400	3,253,000	24,517,700
Inflationary Adjustments	0.00	10,452,700	179,300	24,600,200	35,232,200
Replacement Items	0.00	733,700	42,815,000	1,277,000	44,825,700
Nonstandard Adjustments	11.85	45,376,200	3,919,100	89,761,100	139,056,400
Annualizations	0.00	549,500	1,610,000	6,419,300	8,578,800
Change in Employee Compensation	0.00	20,004,200	5,317,700	2,373,600	27,695,500
Fund Shifts	(0.50)	1,659,000	(15,265,100)	94,000	(13,512,100)
FY 2005 Program Maintenance	**16,551.16**	**2,082,983,100**	**766,426,600**	**1,500,052,600**	**4,349,462,300**
Enhancements by Functional Area					
Education	2.00	(1,493,800)	526,100	5,318,800	4,351,100
Health and Human Services	0.00	381,500	0	144,800	526,300
Public Safety	8.50	695,700	1,128,100	411,600	2,235,400
Natural Resources	19.00	83,100	9,106,100	12,492,200	21,681,400
Economic Development	24.75	750,000	2,439,000	1,434,300	4,623,300
General Government	43.50	416,000	14,387,500	17,905,800	32,709,300
FY 2005 Total	**16,648.91**	**2,083,815,600**	**794,013,400**	**1,537,760,100**	**4,415,589,100**
Percent Change from Orig. Appropriation	1.5%	4.0%	0.8%	11.3%	5.8%
Percent Change from Total Appropriation	1.3%	3.7%	(12.3%)	3.4%	0.3%

FY 2005 Total Recommendation

	FTP	Pers Costs	Oper Exp	Cap Out	T/B Pymts	Lump Sum	Total
General	8,327.06	287,114,800	121,738,800	3,155,400	404,440,900	1,265,923,400	2,082,373,300
OT	0.00	282,500	359,700	740,100	60,000	0	1,442,300
Fund Total:	8,327.06	287,397,300	122,098,500	3,895,500	404,500,900	1,265,923,400	2,083,815,600
Dedicated	6,964.34	244,151,600	156,601,400	59,067,500	98,785,200	169,722,500	728,328,200
OT	2.85	811,300	6,614,300	54,818,700	0	3,440,900	65,685,200
Fund Total:	6,967.19	244,962,900	163,215,700	113,886,200	98,785,200	173,163,400	794,013,400
Federal	1,354.66	150,549,000	137,119,600	192,344,400	882,493,700	171,063,900	1,533,570,600
OT	0.00	0	269,400	3,840,100	80,000	0	4,189,500
Fund Total:	1,354.66	150,549,000	137,389,000	196,184,500	882,573,700	171,063,900	1,537,760,100
Total:	**16,648.91**	**682,909,200**	**422,703,200**	**313,966,200**	**1,385,859,800**	**1,610,150,700**	**4,415,589,100**

Part A: FY 2004 Deficiency Warrants

Func Area/Dept/Div	Request FTP	Request General	Request Total	*Gov's Rec FTP*	*Gov's Rec General*	*Gov's Rec Total*
Natural Resources						
Board of Land Commissioners						
Department of Lands						
1. Fire Suppression Deficiency Warrant	0.00	11,000,000	11,000,000	*0.00*	*11,600,000*	*11,600,000*
Economic Development						
Department of Agriculture						
2. Pest Control Deficiency Warrants	0.00	223,500	223,500	*0.00*	*223,500*	*223,500*
General Government						
Executive Office of the Governor						
Military Division						
3. HazMat Deficiency Warrant	0.00	21,000	21,000	*0.00*	*92,000*	*92,000*
Total:	**0.00**	**11,244,500**	**11,244,500**	***0.00***	***11,915,500***	***11,915,500***

Part B: FY 2004 Supplemental Requests

Func Area/Dept/Div	Request FTP	Request General	Request Total	Gov's Rec FTP	Gov's Rec General	Gov's Rec Total
Education						
State Board of Education						
Superintendent of Public Instruction						
1. Professional Standards Commission	2.00	0	0	*2.00*	*0*	*0*
2. High Performance Schools	0.00	0	200,000	*0.00*	*0*	*200,000*
3. Increase Federal Spending Authority	0.00	0	1,000,000	*0.00*	*0*	*1,000,000*
Health and Human Services						
Catastrophic Health Care						
4. CAT Fund Shortfall	0.00	4,000,000	4,000,000	*0.00*	*4,000,000*	*4,000,000*
Department of Health and Welfare						
Medical Assistance Services						
5. CHIP Access Card Program	7.00	288,800	2,688,500	*7.00*	*288,800*	*2,688,500*
Public Health Services						
6. Food Safety Inspections	0.00	0	100,000	*0.00*	*0*	*100,000*
Division of Welfare						
7. CHIP Access Card Eligibility	20.00	126,700	281,600	*20.00*	*126,700*	*281,600*
Public Safety						
Department of Correction						
Operations Division						
8. Beds & Temp Staff/Lock Replacement	0.00	130,200	130,200	*0.00*	*46,600*	*46,600*
9. Open 100 Bed SICI Annex	14.00	351,800	351,800	*0.00*	*0*	*0*
10. Remove $ for Population Contingency	0.00	0	0	*0.00*	*(1,000,000)*	*(1,000,000)*
Idaho Correctional Center						
11. Additional PIE Revenue	0.00	0	80,000	*0.00*	*0*	*80,000*
Department of Juvenile Corrections						
12. Remove Reappropriation	0.00	0	0	*0.00*	*(1,000,000)*	*(1,000,000)*
Idaho State Police						
Division of Idaho State Police						
13. Homeland Security ODP Grant	2.00	0	54,700	*2.00*	*0*	*54,700*
Natural Resources						
Department of Water Resources						
14. Residential Energy Efficiency	0.00	0	41,000	*0.00*	*0*	*41,000*
Economic Development						
Department of Agriculture						
15. Repay Interest to Federal Agency	0.00	147,200	147,200	*0.00*	*147,200*	*147,200*
Department of Insurance						
16. Medicare Education Partnership	0.00	0	0	*1.00*	*0*	*16,100*
Self-Governing Agencies						
General Boards						
17. Examiners--Sheriff/Prosecutor Payments	0.00	8,500	8,500	*0.00*	*8,500*	*8,500*
General Government						
Executive Office of the Governor						
Military Division						
18. Homeland Security ODP Grant	3.00	0	81,700	*3.00*	*0*	*81,700*
Total:	**48.00**	**5,053,200**	**9,165,200**	***35.00***	***2,617,800***	***6,745,900***

General Fund Request Comparison by Agency

	FY 2004 Approp	FY 2005 Request	Amount Change	Percent Change
1 Education				
Public School Support	943,000,800	985,794,700	42,793,900	4.5%
Agricultural Research and Extension Service	23,816,600	24,520,700	704,100	3.0%
College and Universities	218,000,000	233,091,100	15,091,100	6.9%
Community Colleges	19,223,900	20,147,400	923,500	4.8%
Deaf and Blind, Idaho School for the	7,183,600	7,929,700	746,100	10.4%
Education, Office of the State Board of	5,067,500	5,189,600	122,100	2.4%
Health Education Programs	7,525,700	7,837,300	311,600	4.1%
Historical Society	1,923,700	2,519,900	596,200	31.0%
Library, State	2,418,600	2,634,000	215,400	8.9%
Professional-Technical Education	44,219,700	47,514,000	3,294,300	7.4%
Public Broadcasting System, Educational	1,528,200	2,688,400	1,160,200	75.9%
Special Programs	9,628,300	9,851,000	222,700	2.3%
Superintendent of Public Instruction	5,130,900	5,234,300	103,400	2.0%
Vocational Rehabilitation	3,673,000	3,910,500	237,500	6.5%
Total Education	**1,292,340,500**	**1,358,862,600**	**66,522,100**	**5.1%**
2 Health and Human Services				
Catastrophic Health Care	8,126,700	14,233,800	6,107,100	75.1%
Health and Welfare, Department of	375,810,800	423,207,900	47,397,100	12.6%
Public Health Districts	9,166,300	9,435,900	269,600	2.9%
Total Health and Human Services	**393,103,800**	**446,877,600**	**53,773,800**	**13.7%**
3 Public Safety				
Correction, Department of	109,000,000	119,490,400	10,490,400	9.6%
Judicial Branch	24,474,000	25,383,900	909,900	3.7%
Juvenile Corrections, Department of	31,648,200	32,375,000	726,800	2.3%
Police, Idaho State	16,978,400	20,965,500	3,987,100	23.5%
Total Public Safety	**182,100,600**	**198,214,800**	**16,114,200**	**8.8%**
4 Natural Resources				
Environmental Quality, Department of	15,146,000	15,627,200	481,200	3.2%
Fish and Game, Department of	0	0	0	
Land, Board of Commissioners	4,773,000	5,295,100	522,100	10.9%
Parks and Recreation, Department of	6,642,500	8,923,400	2,280,900	34.3%
Water Resources, Department of	9,919,200	12,158,900	2,239,700	22.6%
Total Natural Resources	**36,480,700**	**42,004,600**	**5,523,900**	**15.1%**
5 Economic Development				
Agriculture, Department of	9,357,400	10,262,600	905,200	9.7%
Commerce, Department of	6,242,500	6,474,000	231,500	3.7%
Finance, Department of	0	0	0	
Industrial Commission	0	0	0	
Insurance, Department of	0	0	0	
Labor, Department of	435,800	548,200	112,400	25.8%
Public Utilities Commission	0	0	0	
Self-Governing Agencies	3,421,700	3,532,500	110,800	3.2%
Transportation Department, Idaho	0	0	0	
Total Economic Development	**19,457,400**	**20,817,300**	**1,359,900**	**7.0%**
6 General Government				
Administration, Department of	8,814,700	9,342,000	527,300	6.0%
Building Fund Advisory Council	0	0	0	
Attorney General	13,891,400	15,257,900	1,366,500	9.8%
Controller, State	5,046,900	6,221,100	1,174,200	23.3%
Governor, Executive Office of the	15,875,200	16,832,000	956,800	6.0%
Legislative Branch	9,186,000	10,230,600	1,044,600	11.4%
Lieutenant Governor	114,500	117,700	3,200	2.8%
Revenue & Taxation, Department of	24,470,700	26,381,300	1,910,600	7.8%
Secretary of State	1,983,700	2,365,600	381,900	19.3%
Treasurer, State	1,186,900	1,237,800	50,900	4.3%
Total General Government	**80,570,000**	**87,986,000**	**7,416,000**	**9.2%**
Statewide Total	**2,004,053,000**	**2,154,762,900**	**150,709,900**	**7.5%**

General Fund Recommendation Comparison by Agency

	FY 2004 Approp	FY 2005 Gov's Rec	Amount Change	Percent Change
1 Education				
Public School Support	943,000,800	961,852,400	18,851,600	2.0%
Agricultural Research and Extension Service	23,816,600	24,523,500	706,900	3.0%
College and Universities	218,000,000	223,366,200	5,366,200	2.5%
Community Colleges	19,223,900	19,595,400	371,500	1.9%
Deaf and Blind, Idaho School for the	7,183,600	7,449,300	265,700	3.7%
Education, Office of the State Board of	5,067,500	5,097,100	29,600	0.6%
Health Education Programs	7,525,700	7,846,100	320,400	4.3%
Historical Society	1,923,700	1,948,200	24,500	1.3%
Library, State	2,418,600	2,497,100	78,500	3.2%
Professional-Technical Education	44,219,700	45,342,900	1,123,200	2.5%
Public Broadcasting System, Educational	1,528,200	1,586,700	58,500	3.8%
Special Programs	9,628,300	9,708,200	79,900	0.8%
Superintendent of Public Instruction	5,130,900	5,211,000	80,100	1.6%
Vocational Rehabilitation	3,673,000	6,230,600	2,557,600	69.6%
Total Education	**1,292,340,500**	**1,322,254,700**	**29,914,200**	**2.3%**
2 Health and Human Services				
Catastrophic Health Care	8,126,700	8,160,500	33,800	0.4%
Health and Welfare, Department of	375,810,800	416,963,100	41,152,300	11.0%
Public Health Districts	9,166,300	9,488,400	322,100	3.5%
Total Health and Human Services	**393,103,800**	**434,612,000**	**41,508,200**	**10.6%**
3 Public Safety				
Correction, Department of	109,000,000	110,511,000	1,511,000	1.4%
Judicial Branch	24,474,000	25,383,900	909,900	3.7%
Juvenile Corrections, Department of	31,648,200	32,273,100	624,900	2.0%
Police, Idaho State	16,978,400	16,979,300	900	0.0%
Total Public Safety	**182,100,600**	**185,147,300**	**3,046,700**	**1.7%**
4 Natural Resources				
Environmental Quality, Department of	15,146,000	15,317,300	171,300	1.1%
Fish and Game, Department of	0	0	0	
Land, Board of Commissioners	4,773,000	4,793,100	20,100	0.4%
Parks and Recreation, Department of	6,642,500	6,819,300	176,800	2.7%
Water Resources, Department of	9,919,200	10,328,200	409,000	4.1%
Total Natural Resources	**36,480,700**	**37,257,900**	**777,200**	**2.1%**
5 Economic Development				
Agriculture, Department of	9,357,400	9,497,600	140,200	1.5%
Commerce, Department of	6,242,500	7,067,400	824,900	13.2%
Finance, Department of	0	0	0	
Industrial Commission	0	0	0	
Insurance, Department of	0	0	0	
Labor, Department of	435,800	492,000	56,200	12.9%
Public Utilities Commission	0	0	0	
Self-Governing Agencies	3,421,700	3,443,900	22,200	0.6%
Transportation Department, Idaho	0	0	0	
Total Economic Development	**19,457,400**	**20,500,900**	**1,043,500**	**5.4%**
6 General Government				
Administration, Department of	8,814,700	8,887,900	73,200	0.8%
Building Fund Advisory Council	0	0	0	
Attorney General	13,891,400	15,042,200	1,150,800	8.3%
Controller, State	5,046,900	5,113,400	66,500	1.3%
Governor, Executive Office of the	15,875,200	16,245,300	370,100	2.3%
Legislative Branch	9,186,000	10,230,600	1,044,600	11.4%
Lieutenant Governor	114,500	117,800	3,300	2.9%
Revenue & Taxation, Department of	24,470,700	24,847,100	376,400	1.5%
Secretary of State	1,983,700	2,344,200	360,500	18.2%
Treasurer, State	1,186,900	1,214,300	27,400	2.3%
Total General Government	**80,570,000**	**84,042,800**	**3,472,800**	**4.3%**
Statewide Total	**2,004,053,000**	**2,083,815,600**	**79,762,600**	**4.0%**

All Funds Request Comparison by Agency

	FY 2004 Approp	FY 2005 Request	Amount Change	Percent Change
1 Education				
Public School Support	1,152,630,800	1,187,524,700	34,893,900	3.0%
Agricultural Research and Extension Service	28,734,100	29,438,200	704,100	2.5%
College and Universities	327,172,400	341,880,200	14,707,800	4.5%
Community Colleges	19,523,900	20,447,400	923,500	4.7%
Deaf and Blind, Idaho School for the	7,615,300	8,304,400	689,100	9.0%
Education, Office of the State Board of	5,346,600	11,052,300	5,705,700	106.7%
Health Education Programs	7,817,000	8,150,500	333,500	4.3%
Historical Society	3,781,300	4,306,400	525,100	13.9%
Library, State	3,575,900	4,083,300	507,400	14.2%
Professional-Technical Education	52,580,800	55,642,800	3,062,000	5.8%
Public Broadcasting System, Educational	2,348,400	3,535,600	1,187,200	50.6%
Special Programs	9,864,300	10,291,000	426,700	4.3%
Superintendent of Public Instruction	15,214,300	19,347,900	4,133,600	27.2%
Vocational Rehabilitation	17,445,300	18,837,600	1,392,300	8.0%
Total Education	**1,653,650,400**	**1,722,842,300**	**69,191,900**	**4.2%**
2 Health and Human Services				
Catastrophic Health Care	8,961,700	14,233,800	5,272,100	58.8%
Health and Welfare, Department of	1,292,289,600	1,463,526,400	171,236,800	13.3%
Public Health Districts	9,681,300	9,435,900	(245,400)	(2.5%)
Total Health and Human Services	**1,310,932,600**	**1,487,196,100**	**176,263,500**	**13.4%**
3 Public Safety				
Correction, Department of	125,240,400	136,081,200	10,840,800	8.7%
Judicial Branch	29,065,000	30,614,000	1,549,000	5.3%
Juvenile Corrections, Department of	44,205,500	44,977,100	771,600	1.7%
Police, Idaho State	50,224,400	55,941,300	5,716,900	11.4%
Total Public Safety	**248,735,300**	**267,613,600**	**18,878,300**	**7.6%**
4 Natural Resources				
Environmental Quality, Department of	41,726,800	50,206,400	8,479,600	20.3%
Fish and Game, Department of	72,689,600	75,839,900	3,150,300	4.3%
Land, Board of Commissioners	35,074,800	38,249,200	3,174,400	9.1%
Parks and Recreation, Department of	31,801,900	37,532,400	5,730,500	18.0%
Water Resources, Department of	20,472,600	21,989,600	1,517,000	7.4%
Total Natural Resources	**201,765,700**	**223,817,500**	**22,051,800**	**10.9%**
5 Economic Development				
Agriculture, Department of	30,510,100	31,880,100	1,370,000	4.5%
Commerce, Department of	28,851,700	29,738,000	886,300	3.1%
Finance, Department of	3,443,800	3,624,600	180,800	5.3%
Industrial Commission	13,120,400	13,810,900	690,500	5.3%
Insurance, Department of	6,012,800	6,422,300	409,500	6.8%
Labor, Department of	446,200	558,600	112,400	25.2%
Public Utilities Commission	4,581,800	4,564,000	(17,800)	(0.4%)
Self-Governing Agencies	45,164,900	48,973,400	3,808,500	8.4%
Transportation Department, Idaho	429,801,500	425,926,700	(3,874,800)	(0.9%)
Total Economic Development	**561,933,200**	**565,498,600**	**3,565,400**	**0.6%**
6 General Government				
Administration, Department of	31,547,000	38,985,700	7,438,700	23.6%
Building Fund Advisory Council	28,993,400	48,106,000	19,112,600	65.9%
Attorney General	14,671,500	15,433,500	762,000	5.2%
Controller, State	10,925,100	12,710,500	1,785,400	16.3%
Governor, Executive Office of the	66,141,200	90,489,500	24,348,300	36.8%
Legislative Branch	10,328,000	11,412,600	1,084,600	10.5%
Lieutenant Governor	114,500	117,700	3,200	2.8%
Revenue & Taxation, Department of	29,690,000	32,462,400	2,772,400	9.3%
Secretary of State	1,983,700	2,365,600	381,900	19.3%
Treasurer, State	1,997,300	5,426,200	3,428,900	171.7%
Total General Government	**196,391,700**	**257,509,700**	**61,118,000**	**31.1%**
Statewide Total	**4,173,408,900**	**4,524,477,800**	**351,068,900**	**8.4%**

All Funds Recommendation Comparison by Agency

	FY 2004 Approp	FY 2005 Gov's Rec	Amount Change	Percent Change
1 Education				
Public School Support	1,152,630,800	1,157,659,600	5,028,800	0.4%
Agricultural Research and Extension Service	28,734,100	29,596,600	862,500	3.0%
College and Universities	327,172,400	334,776,300	7,603,900	2.3%
Community Colleges	19,523,900	19,895,400	371,500	1.9%
Deaf and Blind, Idaho School for the	7,615,300	7,818,000	202,700	2.7%
Education, Office of the State Board of	5,346,600	10,960,800	5,614,200	105.0%
Health Education Programs	7,817,000	8,162,700	345,700	4.4%
Historical Society	3,781,300	3,732,900	(48,400)	(1.3%)
Library, State	3,575,900	3,932,500	356,600	10.0%
Professional-Technical Education	52,580,800	53,471,700	890,900	1.7%
Public Broadcasting System, Educational	2,348,400	2,441,300	92,900	4.0%
Special Programs	9,864,300	10,148,200	283,900	2.9%
Superintendent of Public Instruction	15,214,300	19,216,300	4,002,000	26.3%
Vocational Rehabilitation	17,445,300	22,033,600	4,588,300	26.3%
Total Education	**1,653,650,400**	**1,683,845,900**	**30,195,500**	**1.8%**
2 Health and Human Services				
Catastrophic Health Care	8,961,700	8,160,500	(801,200)	(8.9%)
Health and Welfare, Department of	1,292,289,600	1,452,909,400	160,619,800	12.4%
Public Health Districts	9,681,300	9,488,400	(192,900)	(2.0%)
Total Health and Human Services	**1,310,932,600**	**1,470,558,300**	**159,625,700**	**12.2%**
3 Public Safety				
Correction, Department of	125,240,400	127,003,400	1,763,000	1.4%
Judicial Branch	29,065,000	30,614,000	1,549,000	5.3%
Juvenile Corrections, Department of	44,205,500	44,590,400	384,900	0.9%
Police, Idaho State	50,224,400	51,846,500	1,622,100	3.2%
Total Public Safety	**248,735,300**	**254,054,300**	**5,319,000**	**2.1%**
4 Natural Resources				
Environmental Quality, Department of	41,726,800	49,636,900	7,910,100	19.0%
Fish and Game, Department of	72,689,600	75,456,700	2,767,100	3.8%
Land, Board of Commissioners	35,074,800	37,021,200	1,946,400	5.5%
Parks and Recreation, Department of	31,801,900	35,393,900	3,592,000	11.3%
Water Resources, Department of	20,472,600	21,055,700	583,100	2.8%
Total Natural Resources	**201,765,700**	**218,564,400**	**16,798,700**	**8.3%**
5 Economic Development				
Agriculture, Department of	30,510,100	31,150,800	640,700	2.1%
Commerce, Department of	28,851,700	29,933,800	1,082,100	3.8%
Finance, Department of	3,443,800	3,637,100	193,300	5.6%
Industrial Commission	13,120,400	13,818,100	697,700	5.3%
Insurance, Department of	6,012,800	6,465,200	452,400	7.5%
Labor, Department of	446,200	502,400	56,200	12.6%
Public Utilities Commission	4,581,800	4,581,900	100	0.0%
Self-Governing Agencies	45,164,900	48,456,600	3,291,700	7.3%
Transportation Department, Idaho	429,801,500	425,910,300	(3,891,200)	(0.9%)
Total Economic Development	**561,933,200**	**564,456,200**	**2,523,000**	**0.4%**
6 General Government				
Administration, Department of	31,547,000	39,075,700	7,528,700	23.9%
Building Fund Advisory Council	28,993,400	21,229,700	(7,763,700)	(26.8%)
Attorney General	14,671,500	15,194,300	522,800	3.6%
Controller, State	10,925,100	11,070,600	145,500	1.3%
Governor, Executive Office of the	66,141,200	89,227,200	23,086,000	34.9%
Legislative Branch	10,328,000	11,412,600	1,084,600	10.5%
Lieutenant Governor	114,500	117,800	3,300	2.9%
Revenue & Taxation, Department of	29,690,000	30,700,400	1,010,400	3.4%
Secretary of State	1,983,700	2,344,200	360,500	18.2%
Treasurer, State	1,997,300	3,737,500	1,740,200	87.1%
Total General Government	**196,391,700**	**224,110,000**	**27,718,300**	**14.1%**
Statewide Total	**4,173,408,900**	**4,415,589,100**	**242,180,200**	**5.8%**

General Fund Three-Year Summary by Agency

	FY 2003 Total Approp	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov's Rec*
1 Education					
Public School Support	920,000,000	920,000,000	943,000,800	985,794,700	*961,852,400*
Agricultural Research and Extension Service	23,316,400	22,616,700	23,816,600	24,520,700	*24,523,500*
College and Universities	213,558,800	206,930,000	218,000,000	233,091,100	*223,366,200*
Community Colleges	18,821,600	18,257,000	19,223,900	20,147,400	*19,595,400*
Deaf and Blind, Idaho School for the	7,051,500	6,891,300	7,183,600	7,929,700	*7,449,300*
Education, Office of the State Board of	5,247,700	4,604,600	5,067,500	5,189,600	*5,097,100*
Health Education Programs	7,223,400	7,207,700	7,525,700	7,837,300	*7,846,100*
Historical Society	1,840,400	1,838,500	1,923,700	2,519,900	*1,948,200*
Library, State	2,374,900	2,308,300	2,418,600	2,634,000	*2,497,100*
Professional-Technical Education	43,292,200	41,856,900	44,219,700	47,514,000	*45,342,900*
Public Broadcasting System, Educational	1,862,200	1,818,500	1,528,200	2,688,400	*1,586,700*
Special Programs	9,683,300	8,693,600	9,628,300	9,851,000	*9,708,200*
Superintendent of Public Instruction	5,285,300	5,042,100	5,130,900	5,234,300	*5,211,000*
Vocational Rehabilitation	3,685,400	3,635,400	3,673,000	3,910,500	*6,230,600*
Total Education	**1,263,243,100**	**1,251,700,600**	**1,292,340,500**	**1,358,862,600**	***1,322,254,700***
2 Health and Human Services					
Catastrophic Health Care	10,442,400	10,442,400	8,126,700	14,233,800	*8,160,500*
Health and Welfare, Department of	353,208,200	349,208,200	375,810,800	423,207,900	*416,963,100*
Public Health Districts	9,437,500	9,437,500	9,166,300	9,435,900	*9,488,400*
Total Health and Human Services	**373,088,100**	**369,088,100**	**393,103,800**	**446,877,600**	***434,612,000***
3 Public Safety					
Correction, Department of	105,994,300	104,749,700	109,000,000	119,490,400	*110,511,000*
Judicial Branch	24,789,700	24,486,700	24,474,000	25,383,900	*25,383,900*
Juvenile Corrections, Department of	31,528,300	29,783,900	31,648,200	32,375,000	*32,273,100*
Police, Idaho State	17,517,500	17,008,300	16,978,400	20,965,500	*16,979,300*
Total Public Safety	**179,829,800**	**176,028,600**	**182,100,600**	**198,214,800**	***185,147,300***
4 Natural Resources					
Environmental Quality, Department of	15,119,900	14,668,900	15,146,000	15,627,200	*15,317,300*
Fish and Game, Department of	0	0	0	0	*0*
Land, Board of Commissioners	4,600,100	4,400,200	4,773,000	5,295,100	*4,793,100*
Parks and Recreation, Department of	9,633,000	9,172,800	6,642,500	8,923,400	*6,819,300*
Water Resources, Department of	9,708,500	9,404,500	9,919,200	12,158,900	*10,328,200*
Total Natural Resources	**39,061,500**	**37,646,400**	**36,480,700**	**42,004,600**	***37,257,900***
5 Economic Development					
Agriculture, Department of	9,545,800	9,527,500	9,357,400	10,262,600	*9,497,600*
Commerce, Department of	6,453,800	6,292,500	6,242,500	6,474,000	*7,067,400*
Finance, Department of	0	0	0	0	*0*
Industrial Commission	0	0	0	0	*0*
Insurance, Department of	0	0	0	0	*0*
Labor, Department of	527,100	527,100	435,800	548,200	*492,000*
Public Utilities Commission	0	0	0	0	*0*
Self-Governing Agencies	3,342,500	2,587,100	3,421,700	3,532,500	*3,443,900*
Transportation Department, Idaho	0	0	0	0	*0*
Total Economic Development	**19,869,200**	**18,934,200**	**19,457,400**	**20,817,300**	***20,500,900***
6 General Government					
Administration, Department of	2,998,700	2,699,800	8,814,700	9,342,000	*8,887,900*
Building Fund Advisory Council	0	0	0	0	*0*
Attorney General	13,618,400	13,081,900	13,891,400	15,257,900	*15,042,200*
Controller, State	5,346,500	5,046,500	5,046,900	6,221,100	*5,113,400*
Governor, Executive Office of the	15,085,700	14,573,600	15,875,200	16,832,000	*16,245,300*
Legislative Branch	9,593,000	9,483,100	9,186,000	10,230,600	*10,230,600*
Lieutenant Governor	117,100	116,200	114,500	117,700	*117,800*
Revenue & Taxation, Department of	23,554,300	22,717,400	24,470,700	26,381,300	*24,847,100*
Secretary of State	3,097,400	3,060,500	1,983,700	2,365,600	*2,344,200*
Treasurer, State	1,281,200	1,280,800	1,186,900	1,237,800	*1,214,300*
Total General Government	**74,692,300**	**72,059,800**	**80,570,000**	**87,986,000**	***84,042,800***
Statewide Total	**1,949,784,000**	**1,925,457,700**	**2,004,053,000**	**2,154,762,900**	***2,083,815,600***

All Funds Three-Year Summary by Agency

	FY 2003 Total Approp	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov's Rec*
1 Education					
Public School Support	985,513,000	970,001,400	1,152,630,800	1,187,524,700	*1,157,659,600*
Agricultural Research and Extension Service	29,393,800	27,622,600	28,734,100	29,438,200	*29,596,600*
College and Universities	315,215,600	295,947,900	327,172,400	341,880,200	*334,776,300*
Community Colleges	18,821,600	18,257,000	19,523,900	20,447,400	*19,895,400*
Deaf and Blind, Idaho School for the	7,914,500	7,108,800	7,615,300	8,304,400	*7,818,000*
Education, Office of the State Board of	6,785,500	5,275,400	5,346,600	11,052,300	*10,960,800*
Health Education Programs	7,593,600	7,460,600	7,817,000	8,150,500	*8,162,700*
Historical Society	3,504,200	2,837,200	3,781,300	4,306,400	*3,732,900*
Library, State	3,567,900	3,479,200	3,575,900	4,083,300	*3,932,500*
Professional-Technical Education	51,049,800	50,166,000	52,580,800	55,642,800	*53,471,700*
Public Broadcasting System, Educational	2,666,800	2,623,100	2,348,400	3,535,600	*2,441,300*
Special Programs	10,004,900	8,844,700	9,864,300	10,291,000	*10,148,200*
Superintendent of Public Instruction	164,057,100	152,474,600	15,214,300	19,347,900	*19,216,300*
Vocational Rehabilitation	17,564,100	16,844,100	17,445,300	18,837,600	*22,033,600*
Total Education	**1,623,652,400**	**1,568,942,600**	**1,653,650,400**	**1,722,842,300**	***1,683,845,900***
2 Health and Human Services					
Catastrophic Health Care	12,128,800	12,123,000	8,961,700	14,233,800	*8,160,500*
Health and Welfare, Department of	1,215,789,300	1,255,569,400	1,292,289,600	1,463,526,400	*1,452,909,400*
Public Health Districts	9,952,700	9,927,000	9,681,300	9,435,900	*9,488,400*
Total Health and Human Services	**1,237,870,800**	**1,277,619,400**	**1,310,932,600**	**1,487,196,100**	***1,470,558,300***
3 Public Safety					
Correction, Department of	123,473,600	119,008,500	125,240,400	136,081,200	*127,003,400*
Judicial Branch	27,598,100	27,340,100	29,065,000	30,614,000	*30,614,000*
Juvenile Corrections, Department of	43,664,500	41,385,200	44,205,500	44,977,100	*44,590,400*
Police, Idaho State	48,861,000	45,039,700	50,224,400	55,941,300	*51,846,500*
Total Public Safety	**243,597,200**	**232,773,500**	**248,735,300**	**267,613,600**	***254,054,300***
4 Natural Resources					
Environmental Quality, Department of	38,904,200	37,845,400	41,726,800	50,206,400	*49,636,900*
Fish and Game, Department of	67,710,300	62,127,700	72,689,600	75,839,900	*75,456,700*
Land, Board of Commissioners	39,799,200	33,597,700	35,074,800	38,249,200	*37,021,200*
Parks and Recreation, Department of	38,933,400	29,160,600	31,801,900	37,532,400	*35,393,900*
Water Resources, Department of	20,888,800	15,522,400	20,472,600	21,989,600	*21,055,700*
Total Natural Resources	**206,235,900**	**178,253,800**	**201,765,700**	**223,817,500**	***218,564,400***
5 Economic Development					
Agriculture, Department of	30,935,400	26,362,800	30,510,100	31,880,100	*31,150,800*
Commerce, Department of	28,932,100	24,620,300	28,851,700	29,738,000	*29,933,800*
Finance, Department of	3,349,600	2,984,600	3,443,800	3,624,600	*3,637,100*
Industrial Commission	13,116,100	10,770,800	13,120,400	13,810,900	*13,818,100*
Insurance, Department of	5,929,900	5,451,300	6,012,800	6,422,300	*6,465,200*
Labor, Department of	537,500	543,500	446,200	558,600	*502,400*
Public Utilities Commission	4,399,400	3,932,000	4,581,800	4,564,000	*4,581,900*
Self-Governing Agencies	44,672,500	42,867,300	45,164,900	48,973,400	*48,456,600*
Transportation Department, Idaho	576,790,900	419,504,800	429,801,500	425,926,700	*425,910,300*
Total Economic Development	**708,663,400**	**537,037,400**	**561,933,200**	**565,498,600**	***564,456,200***
6 General Government					
Administration, Department of	24,584,500	23,219,300	31,547,000	38,985,700	*39,075,700*
Building Fund Advisory Council	36,557,400	17,473,800	28,993,400	48,106,000	*21,229,700*
Attorney General	13,943,300	13,203,300	14,671,500	15,433,500	*15,194,300*
Controller, State	12,617,100	10,621,600	10,925,100	12,710,500	*11,070,600*
Governor, Executive Office of the	61,948,000	58,970,400	66,141,200	90,489,500	*89,227,200*
Legislative Branch	10,720,800	10,361,900	10,328,000	11,412,600	*11,412,600*
Lieutenant Governor	117,100	116,200	114,500	117,700	*117,800*
Revenue & Taxation, Department of	28,319,900	27,168,100	29,690,000	32,462,400	*30,700,400*
Secretary of State	3,732,200	3,736,200	1,983,700	2,365,600	*2,344,200*
Treasurer, State	5,482,200	5,392,600	1,997,300	5,426,200	*3,737,500*
Total General Government	**198,022,500**	**170,263,400**	**196,391,700**	**257,509,700**	***224,110,000***
Statewide Total	**4,218,042,200**	**3,964,890,100**	**4,173,408,900**	**4,524,477,800**	***4,415,589,100***

Change in Employee Compensation (CEC) Legislative History

FY 1998 to FY 2005

Idaho Code §67-5309B(d) requires the Division of Human Resources to conduct or approve salary surveys within relevant labor markets and make a report to the Governor of proposed salary changes and their estimated costs. The Governor must submit the division's report or his own report to the Legislature prior to the seventh legislative day. By concurrent resolution, the Legislature may accept, modify or reject either report. Failure by the Legislature to act prior to adjournment shall constitute approval of the Governor's report.

FY 2005

The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended. The Division of Human Resources recommended the following: (1) statute change to allow for pay schedules unique to occupational groups; (2) provide an average of 10% permanent merit raises for nursing occupations; and (3) one of the following: provide a 6.8% CEC in the first installment of a five year plan of annual increases to achieve market parity; *or* provide as much funding as possible for a permanent CEC, and "refine the current law to specify the goal of average market pay targets", *or* provide 2% one-time funding to be used for bonuses to support retention and recognition of employees, and allow agencies to use savings in their operating budgets to address needs in their personnel budgets.

FY 2004

The 2003 Legislature took no action, thereby adopting the Governor's recommendation by default, which was no increase in funding for employee compensation, but to allow compensation increases with agency salary savings wherever possible.

FY 2003

The 2002 Legislature took no action, thereby adopting the Governor's Recommendation by default. It provided no increase in funding for employee compensation, but allowed employee compensation increases to be made from agency salary savings.

FY 2002

Because the 2001 Legislature did not adopt a CEC resolution, the Governor's Recommendation was approved by default. It provided a 4.5% increase for all state agencies -- 3.5% to be used for performance related increases plus 1% to address agency specific compensation issues (2% for higher education faculty). CEC was budgeted at $20.2 in General Fund money and $37.4 million in all funds.

FY2001

The Legislature adopted HCR 35, which was the employee compensation resolution adopted by the Joint Legislative CEC Compensation Committee. HCR 35 ratified the framework of the Governor's recommendation, which included a 5% move in the payline structure, and a 3.5% CEC, distributed based on merit. HCR 35 also included language encouraging agency directors to make special efforts for low-wage employees who are performing satisfactorily in their positions. CEC was budgeted at $14.6 million General Fund and $28.5 million total.

FY 2000

The 1999 Legislature took no action, and by doing so accepted the Governor's recommended 3% statewide average pay increase for state employees. The Governor's recommendation included no movement in the payline, with the full 3% CEC to be distributed on the basis of merit. CEC was budgeted at $13.4 million General Fund and $22.8 million total.

FY 1999

SCR 122, a product of the CEC Committee, concurred with the Governor's 5% performance-based pay raise which included a 2% payline move. Moving the payline required only about $500,000 in General Fund money and $800,000 in all funds. The Committee also added its own "decompression" emphasis by way of an expectation stated in the resolution that agency directors will give due consideration to employees who have been performing satisfactorily in a position for five or more years but who are below the policy pay rate within their pay grades. CEC was budgeted at $21 million in General Fund money and $35.5 million in all funds.

FY 1998

The CEC Committee voted to accept the Governor's recommendation of a 2% pay increase with no payline movement and individual increases to be based on performance. JFAC voted to not fund any CEC increase, but encouraged agencies to provide merit-based raises with monies available in their existing appropriation (e.g. salary savings). HCR 25 stated the Legislature's support for the Governor's CEC recommendation and authorized and encouraged agencies to provide such pay increases to the extent possible within existing appropriations. Zero General Fund and total dollars were budgeted for CEC.

Change in Employee Compensation (CEC)
20 Year Historical Comparision

Fiscal Year	General Fund Expenditures	% Chg	Personnel Commission*	CPI % Chg	CEC Funded
1985	$ 556,846,300	21.9%	9.0% [1]	3.8%	7.0% [1]
1986	$ 580,703,000	4.3%	5.8% [1]	1.8%	0.0%
1987	$ 622,435,100	7.2%	8.0% [1]	3.7%	0.0%
1988	$ 658,870,000	5.9%	12.5% [1]	4.0%	4.0% [2]
1989	$ 699,236,100	6.1%	7.9% [1]	5.2%	3.0% [3]
1990	$ 784,505,700	12.2%	9.7% [1]	4.7%	5.0% [5]
1991	$ 911,749,600	16.2%	7.5% [1]	4.7%	5.5%
1992	$ 996,243,100	9.3%	7.0% [1]	3.1%	4.0% [1]
1993	$ 1,025,859,900	3.0%	3.0% [1]	3.0%	1.5% [4]
1994	$ 1,098,360,700	7.1%	11.0% [4]	2.5%	2.0% [1]
1995	$ 1,268,128,600	15.5%	8.5%	3.0%	5.4%
1996	$ 1,337,541,800	5.5%	6.0% [4]	2.8%	5.0% [4]
1997	$ 1,391,773,100	4.1%	4.6% [1]	2.3%	3.0% [4]
1998	$ 1,446,401,100	3.9%	5.2% [1]	1.7%	0.0%
1999	$ 1,609,676,100	11.3%	7.7% [4]	2.0%	5.0% [4]
2000	$ 1,679,768,900	4.4%	14.0% [1]	3.7%	3.0%
Average Annual Change		**8.60%**	**7.97%**	**3.23%**	**3.34%**

Fiscal Year	General Fund Expenditures	% Chg	Div. of Human Resources*	CPI % Chg	CEC Funded
2001	$ 1,828,502,900	8.9%	0.0% [6]	3.2%	3.5%
2002	$ 1,979,451,500	8.3%	0.0% [6]	1.1%	4.5%
2003	$ 1,925,457,200	-2.7%	0.0% [7]	2.1%	0.0%
2004	$ 2,004,053,000	4.1%	1.0% [8]	N/A	0.0%
Average Annual Change		**4.62%**	**0.25%**	**2.14%**	**2.00%**
Cum. Ave. Annual Change		**7.80%**	**6.42%**	**3.06%**	**3.07%**

* CEC recommendation from Personnel Commission (prior to FY2001) or Division of Human Resources pursuant to Idaho Code §67-5309B(d).

[1] Reflects payline move

[2] Payline move was effective 9/20/87 (reducing overall cost to 3%, resulting in one-time savings)

[3] Only 2/3 funded for most agencies

[4] Includes payline move

[5] Reflects payline move; step for step policy removed, so increases are based solely on performance.

[6] DHR recommended a salary increase to address competitive pressures, but did not recommend a specific percentage.

[7] No general CEC increase recommended, but recommended .5% allocation to all agencies to retain and recruit staff. An additional 2% was recommended for select

[8] Additional recommendations include a 4% CEC for nursing occupations and 2% for corrections officers, and allocate another 1% merit pool to be awarded in August 2003 contingent on a pre-determined level of state revenues.

State Employer Paid Benefit Costs

FIXED BENEFITS - per eligible employee:

	Annual Cost	Monthly
Health Insurance (medical and dental)	$5,430.00	$452.50
Medical Continuation Reserve - Disability, 30 month	$14.00	$1.17
Flexible Spending Account (FSA)	$2.00	$0.17
Group Insurance Administrative Budget	$36.00	$3.00
Retiree Health Insurance Subsidy	$96.00	$8.00
Integrated Behavioral Health Plan (IBHP)	$95.00	$7.92
TOTAL FIXED BENEFITS	**$5,673.00**	**$472.76**

VARIABLE BENEFITS - % of Gross Salary:

FICA - Social Security	6.20%	(to $89,200)
FICA - Medicare	1.45%	
Unemployment Insurance (Idaho Code §72-1301)	0.38%	
Life Insurance	1.10%	
Retirement - regular rate (Idaho Code §59-1301)	9.77%	
Other Rates: police officers and fire members 10.01%		
Unused Sick Leave (Idaho Code §67-5339)	0.65%	
(benefit = 1/2 sick leave balance, up to 600 hours, multiplied by the hourly rate at retirement to purchase health insurance)		
Div. of Human Resources (Idaho Code §67-5314)	0.62%	
Only agencies with classified employees pay the Div. of Human Resources rate		
Average Workers Compensation Rate (Idaho Code §41-1601)	0.92%	
Workers Compensation rates vary by agency		
TOTAL VARIABLE BENEFITS	**21.09%**	**x salary**

Example: Employer Paid Benefits

	low end	*middle*	*high end*
Hourly rate	*$7.80*	*$16.65*	*$32.18*
Annual Salary (hourly rate x 2080 hours)	*$16,224*	*$34,632*	*$66,934*
Fixed Benefits (Health Insurance)	*$5,673*	*$5,673*	*$5,673*
Variable Benefits (21.09 % x salary)	*$3,422*	*$7,304*	*$14,116*
Total	*$25,319*	*$47,609*	*$86,724*
Ratio of Benefits to Annual Salary	*56%*	*37%*	*30%*

Other benefits:

(1) Paid Holidays = 10 days (Idaho Code §67-5302(13) and §59-1607(1))

(2) Sick Leave = 96 hours per 2080 hours or about 12 days per year. (Idaho Code §67-5333 and §59-1605)

(3) Vacation time based on credited state service. About 12 days/year for first 5 years, 15 days/year for next 5 years, 18 days/year for next 5 years, and 21 days/year thereafter. (Idaho Code §67-5334 and §59-1606)

(4) As part of the Gain Sharing program (whereby excess investment gains from the PERSI defined benefit fund are distributed to employees, employers, and retirees), the Choice Plan was also established as an optional defined contribution 401(k) plan open to all members who are eligible. The Choice Plan is in addition to, and separate from, the mandatory defined benefit retirement plan. (Idaho Code §59-1308) NO EMPLOYER CONTRIBUTION.

(5) 457 deferred compensation plan offered through the Public Employee Benefit Services Corporation (PEBSCO). NO EMPLOYER CONTRIBUTION.

State Employee Paid Benefit Costs

MONTHLY PREMIUM RATES:

Provider	Employee Only	Employee + spouse	Employee + child	Employee and 2+ children	Employee + spouse & Children
BlueShield Medical	$24	$60	$39	$54	$81
Vision Service Plan	$0	$2	$3	$3	$6
Delta Dental	$4	$24	$20	$31	$40
Total	$28	$86	$62	$88	$127

VARIABLE BENEFITS - % of Gross Salary:

FICA - Social Security	6.20%	(to $89,200)
FICA - Medicare	1.45%	
Unemployment Insurance (Idaho Code §72-1301)	0%	
Life Insurance	optional	
Retirement - regular rate (Idaho Code §59-1301) Other Rates: police officers and fire members 7.21%	5.86%	
Unused Sick Leave (Idaho Code §67-5339)	0%	
Div. of Human Resources (Idaho Code §67-5314)	0%	
Average Workers Compensation Rate (Idaho Code §41-1601)	0%	
TOTAL	**13.51% x salary**	

Example: Employee Paid Benefits

(Employee, Spouse and Children Plan with vision and dental)

	low end	*middle*	*high end*
Hourly rate	*$7.80*	*$16.65*	*$32.18*
Annual Salary (hourly rate x 2080 hours)	*$16,224*	*$34,632*	*$66,934*
Fixed Benefits (Health Insurance)	*($1,524)*	*($1,524)*	*($1,524)*
Variable Benefits (13.51% x Salary)	*($2,192)*	*($4,679)*	*($9,043)*
Total	*$12,508*	*$28,429*	*$56,368*
Ratio of Employee Paid Benefits to Salar y	*23%*	*18%*	*16%*

SELECTED INFORMATION ON IDAHO GROUP MEDICAL/IBHP PLAN

> FY 2004 estimated cost per employee per year:
---$5,673 (state contribution only)
---$1,524 (employee contribution for employee and family coverage)
---$1,032 (employee contribution for employee and spouse)
---$336 (employee contribution for employee coverage only)

> FY 2003: 18,648 active employees and 28,192 dependants enrolled in Medical Plan

> FY 2003: Cost of the active Employee Plan: $91.2 million

FTP All Funds Summary by Agency

	FY 2003 Actual	FY 2004 Orig App	FY 2005 Request	Chg From FY 2004 Orig	FY 2005 Gov's Rec	Chg From FY 2004
1 Education						
Public School Support	0.00	0.00	0.00	0.00	0.00	0.00
Agricultural Research and Extension Service	369.53	369.53	373.11	3.58	373.11	3.58
College and Universities	3,473.51	3,590.51	3,651.80	61.29	3,631.55	41.04
Community Colleges	0.00	0.00	0.00	0.00	0.00	0.00
Deaf and Blind, Idaho School for the	121.52	121.52	121.52	0.00	121.52	0.00
Education, Office of the State Board of	21.00	19.40	21.00	1.60	21.00	1.60
Health Education Programs	20.39	20.39	20.39	0.00	20.39	0.00
Historical Society	48.36	48.36	49.36	1.00	48.36	0.00
Library, State	41.00	41.00	41.00	0.00	41.00	0.00
Professional-Technical Education	557.72	520.69	536.89	16.20	524.90	4.21
Public Broadcasting System, Educational	35.00	35.00	33.00	(2.00)	33.00	(2.00)
Special Programs	24.99	24.80	24.80	0.00	24.80	0.00
Superintendent of Public Instruction	124.00	122.00	132.00	10.00	132.00	10.00
Vocational Rehabilitation	150.00	150.00	150.00	0.00	150.00	0.00
Total Education	**4,987.02**	**5,063.20**	**5,154.87**	**91.67**	**5,121.63**	**58.43**
2 Health and Human Services						
Catastrophic Health Care	0.00	0.00	0.00	0.00	0.00	0.00
Health and Welfare, Department of	2,921.91	2,805.41	2,910.16	104.75	2,910.16	104.75
Public Health Districts	0.00	0.00	0.00	0.00	0.00	0.00
Total Health and Human Services	**2,921.91**	**2,805.41**	**2,910.16**	**104.75**	**2,910.16**	**104.75**
3 Public Safety						
Correction, Department of	1,385.30	1,417.30	1,456.30	39.00	1,418.80	1.50
Judicial Branch	247.00	247.00	247.00	0.00	247.00	0.00
Juvenile Corrections, Department of	342.75	343.75	347.25	3.50	344.25	0.50
Police, Idaho State	526.07	527.07	547.07	20.00	532.07	5.00
Total Public Safety	**2,501.12**	**2,535.12**	**2,597.62**	**62.50**	**2,542.12**	**7.00**
4 Natural Resources						
Environmental Quality, Department of	369.55	369.55	371.55	2.00	369.55	0.00
Fish and Game, Department of	518.00	518.00	522.00	4.00	522.00	4.00
Land, Board of Commissioners	254.61	254.61	264.61	10.00	263.61	9.00
Parks and Recreation, Department of	168.25	168.25	168.25	0.00	168.25	0.00
Water Resources, Department of	175.00	175.00	175.00	0.00	175.00	0.00
Total Natural Resources	**1,485.41**	**1,485.41**	**1,501.41**	**16.00**	**1,498.41**	**13.00**
5 Economic Development						
Agriculture, Department of	207.56	202.60	207.60	5.00	206.60	4.00
Commerce, Department of	54.00	54.00	54.00	0.00	54.00	0.00
Finance, Department of	43.00	43.00	44.00	1.00	44.00	1.00
Industrial Commission	136.50	137.50	137.50	0.00	137.50	0.00
Insurance, Department of	68.50	68.50	69.50	1.00	70.50	2.00
Labor, Department of	8.00	8.00	7.00	(1.00)	7.00	(1.00)
Public Utilities Commission	49.00	49.00	49.00	0.00	49.00	0.00
Self-Governing Agencies	564.54	572.32	589.32	17.00	589.07	16.75
Transportation Department, Idaho	1,838.00	1,838.00	1,833.50	(4.50)	1,833.50	(4.50)
Total Economic Development	**2,969.10**	**2,972.92**	**2,991.42**	**18.50**	**2,991.17**	**18.25**
6 General Government						
Administration, Department of	173.60	173.60	173.60	0.00	173.60	0.00
Building Fund Advisory Council	0.00	0.00	0.00	0.00	0.00	0.00
Attorney General	176.65	177.65	181.15	3.50	178.65	1.00
Controller, State	101.85	101.85	101.85	0.00	101.85	0.00
Governor, Executive Office of the	557.82	558.82	596.82	38.00	595.82	37.00
Legislative Branch	70.00	70.00	70.00	0.00	70.00	0.00
Lieutenant Governor	2.00	2.00	2.00	0.00	2.00	0.00
Revenue & Taxation, Department of	416.00	410.00	415.50	5.50	414.50	4.50
Secretary of State	42.00	31.00	31.00	0.00	31.00	0.00
Treasurer, State	18.00	18.00	18.00	0.00	18.00	0.00
Total General Government	**1,557.92**	**1,542.92**	**1,589.92**	**47.00**	**1,585.42**	**42.50**
Statewide Total:	**16,422.48**	**16,404.98**	**16,745.40**	**340.42**	**16,648.91**	**243.93**

State of Idaho
Budget Stabilization Fund
Section 57-814, Idaho Code

Date	Action		Balance
Apr. 1984	Creation of Fund (H747)	----	-
Jun. 1984	Transfer from General Fund at year-end (H747)	$ 4,267,200	$ 4,267,200
Jun. 1985	Transfer from General Fund (H350)	1,490,300	5,757,500
Jul. 1985	Transfer to General Fund (H350)	(5,757,500)	-
Apr. 1989	Transfer from General Fund (S1332aaH)	7,500,000	7,500,000
Jun. 1989	Transfer from General Fund (S1332aaH)	4,500,000	12,000,000
Mar. 1990	Transfer from General Fund (S1573)	38,000,000	50,000,000
Apr. 1990	Interest earnings from Apr. 1989 to Mar. 1990 (See Note 1)	684,432	50,684,432
Apr. 1990	Appropriation for local highway projects (H905)	(15,500,000)	35,184,432
Jun. 1992	Transfer to General Fund (S1464)	(5,406,100)	29,778,332
Apr. 1993	Transfer to Parks & Recreation for Oregon Trail Project (S1276)	(100,000)	29,678,332
Jul. 1993	Transfer to General Fund for public schools (H463)	(3,000,000)	26,678,332
Oct. 1993	Transfer from Liquor Fund (H464)	748,800	27,427,132
Jan. 1994	Transfer from Liquor Fund (H464)	748,800	28,175,932
Mar. 1994	Partial return from Oregon Trail Project (H862)	27,000	28,202,932
Apr. 1994	Transfer from Liquor Fund (H464)	3,000,000	31,202,932
Apr. 1994	Appropriation for juvenile justice study (H992)	(100,000)	31,102,932
Apr. 1994	Transfer from Liquor Fund (H464)	879,100	31,982,032
Jun. 1994	Transfer from Liquor Fund (H464)	879,100	32,861,132
Jun. 1995	Partial return from juvenile justice study	26,763	32,887,895
Mar. 1996	Transfer for North Idaho floods (Exec. Order #96-04)	(1,000,000)	31,887,895
Jan. 1997	Transfer for Floods (Exec. Order #97-01)	(1,000,000)	30,887,895
Feb. 1997	Transfer for Floods (Exec. Order #97-01)	(1,000,000)	29,887,895
Jun. 1997	Transfer for Floods (Exec. Order #97-01)	(1,000,000)	28,887,895
Apr. 1997	Transfer for Floods (Exec. Order #97-01)	(1,000,000)	27,887,895
Jul. 1997	State Controller - Y2K appropriation (S1285)	(357,700)	27,530,195
Jun. 1998	Transfers from General Fund (H572 and H443a)	8,500,000	36,030,195
Dec. 1999	Deposits from tobacco settlement (S1002)	16,781,559	52,811,754
Feb. 2000	Transfer tobacco settlements to Millennium Fund (S1296)	(16,781,559)	36,030,195
Jul. 2000	Transfer to American Trucking Association Settlement Fund (H819)	(17,000,000)	19,030,195
Jul. 2000	Transfer from General Fund Surplus (H819)	17,000,000	36,030,195
Sept. 2000	Quarterly fiscal year 2001 transfer from General Fund (H569)	4,552,410	40,582,605
Dec. 2000	Quarterly fiscal year 2001 transfer from General Fund (H569)	4,552,410	45,135,016
Dec. 2000	Transfer to Disaster Emergency Fund (Exec. Order #2000-17)	(1,000,000)	44,135,016
Mar. 2001	Quarterly fiscal year 2001 transfer from General Fund (H569)	4,552,410	48,687,426
Jun. 2001	Quarterly fiscal year 2001 transfer from General Fund (H569)	4,552,410	53,239,836
Aug. 2001	Rainbow Gathering (Exec. Order 2001-09)	(150,000)	53,089,836
Sept. 2001	Quarterly fiscal year 2002 transfer from General Fund §57-814a	4,961,599	58,051,435
Dec. 2001	Quarterly fiscal year 2002 transfer from General Fund §57-814a	4,961,599	63,013,034
Feb. 2002	Transfer to General Fund and Defer Remaining Payments (S1301)	(9,923,000)	53,090,034
Jul. 2002	Transfer to General Fund (S1517)	(26,700,000)	26,390,034
Jun. 2003	Transfer to General Fund (S1195)	(26,390,000)	34

Note 1: Prior to April, 1989, interest accrued to the General Fund.
Since March, 1990, interest has accrued to the Permanent Building Fund.

22 Year History of General Fund

Original Appropriations: 1983 to 2004

Millions of Dollars

Fiscal Year	Public Schools	College & Universities	All Other Education	Total Education	Health & Welfare*	Adult & Juv Corrections	All Other Agencies	Total Gen Fund
2004	$943.0	$218.0	$131.3	$1,292.3	$375.8	$140.6	$195.3	$2,004.1
2003	$920.0	$213.6	$130.4	$1,264.0	$359.6	$145.0	$199.3	$1,967.9
2002	$933.0	$236.4	$142.1	$1,311.5	$358.0	$147.3	$227.5	$2,044.3
2001	$873.5	$215.0	$121.1	$1,209.5	$282.1	$123.2	$189.2	$1,804.0
2000	$821.1	$202.0	$110.4	$1,133.4	$270.7	$108.5	$162.1	$1,674.7
1999	$796.4	$192.9	$103.5	$1,092.8	$252.7	$106.4	$159.0	$1,610.8
1998	$705.0	$178.6	$94.4	$978.0	$236.6	$90.3	$134.0	$1,438.9
1997	$689.5	$178.0	$94.4	$961.9	$238.5	$78.6	$133.7	$1,412.7
1996	$664.0	$171.0	$88.8	$923.8	$224.3	$73.5	$127.3	$1,348.8
1995	$620.5	$164.5	$87.8	$872.8	$226.9	$50.3	$114.2	$1,264.2
1994	$528.0	$146.0	$75.7	$749.7	$192.5	$44.2	$98.1	$1,084.6
1993	$497.0	$139.0	$73.1	$709.1	$163.9	$37.5	$96.6	$1,007.1
1992	$487.5	$141.4	$74.0	$703.0	$146.9	$37.5	$100.0	$987.4
1991	$450.1	$133.3	$67.9	$651.3	$132.7	$32.3	$93.3	$909.5
1990	$394.3	$115.5	$58.3	$568.0	$101.1	$25.1	$79.4	$773.7
1989	$356.0	$106.0	$52.3	$514.3	$84.0	$19.3	$68.2	$685.8
1988	$343.0	$101.7	$50.2	$494.9	$79.3	$17.0	$66.2	$657.3
1987	$314.0	$90.7	$46.5	$451.2	$71.7	$15.3	$62.7	$600.9
1986	$304.0	$88.0	$46.5	$438.5	$71.5	$14.9	$62.7	$587.7
1985	$288.8	$80.9	$43.7	$413.3	$70.2	$12.7	$61.9	$558.1
1984	$215.0	$70.0	$38.7	$323.7	$64.1	$11.5	$52.4	$451.6
1983	$215.0	$73.6	$42.7	$331.2	$68.6	$9.9	$55.0	$464.7

Percentage of Total

Fiscal Year	Public Schools	College & Universities	All Other Education	Total Education	Health & Welfare*	Adult & Juv Corrections	All Other Agencies	Total
2004	47.1%	10.9%	6.6%	64.5%	18.8%	7.0%	9.7%	100%
2003	46.8%	10.9%	6.6%	64.2%	18.3%	7.4%	10.1%	100%
2002	45.6%	11.6%	7.0%	64.2%	17.5%	7.2%	11.1%	100%
2001	48.4%	11.9%	6.7%	67.0%	15.6%	6.8%	10.5%	100%
2000	49.0%	12.1%	6.6%	67.7%	16.2%	6.5%	9.7%	100%
1999	49.4%	12.0%	6.4%	67.8%	15.7%	6.6%	9.9%	100%
1998	49.0%	12.4%	6.6%	68.0%	16.4%	6.3%	9.3%	100%
1997	48.8%	12.6%	6.7%	68.1%	16.9%	5.6%	9.5%	100%
1996	49.2%	12.7%	6.6%	68.5%	16.6%	5.4%	9.4%	100%
1995	49.1%	13.0%	6.9%	69.0%	17.9%	4.0%	9.0%	100%
1994	48.7%	13.5%	7.0%	69.1%	17.8%	4.1%	9.0%	100%
1993	49.3%	13.8%	7.3%	70.4%	16.3%	3.7%	9.6%	100%
1992	49.4%	14.3%	7.5%	71.2%	14.9%	3.8%	10.1%	100%
1991	49.5%	14.7%	7.5%	71.6%	14.6%	3.5%	10.3%	100%
1990	51.0%	14.9%	7.5%	73.4%	13.1%	3.2%	10.3%	100%
1989	51.9%	15.5%	7.6%	75.0%	12.3%	2.8%	9.9%	100%
1988	52.2%	15.5%	7.6%	75.3%	12.1%	2.6%	10.1%	100%
1987	52.3%	15.1%	7.7%	75.1%	11.9%	2.5%	10.4%	100%
1986	51.7%	15.0%	7.9%	74.6%	12.2%	2.5%	10.7%	100%
1985	51.7%	14.5%	7.8%	74.1%	12.6%	2.3%	11.1%	100%
1984	47.6%	15.5%	8.6%	71.7%	14.2%	2.5%	11.6%	100%
1983	46.3%	15.8%	9.2%	71.3%	14.8%	2.1%	11.8%	100%

** Juvenile Corrections moved from Health and Welfare to "Adult & Juv Corrections" in FY 1996 and the Department of Environmental Quality and Veterans Services moved to "All Other Agencies" in FY 2001.*

22 Year History of General Fund

Change from Previous Original Appropriations: 1983 to 2004

Millions of Dollars

Fiscal Year	Public Schools	College & Universities	All Other Education	Total Education	Health & Welfare*	Adult & Juv Corrections	All Other Agencies	Total Gen Fund
2004	$23.0	$4.4	$.9	$28.4	$16.2	($4.4)	($4.0)	$36.2
2003	($13.0)	($22.9)	($11.7)	($47.5)	$1.6	($2.2)	($28.2)	($76.4)
2002	$59.5	$21.5	$21.0	$102.0	$75.9	$24.1	$38.3	$240.3
2001	$52.4	$13.0	$10.7	$76.1	$11.4	$14.7	$27.1	$129.3
2000	$24.7	$9.0	$6.8	$40.6	$18.1	$2.1	$3.2	$63.9
1999	$91.4	$14.3	$9.1	$114.8	$16.1	$16.1	$25.0	$171.9
1998	$15.5	$.6	$.1	$16.1	($1.9)	$11.7	$.3	$26.3
1997	$25.5	$7.1	$5.5	$38.1	$14.2	$5.2	$6.4	$63.9
1996	$43.5	$6.5	$1.0	$51.0	($2.7)	$23.2	$13.1	$84.6
1995	$92.5	$18.4	$12.1	$123.1	$34.4	$6.1	$16.1	$179.6
1994	$31.0	$7.0	$2.6	$40.6	$28.6	$6.7	$1.5	$77.4
1993	$9.5	($2.4)	($.9)	$6.1	$17.0	($.0)	($3.4)	$19.7
1992	$37.5	$8.2	$6.1	$51.8	$14.2	$5.2	$6.7	$77.9
1991	$55.8	$17.8	$9.6	$83.2	$31.6	$7.1	$14.0	$135.9
1990	$38.3	$9.5	$6.0	$53.8	$17.1	$5.8	$11.2	$87.9
1989	$13.0	$4.3	$2.1	$19.4	$4.7	$2.4	$1.9	$28.4
1988	$29.0	$11.0	$3.7	$43.7	$7.6	$1.7	$3.5	$56.4
1987	$10.0	$2.7	($.1)	$12.6	$.2	$.4	($.0)	$13.2
1986	$15.2	$7.1	$2.9	$25.2	$1.3	$2.2	$.8	$29.6
1985	$73.8	$10.9	$5.0	$89.6	$6.0	$1.3	$9.6	$106.5
1984	$.0	($3.6)	($4.0)	($7.5)	($4.5)	$1.5	($2.6)	($13.1)
1983	$20.0	$6.6	$5.0	$31.6	$1.7	$1.2	$9.7	$44.1

Percent Change from Previous Original Appropriations

Fiscal Year	Public Schools	College & Universities	All Other Education	Total Education	Health & Welfare*	Adult & Juv Corrections	All Other Agencies	Total
2004	2.5%	2.1%	0.7%	2.2%	4.5%	(3.0%)	(2.0%)	1.8%
2003	(1.4%)	(9.7%)	(8.2%)	(3.6%)	0.5%	(1.5%)	(12.4%)	(3.7%)
2002	6.8%	10.0%	17.4%	8.4%	26.9%	19.5%	20.2%	13.3%
2001	6.4%	6.4%	9.7%	6.7%	4.2%	13.6%	16.7%	7.7%
2000	3.1%	4.7%	6.6%	3.7%	7.1%	2.0%	2.0%	4.0%
1999	13.0%	8.0%	9.7%	11.7%	6.8%	17.8%	18.7%	11.9%
1998	2.3%	0.3%	0.1%	1.7%	(0.8%)	14.9%	0.2%	1.9%
1997	3.8%	4.2%	6.2%	4.1%	6.3%	7.0%	5.0%	4.7%
1996	7.0%	3.9%	1.1%	5.8%	(1.2%)	46.1%	11.4%	6.7%
1995	17.5%	12.6%	16.0%	16.4%	17.9%	13.7%	16.4%	16.6%
1994	6.2%	5.0%	3.5%	5.7%	17.5%	17.9%	1.5%	7.7%
1993	1.9%	(1.7%)	(1.2%)	0.9%	11.6%	(0.0%)	(3.4%)	2.0%
1992	8.3%	6.1%	9.0%	7.9%	10.7%	16.1%	7.1%	8.6%
1991	14.2%	15.4%	16.5%	14.6%	31.2%	28.4%	17.6%	17.6%
1990	10.7%	9.0%	11.6%	10.5%	20.4%	30.0%	16.4%	12.8%
1989	3.8%	4.3%	4.1%	3.9%	6.0%	13.9%	2.9%	4.3%
1988	9.2%	12.1%	8.0%	9.7%	10.6%	10.9%	5.6%	9.4%
1987	3.3%	3.1%	(0.2%)	2.9%	0.3%	2.6%	(0.0%)	2.3%
1986	5.3%	8.8%	6.6%	6.1%	1.9%	17.3%	1.4%	5.3%
1985	34.3%	15.5%	12.9%	27.7%	9.4%	11.2%	18.2%	23.6%
1984	0.0%	(4.9%)	(9.3%)	(2.3%)	(6.5%)	15.2%	(4.7%)	(2.8%)
1983	10.3%	9.8%	13.2%	10.5%	2.6%	13.7%	21.3%	10.5%

** Juvenile Corrections moved from Health and Welfare to "Adult & Juv Corrections" in FY 1996 and the Department of Environmental Quality and Veterans Services moved to "All Other Agencies" in FY 2001.*

Fiscal Year-to-Date
Millennium Fund Cash Flow Information

Fiscal Year	Beginning Market Value	Actual/Projected Receipts	Transfers to General Fund	Earnings/ (Losses)*	Transfers to Appropriation	Ending Market Value
2000	$ -	$ 29,728,524	$ -	$ 495,788	$ 386,959	$ 29,837,353
2001	29,837,353	22,773,735	0	(2,128,126)	1,729,535	48,753,427
2002	48,753,427	26,579,451	(19,335,604)	(4,232,796)	2,438,933	49,325,545
2003	49,325,545	26,653,835	(70,311,509)	(724,806)	4,943,065	0
2004	0	22,687,570	0	389,180	0	23,076,749
2005	**23,076,749**	**23,830,716**	**0**	**2,153,661**	**1,939,746**	**47,121,381**
2006	47,121,381	24,071,285	0	4,290,095	292,621	75,190,140
2007	75,190,140	24,372,435	0	6,532,536	1,404,659	104,690,452
2008	104,690,452	31,603,466	0	8,990,601	2,749,333	142,535,185
2009	142,535,185	31,857,839	0	12,018,804	4,160,830	182,250,998
2010	182,250,998	32,115,156	0	15,189,896	5,722,427	223,833,624
2011	223,833,624	32,375,460	0	18,487,417	7,628,201	267,068,300
2012	267,068,300	32,638,797	0	21,914,646	9,623,883	311,997,859
2013	311,997,859	32,905,212	0	25,475,998	11,699,115	358,679,953
2014	358,679,953	33,174,753	0	29,176,088	13,855,962	407,174,832
2015	407,174,832	33,447,468	0	33,019,686	16,097,201	457,544,785
2016	457,544,785	33,723,405	0	37,011,724	18,425,736	509,854,178
2017	509,854,178	34,002,615	0	41,157,294	20,844,568	564,169,519
2018	564,169,519	31,510,324	0	45,415,167	23,356,800	617,738,210
2019	617,738,210	31,833,796	0	49,650,229	25,965,636	673,256,599
2020	673,256,599	32,161,128	0	54,041,796	28,639,356	730,820,167
2021	730,820,167	32,492,378	0	58,603,881	31,304,590	790,611,836
2022	790,611,836	32,827,611	0	63,342,790	34,068,299	852,713,938
2023	852,713,938	33,166,889	0	68,264,627	36,939,301	917,206,154
2024	917,206,154	33,510,277	0	73,375,677	39,921,563	984,170,544
2025	984,170,544	33,857,842	0	78,682,432	43,018,926	1,053,691,893
TOTAL		$ 789,901,967	$ (89,647,113)	$ 740,594,284	$ 387,157,245	

* The amount listed for the current fiscal year under "Earnings/(Losses)" represents the actual year-to-date amount. Projected earnings assume an 8% return on investment.

Note: Shaded rows reflect actuals.

History of Non-program Transfers from the Millennium Fund

H701 (2002 Idaho Sess. Laws 156) transferred to the General Fund the April 2002 tobacco payment ($19.3 million) distributed to the State of Idaho pursuant to the tobacco Master Settlement Agreement.

S1517 (2002 Idaho Sess. Laws 205) transferred to the General Fund $10 million from the fiscal year 2003 scheduled tobacco payments.

S1195 (2003 Idaho Sess. Laws 341) transferred the following: (1) $798,200 to the Income Fund for FY03 Millennium Fund projects; (2) $2,438,700 to the Income Fund for FY04 Millennium Fund projects; (3) the entire remaining balance of the fund to the General Fund ($43.6 million); and (4) $16.3 to the General Fund from the April 2003 tobacco payment.

A Brief Review
of the

Largest General Fund Budgets

1. Public Schools
2. College & Universities
3. Medicaid
4. Corrections

Blank Page

Public Schools

General Fund Comparison to State Budget

Year	State Budget	% Chg	Public Schools	% Chg	% of Public Schools to State Budget	Fall Enrollment	% Chg
1982	408,373,400	----	195,000,000	----	47.75%	204,524	----
1983	442,097,200	8.26%	214,169,100	9.83%	48.44%	203,927	(0.29%)
1984	456,866,300	3.34%	215,000,000	0.39%	47.06%	206,329	1.18%
1985	556,846,300	21.88%	288,764,800	34.31%	51.86%	209,082	1.33%
1986	580,703,000	4.28%	304,000,000	5.28%	52.35%	209,785	0.34%
1987	622,435,100	7.19%	314,000,000	3.29%	50.45%	209,103	(0.33%)
1988	658,870,000	5.85%	342,321,600	9.02%	51.96%	210,400	0.62%
1989	699,236,100	6.13%	356,000,000	4.00%	50.91%	212,545	1.02%
1990	784,505,700	12.19%	394,256,300	10.75%	50.26%	214,932	1.12%
1991	911,749,600	16.22%	450,080,000	14.16%	49.36%	220,840	2.75%
1992	996,243,100	9.27%	487,539,000	8.32%	48.94%	225,680	2.19%
1993	1,025,859,900	2.97%	497,000,000	1.94%	48.45%	231,668	2.65%
1994	1,098,360,700	7.07%	528,000,000	6.24%	48.07%	236,774	2.20%
1995	1,268,128,600	15.46%	620,510,000	17.52%	48.93%	240,448	1.55%
1996	1,337,541,800	5.47%	659,920,000	6.35%	49.34%	243,097	1.10%
1997	1,391,773,100	4.05%	678,770,000	2.86%	48.77%	245,252	0.89%
1998	1,446,401,100	3.93%	705,000,000	3.86%	48.74%	244,403	(0.35%)
1999	1,609,676,100	11.29%	796,360,000	12.96%	49.47%	244,623	0.09%
2000	1,679,768,900	4.35%	821,072,000	3.10%	48.88%	245,142	0.21%
2001	1,828,502,900	8.85%	873,464,900	6.38%	47.77%	245,377	0.10%
2002	1,979,451,500	8.26%	909,645,600	4.14%	45.95%	246,415	0.42%
2003	1,925,457,700	(2.73%)	920,000,000	1.14%	47.78%	248,515	0.85%
2004 *	2,004,053,000	4.08%	943,000,800	2.50%	47.05%		
Average Annual Change		**7.62%**		**7.65%**			**0.94%**

** Public Schools and the state General Fund budget reflects the 2004 Original Appropriation.*

~The average annual growth rate in state General Fund expenditures from 1982 to 2004 has been 7.6%, essentially identical to the average annual growth rate in General Fund support for Public Schools over this same time period. Public school enrollment has grown at less than 1% annually during this time.

~In 1982, Public Schools made-up about 48% of the state's General Fund budget. This funding level has not changed significantly, with Public Schools now accounting for about 47% of the state's General Fund budget.

~Because the number of children enrolled in public schools has grown so slowly over time (less than 1% a year, on average), most of the state funding increases for Public Schools have gone into increasing the salaries of teachers and administrators, and reducing class sizes.

Public School Support

Comparative Summary

Decision Unit	Request FTP	Request General	Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**0.00**	**943,000,800**	**1,152,630,800**	**0.00**	**943,000,800**	**1,152,630,800**
Non-Cognizable Funds and Transfers	0.00	0	(12,316,500)	0.00	0	(12,316,500)
FY 2004 Estimated Expenditures	**0.00**	**943,000,800**	**1,140,314,300**	**0.00**	**943,000,800**	**1,140,314,300**
Removal of One-Time Expenditures	0.00	(13,135,000)	(16,135,000)	0.00	(13,135,000)	(16,135,000)
Base Adjustments	0.00	0	12,316,500	0.00	0	12,316,500
FY 2005 Base	**0.00**	**929,865,800**	**1,136,495,800**	**0.00**	**929,865,800**	**1,136,495,800**
Personnel Cost Rollups	0.00	4,457,300	4,457,300	0.00	4,457,300	4,457,300
Inflationary Adjustments	0.00	549,000	549,000	0.00	0	0
Nonstandard Adjustments	0.00	18,948,800	27,438,300	0.00	18,202,200	20,768,900
Change in Employee Compensation	0.00	8,084,300	8,084,300	0.00	10,002,100	10,002,100
Fund Shifts	0.00	13,389,500	0	0.00	825,000	(12,564,500)
FY 2005 Program Maintenance	**0.00**	**975,294,700**	**1,177,024,700**	**0.00**	**963,352,400**	**1,159,159,600**
Enhancements						
Teachers						
1. Teacher Mentoring Program	0.00	2,000,000	2,000,000	0.00	0	0
2. ISAT Intervention	0.00	(1,000,000)	(1,000,000)	0.00	(1,000,000)	(1,000,000)
Operations						
1. Technology	0.00	5,000,000	5,000,000	0.00	0	0
Children's Programs						
1. ISAT Intervention	0.00	4,500,000	4,500,000	0.00	(500,000)	(500,000)
FY 2005 Total	**0.00**	**985,794,700**	**1,187,524,700**	**0.00**	**961,852,400**	**1,157,659,600**
Chg from FY 2004 Orig Approp.	0.00	42,793,900	34,893,900	0.00	18,851,600	5,028,800
% Chg from FY 2004 Orig Approp.		4.5%	3.0%		2.0%	0.4%

Statewide Certified Staff Base Salaries for Idaho School Districts

~ The average teacher's total salary in Idaho is over $40,000 ~

	FY 1993	FY 2002	FY 2003	One Year % Change	10-Year Annual Avg. % Change	10-Year Total % Change
District Administration						
Superintendent	55,637	81,666	82,129	0.6%	4.0%	47.6%
Assistant Superintendent	57,002	88,875	86,769	-2.4%	4.3%	52.2%
Director	44,331	64,376	63,933	-0.7%	3.7%	44.2%
Supervisor/Coordinator	42,281	59,481	61,985	4.2%	3.9%	46.6%
Weighted Average	48,072	68,177	69,194	1.5%	3.7%	43.9%
School Administration						
Elementary Principals	44,677	65,618	66,413	1.2%	4.0%	48.7%
Secondary Principals	47,009	67,978	68,645	1.0%	3.9%	46.0%
Assistant Principals	43,486	62,219	62,348	0.2%	3.7%	43.4%
Weighted Average	45,106	65,434	65,977	0.8%	3.9%	46.3%
Instructional Services						
Elementary Teachers	27,112	39,732	40,301	1.4%	4.0%	48.6%
Secondary Teachers	28,552	40,871	41,422	1.3%	3.8%	45.1%
Weighted Average	27,793	40,270	40,849	1.4%	3.9%	47.0%
Student Services						
Education Media Gen.	29,849	45,085	46,057	2.2%	4.4%	54.3%
Counselors	32,888	45,229	46,006	1.7%	3.4%	39.9%
School Psychologists	36,243	49,672	50,088	0.8%	3.3%	38.2%
School Nurses	24,635	37,025	38,074	2.8%	4.4%	54.6%
School Social Workers	31,343	43,162	43,783	1.4%	3.4%	39.7%
Speech & Hearing Therap.	30,078	43,599	43,993	0.9%	3.9%	46.3%
Weighted Average	31,547	44,624	45,391	1.7%	3.7%	43.9%

Note: Based on Fall 2001 SDOE data.

~ The staff area with the largest percentage increase in total salaries over the last ten years has been among teachers ("instructional services"), where average total salaries have increased 47%. This is equivalent to an annual increase of 3.9% for each of the last ten years. The area with the largest percentage increase in total salaries in the last year has been student services, where average total salaries increased 1.7%.

~ The specific job classification with the largest percentage increase in total salaries over the last ten years has been that of School Nurses, where average total salaries have increased 54.6%. This is equivalent to an annual increase of 4.4% for each of the last ten years. The classification with the largest percentage increase in total salaries in the last year has been that of School Nurses, where average total salaries increased 2.8%.

~ Two job classifications - Assistant Superintendents and Directors - actually had their average total salaries decline in the last year, by 2.4% and 0.7%, respectively. This may be due to turnover, especially in the Assistant Superintendent area, where there are only about 21 such positions statewide.

~ Overall, the rate of salary increases slowed in FY03, in concert with a slowing of the rate of increase in state appropiations to Public Schools.

College and Universities

General Fund Comparison to State Budget

Fiscal Year	State Budget	% Chg	Higher Education	% Chg	% of Higher Education to State Budget	Fall Enrollment FTE**	% Chg	Headcount	% Chg
1982	408,373,400	----	62,254,400	----	15.24%				
1983	442,097,200	8.26%	65,552,600	5.30%	14.83%	21,384	----	27,256	----
1984	456,866,300	3.34%	72,120,700	10.02%	15.79%	21,220	(0.77%)	27,147	(0.40%)
1985	556,846,300	21.88%	80,877,200	12.14%	14.52%	20,495	(3.42%)	27,077	(0.26%)
1986	580,703,000	4.28%	85,638,700	5.89%	14.75%	19,947	(2.67%)	26,685	(1.45%)
1987	622,435,100	7.19%	90,402,500	5.56%	14.52%	19,629	(1.59%)	26,545	(0.52%)
1988	658,870,000	5.85%	101,518,100	12.30%	15.41%	20,602	4.96%	27,851	4.92%
1989	699,236,100	6.13%	106,445,700	4.85%	15.22%	21,639	5.03%	29,139	4.62%
1990	784,505,700	12.19%	114,438,700	7.51%	14.59%	23,075	6.64%	31,112	6.77%
1991	911,749,600	16.22%	132,946,900	16.17%	14.58%	24,729	7.17%	33,673	8.23%
1992	996,243,100	9.27%	141,624,800	6.53%	14.22%	26,431	6.88%	35,844	6.45%
1993	1,025,859,900	2.97%	137,638,400	(2.81%)	13.42%	28,067	6.19%	37,919	5.79%
1994	1,098,360,700	7.07%	145,923,500	6.02%	13.29%	28,501	1.55%	38,603	1.80%
1995	1,268,128,600	15.46%	162,862,600	11.61%	12.84%	28,941	1.54%	39,589	2.55%
1996	1,337,541,800	5.47%	169,341,400	3.98%	12.66%	29,185	0.84%	39,384	(0.52%)
1997	1,391,773,100	4.05%	173,451,700	2.43%	12.46%	29,174	(0.04%)	38,868	(1.31%)
1998	1,446,401,100	3.93%	178,413,700	2.86%	12.34%	29,026	(0.01)	38,857	(0.00)
1999	1,609,676,100	11.29%	193,134,300	8.25%	12.00%	29,556	1.83%	39,776	2.37%
2000	1,679,768,900	4.35%	202,726,900	4.97%	12.07%	30,165	2.06%	40,403	1.58%
2001	1,828,502,900	8.85%	212,306,100	4.73%	11.61%	30,805	2.12%	41,342	2.32%
2002	1,979,451,500	8.26%	229,723,600	8.20%	11.61%	32,333	4.96%	42,897	3.76%
2003	1,925,457,700	(2.73%)	213,558,800	(7.04%)	11.09%	33,390	3.27%	43,302	0.94%
2004 *	2,004,053,000	4.08%	218,000,000	2.08%	10.88%	34,916	4.57%	44,994	3.91%
Average Annual Change		**7.8%**		**6.2%**			**2.3%**		**2.4%**

Source: Office of the State Board of Education

* Higher Education and the state General Fund budget reflects the FY 2004 Original Appropriation.
** FTE represents Full-Time Equivalent Students.

The average annual growth rate in state General Fund expenditures to Higher Education from 1982 to 2004 has been 6.2% or 1.6% less than the average annual growth rate in General Fund. Higher education enrollment, as measured by both full-time equivalent students and headcount, has grown less than 2.5% annually during this time.

In fiscal year 1982, Higher Education received a bit more than 15% of the state's General Fund budget. Today, twenty-two years later, that proportion has dropped to under 11%.

Had higher education received funding in FY 2004 based on its FY 1982 proportion, the appropriation would have been $306 million or 40% more than the $218 million it actually did receive.

The number of full-time equivalent students at Idaho's four year college and universities has grown 63% or 13,500 equivalents while the headcount increased by 65% or 17,700 students. Over this same period state funding for Higher Education increased by 233% or $152.4 million.

College and Universities

Analyst: Borden

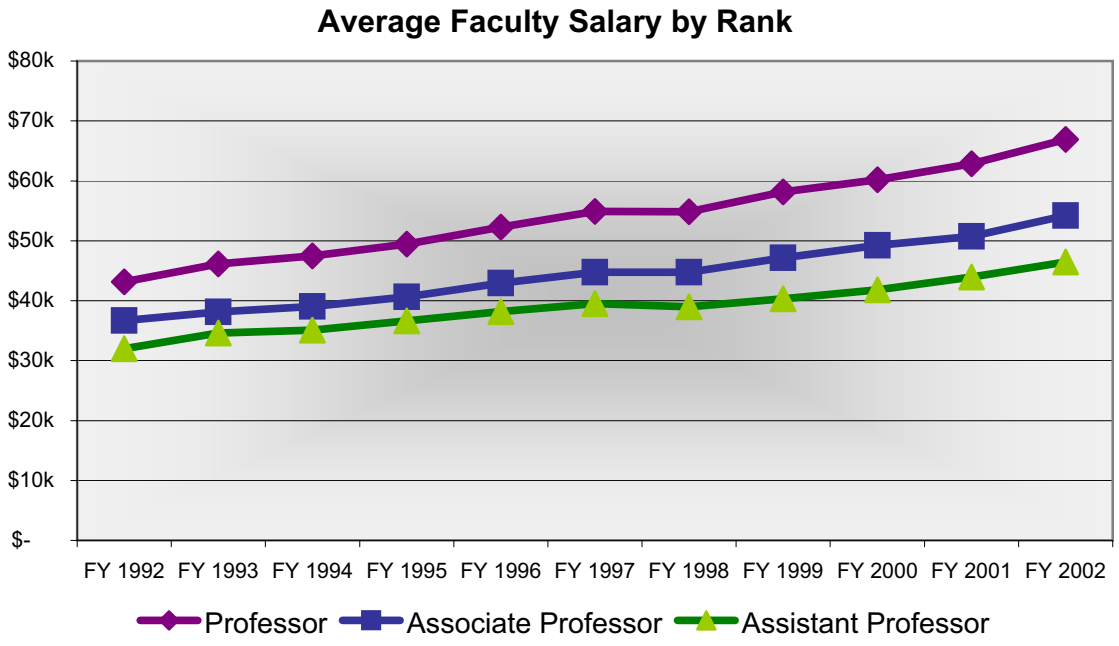
Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**3,590.51**	**218,000,000**	**327,172,400**	***3,590.51***	***218,000,000***	***327,172,400***
Reappropriations	0.00	5,300	32,233,600	*0.00*	*5,300*	*32,233,600*
Other Approp Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Total Appropriation	**3,590.51**	**218,005,300**	**359,406,000**	***3,590.51***	***218,005,300***	***359,406,000***
Non-Cognizable Funds and Transfers	41.04	0	66,600	*41.04*	*0*	*66,600*
FY 2004 Estimated Expenditures	**3,631.55**	**218,005,300**	**359,472,600**	***3,631.55***	***218,005,300***	***359,472,600***
Removal of One-Time Expenditures	0.00	(5,300)	(32,300,200)	*0.00*	*(5,300)*	*(32,300,200)*
Base Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Base	**3,631.55**	**218,000,000**	**327,172,400**	***3,631.55***	***218,000,000***	***327,172,400***
Personnel Cost Rollups	0.00	2,903,000	3,939,900	*0.00*	*2,903,000*	*3,939,900*
Inflationary Adjustments	0.00	271,500	922,700	*0.00*	*0*	*0*
Nonstandard Adjustments	20.25	4,211,200	4,900,100	*0.00*	*(957,600)*	*(957,600)*
Change in Employee Compensation	0.00	1,689,800	2,282,100	*0.00*	*3,420,800*	*4,619,900*
Fund Shifts	0.00	3,352,600	0	*0.00*	*0*	*1,700*
FY 2005 Program Maintenance	**3,651.80**	**230,428,100**	**339,217,200**	***3,631.55***	***223,366,200***	***334,776,300***
1. Funding Equity	0.00	2,663,000	2,663,000	*0.00*	*0*	*0*
Lump Sum or Other Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**3,651.80**	**233,091,100**	**341,880,200**	***3,631.55***	***223,366,200***	***334,776,300***
Change from Original Appropriation	61.29	15,091,100	14,707,800	*41.04*	*5,366,200*	*7,603,900*
% Change from Original Appropriation		6.9%	4.5%		2.5%	2.3%

HIGHER EDUCATION FACULTY SALARIES

System-wide: *BSU, ISU, UI, LCSC*

10-Year Change, FY 1992 to FY 2002



Average Faculty Salaries by Rank with Annual Percent Change

(in thousands)

	Professor	% Change	Associate Professor	% Change	Assistant Professor	% Change
FY 1992	$ 43.1	---	$ 36.7	---	$ 32.0	---
FY 1993	$ 46.1	7.0%	$ 38.1	4.0%	$ 34.6	8.2%
FY 1994	$ 47.5	2.9%	$ 39.0	2.3%	$ 35.1	1.5%
FY 1995	$ 49.4	4.1%	$ 40.6	4.1%	$ 36.6	4.4%
FY 1996	$ 52.3	5.7%	$ 43.0	5.7%	$ 38.2	4.2%
FY 1997	$ 54.9	5.0%	$ 44.7	4.2%	$ 39.5	3.6%
FY 1998	$ 54.9	0.0%	$ 44.8	0.0%	$ 39.0	**-1.4%**
FY 1999	$ 58.2	6.0%	$ 47.1	5.3%	$ 40.3	3.5%
FY 2000	$ 60.2	3.4%	$ 49.2	4.4%	$ 41.8	3.7%
FY 2001	$ 62.8	4.4%	$ 50.7	3.1%	$ 44.0	5.0%
FY 2002	$ 66.9	6.5%	$ 54.2	6.8%	$ 46.5	5.8%
		4.5%		4.0%		3.8%

Average Annual Percent Change

There is substantial disparity in faculty pay based on academic discipline regardless of rank, e.g. lower ranked science, math and engineering faculty are frequently paid more than higher ranking social science faculty.

Medical Assistance Program
General Fund Comparison of Medicaid to the State Budget

Year	State Budget	% Chg	Medicaid	% Chg	% of Medicaid to State Budget	Medicaid Clients	% Chg
1982	408,373,400	----	16,792,200	----	4.11%	28,281	----
1983	442,097,200	8.26%	19,015,000	13.24%	4.30%	28,844	1.99%
1984	456,866,300	3.34%	21,074,100	10.83%	4.61%	29,099	0.88%
1985	556,846,300	21.88%	20,482,200	(2.81%)	3.68%	28,561	(1.85%)
1986	580,703,000	4.28%	20,339,500	(0.70%)	3.50%	28,926	1.28%
1987	622,435,100	7.19%	24,539,700	20.65%	3.94%	30,428	5.19%
1988	658,870,000	5.85%	26,548,500	8.19%	4.03%	31,456	3.38%
1989	699,236,100	6.13%	31,498,500	18.65%	4.50%	33,387	6.14%
1990	784,505,700	12.19%	39,259,500	24.64%	5.00%	36,441	9.15%
1991	911,749,600	16.22%	50,690,900	29.12%	5.56%	47,027	29.05%
1992	996,243,100	9.27%	56,533,100	11.53%	5.67%	60,184	27.98%
1993	1,025,859,900	2.97%	82,598,200	46.11%	8.05%	71,853	19.39%
1994	1,098,360,700	7.07%	87,893,700	6.41%	8.00%	82,366	14.63%
1995	1,268,128,600	15.46%	92,794,300	5.58%	7.32%	82,527	0.20%
1996	1,337,541,800	5.47%	110,369,100	18.94%	8.25%	84,514	2.41%
1997	1,391,773,100	4.05%	124,020,500	12.37%	8.91%	82,756	(2.08%)
1998	1,446,401,100	3.93%	123,802,200	(0.18%)	8.56%	80,990	(2.13%)
1999	1,609,676,100	11.29%	139,171,800	12.41%	8.65%	85,747	5.87%
2000	1,679,768,900	4.35%	162,758,500	16.95%	9.69%	95,869	11.80%
2001	1,828,502,900	8.85%	205,306,700	26.14%	11.23%	122,788	28.08%
2002	1,979,451,500	8.26%	223,145,700	8.69%	11.27%	141,957	15.61%
2003	1,925,457,700	(2.73%)	236,778,700	6.11%	12.30%	152,679	7.55%
2004 *	2,004,053,000	4.08%	256,307,300	8.25%	12.79%	162,938	6.72%
Average Annual Change		**7.62%**		**13.69%**			**8.69%**

* Medicaid and the state general fund budget reflects the 2004 Original Appropriation.

The average annual growth rate in state general fund expenditures from 1982 to 2004 has been close to 8%, while the average annual growth rate in Medicaid over this same time period has been around 14%. In effect, doubling about every seven years. Medicaid eligibles have grown about 9% annually.

In 1982, Medicaid made-up 4% of the state general fund budget, but that has grown to almost 13% in 2004.

Medicaid was expanded greatly from 1987 through 1994. This was the result of both Congressional and Legislative actions. For example, the federal government expanded Medicaid eligibility and reformed the standards that govern nursing home care. These activities resulted with the enactment of three major federal laws: the Omnibus Budget Reconciliation Act (OBRA) of 1987, the Medicare Catastrophic Coverage Act (MCCA) of 1988, and the Omnibus Budget Reconciliation Act (OBRA) of 1989. In 1990, the Idaho Legislature expanded Medicaid to include personal care services and the following year it expanded Medicaid to include other optional services such as durable medical equipment, soft organ transplants, adult dental, adult vision, adult hearing, and prosthetics.

Beginning in 1999, Medicaid once again began to grow significantly. This was due in part to the Congressional expansion of Medicaid to include another new optional program known as the Children's Health Insurance Program (CHIP), which Idaho subsequently adopted. While only 10,850 children are currently enrolled in the program, many more children and their families have been found to qualify for benefits under the normal Medicaid program after having applied for services under CHIP. Likewise in 2003, the Legislature established a new CHIP Access Card program within Medicaid to expand insurance coverage to uninsured children from low-income families. The benefit payments are scheduled to begin July 1, 2004. With the implementation of this new program, officials estimate that 3,049 clients will be served. It is also estimated that for every client that qualifies under this new program, two more will qualify for either the regular CHIP program or for services under Medicaid. As a result, the CHIP program will see an expansion of 4,573 clients and the Medicaid program will grow by an additional 1,524 at a cost of $16,226,200 ($3,409,500 General Fund). The overall fiscal year 2005 General Fund impact, as a result of the expanded CHIP program, is $4.1 million to cover increased clients, automation requirements, and eligibility.

Medical Assistance Services

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**233.56**	**256,307,300**	**920,396,400**	***233.56***	***256,307,300***	***920,396,400***
Reappropriations	0.00	0	2,408,600	*0.00*	*0*	*2,408,600*
1. CHIP Access Card Program	7.00	288,800	2,688,500	*7.00*	*288,800*	*2,688,500*
Other Approp Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Total Appropriation	**240.56**	**256,596,100**	**925,493,500**	***240.56***	***256,596,100***	***925,493,500***
Non-Cognizable Funds and Transfers	17.94	(720,900)	104,536,800	*17.94*	*(720,900)*	*104,536,800*
Expenditure Adjustments	0.00	(15,000,000)	(57,526,400)	*0.00*	*(15,000,000)*	*(57,526,400)*
FY 2004 Estimated Expenditures	**258.50**	**240,875,200**	**972,503,900**	***258.50***	***240,875,200***	***972,503,900***
Removal of One-Time Expenditures	0.00	(255,100)	(102,913,600)	*0.00*	*(255,100)*	*(102,913,600)*
Base Adjustments	0.00	1,000,000	1,000,000	*0.00*	*1,000,000*	*1,000,000*
Additional Base Adjustments	0.00	15,000,000	57,526,400	*0.00*	*15,000,000*	*57,526,400*
FY 2005 Base	**258.50**	**256,620,100**	**928,116,700**	***258.50***	***256,620,100***	***928,116,700***
Personnel Cost Rollups	0.00	126,200	341,000	*0.00*	*126,200*	*341,000*
Inflationary Adjustments	0.00	10,303,300	34,973,100	*0.00*	*10,182,600*	*34,617,100*
Replacement Items	0.00	96,200	192,200	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	28,604,900	101,799,000	*0.00*	*28,466,100*	*101,510,800*
Annualizations	0.00	128,300	7,386,000	*0.00*	*128,300*	*7,386,000*
Change in Employee Compensation	0.00	49,900	134,800	*0.00*	*101,000*	*272,900*
Fund Shifts	0.00	42,400	0	*0.00*	*42,400*	*0*
FY 2005 Total	**258.50**	**295,971,300**	**1,072,942,800**	***258.50***	***295,666,700***	***1,072,244,500***
Change from Original Appropriation	24.94	39,664,000	152,546,400	*24.94*	*39,359,400*	*151,848,100*
% Change from Original Appropriation		15.5%	16.6%		15.4%	16.5%

Medical Assistance Program

Medicaid Administrative Costs for Federal Fiscal Year 2002

Rank	State/District	Medicaid Expenses	Administrative Costs	Percent
1	Washington	5,168,511,470	490,873,523	9.5%
2	Oregon	2,571,560,664	226,191,921	8.8%
3	Hawaii	740,007,314	64,472,204	8.7%
4	Wyoming	274,565,128	23,904,404	8.7%
5	Delaware	634,046,351	54,177,131	8.5%
6	Vermont	660,731,979	55,179,707	8.4%
7	**Idaho**	**773,534,776**	**62,662,990**	**8.1%**
8	California	26,890,540,967	2,165,421,909	8.1%
9	Illinois	8,809,060,004	700,700,368	8.0%
10	Utah	984,502,099	78,087,725	7.9%
11	Alaska	685,772,985	53,525,999	7.8%
12	Maryland	3,613,476,100	274,488,455	7.6%
13	Oklahoma	2,260,403,490	167,112,579	7.4%
14	Nevada	808,198,344	56,128,326	6.9%
15	Kansas	1,836,717,196	119,768,351	6.5%
16	Nebraska	1,339,132,070	81,988,159	6.1%
17	Arizona	3,541,609,119	214,491,101	6.1%
18	District of Columbia	1,021,772,693	60,012,057	5.9%
19	New Hampshire	1,016,094,814	58,564,265	5.8%
20	Minnesota	4,414,511,470	247,714,024	5.6%
21	Florida	9,871,508,234	528,381,789	5.4%
22	Texas	13,523,486,149	706,759,839	5.2%
23	Virginia	3,812,166,436	187,346,225	4.9%
24	North Dakota	461,401,546	22,525,872	4.9%
25	Georgia	6,241,211,454	302,658,380	4.8%
26	Montana	571,456,455	26,886,645	4.7%
27	Rhode Island	1,358,500,649	62,877,169	4.6%
28	Arkansas	2,237,817,554	103,472,005	4.6%
29	West Virginia	1,584,166,286	73,009,703	4.6%
30	Pennsylvania	12,130,925,035	556,891,243	4.6%
31	North Carolina	6,723,598,560	302,125,603	4.5%
32	Tennessee	5,786,863,330	245,058,265	4.2%
33	Maine	1,068,449,324	45,157,593	4.2%
34	Connecticut	3,456,338,545	145,108,698	4.2%
35	Wisconsin	4,208,896,549	176,646,256	4.2%
36	Indiana	4,448,318,143	181,277,188	4.1%
37	South Carolina	3,292,901,444	133,484,748	4.1%
38	Missouri	5,360,607,640	215,632,683	4.0%
39	Massachusetts	8,063,005,258	317,224,866	3.9%
40	Colorado	2,323,068,699	89,593,331	3.9%
41	New Mexico	1,776,811,688	63,569,631	3.6%
42	Ohio	9,658,040,587	319,681,549	3.3%
43	Alabama	3,093,200,847	101,262,707	3.3%
44	New York	36,295,107,368	1,181,722,131	3.3%
45	New Jersey	7,745,877,997	240,847,423	3.1%
46	Iowa	2,575,146,342	79,808,909	3.1%
47	Mississippi	2,877,013,521	87,664,878	3.0%
48	South Dakota	549,884,391	15,675,093	2.9%
49	Louisiana	4,885,971,853	136,430,738	2.8%
50	Kentucky	3,763,204,047	100,440,133	2.7%
51	Michigan	7,562,053,407	(163,622,489)	(2.2%)
	Total	**245,351,748,371**	**11,841,064,002**	**4.8%**

SOURCE: Centers for Medicare & Medicaid Services

NOTE: In FFY 2001, the administrative expenses for Michigan was $672.7 million ranking them second at 9.3% The federal report for FFY 2002 from the Centers for Medicare & Medicaid Services, shows Michigar at a minus $163,622,489 for a minus 2.2%. As to why, it remains unclear.

Medical Assistance Program
Medicaid Provider Payments by Type of Service
(All Funds)

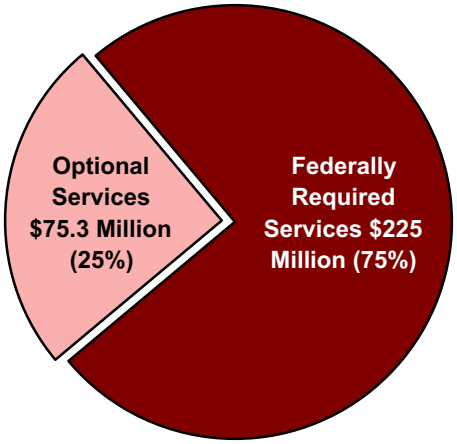
DATA SORTED BY FY 2005 ESTIMATE: HIGH TO LOW

	Type of Service	FY 2003 Actual	FY 2004 Estimate	Annual Change	FY 2005 Estimate	Annual Change
1	Inpatient Hospital	127,047,800	145,713,600	14.69%	163,860,400	12.45%
2	Prescription Drugs	128,575,900	136,898,300	6.47%	150,536,900	9.96%
3	Nursing Facilities	127,237,800	124,419,900	(2.21%)	131,103,400	5.37%
4	Waivered Services	91,427,300	91,967,400	0.59%	96,732,900	5.18%
5	Mental Health	54,480,300	67,226,600	23.40%	80,375,800	19.56%
6	Physician Services	49,900,900	54,665,100	9.55%	60,905,100	11.41%
7	Developmental Disability Centers	40,179,700	45,056,300	12.14%	50,430,500	11.93%
8	Outpatient Hospital	37,358,500	37,286,600	(0.19%)	39,056,800	4.75%
9	Intermediate Care Facilities - MR	35,530,400	36,134,000	1.70%	36,734,000	1.66%
10	Personal Care Services	18,479,900	24,824,100	34.33%	30,077,800	21.16%
11	Dental Services	14,900,300	23,367,000	56.82%	26,468,700	13.27%
12	Children's Health Insurance Program	16,184,100	16,675,900	3.04%	24,172,700	44.96%
13	Medicare Parts A & B	16,597,100	17,770,500	7.07%	18,795,000	5.77%
14	Medical Transportation	11,885,400	12,200,300	2.65%	12,458,300	2.11%
15	Disproportional Share Hospital Payments	10,270,800	10,300,000	0.28%	10,554,000	2.47%
16	Targeted Case Management	11,966,300	9,070,900	(24.20%)	10,446,200	15.16%
17	Hospital Upper Payment Limits	10,370,400	9,067,100	(12.57%)	9,930,700	9.52%
18	Laboratory & Radiology Services	8,496,900	8,781,400	3.35%	9,745,300	10.98%
19	Rural Health Clinic Services	6,291,700	7,198,100	14.41%	9,112,000	26.59%
20	Durable Medical Equipment & Supplies	9,054,800	8,425,500	(6.95%)	8,919,800	5.87%
21	Other Practitioners	6,566,400	7,145,300	8.82%	7,884,100	10.34%
22	Home Health Services	7,134,100	7,341,400	2.91%	7,721,100	5.17%
23	EPSDT Services	4,358,000	5,295,700	21.52%	6,453,500	21.86%
24	School District Services	2,999,200	4,296,400	43.25%	5,998,000	39.61%
25	Primary Care Case Management	3,802,600	4,402,600	15.78%	5,057,600	14.88%
26	Federally Qualified Health Centers	3,150,100	4,023,400	27.72%	4,994,800	24.14%
27	Physical Therapy	4,127,400	3,635,500	(11.92%)	3,816,700	4.98%
28	Indian Health Services	2,083,200	2,470,900	18.61%	3,202,300	29.60%
29	Nurse Aide Training/DUR/Miscellaneous	279,200	2,348,500	741.15%	2,348,500	0.00%
30	Breast & Cervical Cancer Expansion	940,100	1,256,500	33.66%	1,844,500	46.80%
31	Group Health Plan Payments	1,464,500	1,492,500	1.91%	1,518,000	1.71%
32	Family Planning	1,173,800	1,248,300	6.35%	1,391,700	11.49%
33	Hospice Benefits	888,900	1,191,600	34.05%	1,345,200	12.89%
34	Prosthetic & Orthotic Services	911,700	1,090,600	19.62%	1,151,900	5.62%
35	Optician Services & Supplies	1,137,000	1,083,700	(4.69%)	1,144,400	5.60%
36	Outpatient Rehabilitation	1,192,900	989,500	(17.05%)	1,061,800	7.31%
37	Sterilizations	635,600	673,700	5.99%	740,700	9.95%
38	Audiologist	299,900	301,100	0.40%	323,700	7.51%
39	District Health	38,000	42,300	11.32%	47,800	13.00%
40	Medical Supplies	139,900	7,400	(94.71%)	8,600	16.22%
41	Abortions	0	0	0.00%	0	0.00%
	Total Excluding ISSH and SHS	**869,558,800**	**937,385,500**	**7.80%**	**1,038,471,200**	**10.78%**

NOTE: The payments to State Hospital South are included in Mental Health Services for 2003. Effective 7/1/2004, funds are directly appropriated to SHS and will no longer be reflected in the provider payment type "Mental Health".

Medical Assistance Program
Federally Required vs Optional Medicaid Services

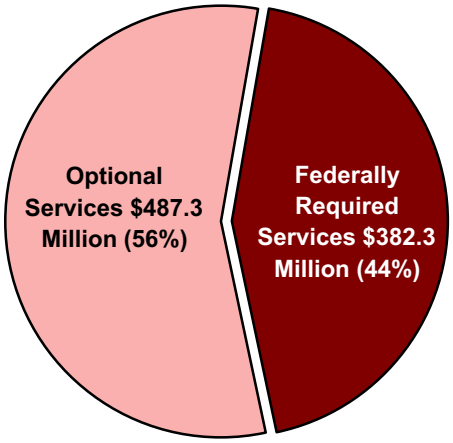
In FY 1993, Expenditures for Federally Required Services Amounted to 75% of the Overall Medicaid Budget with the Cost of Optional Services 25% of the Total.



FY 1993 Total: $300.3 Million
(12/92 Estimate)

In FY 2003, Expenditures for Federally Required Services Dropped to 44% of the Overall Medicaid Budget with Optional Services Expanding to 56%.

FY 2003 Total: $869.6 Million



Required Services. Idaho must ensure that Medicaid clients receive the health care services required by federal guidelines. These mandatory services include physician visits, family planning, laboratory tests, health screening services for individuals under age 21, hospital inpatient and outpatient services, and prescription drugs for children and pregnant women.

Optional Services. Idaho also provides a number of optional services, such as prescription drugs for adults; expanded personal care services; full coverage of prosthetic devices for adults; dental, eye, and hearing services for adults; heart, liver and other organ transplants for adults; payment for services at long-term care facilities for the mentally retarded; adoption and expansion of a children's health insurance program; services for developmentally disabled adults; mental health services for adults; chiropractic and podiatry services; physical therapy; enhanced pregnancy services; breast and cervical cancer services; and services from ambulatory surgical centers.

Medical Assistance Program

Federally Required and Optional Medicaid Services by Service Category

DOLLARS IN MILLIONS

Service Required	Rate Set	Service Category	2003 Actual	Annual Change	2004 Estimate	Annual Change	2005 Estimate	Annual Change
federal	federal	Rural Health Clinic Services	6.3	49.8%	7.2	14.4%	9.1	26.4%
federal	federal	Hospice Benefits	0.9	51.9%	1.2	35.0%	1.3	8.3%
federal	federal	Federally Qualified Health Center	3.2	88.7%	4.0	27.0%	5.0	25.0%
federal	federal	Indian Health Services	2.1	27.7%	2.5	20.0%	3.2	28.0%
federal	federal	Hospital DSH	10.1	0.5%	10.3	2.0%	10.6	2.9%
federal	state	Nursing Facility	124.2	6.0%	124.4	0.2%	131.1	5.4%
federal	state	Physician Services	49.9	1.8%	54.7	9.6%	60.9	11.3%
federal	rule	Hospital	159.0	14.3%	172.9	8.7%	188.8	9.2%
federal	rule	Laboratory/Radiology Services	8.5	9.6%	8.8	3.6%	9.7	10.2%
federal	rule	EPSDT Services	4.4	13.6%	5.3	21.6%	6.5	22.6%
federal	rule	Medical Transportation	11.9	1.8%	12.2	2.6%	12.5	2.5%
federal	rule	Family Planning	1.8	8.2%	1.9	5.0%	2.1	10.5%
state	state	ICF/MR Care	35.5	2.8%	36.1	1.6%	36.7	1.7%
state	state	Aged/Disabled-Waiver	52.0	12.4%	49.7	(4.4%)	50.8	2.2%
state	state	Personal Care Svs Plan	18.5	23.8%	24.8	34.2%	30.1	21.4%
state	rule	Prescribed Drugs	128.6	12.6%	136.9	6.5%	150.5	9.9%
state	rule	Dental Services	14.9	(26.9%)	23.4	57.0%	26.5	13.2%
state	rule	ISSH/DD Waiver	38.2	24.0%	41.1	7.6%	44.7	8.8%
state	rule	TBI Waiver	1.2	67.0%	1.2	(1.4%)	1.2	0.0%
state	rule	Targeted Case Management	12.0	(11.4%)	9.1	(24.0%)	10.4	14.3%
state	rule	Development Disability Center	40.2	26.4%	45.1	12.2%	50.4	11.8%
state	rule	Durable Medical Equipment	9.1	6.6%	8.4	(7.2%)	8.9	6.0%
state	rule	Inpatient Mental Health	9.0	9.4%	9.7	7.3%	10.3	6.2%
state	rule	Medical Supplies	0.1	(26.9%)	0.0	(99.3%)	0.0	0.0%
state	rule	Miscellaneous Services	13.4	6.7%	17.2	28.1%	19.9	15.7%
		Outpatient Rehab	*1.2*	*4.9%*	*1.0*	*(16.2%)*	*1.1*	*10.0%*
		School District Services	*3.0*	*30.7%*	*4.3*	*43.4%*	*6.0*	*39.5%*
		Nurse's Aide Training	*0.3*	*0.0%*	*2.3*	*723.7%*	*2.3*	*0.0%*
		District Health	*0.0*	*(72.5%)*	*0.0*	*(97.4%)*	*0.0*	*(90.0%)*
		Other Practitioners	*8.9*	*2.0%*	*9.6*	*7.7%*	*10.5*	*9.4%*
state	rule	Breast & Cervical Cancer	0.9	0.0%	1.3	38.3%	1.9	46.2%
rule	federal	Home Health Services	7.1	3.7%	7.3	2.3%	7.7	5.5%
rule	federal	Medicare Parts A & B	16.6	13.6%	17.8	7.2%	18.9	6.2%
rule	rule	Physical Therapy	4.1	2.5%	3.6	(12.8%)	3.8	5.6%
rule	rule	Group Health Plan Payments	1.5	(9.7%)	1.5	2.4%	1.5	0.0%
rule	rule	Mental Health	45.4	21.3%	57.5	26.5%	70.1	21.9%
rule	rule	Inst Mental Disease-SHS	3.0	0.1%	0.0	(100.0%)	0.0	0.0%
rule	rule	Healthy Connections	3.8	91.4%	4.4	15.7%	5.1	15.9%
rule	rule	Ambulatory Surgical Centers	5.4	11.3%	10.1	88.5%	14.2	40.6%
rule	rule	Child Health Program (Title XXI)	16.2	(3.2%)	16.7	3.2%	24.2	44.9%
rule	rule	Hospital Upper Payment Limit	10.4	0.0%	9.1	(12.5%)	9.9	8.8%
		Total Expenditures	**869.6**	**11.9%**	**937.4**	**7.8%**	**1,038.5**	**10.8%**
		Percent Change	***11.9%***		***7.8%***		***10.8%***	

Department of Correction

General Fund Comparison to the State Budget

Year	State Budget	% Chg	Corrections	% Chg	% of Corrections to State Budget	Inmate Population	% Chg
1982	408,373,400	----	8,174,400	----	2.00%	893	----
1983	442,097,200	8.26%	9,788,700	19.75%	2.21%	999	*11.87%*
1984	456,866,300	3.34%	11,120,200	13.60%	2.43%	1,076	*7.71%*
1985	556,846,300	21.88%	12,703,400	14.24%	2.28%	1,139	*5.86%*
1986	580,703,000	4.28%	14,752,800	16.13%	2.54%	1,265	*11.06%*
1987	622,435,100	7.19%	15,286,600	3.62%	2.46%	1,417	*12.02%*
1988	658,870,000	5.85%	17,314,100	13.26%	2.63%	1,457	*2.82%*
1989	699,236,100	6.13%	21,240,900	22.68%	3.04%	1,511	*3.71%*
1990	784,505,700	12.19%	27,290,000	28.48%	3.48%	1,822	*20.58%*
1991	911,749,600	16.22%	33,748,400	23.67%	3.70%	2,040	*11.96%*
1992	996,243,100	9.27%	39,199,600	16.15%	3.93%	2,241	*9.85%*
1993	1,025,859,900	2.97%	39,578,500	0.97%	3.86%	2,419	*7.94%*
1994	1,098,360,700	7.07%	44,074,800	11.36%	4.01%	2,788	*15.25%*
1995	1,268,128,600	15.46%	55,156,600	25.14%	4.35%	3,150	*12.98%*
1996	1,337,541,800	5.47%	58,760,600	6.53%	4.39%	3,496	*10.98%*
1997	1,391,773,100	4.05%	63,133,000	7.44%	4.54%	3,959	*13.24%*
1998	1,446,401,100	3.93%	74,109,300	17.39%	5.12%	3,957	*(0.05%)*
1999	1,609,676,100	11.29%	78,243,000	5.58%	4.86%	4,404	*11.30%*
2000	1,679,768,900	4.35%	82,429,000	5.35%	4.91%	5,002	*13.58%*
2001	1,828,502,900	8.85%	94,577,600	14.74%	5.17%	5,452	*9.00%*
2002	1,979,451,500	8.26%	108,633,600	14.86%	5.49%	5,802	*6.42%*
2003	1,925,457,700	(2.73%)	104,749,700	(3.58%)	5.44%	5,825	*0.40%*
2004 *	2,004,053,000	4.08%	109,000,000	4.06%	5.44%	6,072	*4.24%*
Average Annual Change		**7.62%**		**12.79%**			**9.21%**

* State budget general fund reflects the 2004 Original Appropriation and revised forecasted inmate population.

The average annual growth rate in state general fund expenditures from 1982 to 2004 has been 7.6%, while the average annual growth rate in Corrections over this same time period has been 12.8%. The inmate population in prison has grown just under 9.2% per year, while the number of parolees and probationers under state supervision has grown by 7% during the same time frame.

In 1982, the Department of Correction made up 2% of the state general fund budget and that has increased up to 5.4% in 2004. During the last ten years the significant percentage increases have occurred with the opening or expansion of state prisons. In 1995, the women's' prison opened in Pocatello, and in 1998 the Idaho State Correctional Institution was expanded by 580 beds. In 2001, the 1,272-bed Idaho Correctional Center (privately-operated prison) became operational at half-capacity, and the appropriation included funding of $1.4M for the bond payment, and $1.1M for one-time startup costs.

The significant increase in FY 2002 was due to taking the Idaho Correctional Center up to capacity, adding an additional $2.6M for the full bond payment, significant increases in substance abuse treatment and program evaluation, educational services, and the expansion of the male "rider" program at Cottonwood. During the FY 2003 legislative session, $2.3 million was removed in a negative supplemental due to lower than funded population growth, and by the end of the fiscal year the department also reverted $1.3 million to the General Fund. In FY 2004, $4 million for the bond payment to the Idaho Building Authority for the Idaho Correctional Center was transferred to the Department of Administration creating the impression of less growth in the budget.

The Department of Correction has recently revised the original FY 2004 inmate growth forecast downward from 6,640 to 6,072. The FY 2004 Original Appropriation was set considering the higher estimate, but provided significant resources for transitional services and enhanced supervision expecting 400 offenders to stay in the community to receive relapse services rather than returning to prison for treatment. At the beginning of October the FY 2004 forecast was officially revised downward by 241 from the original forecast released in November 2002. The Forecast Advisory Committee is now projecting a 4.2% increase or 247 new inmates. At the end of this November, the department had a total of 5,835 or 112 fewer offenders in the prison system than had been projected with the FY 2004 revised forecast.

Department of Correction

Comparative Summary

Decision Unit	Request FTP	Request General	Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**1,417.30**	**109,000,000**	**125,240,400**	**1,417.30**	**109,000,000**	**125,240,400**
Supplementals						
Operations Division						
1. Beds & Temp Staff/Lock Replacement	0.00	130,200	130,200	0.00	46,600	46,600
2. Open 100 Bed SICI Annex	14.00	351,800	351,800	0.00	0	0
Idaho Correctional Center						
1. Additional PIE Revenue	0.00	0	80,000	0.00	0	80,000
FY 2004 Total Appropriation	**1,431.30**	**109,482,000**	**125,802,400**	**1,417.30**	**108,046,600**	**124,367,000**
Non-Cognizable Funds and Transfers	0.00	0	223,600	0.00	0	223,600
FY 2004 Estimated Expenditures	**1,431.30**	**109,482,000**	**126,026,000**	**1,417.30**	**108,046,600**	**124,590,600**
Removal of One-Time Expenditures	0.00	(2,198,100)	(2,902,300)	0.00	(922,100)	(1,626,300)
Base Adjustments	0.00	0	(256,800)	0.00	0	(327,900)
FY 2005 Base	**1,431.30**	**107,283,900**	**122,866,900**	**1,417.30**	**107,124,500**	**122,636,400**
Personnel Cost Rollups	0.00	1,535,500	1,682,500	0.00	1,535,500	1,682,500
Inflationary Adjustments	0.00	266,800	348,500	0.00	0	0
Replacement Items	0.00	2,014,400	2,451,200	0.00	0	436,800
Nonstandard Adjustments	0.00	541,900	520,100	0.00	499,900	478,100
Annualizations	0.00	774,700	774,700	0.00	0	0
Change in Employee Compensation	0.00	521,300	574,300	0.00	1,055,300	1,162,700
Fund Shifts	0.00	235,500	0	(0.50)	50,100	(185,400)
FY 2005 Program Maintenance	**1,431.30**	**113,174,000**	**129,218,200**	**1,416.80**	**110,265,300**	**126,211,100**
Enhancements						
Support Division						
1. Medical Costs for Add'l Beds	0.00	97,900	97,900	0.00	0	0
2. Hepatitis C Treatment	0.00	390,000	390,000	0.00	0	0
Operations Division						
1. Growth in Community Corrections	16.00	1,174,700	1,174,700	0.00	0	0
2. Open St. Anthony Annex	5.00	309,700	309,700	0.00	0	0
3. Growth in County Jail Housing	0.00	2,880,900	2,880,900	0.00	0	0
4. Beds & Temp Staff/Lock Rplcmnt	0.00	1,275,900	1,275,900	0.00	291,300	291,300
5. Correctional Officers for Work Center	2.00	(45,600)	170,800	2.00	(45,600)	170,800
6. Interns for GPS Monitoring Service	0.00	0	46,300	0.00	0	46,300
7. Add'l Transitional Services	0.00	0	150,000	0.00	0	150,000
8. Maintenance Staff	2.00	93,600	93,600	0.00	0	0
9. Funds to Contract for Maintenance	0.00	40,000	40,000	0.00	0	0
10. Special Project Funding	0.00	0	133,900	0.00	0	133,900
11. Unit Surveillance	0.00	71,300	71,300	0.00	0	0
12. Religious Activities Coordinator	0.00	28,000	28,000	0.00	0	0
FY 2005 Total	**1,456.30**	**119,490,400**	**136,081,200**	**1,418.80**	**110,511,000**	**127,003,400**
Chg from FY 2004 Orig Approp.	39.00	10,490,400	10,840,800	1.50	1,511,000	1,763,000
% Chg from FY 2004 Orig Approp.	2.8%	9.6%	8.7%	0.1%	1.4%	1.4%

Department of Correction
Forecasting Offender Population Growth

- ***NEWEST FORECAST***

The Idaho Offender Population Forecast FY 2004 to 2007 was released by the Department of Correction in October 2003. The results of previous forecasts for incarcerated offenders are shown in the table below. The Department of Correction develops the forecast based on guidance from the Forecast Advisory Committee. The complete forecast provides an estimate of the incarcerated and supervised offenders for the next four years.

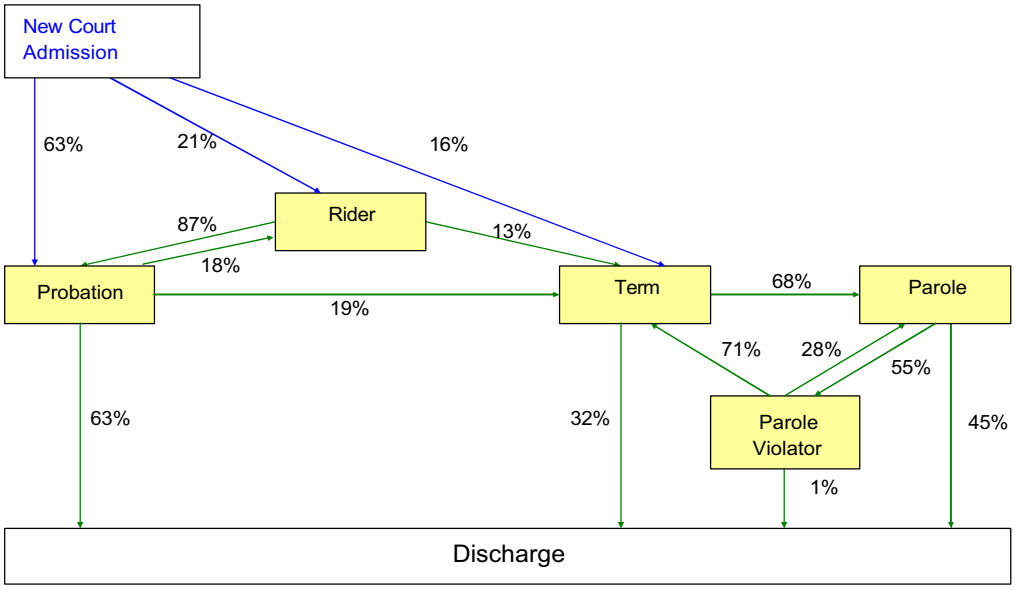
The current year's forecast is revised mid-year when the updated version of the forecast is published. The first official forecast was published in January 2001 with a mid-year projection that the state would have 331 more inmates in prison at the end of FY 2001 than at the end of FY 2000. Actual growth was 450 inmates.

	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005
Original Forecast		396	545	488	265
Mid-Year Revised Forecast	331	428	350	247	
Actual Growth	450	350	23		
Percentage Change	9%	6.4%	0.4%	4.2%	4.4%

The forecast methodology is a flow model, and is influenced by two key factors: 1) offenders entering the system and 2) offenders leaving the system. The model relies on the Forecast Advisory Committee members to establish the future rates at which the courts will admit offenders. The number of offenders entering the system is then calculated based on the Idaho population age 20 to 34. The Bureau of Review and Analysis in the Department then uses historical patterns of offender status changes to determine when offenders will leave the system. This combination of information completes the forecast. The complete forecast will be distributed to legislative Leadership, the Senate and House Judiciary Committees, and to JFAC for consideration in making budgetary decisions.

- ***FLOW MODEL***

The following graphic represents the "flow model" for forecasting the prison population. Additional information on the forecast is available in the Issues and Information section of the Operations Division of the Department of Correction budget request.



Percentages represent averages from FY 1996 through 2003

Blank Page

Idaho Legislative Budget Book

Education

2004 Legislative Session

Public School Support ..... 1 - 3

Administrators ..... 1 - 5

Teachers ..... 1 - 9

Operations ..... 1 - 13

Children's Programs ..... 1 - 17

Facilities ..... 1 - 21

Public School Support ..... 1 - 25

Education, State Board of ..... 1 - 31

Agricultural Research and Extension Service ..... 1 - 33

College and Universities ..... 1 - 41

Community Colleges ..... 1 - 57

Deaf and Blind, Idaho School for the ..... 1 - 65

Education, Office of the State Board of ..... 1 - 71

Health Education Programs ..... 1 - 79

Historical Society ..... 1 - 87

Library, State ..... 1 - 93

Professional-Technical Education ..... 1 - 99

Public Broadcasting System, Educational ..... 1 - 111

Special Programs ..... 1 - 117

Superintendent of Public Instruction ..... 1 - 127

Vocational Rehabilitation ..... 1 - 133

Blank Page

Idaho Legislative Budget Book

Public School Support

2004 Legislative Session

Administrators ..... 1 - 5

Teachers ..... 1 - 9

Operations ..... 1 - 13

Children's Programs ..... 1 - 17

Facilities ..... 1 - 21

Public School Support ..... 1 - 25

Public School Support

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY DIVISION					
Administrators	0	0	73,887,800	75,386,400	*75,561,500*
Teachers	0	0	665,066,700	686,570,700	*686,062,600*
Operations	0	0	289,771,300	289,227,400	*264,695,300*
Children's Programs	0	0	114,655,000	123,040,200	*118,040,200*
Facilities	0	0	9,250,000	13,300,000	*13,300,000*
Public School Support	985,513,000	970,001,400	0	0	*0*
Total:	**985,513,000**	**970,001,400**	**1,152,630,800**	**1,187,524,700**	***1,157,659,600***
BY FUND CATEGORY					
General	920,000,000	920,000,000	943,000,800	985,794,700	*961,852,400*
Dedicated	65,513,000	50,001,400	55,650,000	43,750,000	*37,827,200*
Federal	0	0	153,980,000	157,980,000	*157,980,000*
Total:	**985,513,000**	**970,001,400**	**1,152,630,800**	**1,187,524,700**	***1,157,659,600***
Percent Change:		(1.6%)	18.8%	3.0%	*0.4%*
BY OBJECT OF EXPENDITURE					
Lump Sum	985,513,000	970,001,400	1,152,630,800	1,187,524,700	*1,157,659,600*

Department Description

Provide state and federal funding to the 114 local school districts for public education, grades K-12.

Administrators

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	0	0	72,347,800	73,806,400	*73,981,500*
Federal	0	0	1,540,000	1,580,000	*1,580,000*
Total:	**0**	**0**	**73,887,800**	**75,386,400**	***75,561,500***
Percent Change:				2.0%	*2.3%*
BY OBJECT OF EXPENDITURE					
Lump Sum	0	0	73,887,800	75,386,400	*75,561,500*

Division Description

Provide state and federal funding to support the administration of Idaho's 114 local school districts, grades K-12.

Administrators

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**0.00**	**72,347,800**	**73,887,800**	***0.00***	***72,347,800***	***73,887,800***
Removal of One-Time Expenditures	0.00	(138,300)	(553,300)	*0.00*	*(138,300)*	*(553,300)*
FY 2005 Base	**0.00**	**72,209,500**	**73,334,500**	***0.00***	***72,209,500***	***73,334,500***
Personnel Cost Rollups	0.00	496,600	496,600	*0.00*	*496,600*	*496,600*
Nonstandard Adjustments	0.00	362,100	817,100	*0.00*	*362,100*	*817,100*
Change in Employee Compensation	0.00	738,200	738,200	*0.00*	*913,300*	*913,300*
FY 2005 Total	**0.00**	**73,806,400**	**75,386,400**	***0.00***	***73,981,500***	***75,561,500***
Change from Original Appropriation	0.00	1,458,600	1,498,600	*0.00*	*1,633,700*	*1,673,700*
% Change from Original Appropriation		2.0%	2.0%		2.3%	2.3%

Administrators

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	0.00	72,347,800	0	1,540,000	73,887,800
Removal of One-Time Expenditures					
Removes funding provided for one-time items.					
Agency Request	0.00	(138,300)	0	(415,000)	(553,300)
Governor's Recommendation	*0.00*	*(138,300)*	*0*	*(415,000)*	*(553,300)*
FY 2005 Base					
Agency Request	0.00	72,209,500	0	1,125,000	73,334,500
Governor's Recommendation	*0.00*	*72,209,500*	*0*	*1,125,000*	*73,334,500*
Personnel Cost Rollups					
Reflects added cost of PERSI rate increase for state-funded school administrative positions ($382,600) and an increase in unemployment insurance costs ($114,000).					
Agency Request	0.00	496,600	0	0	496,600
Governor's Recommendation	*0.00*	*496,600*	*0*	*0*	*496,600*
Nonstandard Adjustments					
Nonstandard Adjustments include the cost of a projected increase of 200 support units ($1,172,100), the repeal of Administrator participation in the Early Retirement program (-$810,000), and an increase in federal funds spending authority ($455,000).					
Agency Request	0.00	362,100	0	455,000	817,100
Governor's Recommendation	*0.00*	*362,100*	*0*	*455,000*	*817,100*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for state funded school administrative positions.					
Agency Request	0.00	738,200	0	0	738,200
Provide for an increase in administrative base salary apportionment and benefit apportionment.					
Governor's Recommendation	*0.00*	*913,300*	*0*	*0*	*913,300*
FY 2005 Total					
Agency Request	0.00	73,806,400	0	1,580,000	75,386,400
Governor's Recommendation	*0.00*	*73,981,500*	*0*	*1,580,000*	*75,561,500*
Agency Request					
Change from Original App	0.00	1,458,600	0	40,000	1,498,600
% Change from Original App		2.0%		2.6%	2.0%
Governor's Recommendation					
Change from Original App	*0.00*	*1,633,700*	*0*	*40,000*	*1,673,700*
% Change from Original App		*2.3%*		*2.6%*	*2.3%*

Blank Page

Teachers

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	0	0	614,436,700	634,625,500	*634,117,400*
Federal	0	0	50,630,000	51,945,200	*51,945,200*
Total:	**0**	**0**	**665,066,700**	**686,570,700**	***686,062,600***
Percent Change:				3.2%	*3.2%*
BY OBJECT OF EXPENDITURE					
Lump Sum	0	0	665,066,700	686,570,700	*686,062,600*

Division Description

Provide state and federal funding to support instructional services in Idaho's 114 school districts, grades K-12.

Teachers

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**0.00**	**614,436,700**	**665,066,700**	***0.00***	***614,436,700***	***665,066,700***
Removal of One-Time Expenditures	0.00	(828,000)	(3,312,000)	*0.00*	*(828,000)*	*(3,312,000)*
FY 2005 Base	**0.00**	**613,608,700**	**661,754,700**	***0.00***	***613,608,700***	***661,754,700***
Personnel Cost Rollups	0.00	3,231,200	3,231,200	*0.00*	*3,231,200*	*3,231,200*
Nonstandard Adjustments	0.00	10,496,700	14,295,900	*0.00*	*10,496,700*	*14,295,900*
Change in Employee Compensation	0.00	6,288,900	6,288,900	*0.00*	*7,780,800*	*7,780,800*
FY 2005 Program Maintenance	**0.00**	**633,625,500**	**685,570,700**	***0.00***	***635,117,400***	***687,062,600***
1. Teacher Mentoring Program	0.00	2,000,000	2,000,000	*0.00*	*0*	*0*
2. ISAT Intervention	0.00	(1,000,000)	(1,000,000)	*0.00*	*(1,000,000)*	*(1,000,000)*
FY 2005 Total	**0.00**	**634,625,500**	**686,570,700**	***0.00***	***634,117,400***	***686,062,600***
Change from Original Appropriation	0.00	20,188,800	21,504,000	*0.00*	*19,680,700*	*20,995,900*
% Change from Original Appropriation		3.3%	3.2%		3.2%	3.2%

Teachers

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	0.00	614,436,700	0	50,630,000	665,066,700
Removal of One-Time Expenditures					
Removes funding provided for one-time items.					
Agency Request	0.00	(828,000)	0	(2,484,000)	(3,312,000)
Governor's Recommendation	*0.00*	*(828,000)*	*0*	*(2,484,000)*	*(3,312,000)*
FY 2005 Base					
Agency Request	0.00	613,608,700	0	48,146,000	661,754,700
Governor's Recommendation	*0.00*	*613,608,700*	*0*	*48,146,000*	*661,754,700*
Personnel Cost Rollups					
Reflects added cost of PERSI rate increase for state-funded teaching positions ($3,262,200) and a decrease in unemployment insurance costs (-$31,000).					
Agency Request	0.00	3,231,200	0	0	3,231,200
Governor's Recommendation	*0.00*	*3,231,200*	*0*	*0*	*3,231,200*
Nonstandard Adjustments					
Nonstandard Adjustments include the cost of a projected increase of 200 support units ($10,144,300), increased teacher participation in the Early Retirement program ($310,000), an increase in federal funds spending authority ($3,799,200), and increased teacher incentive awards ($42,400).					
Agency Request	0.00	10,496,700	0	3,799,200	14,295,900
Governor's Recommendation	*0.00*	*10,496,700*	*0*	*3,799,200*	*14,295,900*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for state funded teaching positions.					
Agency Request	0.00	6,288,900	0	0	6,288,900
Provide for an increase in instructional base salary apportionment and benefit apportionment.					
Governor's Recommendation	*0.00*	*7,780,800*	*0*	*0*	*7,780,800*
FY 2005 Program Maintenance					
Agency Request	0.00	633,625,500	0	51,945,200	685,570,700
Governor's Recommendation	*0.00*	*635,117,400*	*0*	*51,945,200*	*687,062,600*
1. Teacher Mentoring Program					
This enhancement would provide ongoing General Fund support for the teacher mentoring program. Because there was no legislative language in the FY 2004 appropriation bill for the Division of Teachers that specifically earmarked money for this program, no funds are currently being provided. School districts are still required, however, by Section 33-514, Idaho Code, to provide for a teacher mentoring program for all teachers in their first three years of employment in the district (not in the profession). The Legislature had previously earmarked the $2,000,000 being requested for this program in Fiscal Years 2001 through 2003.					
Agency Request	0.00	2,000,000	0	0	2,000,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Teachers

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. ISAT Intervention					
This "enhancement" is tied to a related enhancement in the Division of Children's Programs, where the issue is described more fully. This facet, in the Division of Teachers budget, would eliminate the $1,000,000 earmark for Least Restrictive Environment (LRE) funds, and thereby help to partially offset the $5,000,000 cost of the ISAT Intervention request. LRE provides funds for teacher training and to hire teachers' aides to assist in dealing with the challenges of having special needs children in regular public school classrooms. The Legislature has provided this funding earmark from FY 1998 through the present.					
Agency Request	0.00	(1,000,000)	0	0	(1,000,000)
The Governor recommends the proposed elimination of the $1,000,000 Least Restrictive Environment program, but not the $5,000,000 in requested funding for ISAT Intervention (located in the Division of Children's Programs)..					
Governor's Recommendation	*0.00*	*(1,000,000)*	*0*	*0*	*(1,000,000)*
FY 2005 Total					
Agency Request	0.00	634,625,500	0	51,945,200	686,570,700
Governor's Recommendation	*0.00*	*634,117,400*	*0*	*51,945,200*	*686,062,600*
Agency Request					
Change from Original App	0.00	20,188,800	0	1,315,200	21,504,000
% Change from Original App		3.3%		2.6%	3.2%
Governor's Recommendation					
Change from Original App	*0.00*	*19,680,700*	*0*	*1,315,200*	*20,995,900*
% Change from Original App		*3.2%*		*2.6%*	*3.2%*

Operations

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	0	0	242,891,300	256,162,800	*237,553,500*
Dedicated	0	0	41,700,000	27,750,000	*21,827,200*
Federal	0	0	5,180,000	5,314,600	*5,314,600*
Total:	**0**	**0**	**289,771,300**	**289,227,400**	***264,695,300***
Percent Change:				(0.2%)	*(8.7%)*
BY OBJECT OF EXPENDITURE					
Lump Sum	0	0	289,771,300	289,227,400	*264,695,300*

Division Description

Provide state and federal funding in support of the operations of Idaho's 114 school districts, grades K-12.

Operations

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**0.00**	**242,891,300**	**289,771,300**	***0.00***	***242,891,300***	***289,771,300***
Non-Cognizable Funds and Transfers	0.00	0	(12,316,500)	*0.00*	*0*	*(12,316,500)*
FY 2004 Estimated Expenditures	**0.00**	**242,891,300**	**277,454,800**	***0.00***	***242,891,300***	***277,454,800***
Removal of One-Time Expenditures	0.00	(12,168,700)	(12,269,700)	*0.00*	*(12,168,700)*	*(12,269,700)*
Base Adjustments	0.00	0	12,316,500	*0.00*	*0*	*12,316,500*
FY 2005 Base	**0.00**	**230,722,600**	**277,501,600**	***0.00***	***230,722,600***	***277,501,600***
Personnel Cost Rollups	0.00	729,500	729,500	*0.00*	*729,500*	*729,500*
Inflationary Adjustments	0.00	549,000	549,000	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	5,540,000	4,390,100	*0.00*	*4,793,400*	*(2,279,300)*
Change in Employee Compensation	0.00	1,057,200	1,057,200	*0.00*	*1,308,000*	*1,308,000*
Fund Shifts	0.00	12,564,500	0	*0.00*	*0*	*(12,564,500)*
FY 2005 Program Maintenance	**0.00**	**251,162,800**	**284,227,400**	***0.00***	***237,553,500***	***264,695,300***
1. Technology	0.00	5,000,000	5,000,000	*0.00*	*0*	*0*
FY 2005 Total	**0.00**	**256,162,800**	**289,227,400**	***0.00***	***237,553,500***	***264,695,300***
Change from Original Appropriation	0.00	13,271,500	(543,900)	*0.00*	*(5,337,800)*	*(25,076,000)*
% Change from Original Appropriation		5.5%	(0.2%)		(2.2%)	(8.7%)

Operations

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	0.00	242,891,300	41,700,000	5,180,000	289,771,300
Non-Cognizable Funds and Transfers					
Reflects a reduction in endowment funds from appropriated levels. It was projected at the time of the budget request that the Public School endowment would not generate sufficient revenues to meet distribution levels set for FY 2004 by the State Land Board, and subsequently appropriated by the Legislature.					
Agency Request	0.00	0	(12,316,500)	0	(12,316,500)
Governor's Recommendation	*0.00*	*0*	*(12,316,500)*	*0*	*(12,316,500)*
FY 2004 Estimated Expenditures					
Agency Request	0.00	242,891,300	29,383,500	5,180,000	277,454,800
Governor's Recommendation	*0.00*	*242,891,300*	*29,383,500*	*5,180,000*	*277,454,800*
Removal of One-Time Expenditures					
Removes funding provided for one-time items.					
Agency Request	0.00	(12,168,700)	0	(101,000)	(12,269,700)
Governor's Recommendation	*0.00*	*(12,168,700)*	*0*	*(101,000)*	*(12,269,700)*
Base Adjustments					
Returns funds lost in the projected endowment shortfall to the base, subject to later adjustments in the "program maintenance" area.					
Agency Request	0.00	0	12,316,500	0	12,316,500
Governor's Recommendation	*0.00*	*0*	*12,316,500*	*0*	*12,316,500*
FY 2005 Base					
Agency Request	0.00	230,722,600	41,700,000	5,079,000	277,501,600
Governor's Recommendation	*0.00*	*230,722,600*	*41,700,000*	*5,079,000*	*277,501,600*
Personnel Cost Rollups					
Reflects added cost of PERSI rate increase for state-funded classified positions ($562,500) and an increase in unemployment insurance costs ($167,000).					
Agency Request	0.00	729,500	0	0	729,500
Governor's Recommendation	*0.00*	*729,500*	*0*	*0*	*729,500*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in state discretionary funds.					
Agency Request	0.00	549,000	0	0	549,000
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Nonstandard Adjustments include the cost of a projected increase of 200 support units ($1,655,000), an increase in federal funds spending authority ($235,600), an increase in property tax replacement costs to the $75 million cap ($1,977,300), increased state-funded pupil transportation costs ($1,907,700), and the portion of a projected reduction in endowment funds that is not being requested for a fund shift (-$1,385,500).					
Agency Request	0.00	5,540,000	(1,385,500)	235,600	4,390,100
The Governor recommends a smaller increase of $1,161,100 for pupil transportation. The recommendation also reflects a greater decline of $7,308,300 in endowment fund revenues. This greater decline is a result of a pending decision that the Land Board may make to change the distribution rule for endowments from 7.5% of the three-year moving average value of the fund, to 4% of the three-year moving average.					
Governor's Recommendation	*0.00*	*4,793,400*	*(7,308,300)*	*235,600*	*(2,279,300)*

Operations

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for state-funded classified positions.					
Agency Request	0.00	1,057,200	0	0	1,057,200
Provide for an increase in classified base salary apportionment and benefit apportionment.					
Governor's Recommendation	*0.00*	*1,308,000*	*0*	*0*	*1,308,000*
Fund Shifts					
Requests that the state General Fund make up for most of the projected reduction in endowment fund revenues.					
Agency Request	0.00	12,564,500	(12,564,500)	0	0
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*(12,564,500)*	*0*	*(12,564,500)*
FY 2005 Program Maintenance					
Agency Request	0.00	251,162,800	27,750,000	5,314,600	284,227,400
Governor's Recommendation	*0.00*	*237,553,500*	*21,827,200*	*5,314,600*	*264,695,300*
1. Technology					
This enhancement requests the continuation of the $5 million for the Public School Technology Grant Program, which, when combined with the $3.4 million of base support, would maintain the $8.4 million level which has been provided since FY 2003. Under the direction of the Idaho Council for Technology in Learning, the technology grant program distributes $20,000 to most districts, with a lesser amount to smaller districts, plus $35 per student. Although many classrooms have been helped by these funds over the last nine years, the need to upgrade classroom equipment and train teachers in the effective use of these resources continues, due to changing technology and teacher attrition.					
Agency Request	0.00	5,000,000	0	0	5,000,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	0.00	256,162,800	27,750,000	5,314,600	289,227,400
Governor's Recommendation	*0.00*	*237,553,500*	*21,827,200*	*5,314,600*	*264,695,300*
Agency Request					
Change from Original App	0.00	13,271,500	(13,950,000)	134,600	(543,900)
% Change from Original App		5.5%	(33.5%)	2.6%	(0.2%)
Governor's Recommendation					
Change from Original App	*0.00*	*(5,337,800)*	*(19,872,800)*	*134,600*	*(25,076,000)*
% Change from Original App		*(2.2%)*	*(47.7%)*	*2.6%*	*(8.7%)*

Children's Programs

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	0	0	13,325,000	19,200,000	*14,200,000*
Dedicated	0	0	4,700,000	4,700,000	*4,700,000*
Federal	0	0	96,630,000	99,140,200	*99,140,200*
Total:	**0**	**0**	**114,655,000**	**123,040,200**	***118,040,200***
Percent Change:				7.3%	*3.0%*
BY OBJECT OF EXPENDITURE					
Lump Sum	0	0	114,655,000	123,040,200	*118,040,200*

Division Description

The Division of Children's Programs includes programs that provide direct educational or material benefits to children, where funding does not primarily go to paying certificated teachers and administrators. It also includes programs that primarily and specifically provide funding for the separate instruction of identified subgroups of children outside the normal classroom of an Idaho public school. Funding is provided from both state and federal funds.

Children's Programs

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**0.00**	**13,325,000**	**114,655,000**	***0.00***	***13,325,000***	***114,655,000***
FY 2005 Base	**0.00**	**13,325,000**	**114,655,000**	***0.00***	***13,325,000***	***114,655,000***
Nonstandard Adjustments	0.00	1,375,000	3,885,200	*0.00*	*1,375,000*	*3,885,200*
FY 2005 Program Maintenance	**0.00**	**14,700,000**	**118,540,200**	***0.00***	***14,700,000***	***118,540,200***
1. ISAT Intervention	0.00	4,500,000	4,500,000	*0.00*	*(500,000)*	*(500,000)*
FY 2005 Total	**0.00**	**19,200,000**	**123,040,200**	***0.00***	***14,200,000***	***118,040,200***
Change from Original Appropriation	0.00	5,875,000	8,385,200	*0.00*	*875,000*	*3,385,200*
% Change from Original Appropriation		44.1%	7.3%		6.6%	3.0%

Children's Programs

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	0.00	13,325,000	4,700,000	96,630,000	114,655,000
FY 2005 Base					
Agency Request	0.00	13,325,000	4,700,000	96,630,000	114,655,000
Governor's Recommendation	*0.00*	*13,325,000*	*4,700,000*	*96,630,000*	*114,655,000*
Nonstandard Adjustments					
Nonstandard Adjustments include additional federal funds spending authority ($2,510,200), an increase in exceptional contracts/tuition equivalencies ($1,000,000), and an enrollment-driven requested increase in the Limited English Proficiency (LEP) program ($375,000).					
Agency Request	0.00	1,375,000	0	2,510,200	3,885,200
Governor's Recommendation	*0.00*	*1,375,000*	*0*	*2,510,200*	*3,885,200*
FY 2005 Program Maintenance					
Agency Request	0.00	14,700,000	4,700,000	99,140,200	118,540,200
Governor's Recommendation	*0.00*	*14,700,000*	*4,700,000*	*99,140,200*	*118,540,200*
1. ISAT Intervention					
This enhacement would provide ongoing General Fund support to provide additional tutoring and instruction for children who are unsuccessful in one or more subject areas of the Idaho Standards Achievement Test (ISAT). This request would require $3.5 million in actual new money, since this request also includes a proposed $500,000 reduction in funding for the Idaho Reading Initiative (IRI) (currently funded at the $3.3 million level), and the proposed elimination of funding for the Least Restrictive Environment (LRE) program, as shown in the Division of Teachers budget. Because this ISAT Intervention program would provide a duplication of some of the extra instructional services provided through IRI, at least at the K-3 levels, IRI funding is proposed to decrease accordingly, to eliminate any duplication.					
Agency Request	0.00	4,500,000	0	0	4,500,000
The Governor recommends the proposed removal of $500,000 from the $3.3 million Idaho Reading Initiative program, but not the $5,000,000 in requested funding for ISAT Intervention.					
Governor's Recommendation	*0.00*	*(500,000)*	*0*	*0*	*(500,000)*
FY 2005 Total					
Agency Request	0.00	19,200,000	4,700,000	99,140,200	123,040,200
Governor's Recommendation	*0.00*	*14,200,000*	*4,700,000*	*99,140,200*	*118,040,200*
Agency Request					
Change from Original App	0.00	5,875,000	0	2,510,200	8,385,200
% Change from Original App		44.1%	0.0%	2.6%	7.3%
Governor's Recommendation					
Change from Original App	*0.00*	*875,000*	*0*	*2,510,200*	*3,385,200*
% Change from Original App		*6.6%*	*0.0%*	*2.6%*	*3.0%*

Blank Page

Facilities

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	0	0	0	2,000,000	*2,000,000*
Dedicated	0	0	9,250,000	11,300,000	*11,300,000*
Total:	**0**	**0**	**9,250,000**	**13,300,000**	***13,300,000***
Percent Change:				43.8%	*43.8%*
BY OBJECT OF EXPENDITURE					
Lump Sum	0	0	9,250,000	13,300,000	*13,300,000*

Division Description

The Division of Facilities includes funding provided from State Lottery proceeds for public school facility construction and repair costs, and in support of the Bond Levy Equalization program.

Facilities

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**0.00**	**0**	**9,250,000**	***0.00***	***0***	***9,250,000***
Non-Cognizable Funds and Transfers	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Base	**0.00**	**0**	**9,250,000**	***0.00***	***0***	***9,250,000***
Nonstandard Adjustments	0.00	1,175,000	4,050,000	*0.00*	*1,175,000*	*4,050,000*
Fund Shifts	0.00	825,000	0	*0.00*	*825,000*	*0*
FY 2005 Total	**0.00**	**2,000,000**	**13,300,000**	***0.00***	***2,000,000***	***13,300,000***
Change from Original Appropriation	0.00	2,000,000	4,050,000	*0.00*	*2,000,000*	*4,050,000*
% Change from Original Appropriation			43.8%			43.8%

Facilities

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	0.00	0	9,250,000	0	9,250,000
Non-Cognizable Funds and Transfers					
Reflects actual expenditures and the transfer of $825,000 from Lottery funds to the Bond Levy Equalization Fund, as per FY 2004 appropriation bill for the Division of Facilities.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	0.00	0	9,250,000	0	9,250,000
Governor's Recommendation	*0.00*	*0*	*9,250,000*	*0*	*9,250,000*
Nonstandard Adjustments					
Nonstandard Adjustments include an increase in funding for the Bond Levy Equalization program ($1,175,000), which the Superintendent is proposing be paid by the General Fund, rather than Lottery funds, as was the case in FY 2004, and an increase of $2,875,000 ($1,000,000 of which is one-time) in Lottery funds available for distribution.					
Agency Request	0.00	1,175,000	2,875,000	0	4,050,000
Governor's Recommendation	*0.00*	*1,175,000*	*2,875,000*	*0*	*4,050,000*
Fund Shifts					
The Superintendent is requesting the General Fund now assume the base funding established in FY 2004 for the Bond Levy Equalization program.					
Agency Request	0.00	825,000	(825,000)	0	0
Governor's Recommendation	*0.00*	*825,000*	*(825,000)*	*0*	*0*
FY 2005 Total					
Agency Request	0.00	2,000,000	11,300,000	0	13,300,000
Governor's Recommendation	*0.00*	*2,000,000*	*11,300,000*	*0*	*13,300,000*
Agency Request					
Change from Original App	0.00	2,000,000	2,050,000	0	4,050,000
% Change from Original App			22.2%		43.8%
Governor's Recommendation					
Change from Original App	*0.00*	*2,000,000*	*2,050,000*	*0*	*4,050,000*
% Change from Original App			*22.2%*		*43.8%*

Blank Page

Public School Support

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	920,000,000	920,000,000	0	0	*0*
Dedicated	65,513,000	50,001,400	0	0	*0*
Total:	**985,513,000**	**970,001,400**	**0**	**0**	***0***
Percent Change:		(1.6%)	(100.0%)		
BY OBJECT OF EXPENDITURE					
Lump Sum	985,513,000	970,001,400	0	0	*0*

Division Description

Article IX, Section 1 of the Idaho Constitution provides:

"LEGISLATURE TO ESTABLISH SYSTEM OF FREE SCHOOLS. The stability of a republican form of government depending mainly upon the intelligence of the people, it shall be the duty of the legislature of Idaho, to establish and maintain a general, uniform and thorough system of public, free common schools."

This program provides state funding to the 114 local school districts throughout the state.

Public School Support
Issues & Information

Analyst: Hancock

Comparison of Public School Budget Proposals

		FY 2003 APPROP.	FY 2004 APPROP.	FY 2005 REQUEST	FY 2005 GOV. REC.
I.	**STATE APPROPRIATION**				
A.	**Sources of Funds**				
1.	General Fund	$920,000,000	$943,000,800	$985,794,700	$961,852,400
2.	Dedicated Funds	$65,513,000	$55,650,000	$43,750,000	$37,827,200
3.	Federal Funds	$0	$153,980,000	$157,980,000	$157,980,000
4.	**TOTAL STATE APPROPRIATIONS**	**$985,513,000**	**$1,152,630,800**	**$1,187,524,700**	**$1,157,659,600**
	percent change from prior year:	2.2%	17.0%	3.0%	0.4%
II.	**PROGRAM DISTRIBUTION**				
A.	**Statutory Requirements**				
1.	Property Tax Replacement	$68,935,700	$73,022,700	$75,000,000	$75,000,000
2.	Transportation	$57,654,500	$61,113,000	$63,020,700	$62,274,100
3.	Border Contracts	$1,000,000	$800,000	$800,000	$800,000
4.	Exceptional Contracts/Tuition Equivalents	$3,500,000	$4,000,000	$5,000,000	$5,000,000
5.	Floor	$1,300,000	$1,300,000	$1,300,000	$1,300,000
6.	Program Adjustments	$300,000	$300,000	$300,000	$300,000
7.	Salary-based Apportionment	$660,086,500	$666,616,200	$684,613,400	$686,449,900
8.	Teacher Incentive Award	$560,000	$654,000	$696,400	$696,400
9.	State Paid Employee Benefits	$116,084,600	$117,238,500	$124,754,300	$125,085,600
10.	Early Retirement Program	$5,500,000	$4,500,000	$4,000,000	$4,000,000
11.	Bond Levy Equalization	$0	$825,000	$2,000,000	$2,000,000
12.	Idaho Safe & Drug-Free Schools	$4,700,000	$4,700,000	$4,700,000	$4,700,000
13.	**Sub-total -- Statutory Requirements**	**$919,621,300**	**$935,069,400**	**$966,184,800**	**$967,606,000**
B.	**Other Program Distributions**				
1.	Technology Grants	$8,400,000	$8,400,000	$8,400,000	$3,400,000
2.	Idaho Reading Initiative	$3,300,000	$3,300,000	$2,800,000	$2,800,000
3.	Limited English Proficiency (LEP)	$4,475,000	$4,475,000	$4,850,000	$4,850,000
4.	Least Restrictive Environment (teacher training)	$1,000,000	$1,000,000	$0	$0
5.	Gifted & Talented	$500,000	$500,000	$500,000	$500,000
6.	Idaho Digital Learning Academy	$0	$450,000	$450,000	$450,000
7.	Achievement Standards Implementation	$4,000,000	$4,000,000	$0	$0
8.	Beginning Teacher Support Program	$2,000,000	$0	$2,000,000	$0
9.	Classroom Supplies	$2,000,000	$0	$0	$0
10.	ISAT Intervention	$0	$0	$5,000,000	$0
11.	School Facilities Funding (Lottery)	$0	$8,425,000	$11,300,000	$11,300,000
12.	Federal Funds to Local School Districts	$0	$150,980,000	$157,980,000	$157,980,000
13.	**Sub-total -- Other Program Distributions**	**$25,675,000**	**$181,530,000**	**$193,280,000**	**$181,280,000**
	TOTAL CATEGORICAL EXPENDITURES	**$945,296,300**	**$1,116,599,400**	**$1,159,464,800**	**$1,148,886,000**
III.	**PUBLIC EDUCATION STABILIZATION FUNDS**	**$0**	**$7,135,000**	**$0**	**$0**
III.	**STATE DISCRETIONARY FUNDS**	**$40,216,700**	**$28,896,400**	**$28,059,900**	**$8,773,600**
IV.	**ESTIMATED SUPPORT UNITS**	**12,545**	**12,670**	**12,900**	**12,900**
V.	**STATE DISCRETIONARY $/SUPPORT UNIT**	**$3,206**	**$2,281**	**$2,175**	**$680**
VI.	**LOCAL DISCRETIONARY $/SUPPORT UNIT**	**$21,241**	**$22,166**	**$22,760**	**$22,339**
VII.	**TOTAL DISCRETIONARY $/SUPPORT UNIT**	**$24,447**	**$24,447**	**$24,935**	**$23,019**

Public School Support
Issues & Information

IDAHO PUBLIC SCHOOL OPERATIONAL SUPPORT - FY 2004 FUND FLOW
(Excludes Bond and Plant Facility funds)

General Fund Support
$952,902,300

State Dedicated Fund Support
$57,723,900

TOTAL STATE FUNDING
$1,010,626,200

Statutory Distributions to Idaho School Districts at $931,618,300

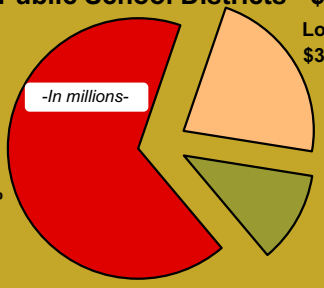
State Property Tax Replacement - $73,022,700
Transportation - $61,113,000
Border Contacts - $800,000
Exceptl. Contracts/Tuition Equiv. - $4,000,000
Floor/Prog. Adjustments - $1,600,000
Salary-based Apportionment - $666,616,200
State-paid Personnel Benefits - $117,238,500
Master Teacher Award - $654,000
Early Retirement Payout - $4,500,000
Driver's Education Funds - $2,073,900

Other Earmarked Distributions to Idaho School Districts at $50,111,500

Safe and Drug Free Schools - $4,700,000
Technology Grant Program - $8,400,000
Idaho Reading Initiative - $3,300,000
Limited English Proficiency - $4,475,000
Teacher Training (LRE) - $1,000,000
Teacher Training (Gifted & Talented) - $500,000
Achievement Standards - $1,000,000
Prof. Technical Education - $9,901,500
Bond Levy Equalization - $825,000
School Facilities (Lottery) - $8,425,000
Public Education Stabilization Fund - $7,135,000
Idaho Digital Learning Academy - $450,000

Support Unit Distribution at $28,896,400
"District Discretionary Funding"
Base Support Amount - $25,095,400
Safe Environment (Statutory) - $3,801,000

Total Estimated Operating Budget for 114 Idaho Public School Districts - $1,521,376,900



Federal Funds - $172,650,700
Dept. of Education - $153,980,000
Federal Forest - $5,929,000
Impact Aid - $7,600,000 Prof. Tech. Ed. - $5,141,700

Local Property/Other
$338,100,000

Public School Support
Issues & Information

Analyst: Hancock

Public Schools Activity/Performance Measures & Financial Information

Selected Measures *(FY 2002-2003 -- Most recent available for personnel, salary & enrollment info.)*

Local School District Certified Personnel	FY 2002	FY 2003	# Change	% Change
District Administration	407.22	392.96	(14.26)	(3.5%)
School Administration	709.57	718.71	9.14	1.3%
Student Services	1,300.48	1,292.94	(7.54)	(0.6%)
Instructional Services:				
Elementary Teachers	7,055.74	7,085.56	29.82	0.4%
Secondary Teachers	6,752.03	6,766.59	14.56	0.2%
Sub-total - Teachers	13,807.76	13,852.15	44.39	0.3%
Statewide Total (FTE)	**16,225.03**	**16,256.76**	**31.73**	**0.2%**

Certified Staff Total Salaries	FY 2002	FY 2003	# Change	% Change
Average Superintendent	$81,666	$82,129	$463	0.6%
Average Assistant Superintendent	$88,875	$86,769	($2,106)	(2.4%)
Average Elementary Principal	$65,618	$66,413	$795	1.2%
Average Secondary Principal	$67,978	$68,645	$667	1.0%
Average Elementary Teacher	$39,732	$40,301	$569	1.4%
Average Secondary Teacher	$40,871	$41,422	$551	1.3%

Student Enrollment by Size of District	FY 2002	FY 2003	# Change	% Change
Over 5,000 Students (11 & 10 Districts)	126,717	122,713	(4,004)	(3.2%)
2,500 to 4,999 Students (14 & 15 Districts)	52,716	58,204	5,488	10.4%
1,000 to 2,499 Students (28 & 29 Districts)	42,864	44,273	1,409	3.3%
500 to 999 Students (22 Districts)	14,945	14,746	(199)	(1.3%)
Less than 500 Students (39 & 38 Districts)	9,173	8,579	(594)	(6.5%)
Statewide Total (FTE - 114 Districts)	**246,415**	**248,515**	**2,100**	**0.9%**

High School Dropout Rate (Actual dropouts per grade level)

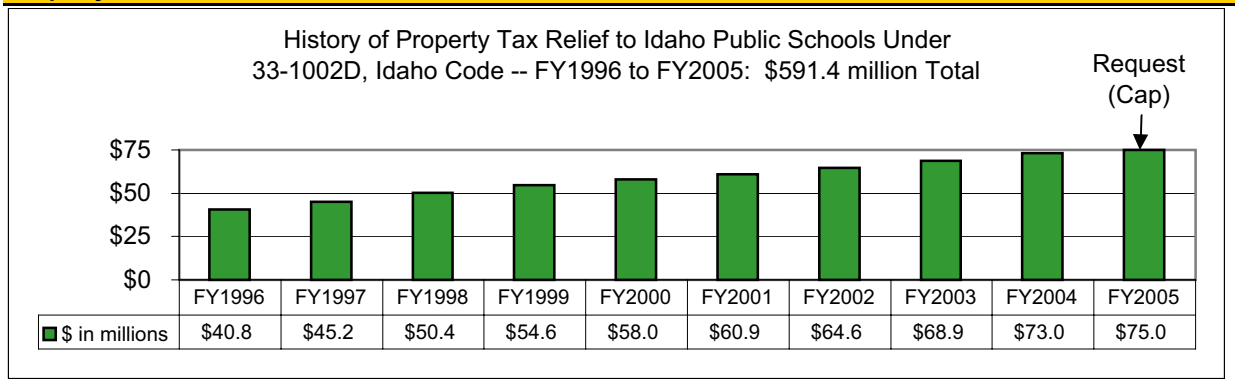
99-00: 9th Grade-4.83% -- 10th Grade-6.00% -- 11th Grade-6.97% -- 12th Grade- 5.50%
00-01: 9th Grade-3.92% -- 10th Grade-5.33% -- 11th Grade-6.11% -- 12th Grade- 5.70%
01-02: 9th Grade-2.51% -- 10th Grade-3.75% -- 11th Grade-4.87% -- 12th Grade- 4.38%

01-02 Testing Information: Idaho Student Scores in Relation to National Average Percentile of 50%

ITBS: 3rd Grade-*55%* -- 4th Grade-*51%* -- 5th Grade-48% -- 6th Grade-*54%* -- 7th Grade-*56%* -- 8th Grade-*56%*
TAP: 9th Grade - *52%* -- 10th Grade - *55%* -- llth Grade -*54%*

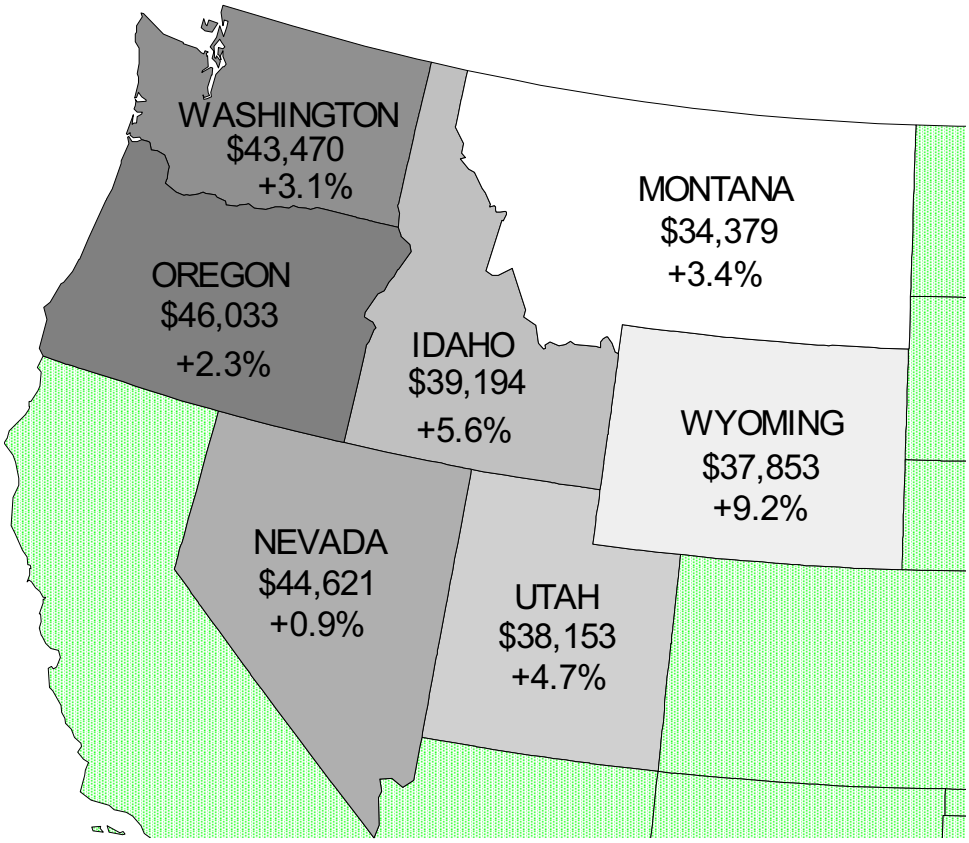
(1) ITBS - Iowa Test of Basic Skills (Grades 3-8) and (2) TAPS-Tests of Achievement & Proficiency (Grades 9-11)

Property Tax Relief



Public School Support
Issues & Information

Regional Comparative Information on Average Teacher's Salaries: 2001-02
~includes percent change from prior year



Source: American Federation of Teachers,
Average Teacher Salary in 2001-02, State Rankings

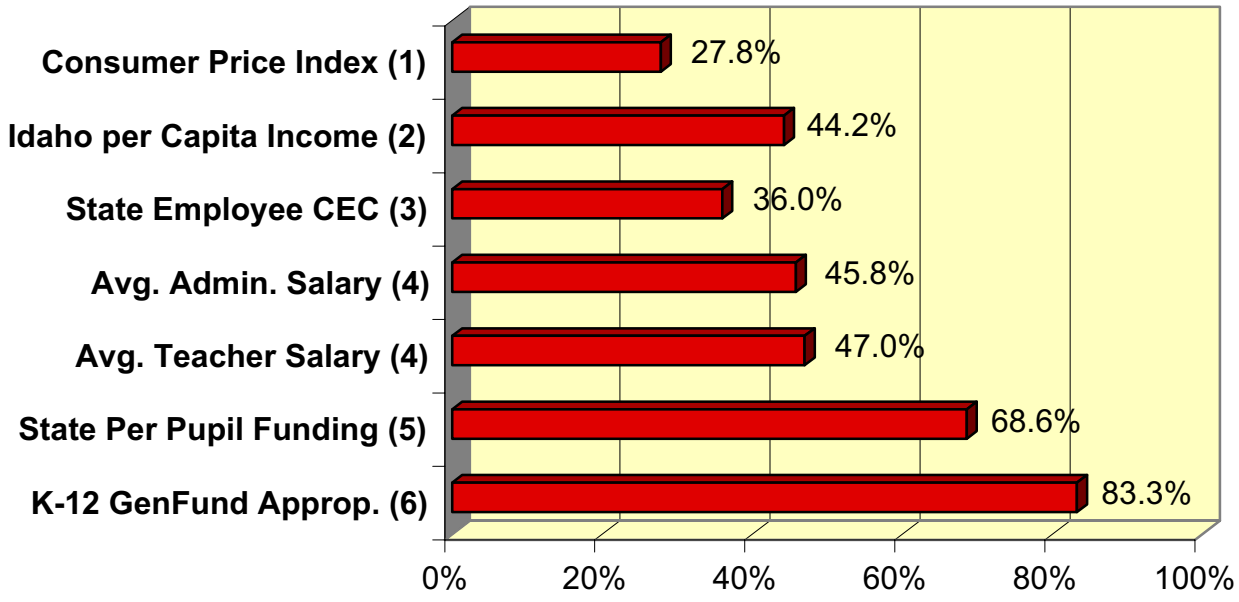
- Idaho does not have a mandatory statewide salary schedule, apart from a requirement that each full-time teacher be paid at least $25,000/year. Salaries are determined at a local district-by-district level based on individual collective bargaining agreements. The state provides for a salary-based apportionment formula which is based on state base salary and staff allowance factors, enrollment (the number of school district support units), and the average education and experience (index) in each district. This determines what the state will fund, although districts may exceed this using local resources.

- Idaho utilizes a base salary for purposes of determining the salary-based apportionment on a statewide basis. To change the value of the apportionment, apart from enrollment (support units) changes, a change to the base salaries as established in Idaho Code, Section 33-1004E, is normally required. The FY 2004 Public Schools appropriation did not fund any increases in base salaries, nor did it fund pay increases driven by changes in the experience/education index. Instead, Idaho Code was amended to freeze this index at the current level, thereby preventing state funding for pay increases from occuring automatically, and without annual legislative review.

Idaho Teacher Salaries

Comparisons & Indicators

10-Year Percent Change (FY93 ~ FY03)



FY02 Selected Idaho Rankings (among 50 states)	
Avg. Beginning Teacher Salary[7]	44th
Avg. Teacher Salary[7]	30th
Avg. Teacher Salary as % of Private Sector Earnings[7]	9th
% Change in Avg. Teacher Salary, 1992-2002[7]	1st
FY 2002 Per Pupil Expenditures[8]	45th

Sources: 1.) U.S. Dept. of Labor; 2.) Idaho Economic Forecast (DFM); 3.) Idaho Legislative Fiscal Report (LSO); 4.) Annual Statistical Report (ID Dept. of Ed.); 5.) Financial Summaries (ID Dept. of Ed.); 6.) Legislative Fiscal Report (LSO); 7.) American Federation of Teachers; 8.) Nat'l Center for Educ. Statistics.

Idaho Legislative Budget Book

State Board of Education

2004 Legislative Session

Agricultural Research and Extension Service ..... 1 - 33

College and Universities ..... 1 - 41

Community Colleges ..... 1 - 57

Deaf and Blind, Idaho School for the ..... 1 - 65

Education, Office of the State Board of ..... 1 - 71

Health Education Programs ..... 1 - 79

Historical Society ..... 1 - 87

Library, State ..... 1 - 93

Professional-Technical Education ..... 1 - 99

Public Broadcasting System, Educational ..... 1 - 111

Special Programs ..... 1 - 117

Superintendent of Public Instruction ..... 1 - 127

Vocational Rehabilitation ..... 1 - 133

State Board of Education

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY DIVISION					
Ag Research and Ext Service	29,393,800	27,622,600	28,734,100	29,438,200	*29,596,600*
College and Universities	315,215,600	295,947,900	327,172,400	341,880,200	*334,776,300*
Community Colleges	18,821,600	18,257,000	19,523,900	20,447,400	*19,895,400*
Deaf and Blind, ID School for the	7,914,500	7,108,800	7,615,300	8,304,400	*7,818,000*
Education, State Board of	6,785,500	5,275,400	5,346,600	11,052,300	*10,960,800*
Health Education Programs	7,593,600	7,460,600	7,817,000	8,150,500	*8,162,700*
Historical Society	3,504,200	2,837,200	3,781,300	4,306,400	*3,732,900*
Library, State	3,567,900	3,479,200	3,575,900	4,083,300	*3,932,500*
Prof-Tech Education	51,049,800	50,166,000	52,580,800	55,642,800	*53,471,700*
Public Broadcasting System, Ed.	2,666,800	2,623,100	2,348,400	3,535,600	*2,441,300*
Special Programs	10,004,900	8,844,700	9,864,300	10,291,000	*10,148,200*
Super of Public Instruction	164,057,100	152,474,600	15,214,300	19,347,900	*19,216,300*
Vocational Rehabilitation	17,564,100	16,844,100	17,445,300	18,837,600	*22,033,600*
Total:	**638,139,400**	**598,941,200**	**501,019,600**	**535,317,600**	***526,186,300***
BY FUND CATEGORY					
General	343,243,100	331,700,600	349,339,700	373,067,900	*360,402,300*
Dedicated	114,156,900	97,716,900	118,067,400	121,137,100	*123,687,500*
Federal	180,739,400	169,523,700	33,612,500	41,112,600	*42,096,500*
Total:	**638,139,400**	**598,941,200**	**501,019,600**	**535,317,600**	***526,186,300***
Percent Change:		(6.1%)	(16.3%)	6.8%	*5.0%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	27,714,400	302,161,600	27,349,700	28,856,400	*35,489,700*
Operating Expenditures	18,710,800	74,401,900	15,288,200	23,346,400	*23,879,600*
Capital Outlay	830,200	14,507,700	50,000	1,881,500	*86,000*
Trustee/Benefit	206,784,900	177,233,500	62,428,300	66,920,000	*68,883,600*
Lump Sum	384,099,100	30,636,500	395,903,400	414,313,300	*397,847,400*
Total:	**638,139,400**	**598,941,200**	**501,019,600**	**535,317,600**	***526,186,300***
Full-Time Positions (FTP)	5,083.38	4,987.02	5,063.20	5,154.87	*5,121.63*

Department Description

Pursuant to Section 20, Article IV, Idaho Constitution, all executive and administrative offices, agencies, and instrumentalities of the executive department of the state, except for those assigned to the elected constitutional officers, are allocated within not more than twenty departments. In compliance with the Idaho Constitution and pursuant to section 67-2402, Idaho Code, the State Board of Education has been established as one of the twenty departments. The agencies and institutions in this section have been assigned to the State Board of Education.

Agricultural Research and Extension Service

Analyst: Borden

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	23,316,400	22,616,700	23,816,600	24,520,700	*24,523,500*
Dedicated	322,000	136,400	318,000	318,000	*324,100*
Federal	5,755,400	4,869,500	4,599,500	4,599,500	*4,749,000*
Total:	**29,393,800**	**27,622,600**	**28,734,100**	**29,438,200**	***29,596,600***
Percent Change:		(6.0%)	4.0%	2.5%	*3.0%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	23,206,200	0	0	*0*
Operating Expenditures	0	3,834,500	0	0	*0*
Capital Outlay	0	581,900	0	0	*0*
Lump Sum	29,393,800	0	28,734,100	29,438,200	*29,596,600*
Total:	**29,393,800**	**27,622,600**	**28,734,100**	**29,438,200**	***29,596,600***
Full-Time Positions (FTP)	388.58	369.53	369.53	373.11	*373.11*

Division Description

The University of Idaho's College of Agriculture has a land grant mandated, three-pronged mission: education, research, and extension. The education component is funded through the UI's portion of the College and Universities' general education appropriation. The research and extension components are funded directly via this appropriation to the Agricultural Research & Extension Service (ARES).

Agricultural research scientists are located at the campus in Moscow and the Caine Veterinary Teaching Center at Caldwell; at Research and Extension Centers at Sandpoint, Parma, Caldwell, Boise, Twin Falls, Kimberly, Aberdeen, Idaho Falls and Tetonia; and at the USDA/ARS Soil and Water Laboratory at Kimberly. University research support staff are also located at the USDA/ARS Sheep Experiment Station in Dubois. ARES work includes research on major Idaho agricultural products and on economic activities that apply to the state as a whole.

The Cooperative Extension Service has offices in 42 of Idaho's 44 counties (all except Boise and Shoshone counties) under the leadership of men and women who are specially trained to work with agriculture, families, youth and communities. The educational programs of these College of Agriculture faculty members are supported cooperatively by county, state and federal funding.

Appropriated funding provides base support for agricultural research and extension programming, and also provides leverage to generate additional grant and contract funding for ongoing program needs as well as new program redirections.

Agricultural Research and Extension Service

Analyst: Borden

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**369.53**	**23,816,600**	**28,734,100**	***369.53***	***23,816,600***	***28,734,100***
Reappropriations	0.00	0	908,800	*0.00*	*0*	*908,800*
FY 2004 Total Appropriation	**369.53**	**23,816,600**	**29,642,900**	***369.53***	***23,816,600***	***29,642,900***
Non-Cognizable Funds and Transfers	3.58	0	0	*3.58*	*0*	*0*
FY 2004 Estimated Expenditures	**373.11**	**23,816,600**	**29,642,900**	***373.11***	***23,816,600***	***29,642,900***
Removal of One-Time Expenditures	0.00	0	(908,800)	*0.00*	*0*	*(908,800)*
FY 2005 Base	**373.11**	**23,816,600**	**28,734,100**	***373.11***	***23,816,600***	***28,734,100***
Personnel Cost Rollups	0.00	329,100	401,600	*0.00*	*329,100*	*401,600*
Inflationary Adjustments	0.00	66,400	74,800	*0.00*	*0*	*0*
Change in Employee Compensation	0.00	186,600	227,700	*0.00*	*377,800*	*460,900*
Fund Shifts	0.00	122,000	0	*0.00*	*0*	*0*
FY 2005 Program Maintenance	**373.11**	**24,520,700**	**29,438,200**	***373.11***	***24,523,500***	***29,596,600***
Lump Sum or Other Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**373.11**	**24,520,700**	**29,438,200**	***373.11***	***24,523,500***	***29,596,600***
Change from Original Appropriation	3.58	704,100	704,100	*3.58*	*706,900*	*862,500*
% Change from Original Appropriation		3.0%	2.5%		3.0%	3.0%

Agricultural Research and Extension Service

Analyst: Borden

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation	369.53	23,816,600	318,000	4,599,500	28,734,100
Reappropriations					
Reappropriation--or 'carry over'--authority allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. 'Carry over' requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.					
Agency Request	0.00	0	27,400	881,400	908,800
Governor's Recommendation	*0.00*	*0*	*27,400*	*881,400*	*908,800*
FY 2004 Total Appropriation					
Agency Request	369.53	23,816,600	345,400	5,480,900	29,642,900
Governor's Recommendation	*369.53*	*23,816,600*	*345,400*	*5,480,900*	*29,642,900*
Non-Cognizable Funds and Transfers					
Like other higher education appropriations, the FY 2004 ARES appropriation did not include an FTP cap. Recorded here is the net change in positions that results in a one percent FTP increase.					
Agency Request	3.58	0	0	0	0
Governor's Recommendation	*3.58*	*0*	*0*	*0*	*0*
FY 2004 Estimated Expenditures					
Agency Request	373.11	23,816,600	345,400	5,480,900	29,642,900
Governor's Recommendation	*373.11*	*23,816,600*	*345,400*	*5,480,900*	*29,642,900*
Removal of One-Time Expenditures					
Remove one-time moneys carried over from FY 2003.					
Agency Request	0.00	0	(27,400)	(881,400)	(908,800)
Governor's Recommendation	*0.00*	*0*	*(27,400)*	*(881,400)*	*(908,800)*
FY 2005 Base					
Agency Request	373.11	23,816,600	318,000	4,599,500	28,734,100
Governor's Recommendation	*373.11*	*23,816,600*	*318,000*	*4,599,500*	*28,734,100*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	329,100	2,900	69,600	401,600
Governor's Recommendation	*0.00*	*329,100*	*2,900*	*69,600*	*401,600*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	66,400	2,600	5,800	74,800
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	186,600	1,600	39,500	227,700
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*377,800*	*3,200*	*79,900*	*460,900*

Agricultural Research and Extension Service

Analyst: Borden

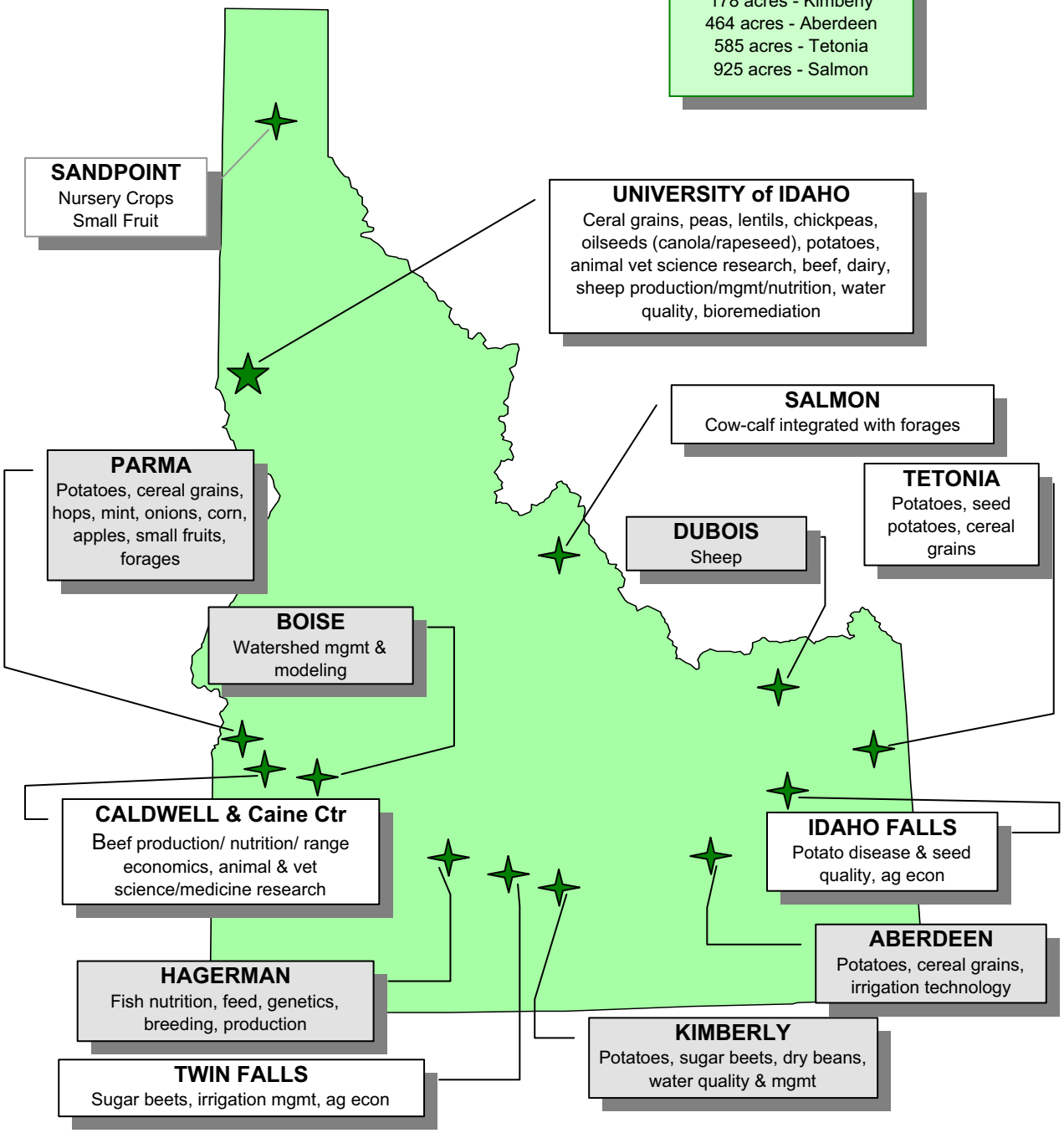
Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Fund Shifts					
The federal funds received by the Agricultural Research & Extension Service (ARES) are capped and cannot be increased to cover new costs such as Maintenance of Current Operations (MCO) increases. Essentially the same thing is true with the dedicated funds (Equine Education and Miscellaneous Revenue) received by ARES as they are not expected to grow. This request for a fund shift would move ARES federal and dedicated fund MCO increases totaling $122,000 to the General Fund. These maintenance increases include $72,500 for personnel benefit increases, $8,400 for inflationary increases and $41,100 for a 1% CEC. ARES makes this request to allow all existing federal and dedicated funds to continue to be used for programs and services instead of MCO increases.					
Agency Request	0.00	122,000	(7,100)	(114,900)	0
The governor does not recommend replacing federal or other funds needed for maintenance costs with General Fund money. However, additional expenditures may be recognized in these funds to the extent cash is available.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Program Maintenance					
Agency Request	373.11	24,520,700	318,000	4,599,500	29,438,200
Governor's Recommendation	*373.11*	*24,523,500*	*324,100*	*4,749,000*	*29,596,600*
Lump Sum or Other Adjustments					
Consistent with other higher education appropriations, the Agricultural Research & Extension Service requests a lump sum appropriation for FY 2005. A lump sum appropriation allows for the transfer of funds between expenditure classes at the agency's discretion. ARES feels this flexibility is an essential element in their ability to react quickly to the changing and unexpected needs of their statewide research and extension mission and to provide startup funding for new faculty. ARES has received lump sum appropriations each year since FY 1998.					
A lump sum appropriation removes all restrictions that limit the transfer of moneys among Personnel Costs, Operating Expenses, Capital Outlay and Trustee/Benefit Payments. As an exception to state budget laws, a lump sum appropriation requires specific legislative authorization and approval per Section 67-3508(1), Idaho Code. A Lump Sum Adjustment nets to zero dollars.					
Agency Request	0.00	0	0	0	0
Recommended by the governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	373.11	24,520,700	318,000	4,599,500	29,438,200
Governor's Recommendation	*373.11*	*24,523,500*	*324,100*	*4,749,000*	*29,596,600*
Agency Request					
Change from Original App	3.58	704,100	0	0	704,100
% Change from Original App	1.0%	3.0%	0.0%	0.0%	2.5%
Governor's Recommendation					
Change from Original App	*3.58*	*706,900*	*6,100*	*149,500*	*862,500*
% Change from Original App	*1.0%*	*3.0%*	*1.9%*	*3.3%*	*3.0%*

Agricultural Research & Extension Service
Issues & Information

Analyst: Borden

- 42 County Extension Offices
- 12 Research & Extension Centers
- 8 Major Buildings on the UI Campus
- 6 USDA-ARS Cooperative Programs

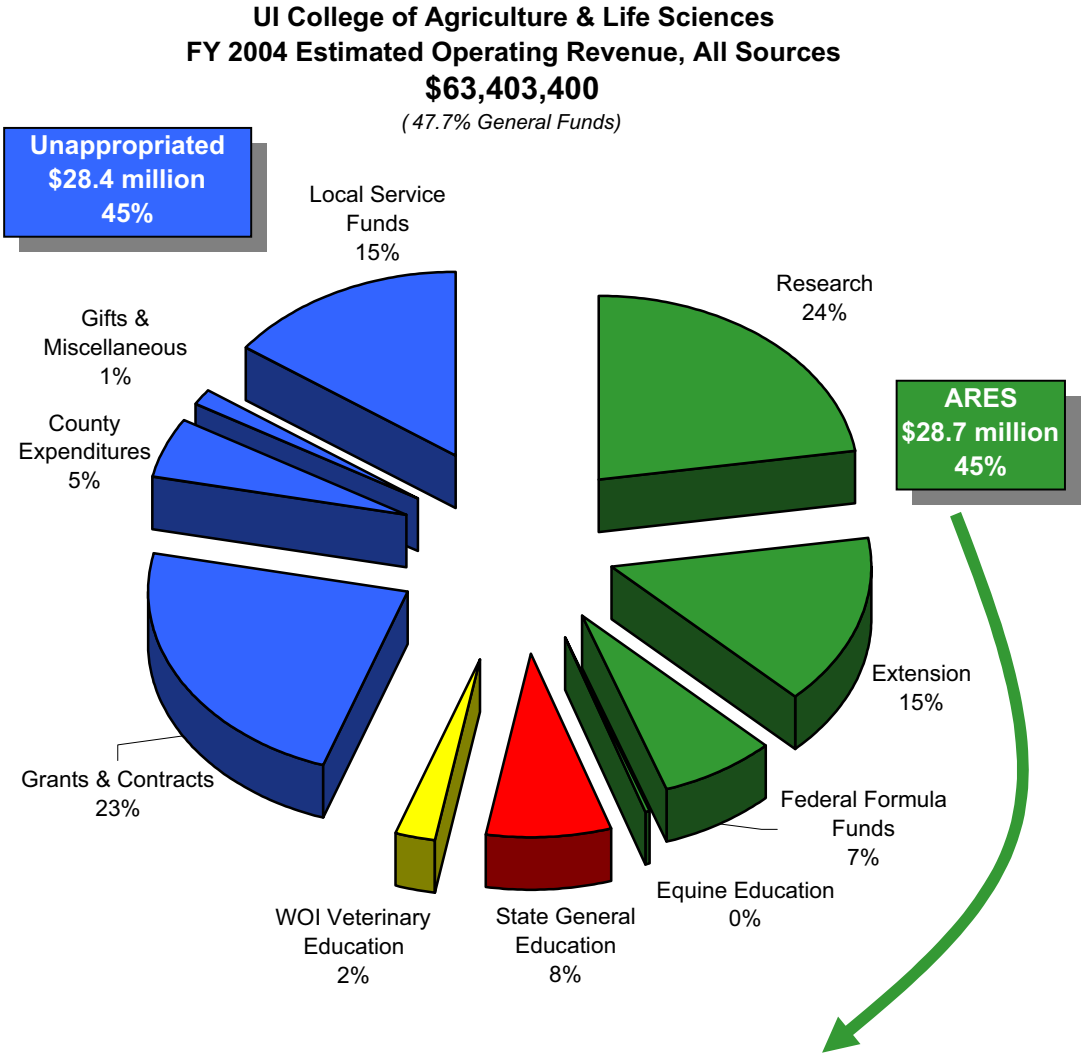
4,003 Total Acres
78 acres - Sandpoint
1,249 acres - Moscow
200 acres - Parma
280 acres - Caldwell
40 acres - Caine Ctr
4 acres - Hagerman
178 acres - Kimberly
464 acres - Aberdeen
585 acres - Tetonia
925 acres - Salmon

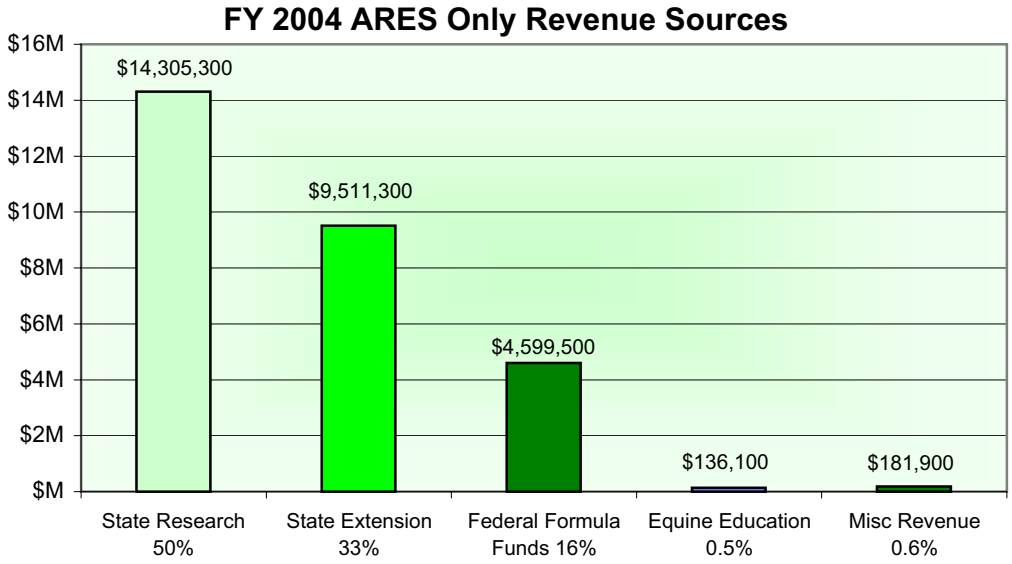


Gray boxes denote USDA-ARS Cooperative Programs.

Agricultural Research & Extension Service
Issues & Information

Analyst: Borden





Agricultural Research & Extension Service

Analyst: Borden

Issues & Information

FY 2004 ARES Off-Campus FTE & Appropriated Dollars.

LOCATION	FTE	Appropriated Dollars
DISTRICT I		
• Sandpoint R&E Center	3.0	$205,464
• Coeur d'Alene	3.5	$304,655
• 9 County Extension Offices	14.5	$960,603
Total	***21.0***	***$1,470,722***
DISTRICT II		
• Caldwell/Caine Center	22.1	$2,458,246
• Parma R&E Center	19.1	$1,314,877
• Boise Center	10.7	$789,720
• 9 County Extension Offices	15.5	$1,013,429
Total	***67.3***	***$5,576,272***
DISTRICT III		
• Twin Falls R&E Center	19.9	$1,528,167
• Kimberly R&E Center	11.2	$710,892
• 11 County Extension Offices	18.0	$1,201,421
Total	***49.0***	***$3,440,480***
DISTRICT IV		
• Aberdeen R&E Center	27.4	$1,537,174
• Tetonia R&E Center	3.8	$227,833
• Idaho Falls R&E Center	12.1	$873,568
• 13 County Extension Offices	19.2	$1,317,726
Total	***62.4***	***$3,956,301***
GRAND TOTAL	***199.7***	***$14,443,775***
• ***Percent FTE Off-Campus***	***46%***	
• ***Percent Appropriated Dollars Off-Campus***	***41%***	

ARES Facilities, Equipment & Supplies Replacement Values

LOCATION	VALUE		
	Buildings	Equipment & Supplies	Total
Sandpoint R&E Center	$357,612	$172,768	$530,380
Moscow Farm Operations	$8,468,594	$4,207,643	$12,676,237
Caldwell R&E Center	$2,088,801	$1,050,153	$3,138,954
Caine Veterinary Teaching Center	$3,641,592	$1,138,560	$4,780,152
Parma R&E Center	$3,521,525	$2,081,984	$5,603,509
Kimberly R&E Center	$1,915,926	$1,088,756	$3,004,682
Aberdeen R&E Center	$3,719,083	$3,252,417	$6,971,500
Tetonia R&E Center	$2,145,696	$1,938,396	$4,084,092
Dubois USDA Sheep Station	$0	$90,887	$90,887
Hagerman Aquaculture Center	$2,948,019	$0	$2,948,019
County Extension Offices	$0	$4,025,246	$4,025,246
GRAND TOTAL	***$28,806,848***	***$19,046,810***	***$47,853,658***

Blank Page

College and Universities

Analyst: Borden

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	213,558,800	206,930,000	218,000,000	233,091,100	*223,366,200*
Dedicated	101,656,800	89,017,900	109,172,400	108,789,100	*111,410,100*
Total:	**315,215,600**	**295,947,900**	**327,172,400**	**341,880,200**	***334,776,300***
Percent Change:		(6.1%)	10.6%	4.5%	*2.3%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	234,458,500	0	0	*0*
Operating Expenditures	0	50,249,900	0	0	*0*
Capital Outlay	0	11,239,400	0	0	*0*
Lump Sum	315,215,600	100	327,172,400	341,880,200	*334,776,300*
Total:	**315,215,600**	**295,947,900**	**327,172,400**	**341,880,200**	***334,776,300***
Full-Time Positions (FTP)	3,552.82	3,473.51	3,590.51	3,651.80	*3,631.55*

Division Description

Idaho's baccalaureate institutions of higher education include Boise State University in Boise, Idaho State University in Pocatello, the University of Idaho in Moscow, and Lewis-Clark State College in Lewiston.

These four year schools provide a wide variety of on and off-campus educational programs to meet the personal and professional needs of Idahoans at the baccalaureate, masters and doctoral levels. They also provide assistance to Idaho citizens through research and service programs. Idaho's college and universities cooperate and collaborate to efficiently use the resources that support the state's higher education system.

College and Universities

Analyst: Borden

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**3,590.51**	**218,000,000**	**327,172,400**	***3,590.51***	***218,000,000***	***327,172,400***
Reappropriations	0.00	5,300	32,233,600	*0.00*	*5,300*	*32,233,600*
Other Approp Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Total Appropriation	**3,590.51**	**218,005,300**	**359,406,000**	***3,590.51***	***218,005,300***	***359,406,000***
Non-Cognizable Funds and Transfers	41.04	0	66,600	*41.04*	*0*	*66,600*
FY 2004 Estimated Expenditures	**3,631.55**	**218,005,300**	**359,472,600**	***3,631.55***	***218,005,300***	***359,472,600***
Removal of One-Time Expenditures	0.00	(5,300)	(32,300,200)	*0.00*	*(5,300)*	*(32,300,200)*
Base Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Base	**3,631.55**	**218,000,000**	**327,172,400**	***3,631.55***	***218,000,000***	***327,172,400***
Personnel Cost Rollups	0.00	2,903,000	3,939,900	*0.00*	*2,903,000*	*3,939,900*
Inflationary Adjustments	0.00	271,500	922,700	*0.00*	*0*	*0*
Nonstandard Adjustments	20.25	4,211,200	4,900,100	*0.00*	*(957,600)*	*(957,600)*
Change in Employee Compensation	0.00	1,689,800	2,282,100	*0.00*	*3,420,800*	*4,619,900*
Fund Shifts	0.00	3,352,600	0	*0.00*	*0*	*1,700*
FY 2005 Program Maintenance	**3,651.80**	**230,428,100**	**339,217,200**	***3,631.55***	***223,366,200***	***334,776,300***
1. Funding Equity	0.00	2,663,000	2,663,000	*0.00*	*0*	*0*
Lump Sum or Other Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**3,651.80**	**233,091,100**	**341,880,200**	***3,631.55***	***223,366,200***	***334,776,300***
Change from Original Appropriation	61.29	15,091,100	14,707,800	*41.04*	*5,366,200*	*7,603,900*
% Change from Original Appropriation		6.9%	4.5%		2.5%	2.3%

College and Universities

Analyst: Borden

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	3,590.51	218,000,000	109,172,400	0	327,172,400
Reappropriations					

Reappropriation authority -- otherwise known as carryover -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.

The four institutions are carrying over a total of $32.2 million from FY 2003 into the current fiscal year. This money consists almost entirely of student fees (one-tenth of one percent, or $45,300, are endowment funds). The institutions regard the reappropriation authority granted to them each year by the Legislature to be a very valuable tool for managing their large, diverse and growing operations. They also assert that it allows them to plan for and spend their limited resources more efficiently and effectively. These carried over funds are earmarked for a variety of one-time uses including ongoing capital projects, technology replacement, instructional and support equipment, faculty research projects, HERC and Technology grants, property acquisition and general institutional reserves.

The State Board of Education has reviewed and approved these carryover amounts and uses.

Agency Request	0.00	5,300	32,228,300	0	32,233,600
Governor's Recommendation	*0.00*	*5,300*	*32,228,300*	*0*	*32,233,600*
Other Approp Adjustments					

Includes minor 'Other Appropriation Adjustments' that net to zero.

Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Total Appropriation					
Agency Request	3,590.51	218,005,300	141,400,700	0	359,406,000
Governor's Recommendation	*3,590.51*	*218,005,300*	*141,400,700*	*0*	*359,406,000*
Non-Cognizable Funds and Transfers					

Like other higher education appropriations, the FY 2004 appropriation to the four year higher education institutions did not include a cap on their number of full-time equivalent positions. Recorded here is the net change in positions that results in a one percent FTP increase. Also shown are one-time, non-cognizable funds that net to $66,000. The source of these moneys are primarily FY 2003 actual student fees that differed from estimated amounts.

Agency Request	41.04	0	66,600	0	66,600
Governor's Recommendation	*41.04*	*0*	*66,600*	*0*	*66,600*
FY 2004 Estimated Expenditures					
Agency Request	3,631.55	218,005,300	141,467,300	0	359,472,600
Governor's Recommendation	*3,631.55*	*218,005,300*	*141,467,300*	*0*	*359,472,600*
Removal of One-Time Expenditures					

The amounts carried over from FY 2003 as well as the non-cognizable funds are one-time moneys for FY 2004 and thus removed prior to calculating the FY 2005 Base.

Agency Request	0.00	(5,300)	(32,294,900)	0	(32,300,200)
Governor's Recommendation	*0.00*	*(5,300)*	*(32,294,900)*	*0*	*(32,300,200)*

College and Universities

Analyst: Borden

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Base Adjustments					
Includes minor 'Base Adjustments' that net to zero.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	3,631.55	218,000,000	109,172,400	0	327,172,400
Governor's Recommendation	*3,631.55*	*218,000,000*	*109,172,400*	*0*	*327,172,400*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	2,903,000	1,036,900	0	3,939,900
Governor's Recommendation	*0.00*	*2,903,000*	*1,036,900*	*0*	*3,939,900*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% for applicable operating expenditures. Base funding for a number of items, including Attorney General, State Controller, State Treasurer, property/casualty insurance and the like, are removed prior to applying the inflationary factor to the remaining operating expenses.					
Agency Request	0.00	271,500	651,200	0	922,700
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

College and Universities

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total

Nonstandard Adjustments

INTERNAL NONSTANDARD ADJUSTMENTS The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property/casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. For FY 2005, these adjustments include a $372,800 reduction in State Controller fees, an additional $1,600 for State Treasurer fees, and a $586,400 reduction in property/casualty insurance premiums for a net change (reduction) of $957,600.

EXTERNAL NONSTANDARD ADJUSTMENTS include several formula-driven components:

ENROLLMENT WORKLOAD ADJUSTMENT General Fund money totaling $2,679,800 and 12.0 FTE is requested for the annual Enrollment Workload Adjustment. EWA funding is based on a 3-year moving average of credit hours multiplied by course level and program weights. Credit hours generated from externally funded sources or contracts are not included. Weighting factors are applied to four groups of instructional disciplines and for lower, upper, masters, doctoral and law course levels. An additional 5% emphasis factor is given to each institution's primary emphasis (Role & Mission) areas.

NEW OCCUPANCY COSTS A total of $1,996,800 is requested to pay for the costs associated with new academic facilities that will be occupied for the first time in FY 2005. These amounts were arrived at using the State Board of Education-approved formula that determines how much it will cost to cover maintenance, custodial and utilities for new campus buildings. Of the total amount, Personnel Costs are $282,800 for 8.25 FTE and Operating Expenditures are $1.7 million. BSU is requesting $185,500 to occupy the first academic building on their West Campus for half of the fiscal year. ISU is requesting $978,100 to occupy its new performing arts center. The UI is requesting $676,100 for six facilities including the Alumni Residence Center, the UI Research Park , the Vandal Athletic Center, the Living & Learning Center, the Water Center and the Teaching & Learning Center. LCSC is requesting $157,100 to occupy the Campus Activity Center for half of the fiscal year.

LIBRARY BOOK & PERIODICAL INFLATION The institutions request $477,900 for the increased cost of library books and periodicals above the standard 1.9% general inflation rate. These publications typically increase every year at a rate above the standard inflationary rate. Those rates are estimated to be 2.4% for books and 10.5% for periodicals. Funding this request would allow the institutions to maintain their current level of book acquisitions and periodical subscriptions.

INCREASED UTILITY COSTS The institutions also request $703,200 for utility cost increases that exceed the standard inflationary rate. The institutions use a mix of electricity, natural gas and coal. Both BSU and ISU are anticipating a 31% increase in their natural gas rates while the UI is expecting a 13% increase in its electricity bill.

Although, as requested, these nonstandard adjustments would be funded with a mix of General and dedicated funds, a fund shift is also being requested on the next page to move all dedicated fund MCO increases onto the General Fund.

Agency Request	20.25	4,211,200	688,900	0	4,900,100

The governor recommends no funding for the Enrollment Workload Adjustment, new occupancy costs, library acquistions or utility rate increases.

Governor's Recommendation	*0.00*	*(957,600)*	*0*	*0*	*(957,600)*

Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	1,689,800	592,300	0	2,282,100

The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.

Governor's Recommendation	*0.00*	*3,420,800*	*1,199,100*	*0*	*4,619,900*

College and Universities

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
Fund Shifts					

MCO INCREASE FUND SHIFT Sixty-eight percent or $2,278,600 of this fund shift is requested to provide additional General Fund money to replace the Maintenance of Current Operations increases allocated to the endowments and student fees. Shifting these maintenance increases onto the General Fund is intended to allow those other funds sources to maintain their full 'purchasing power' and not diminish the educational services they provide.

ENDOWMENT LOSS REPLACEMENT Since last fiscal year, the earnings from the five endowment funds that help support higher education in Idaho have declined by $1,071,700 or 8.96%. For FY 2004, the State Board of Land Commissioners approved distributions totaling $11,964,700. For FY 2005, the Land Board has indicated that $10,893,000 will be distributed to higher education. The four-year institutions request General Fund money to replace the diminished endowment funds and maintain equivalent funding at the FY 2004 level.

Of the total $3.4 million being requested, $2.3 million or 68% would offset the student fee MCO increases while $1.1 million or 32% would offset the endowment fund losses.

Agency Request	0.00	3,352,600	(3,352,600)	0	0

The governor does not recommend replacing with General Fund money the endowment funds or student fees needed for maintenance of current operations cost increases. However, $1,945,900 in additional student fee spending authority is recommended to the extent cash is available.

The governor also does not recommend replacing the anticipated shortfall in endowment fund distributions with General Fund money. Further, the governor recommends adjusting (reducing) endowment fund spending authority by $1,944,200 based on a reduced payout percentage.

Governor's Recommendation	*0.00*	*0*	*1,700*	*0*	*1,700*

FY 2005 Program Maintenance					
Agency Request	3,651.80	230,428,100	108,789,100	0	339,217,200
Governor's Recommendation	*3,631.55*	*223,366,200*	*111,410,100*	*0*	*334,776,300*

College and Universities

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total

1. Funding Equity

In 2001, members of the Legislature prompted the State Board of Education to examine equity of state funding among Idaho's four-year institutions of higher education. The task was to determine if similar students in similar programs received similar amounts of state funding. The Board engaged a private consulting firm that first concluded that Idaho's baccalaureate institutions were not funded equitably when compared with peer institutions in other states (funding adequacy). After controlling for various factors to isolate comparable instructional costs, the consultants also concluded that state funds for similar students in similar programs were not distributed equitably between Boise State University, Idaho State University, the University of Idaho and Lewis-Clark State College (funding equity).

PART 1: BASE INSTRUCTIONAL EQUITY Upon receiving the consultant's report, the State Board of Education appointed several members to a task force and asked them to provide findings and recommendations to the full Board. The task force chose to focus on funding equity while acknowledging that funding adequacy was a legitimate but separate issue. At their January 2002 meeting, the full Board accepted task force findings that an inequity does exist in the base instructional funding between Idaho's four-year institutions. To correct that inequity, the Board requests $7,920,000. BSU would receive $4,490,700 or 57%, ISU would receive $3,429,300 or 43% while the UI and LCSC would receive no additional Base Instructional Equity funding. The Board recommends that Base Instructional Equity be achieved with new, additional funding rather than by reallocating existing base funds among the four institutions.

PART 2: SCIENCE & TECHNOLOGY GROWTH ADJUSTMENT In addition to the Base Instructional Equity funding, the Board considered a Science & Technology Growth Adjustment. This aspect of adequacy funding was promoted by the governor consistent with the chief executive's higher education research initiative. The Board requests $3,000,000 for a Science & Technology Growth Adjustment and considers it equal in priority with the request for Base Instructional Equity funding. The $3 million would be distributed among the four-year institutions in direct proportion to their audited research expenditures of the prior fiscal year. In no case would an institution receive less than $75,000. Under that formula, BSU would receive $302,000 or 10%, ISU would receive $326,400 or 11%, the UI would receive $2,296,600 or 77%, and LCSC would receive $75,000 or 3%.

PART 3: ENROLLMENT WORKLOAD ADJUSTMENT CARRY FORWARD Finally, the Board addressed the methodology used to allocate funds provided for enrollment changes, otherwise known as the Enrollment Workload Adjustment. They first modified the EWA formula to give greater weight to doctoral level credits, as recommended by the consultants and task force. They then declared it their policy to carry forward any unfunded portion of the annual Enrollment Workload Adjustment into future years' appropriation requests until fully funded. This policy recognizes that enrollment increases not supported with additional state funds will create and perpetuate new funding inequities. Since no new money was appropriated for the Enrollment Workload Adjustment in FY 2003, the FY 2005 Equity enhancement request includes $617,200 in carry forward EWA funding from that year. For FY 2004, $1,364,900 was requested for the EWA and 52% or $651,900 was funded. The remaining $713,000 plus an additional $1,064,900 due to actual versus projected weighted credit hours has also been added into the EWA carry forward for FY 2005. Therefore, the total unfunded EWA carry forward contained in this request is $2,395,100. (The FY 2005 Enrollment Workload Adjustment of $2,679,800 is found under Non-Standard Adjustments section of this appropriation request.)

TOTAL When combined, the three components of Base Instructional Equity, Science & Technology Growth Adjustment and Enrollment Workload Adjustment carry forward result in a total request of $13,315,100. Of that amount, BSU would receive $5,106,500 or 38%, ISU would receive $4,372,100 or 33%, UI would receive $3,776,300 or 28% and LCSC would receive $60,200 or 1%.

FY 2005 ENHANCEMENT REQUEST The actual FY 2005 request seeks only one-fifth of the total, or $2,663,000 in ongoing General Fund money. The State Board of Education expects to make a similar request each year for the following four years, through FY 2009, at which time funding equity would theoretically be achieved among the state’s four-year institutions of higher education. This assumes, of course, that the Legislature will provide full funding for each year's Funding Equity and Enrollment Workload Adjustment requests.

College and Universities

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
.					
Agency Request	0.00	2,663,000	0	0	2,663,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Lump Sum or Other Adjustments

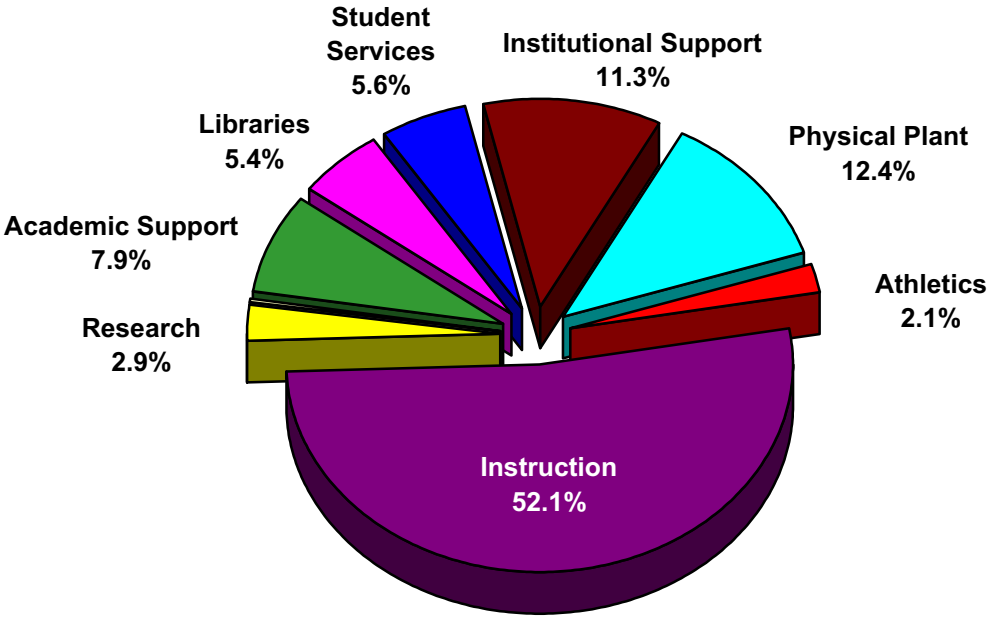
A lump sum appropriation removes all restrictions that limit the transfer of moneys among Personnel Costs, Operating Expenses, Capital Outlay and Trustee/Benefit Payments. As an exception to state budget laws, a lump sum appropriation requires specific legislative authorization and approval per Section 67-3508(1), Idaho Code.

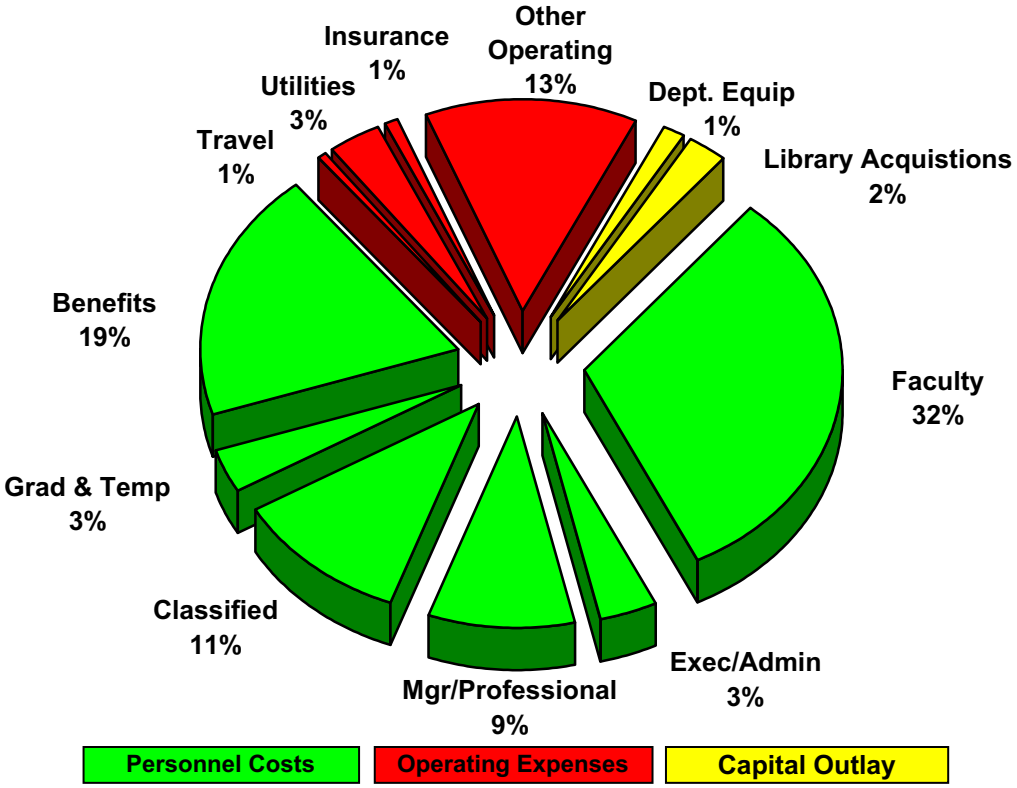
Higher education budgets in Idaho have typically been appropriated in a lump sum. The institutions again request lump sum funding citing the need for maximum flexibility as they deal with increasing enrollments and continued pressures on appropriations.

Agency Request	0.00	0	0	0	0
Recommended by the governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	3,651.80	233,091,100	108,789,100	0	341,880,200
Governor's Recommendation	*3,631.55*	*223,366,200*	*111,410,100*	*0*	*334,776,300*
Agency Request					
Change from Original App	61.29	15,091,100	(383,300)	0	14,707,800
% Change from Original App	1.7%	6.9%	(0.4%)		4.5%
Governor's Recommendation					
Change from Original App	*41.04*	*5,366,200*	*2,237,700*	*0*	*7,603,900*
% Change from Original App	*1.1%*	*2.5%*	*2.0%*		*2.3%*

College & Universities
Issues & Information

Uses of FY 2004 Appropriated Moneys
Original Appropriation = $327,172,400
(Charts do not include $3.1 million for System wide Initiatives)





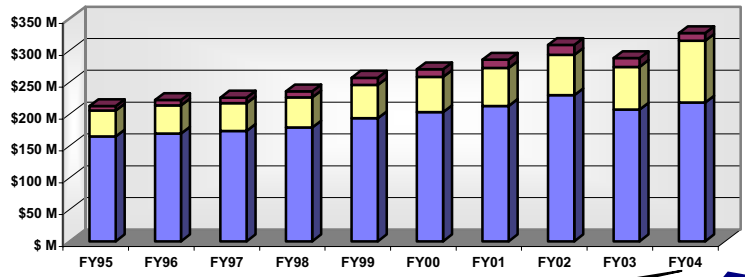
Data Source: Office of the State Board of Education

College & Universities
Issues & Information

Analyst: Borden

FY 2004 Original Appropriation
$327,172,400

Appropriated Funds Trens

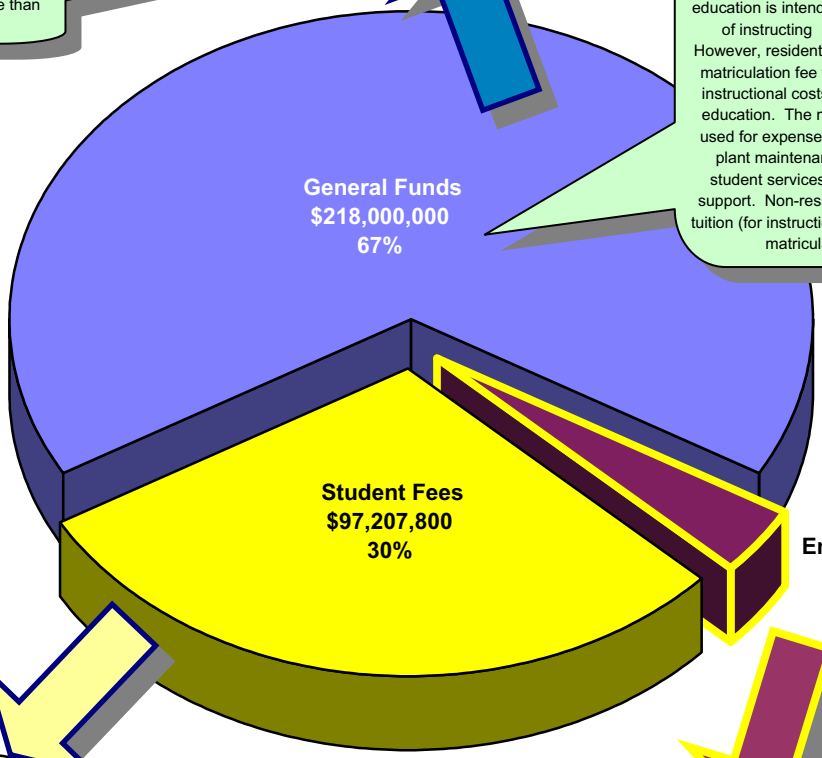


Student fees make up a larger percentage of today's higher education appropriation while the General Fund portion is declining and endowments, after a period of increase, are now comparable to their relative percentage from a decade ago.

More on trends...

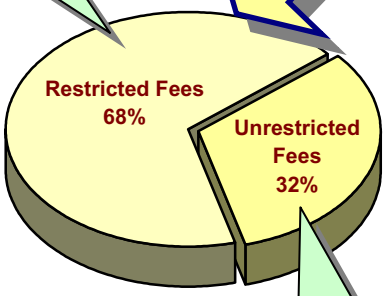
The FY 2004 General Fund appropriation to Idaho's college & universities is 2.5% more than FY 2001 budget.

Since Idaho law prohibits charging tuition to resident students, the General Fund appropriation to higher education is intended to pay the costs of instructing Idaho students. However, residents can be charged a matriculation fee to pay for the non-instructional costs related to higher education. The matriculation fee is used for expenses such as physical plant maintenance & operation, student services and institutional support. Non-residents are charged tuition (for instructional costs) plus the matriculation fee.



Endowment Funds
$11,964,600
4%

Restricted fees, otherwise known as matriculation fees, cannot be used for instructional costs. They can be used for physical plant maintenance & operation, student services and institutional support.



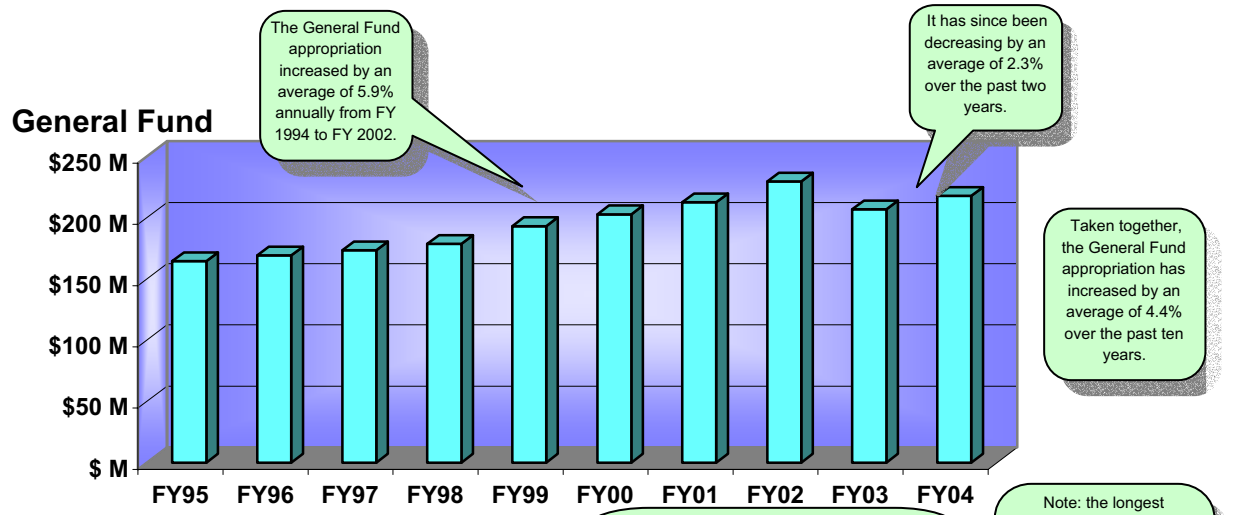
Unrestricted fees can be used for any purpose, including instructional costs.

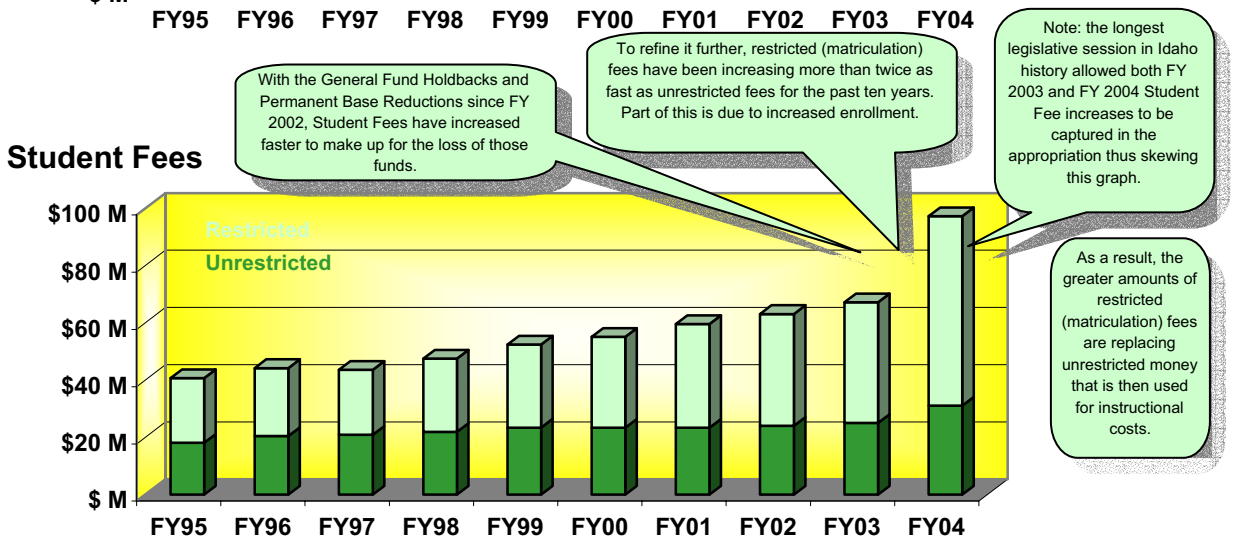
Endowment Fund	Endowed Institution	FY 2004 Appropriation	% of Total
Agricultural College	UI 100%	$ 960,000	8%
Charitable Institutions	ISU 26.7%	$ 914,600	8%
Normal School	50%, LCSC !	$ 3,195,000	27%
Scientific School	UI 100%	$ 3,785,000	32%
University	UI 100%	$ 3,110,000	26%
		$ 11,964,600	100%

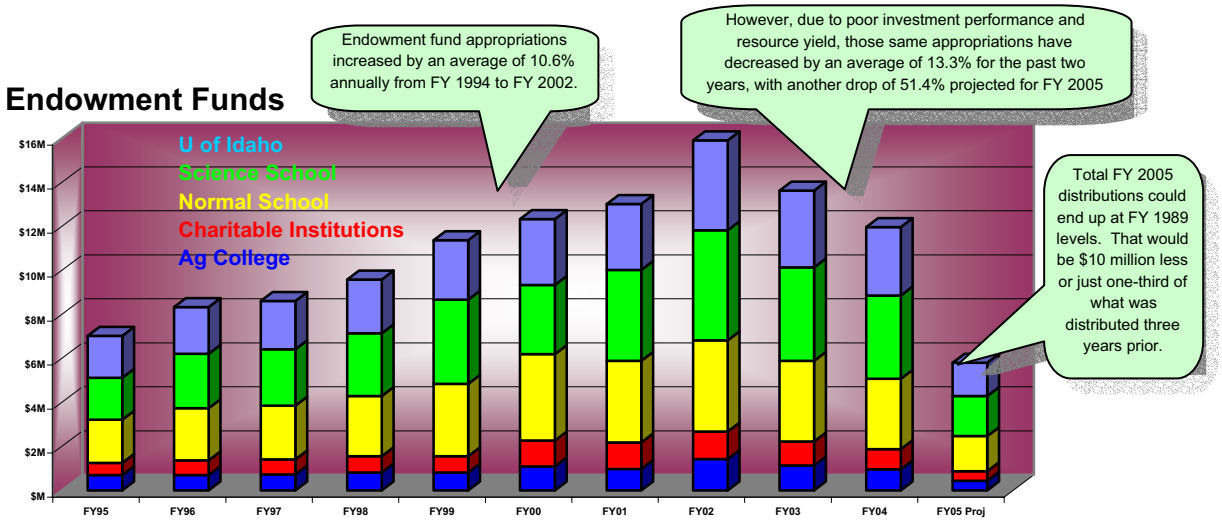
The endowment appropriation was reduced 9% or $1.1 million from FY 2003 to FY 2004 due to poor investment performance.

Source: Idaho Legislative Services Office, Budget & Policy Analysis

Trend Analysis of Appropriated Funds

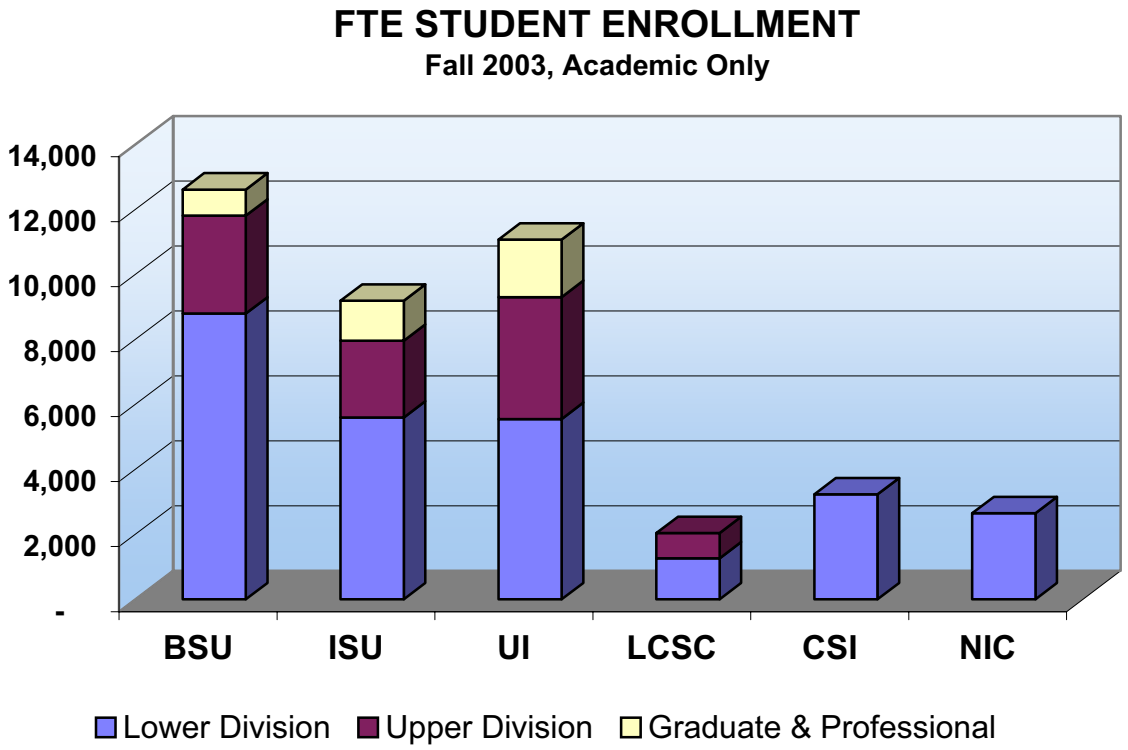


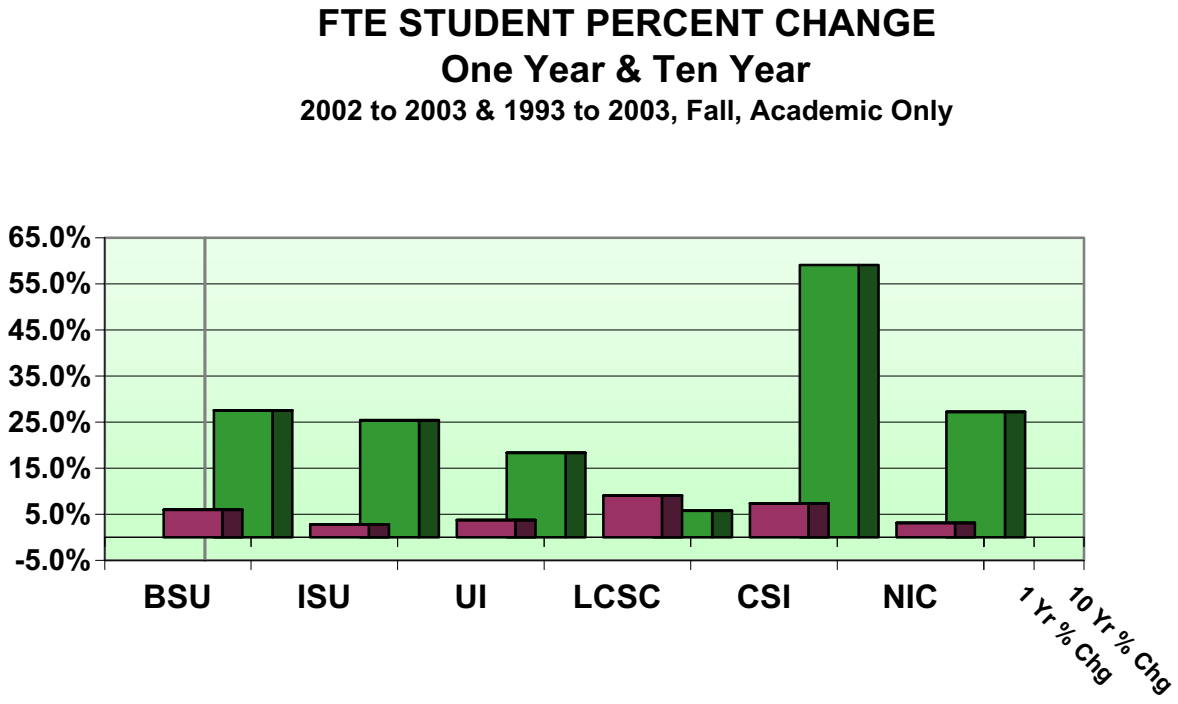




Source: Idaho Legislative Services Office - Budget & Policy Analysis

College & Universities
Issues & Information

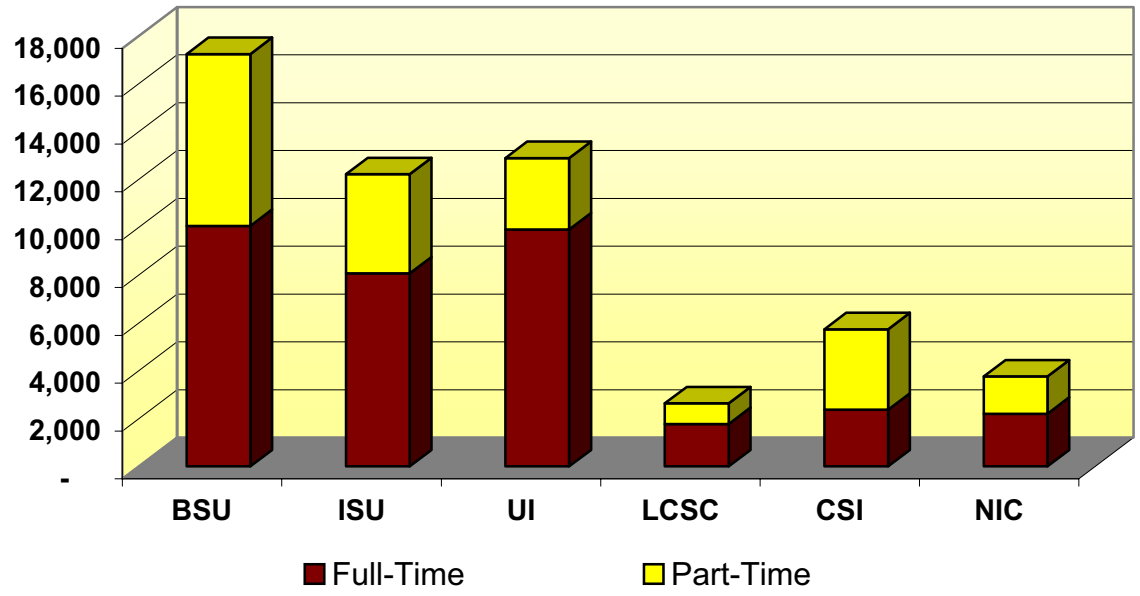




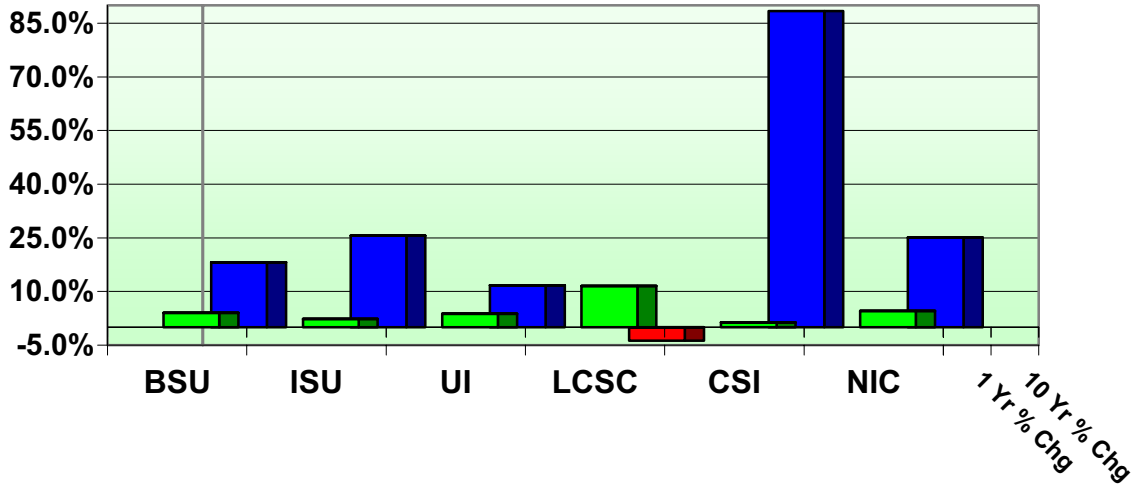
Data Source: Office of the State Board of Education

College & Universities
Issues & Information

STUDENT HEADCOUNT ENROLLMENT
Fall 2003, Academic Only



STUDENT HEADCOUNT PERCENT CHANGE
One Year & Ten Year
2002 to 2003 & 1993 to 2003, Fall, Academic Only



Data Source: Office of the State Board of Education

College & Universities
Issues & Information

ANNUAL Undergraduate Full-Time Student Fees & Tuition

RESIDENT FEES

	FY 2003	FY 2004	$ Change	% Change
BSU	$ 2,984	$ 3,251	$ 267	8.9%
ISU	$ 3,136	$ 3,448	$ 312	9.9%
UI	$ 3,044	$ 3,348	$ 304	10.0%
LCSC	$ 2,852	$ 3,126	$ 274	9.6%
Average	*$ 3,004*	*$ 3,293*	*$ 289*	*9.6%*

Anatomy of Resident Student Fees

	FY 2004 Average	%
Matriculation Fee	$ 2,084	*63%*
Technology Fee	$ 83	*3%*
Facility Fee	$ 483	*15%*
Activity Fees	$ 656	*20%*
Total	$ 3,306	

Idaho's average annual resident undergraduate fees were 92% of the the WICHE state average of $3,267 for the 2002-2003 academic year.

NON-RESIDENT TUITION

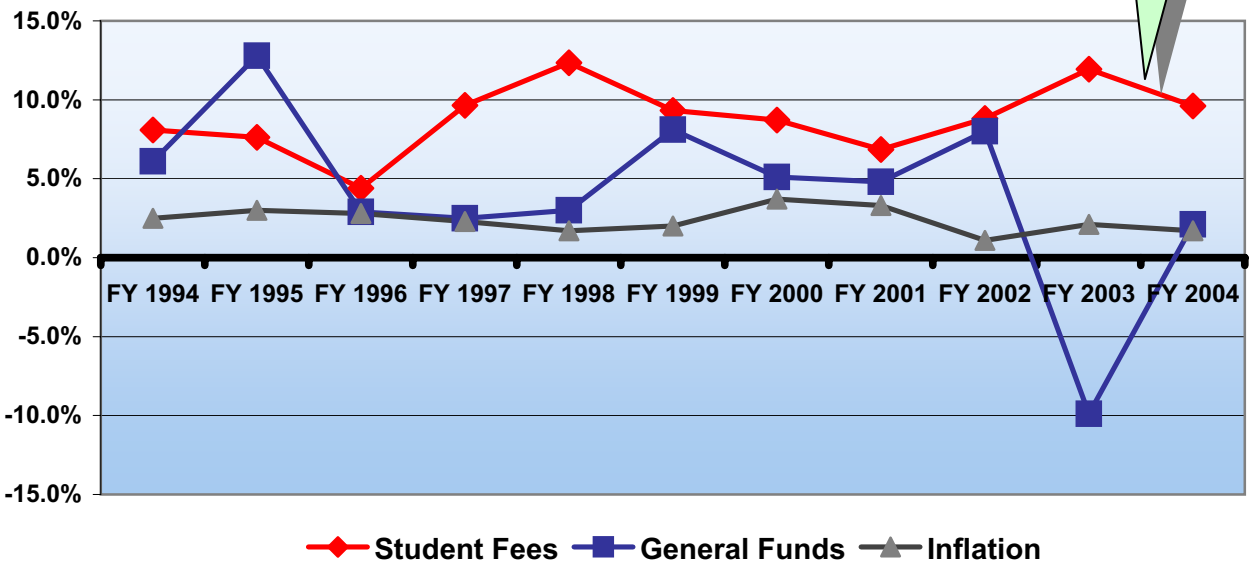
	FY 2003	FY 2004	$ Change	% Change
BSU	$ 6,400	$ 6,720	$ 320	5.0%
ISU	$ 6,240	$ 6,600	$ 360	5.8%
UI	$ 6,720	$ 7,392	$ 672	10.0%
LCSC	$ 5,710	$ 5,998	$ 288	5.0%
Average	*$ 6,268*	*$ 6,678*	*$ 410*	*6.5%*

(Non-Residents pay Resident Fees plus Non-Resident Tuition)

Idaho's average annual non-resident undergraduate fees & tuition were 86% of the WICHE state average of $10,766 for the 2002-2003 academic year.

Resident student fees have increased by an average of 8.9% over the past ten years.

PERCENT CHANGE, FY 1994 to FY 2004
Student Fees, General Funds & Inflation

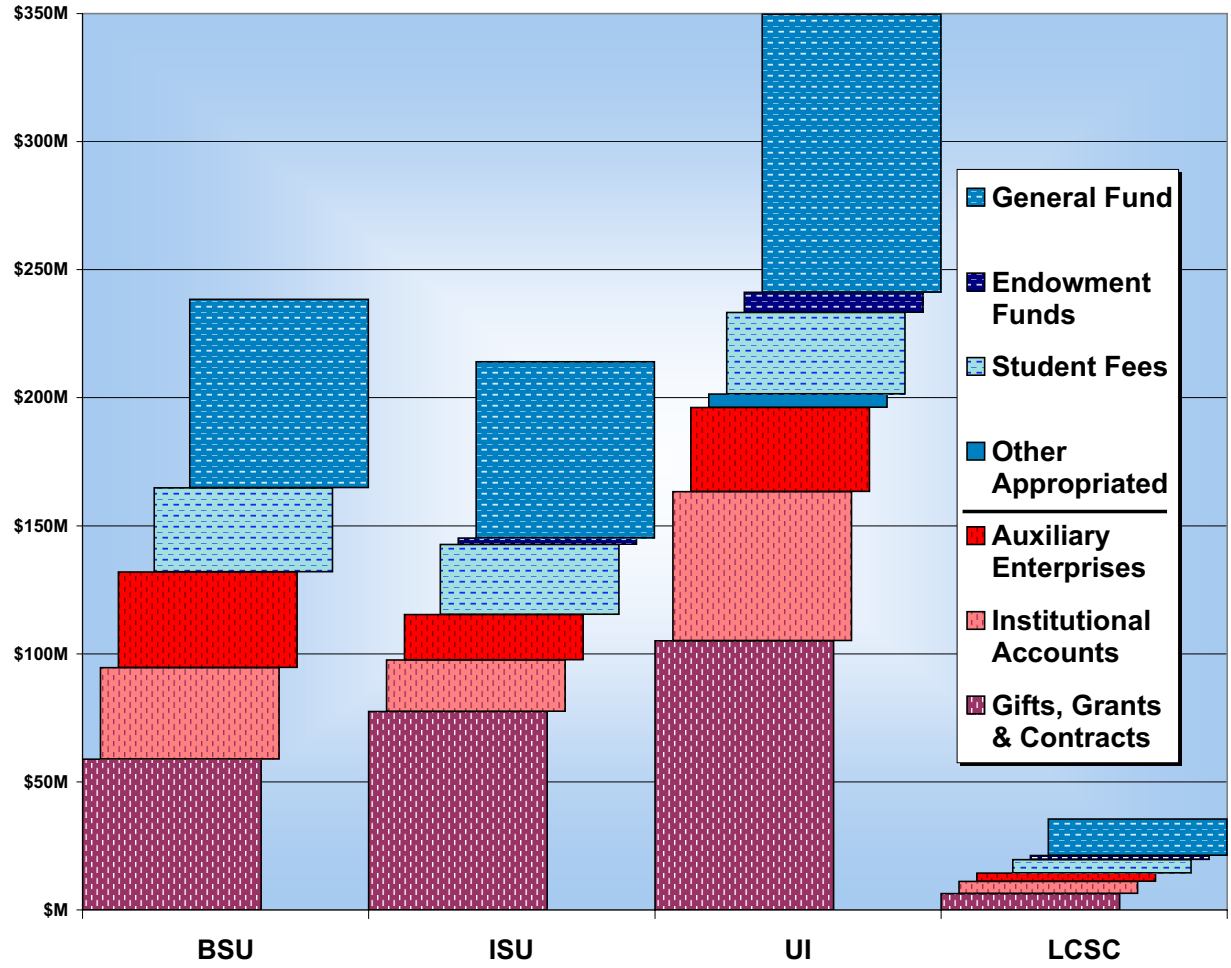


The fifteen Western Interstate Commission on Higher Education (WICHE) member states are Alaska, Arizona, California, Colorado, Hawaii, Idaho, Montana, Nevada, New Mexico, North Dakota, Oregon, South Dakota, Utah, Washington and Wyoming.

Data Source: Office of the State Board of Education

FY 2004 All Funds Operating Budgets

Appropriated + Unappropriated Revenue



REVENUE SOURCES	BSU	%	ISU	%	UI	%	LCSC	%	Total	%
General Fund	73,598,195	30.9%	68,911,656	32.2%	108,539,600	31.0%	14,245,080	40.2%	265,294,532	31.7%
Endowment Funds	0	0.0%	2,512,200	1.2%	7,855,000	2.2%	1,597,500	4.5%	11,964,700	1.4%
Student Fees	32,846,900	13.8%	27,280,548	12.7%	31,861,400	9.1%	5,194,600	14.6%	97,183,448	11.6%
Other Appropriated	0	0.0%	0	0.0%	5,238,500	1.5%	0	0.0%	5,238,500	0.6%
Auxiliary Enterprises	37,283,344	15.6%	17,814,274	8.3%	32,923,700	9.4%	3,331,485	9.4%	91,352,803	10.9%
Institutional Accounts	35,831,629	15.0%	20,089,977	9.4%	58,225,000	16.6%	4,771,300	13.5%	118,917,906	14.2%
Gifts, Grants & Contracts	58,802,729	24.7%	77,459,893	36.2%	105,061,700	30.0%	6,328,400	17.8%	247,652,723	29.6%
		100.0%		100.0%		100.0%		100.0%		100.0%
Total Appropriated Funds	106,445,095	44.7%	98,704,404	46.1%	153,494,500	43.9%	21,037,180	59.3%	379,681,180	45.3%
Total Unappropriated Funds	131,917,702	55.3%	115,364,144	53.9%	196,210,400	56.1%	14,431,185	40.7%	457,923,433	54.7%
Total Revenue	238,362,797	100.0%	214,068,548	100.0%	349,704,900	100.0%	35,468,365	100.0%	837,604,613	100.0%

DEFINITIONS of REVENUE SOURCES

General Fund	Moneys received into the State Treasury that are available for general use and appropriated by the Legislature.
Endowment Funds	Revenue received from five separate state endowments, each with its own dedicated use to benefit education.
Student Fees	Primarily matriculation fees (paid by all students) and tuition (paid by nonresident students).
Auxiliary Enterprises	Institutional business enterprises such as bookstores, student housing, intercollegiate athletics, student unions, etc.
Institutional Accounts	Thousands of typically small activities that charge fees or sell products or services (e.g. copy machines, research labs, ag sales).
Gifts, Grants & Contracts	Gifts, grants and competitively bid contracts for specific deliverables. Includes federal direct student loans.

Note 1: Operating budgets are spending plans developed prior to the beginning of each fiscal year.
Note 2: The numbers on this page include appropriations for Ag Research & Extension (UI), Professional-Technical Education (BSU, ISU, LCSC) and Special Programs (ISU, UI).
Note 3: Ninety percent or $4.6 million of the "Other Appropriated" amount is federal Ag Research & Extension funds, the remainder are ARES and WWAMI dedicated funds.

Data Source: Office of the State Board of Education.

Blank Page

Community Colleges

Analyst: Borden

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	18,821,600	18,257,000	19,223,900	20,147,400	*19,595,400*
Dedicated	0	0	300,000	300,000	*300,000*
Total:	**18,821,600**	**18,257,000**	**19,523,900**	**20,447,400**	***19,895,400***
Percent Change:		(3.0%)	6.9%	4.7%	*1.9%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	13,851,600	0	0	*0*
Operating Expenditures	0	2,644,000	0	0	*0*
Capital Outlay	0	1,761,400	0	0	*0*
Trustee/Benefit	18,821,600	0	19,523,900	20,447,400	*19,895,400*
Total:	**18,821,600**	**18,257,000**	**19,523,900**	**20,447,400**	***19,895,400***

Division Description

Idaho's two community colleges provide quality two-year academic transfer programs; assure adequate functional knowledge for those entering para-professional levels of the labor market; provide skills, attitudes and knowledge to those seeking professional licensure; and provide a continuing program of adult education and community service.

North Idaho College, situated in a community college area comprised of Benewah, Bonner, Boundary, Kootenai, and Shoshone counties, has one county (Kootenai) within its property tax district.

The College of Southern Idaho, situated in a community college area comprised of Blaine, Camas, Cassia, Gooding, Jerome, Lincoln, Minidoka, Twin Falls and portions of Elmore and Owyhee counties, has two counties (Jerome and Twin Falls) within its property tax district.

The Community College budget appropriated by the Legislature includes only the state support from the General Fund and a $300,000 statutory distribution of liquor funds. It does not reflect local property tax revenues, student tuition & fees, county tuition or other miscellaneous revenues.

Community Colleges

Analyst: Borden

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**0.00**	**19,223,900**	**19,523,900**	***0.00***	***19,223,900***	***19,523,900***
Non-Cognizable Funds and Transfers	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Base	**0.00**	**19,223,900**	**19,523,900**	***0.00***	***19,223,900***	***19,523,900***
Personnel Cost Rollups	0.00	108,200	110,000	*0.00*	*108,200*	*110,000*
Inflationary Adjustments	0.00	79,900	81,300	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	599,500	600,000	*0.00*	*0*	*0*
Change in Employee Compensation	0.00	130,100	132,200	*0.00*	*263,300*	*267,500*
Fund Shifts	0.00	5,800	0	*0.00*	*0*	*(6,000)*
FY 2005 Program Maintenance	**0.00**	**20,147,400**	**20,447,400**	***0.00***	***19,595,400***	***19,895,400***
Lump Sum or Other Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**0.00**	**20,147,400**	**20,447,400**	***0.00***	***19,595,400***	***19,895,400***
Change from Original Appropriation	0.00	923,500	923,500	*0.00*	*371,500*	*371,500*
% Change from Original Appropriation		4.8%	4.7%		1.9%	1.9%

Community Colleges

Analyst: Borden

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	0.00	19,223,900	300,000	0	19,523,900
Non-Cognizable Funds and Transfers					
Although an appropriation may be granted in lump sum fashion, how that appropriation was spent is reported by the standard expenditure classifications of Personnel Costs, Operating Expenses, Capital Outlay and Trustee/Benefit Payments. Those adjustments net to zero.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	0.00	19,223,900	300,000	0	19,523,900
Governor's Recommendation	*0.00*	*19,223,900*	*300,000*	*0*	*19,523,900*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	108,200	1,800	0	110,000
Governor's Recommendation	*0.00*	*108,200*	*1,800*	*0*	*110,000*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	79,900	1,400	0	81,300
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Nonstandard Adjustments

ENROLLMENT WORKLOAD ADJUSTMENT Based on a State Board of Education formula, NIC requests $79,200 and CSI requests $359,200 in Enrollment Workload Adjustment funding. The formula uses a 3-year moving average of academic-credit-only enrollments to quantify the additional personnel, operating and capital funds needed to serve growing student populations. The total request for FY05 Enrollment Workload Adjustment funding is $438,500

NEW OCCUPANCY COSTS Only CSI requests new funding totaling $140,100 and 1.0 FTE to occupy additions to their Fine Arts building and Herrett Center. That construction is currently underway. The college expects to occupy the expanded portion of both of those facilities for the last half of FY 2005. It is anticipated that a request to annualize these costs will be submitted for FY 2006.

LIBRARY ACQUISITIONS Since the annual price increases for books and periodicals excedes the rate of inflation, higher education requests additional funding for library acquistions. Their annual study determined that the price of books increased by 10.5% and subscriptions by 2.4%. After subtracting the 1.9% general inflationary increase contained in the MCO Inflationary Adjustment, CSI requests $2,100 and NIC requests $7,300 for inflation-adjusted FY 2005 library acquisitions.

The Community Colleges are also requesting additional funding for increased utility costs, due primarily to new natural gas rates. CSI projects a 42.1% increase, totaling $12,300, to their current natural gas bill of $29,200. NIC expects to pay 13.1% more, or $33,400, on top of their current $254,700 annual gas bill.
.

Agency Request	0.00	599,500	500	0	600,000
The governor does not recommend funding the Enrollment Workload Adjustment, new occupancy costs, library acquisitions or utility increases.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Community Colleges

Analyst: Borden

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	130,100	2,100	0	132,200
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*263,300*	*4,200*	*0*	*267,500*
Fund Shifts					
The two community colleges each receive $150,000 per year in dedicated funds generated by the sale of liquor in Idaho. Since that amount is a flat, statutory distribution, the MCO increases attributable to those funds have historically been shifted onto the General Fund.					
Agency Request	0.00	5,800	(5,800)	0	0
The governor does not recommend replacing dedicated funds needed for maintenance costs with General Fund money.					
Governor's Recommendation	*0.00*	*0*	*(6,000)*	*0*	*(6,000)*
FY 2005 Program Maintenance					
Agency Request	0.00	20,147,400	300,000	0	20,447,400
Governor's Recommendation	*0.00*	*19,595,400*	*300,000*	*0*	*19,895,400*
Lump Sum or Other Adjustments					
A lump sum appropriation removes all restrictions that limit the transfer of moneys among Personnel Costs, Operating Expenses, Capital Outlay and Trustee/Benefit Payments. As an exception to state budget laws, a lump sum appropriation requires specific legislative authorization and approval per Section 67-3508(1), Idaho Code.					
Higher education budgets in Idaho have historically been appropriated in a lump sum. Also, since the community colleges are local, not state, institutions, the state portion of their funding has traditionally been delivered in lump sum fashion via an expenditure from the Trustee/Benefit Payments expenditure class.					
Agency Request	0.00	0	0	0	0
Recommended by the governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	0.00	20,147,400	300,000	0	20,447,400
Governor's Recommendation	*0.00*	*19,595,400*	*300,000*	*0*	*19,895,400*
Agency Request					
Change from Original App	0.00	923,500	0	0	923,500
% Change from Original App		4.8%	0.0%		4.7%
Governor's Recommendation					
Change from Original App	*0.00*	*371,500*	*0*	*0*	*371,500*
% Change from Original App		*1.9%*	*0.0%*		*1.9%*

Community Colleges
Issues & Information

Analyst: Borden

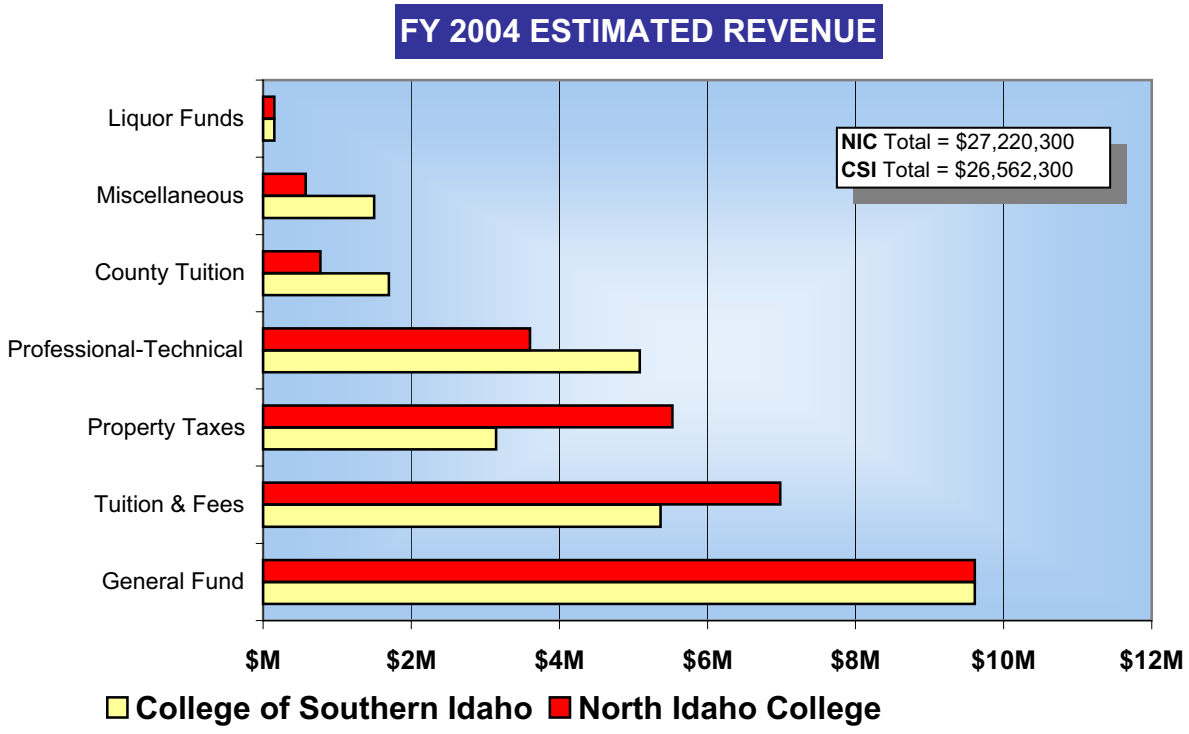
Student & Financial Information

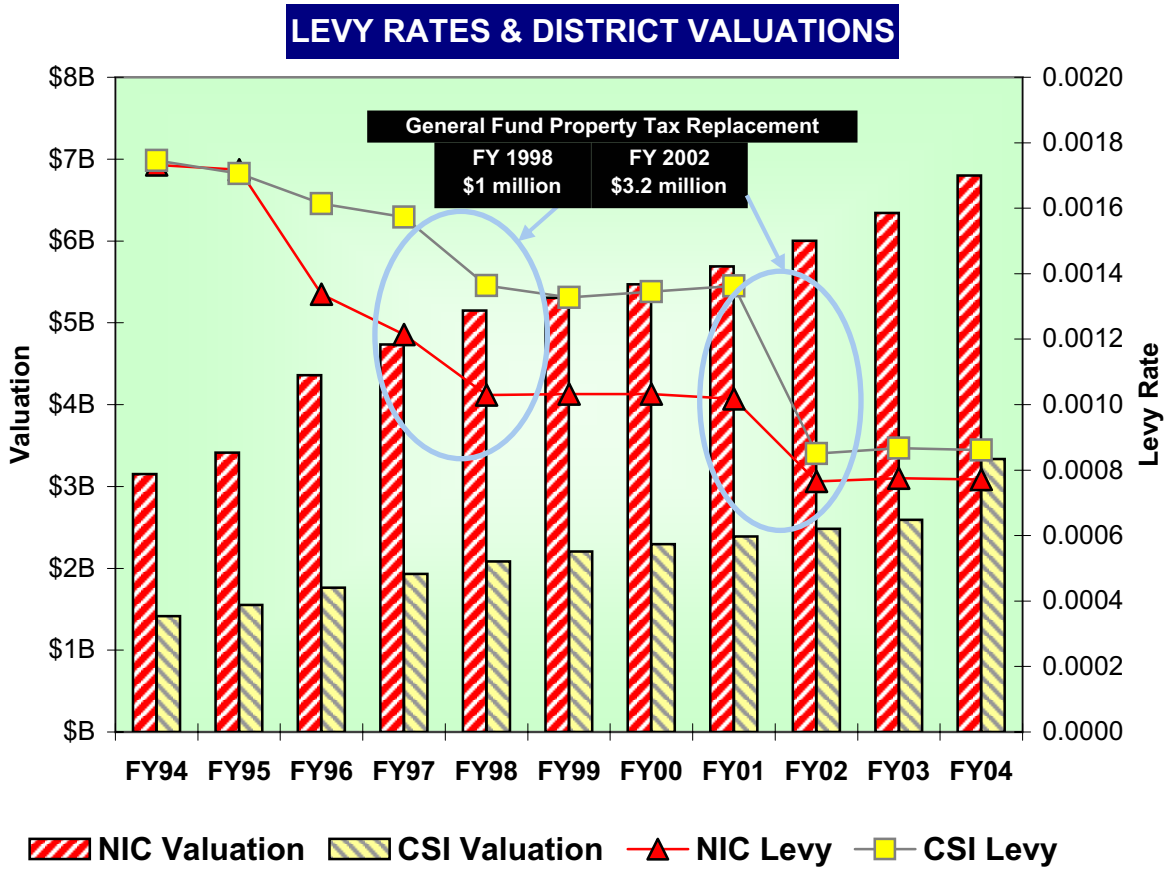
Selected Measures	FY 2003 Act	FY 2004 Est	# Diff.	% Diff
1. Fall FTE Enrollment				
College of Southern Idaho				
Academic	3,011	3,232	221	7.3%
Professional-Technical	720	778	58	8.1%
Total	3,731	4,010	279	7.5%
North Idaho College				
Academic	2,615	2,694	79	3.0%
Professional-Technical	583	600	17	2.9%
Total	3,198	3,294	96	3.0%
2. Student Tuition & Fees Per Semester				
College of Southern Idaho				
In-district	$775	$825	$50	6.5%
Out-of-district	plus $500	plus $500	$0	0.0%
Out-of-state	plus $1,375	plus $1,475	$50	4.2%
North Idaho College				
In-district	$772	$848	$76	9.8%
Out-of-district	plus $500	plus $500	$0	0.0%
Out-of-state	plus $1,360	plus $1,546	$110	7.0%
3. General Education Academic Operating Budgets				
College of Southern Idaho				
State General Fund	$9,128,500	$9,612,000	$483,500	5.3%
Liquor Funds	150,000	150,000	0	0.0%
Inventory Phaseout Tax	514,000	500,000	(14,000)	(2.7%)
Property Tax	3,025,100	3,146,300	121,200	4.0%
Tuition and Fees	4,984,300	5,369,100	384,800	7.7%
County Tuition	1,732,400	1,700,000	(32,400)	(1.9%)
Miscellaneous	1,000,600	1,000,600	0	0.0%
Total	$20,534,900	$21,478,000	$943,100	4.6%
North Idaho College				
State General Fund	$9,128,500	$9,612,000	$483,500	5.3%
Liquor Funds	150,000	150,000	0	0.0%
Property Tax	5,198,200	5,526,200	328,000	6.3%
Tuition and Fees	6,090,600	6,982,200	891,600	14.6%
County Tuition	773,000	773,000	0	0.0%
Miscellaneous	655,700	572,800	(82,900)	(12.6%)
Total	$21,996,000	$23,616,200	$1,620,200	7.4%
Operating Budgets Grand Total	**$42,530,900**	**$45,094,200**	**$2,563,300**	**6.0%**

4. FY 2003 Actual Property Tax Assessments	**CSI**	**NIC**
Community College District Property Valuations	$ 3,337,229,805	$ 6,801,079,404
Taxes @ ***Legal Max*** Levy (.0017)	$ 5,673,300	$ 11,561,800
Taxes @ ***Actual*** Levy (CSI @ .000861, NIC @ .000771)	$ 2,873,766	$ 5,241,145
Actual levies as a percent of legal maximum levy.	***51%***	***45%***

Community Colleges
Issues & Information

Analyst: Borden

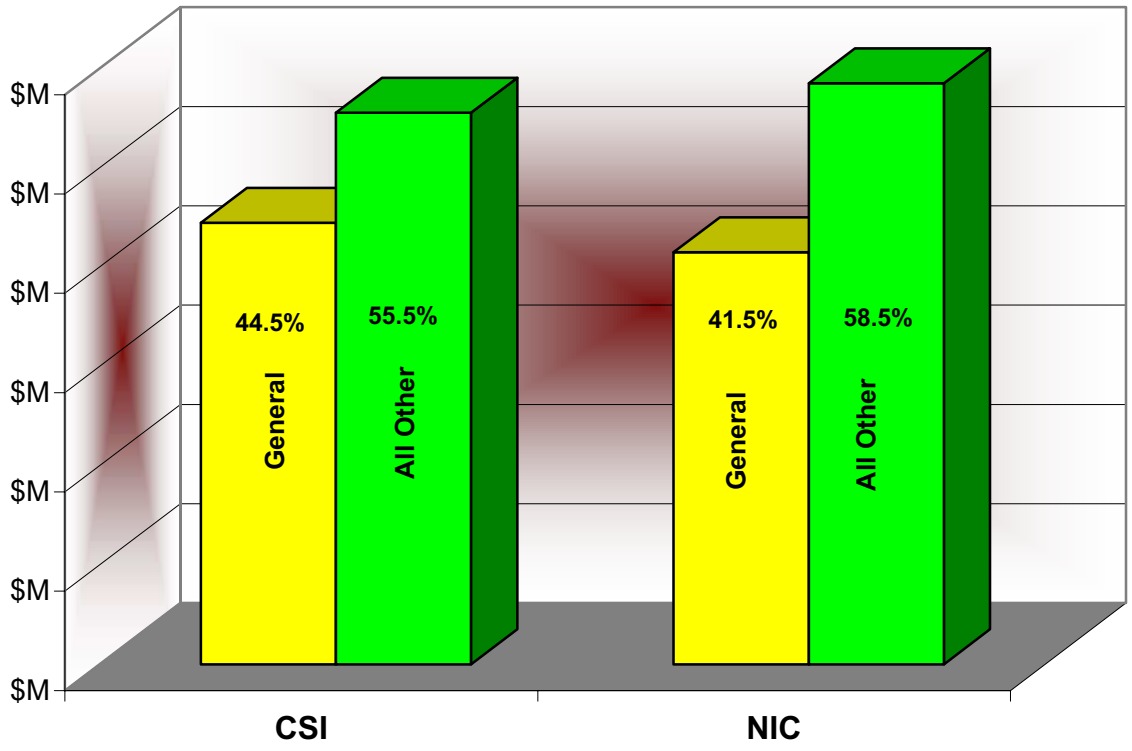




Total Community College Funding

State Support Compared to All Other Revenue Sources

FY 2003 Actual



Charts depicting Community College Enrollment are included with the 4-year higher education institutions in the College & Universities section of this publication.

Blank Page

Idaho School for the Deaf and Blind

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	7,051,500	6,891,300	7,183,600	7,929,700	*7,449,300*
Dedicated	539,200	168,300	304,600	246,100	*241,600*
Federal	323,800	49,200	127,100	128,600	*127,100*
Total:	**7,914,500**	**7,108,800**	**7,615,300**	**8,304,400**	***7,818,000***
Percent Change:		(10.2%)	7.1%	9.0%	*2.7%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	5,799,600	0	0	*6,607,300*
Operating Expenditures	0	1,208,300	0	0	*1,200,700*
Capital Outlay	0	100,900	0	0	*10,000*
Lump Sum	7,914,500	0	7,615,300	8,304,400	*0*
Total:	**7,914,500**	**7,108,800**	**7,615,300**	**8,304,400**	***7,818,000***
Full-Time Positions (FTP)	121.52	121.52	121.52	121.52	*121.52*

Division Description

PROGRAM DESCRIPTION: The Idaho School for the Deaf and the Blind provides appropriate educational opportunities for the hearing impaired and visually impaired youth of Idaho (through age 21) at the school's residential campus in Gooding and through regional outreach programs offered statewide.

.

Idaho School for the Deaf and Blind

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**121.52**	**7,183,600**	**7,615,300**	***121.52***	***7,183,600***	***7,615,300***
Reappropriations	0.00	0	645,500	*0.00*	*0*	*645,500*
Other Approp Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Total Appropriation	**121.52**	**7,183,600**	**8,260,800**	***121.52***	***7,183,600***	***8,260,800***
Non-Cognizable Funds and Transfers	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Estimated Expenditures	**121.52**	**7,183,600**	**8,260,800**	***121.52***	***7,183,600***	***8,260,800***
Removal of One-Time Expenditures	0.00	0	(718,500)	*0.00*	*0*	*(718,500)*
FY 2005 Base	**121.52**	**7,183,600**	**7,542,300**	***121.52***	***7,183,600***	***7,542,300***
Personnel Cost Rollups	0.00	168,500	168,500	*0.00*	*168,500*	*168,500*
Inflationary Adjustments	0.00	15,700	21,700	*0.00*	*0*	*0*
Replacement Items	0.00	307,400	317,400	*0.00*	*0*	*10,000*
Nonstandard Adjustments	0.00	(16,600)	(16,600)	*0.00*	*(16,600)*	*(16,600)*
Change in Employee Compensation	0.00	56,200	56,200	*0.00*	*113,800*	*113,800*
FY 2005 Program Maintenance	**121.52**	**7,714,800**	**8,089,500**	***121.52***	***7,449,300***	***7,818,000***
1. Salary Equity	0.00	195,500	195,500	*0.00*	*0*	*0*
2. Blind Employee Cost Increases	0.00	19,400	19,400	*0.00*	*0*	*0*
Lump Sum or Other Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**121.52**	**7,929,700**	**8,304,400**	***121.52***	***7,449,300***	***7,818,000***
Change from Original Appropriation	0.00	746,100	689,100	*0.00*	*265,700*	*202,700*
% Change from Original Appropriation		10.4%	9.0%		3.7%	2.7%

Idaho School for the Deaf and Blind

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	121.52	7,183,600	304,600	127,100	7,615,300
Reappropriations					
Reappropriates unspent Non-General Fund moneys from FY 2003.					
Agency Request	0.00	0	370,900	274,600	645,500
Governor's Recommendation	*0.00*	*0*	*370,900*	*274,600*	*645,500*
Other Approp Adjustments					
Lump sum allocation.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Total Appropriation					
Agency Request	121.52	7,183,600	675,500	401,700	8,260,800
Governor's Recommendation	*121.52*	*7,183,600*	*675,500*	*401,700*	*8,260,800*
Non-Cognizable Funds and Transfers					
Lump sum allocation.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Estimated Expenditures					
Agency Request	121.52	7,183,600	675,500	401,700	8,260,800
Governor's Recommendation	*121.52*	*7,183,600*	*675,500*	*401,700*	*8,260,800*
Removal of One-Time Expenditures					
Removes funding provided for one-time items.					
Agency Request	0.00	0	(433,900)	(284,600)	(718,500)
Governor's Recommendation	*0.00*	*0*	*(433,900)*	*(284,600)*	*(718,500)*
FY 2005 Base					
Agency Request	121.52	7,183,600	241,600	117,100	7,542,300
Governor's Recommendation	*121.52*	*7,183,600*	*241,600*	*117,100*	*7,542,300*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	168,500	0	0	168,500
Governor's Recommendation	*0.00*	*168,500*	*0*	*0*	*168,500*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	15,700	4,500	1,500	21,700
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Idaho School for the Deaf and Blind

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
Replacement Items include software upgrades ($20,500), four midsize cars ($68,000), one van ($18,500), the cottage appliance exchange program ($7,200), a full size bus ($80,000), specialized audiological educational equipment ($10,000), braillers for blind students ($10,000), 25 computers ($26,300), four computer servers ($11,200), 15 printers ($8,200), 15 laptop computers ($21,000), a new phone system for the school ($30,000), and cottage residential furniture ($6,500).					
Agency Request	0.00	307,400	0	10,000	317,400
The Governor recommends no General Fund money for Replacement Items.					
Governor's Recommendation	*0.00*	*0*	*0*	*10,000*	*10,000*
Nonstandard Adjustments					
Nonstandard Adjustments include a $6,700 reduction in risk management fees, a $10,000 reduction in State Controller fees, and a $100 increase in State Treasurer fees.					
Agency Request	0.00	(16,600)	0	0	(16,600)
Governor's Recommendation	*0.00*	*(16,600)*	*0*	*0*	*(16,600)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	56,200	0	0	56,200
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*113,800*	*0*	*0*	*113,800*
FY 2005 Program Maintenance					
Agency Request	121.52	7,714,800	246,100	128,600	8,089,500
Governor's Recommendation	*121.52*	*7,449,300*	*241,600*	*127,100*	*7,818,000*
1. Salary Equity					
This enhancement would provide ongoing General Fund money for staff pay increases at the Idaho School for the Deaf and Blind (ISDB). These pay increases would bring pay levels at ISDB up to the higher levels found in Idaho's public schools, and would help ISDB compete with the public schools in employee hiring and retention. Pay increases would go to instructional staff and selected administrative staff. The amount of the increases would range from less than $100 (a 0.1% increase) to over $10,300 (a 36.2% increase).					
Agency Request	0.00	195,500	0	0	195,500
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
2. Blind Employee Cost Increases					
This enhancement would provide $19,400 in ongoing General Fund money for additional personnel, staff reorganization and promotion, and a new office for the Idaho School for the Deaf and Blind (ISDB) located in Boise. ISDB is requesting that the additional costs of employing a blind individual, which ISDB has covered internally since FY 2003, now be covered by an additional General Fund appropriation. Additional costs that ISDB has covered includes renting office space at the Blind Commission building in Boise, promoting a member of the staff to the position of Outreach Assistant, hiring additional clerical assistance in Boise, and additional travel costs for the Outreach Assistant. Relocating this operation to Boise has made it easier for the individual, since Gooding lacks public transportation. The Outreach Assistant often travels with the individual, and provides additional assistance with staff supervision. Because the Boise office is remote from ISDB's central staff resources, located in Gooding, additional funding is used for clerical assistance.					
Agency Request	0.00	19,400	0	0	19,400
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Idaho School for the Deaf and Blind

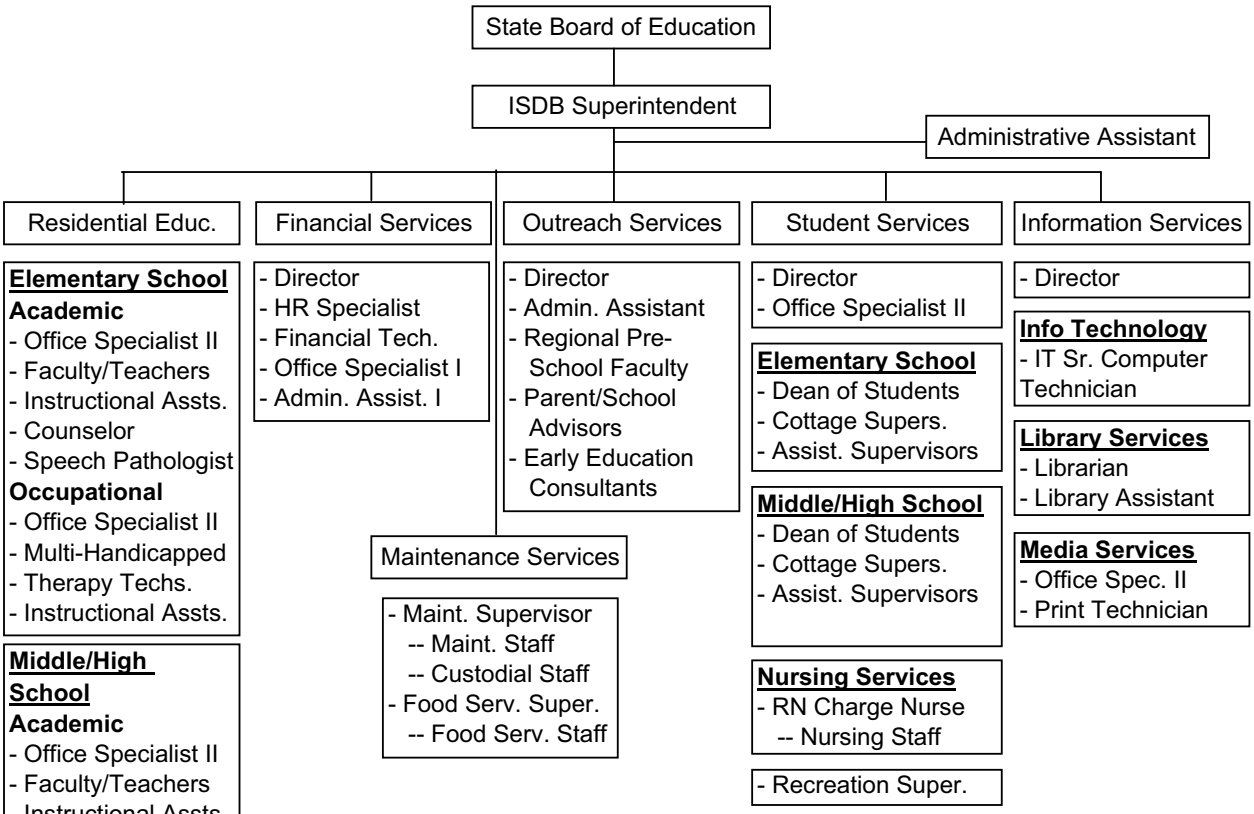
Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Lump Sum or Other Adjustments					
A lump sum appropriation is requested.					
Agency Request	0.00	0	0	0	0
The Governor does not recommend a lump sum appropriation for this agency.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	121.52	7,929,700	246,100	128,600	8,304,400
Governor's Recommendation	*121.52*	*7,449,300*	*241,600*	*127,100*	*7,818,000*
Agency Request					
Change from Original App	0.00	746,100	(58,500)	1,500	689,100
% Change from Original App	0.0%	10.4%	(19.2%)	1.2%	9.0%
Governor's Recommendation					
Change from Original App	*0.00*	*265,700*	*(63,000)*	*0*	*202,700*
% Change from Original App	*0.0%*	*3.7%*	*(20.7%)*	*0.0%*	*2.7%*

School for the Deaf & Blind
Issues & Information

Analyst: Hancock

Organizational Chart



Strategic Planning Act Performance Measures

Selected Measures	FY 2002 Act.	FY 2003 Act.	FY 2004 Est.
1. Develop, implement & modify instructional programs using the Individualized Education Plan (IEP) model for residential students.			
a. Multi-handicapped students	12	11	11
b. Visually impaired students	16	15	22
c. Hearing impaired students	69	59	65
2. Develop, implement & modify instructional programs using the IEP model at the regional level.			
a. Visually impaired students	353	267	300
b. Hearing impaired students	300	307	310
3. Evaluate potential impairment of pre-school and school-age children.			
a. Vision screening evaluations	225	225	225
b. Hearing screening evaluations	500	510	515
4. Provide safe & appropriate housing for residential students.	60	49	60

Office of the State Board of Education

Analyst: Borden

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	5,247,700	4,604,600	5,067,500	5,189,600	*5,097,100*
Dedicated	1,164,800	474,200	130,900	631,900	*632,900*
Federal	373,000	196,600	148,200	5,230,800	*5,230,800*
Total:	**6,785,500**	**5,275,400**	**5,346,600**	**11,052,300**	***10,960,800***
Percent Change:		(22.3%)	1.3%	106.7%	*105.0%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,493,000	1,170,700	1,206,700	1,517,100	*1,528,400*
Operating Expenditures	5,193,200	4,067,800	4,044,000	8,216,500	*8,145,200*
Capital Outlay	2,600	0	0	31,500	*0*
Trustee/Benefit	96,700	36,900	95,900	1,287,200	*1,287,200*
Total:	**6,785,500**	**5,275,400**	**5,346,600**	**11,052,300**	***10,960,800***
Full-Time Positions (FTP)	21.00	21.00	19.40	21.00	*21.00*

Division Description

The State Board of Education is responsible for the general supervision, governance, and control of Idaho's public education system from kindergarten through the doctoral level, including oversight of public schools and the community colleges.

The Board is composed of eight members, seven of whom are appointed to five-year terms by the Governor subject to Senate confirmation. The eighth member is the holder of the statewide elected office of the Superintendent of Public Instruction. The Board meets across the state in nine to twelve regular sessions each year with additional special sessions scheduled as needed.

Recently, the State Board of Education has taken a larger role in K-12 education via development, adoption and implementation of achievement standards for Idaho's public school students. The Board is also reassuming the role and duties of 'State Education Agency' that it had previously delegated to the Superintendent of Public Instruction.

The Office of the State Board of Education (OSBE) provides professional staff support to the State Board of Education. Staff expertise focuses primarily on program evaluation, fiscal oversight and centralized record keeping. OSBE staff also responds to Board requests for special studies, monitors agency compliance with Board policies, and administers the state-funded financial aid programs.

Office of the State Board of Education

Analyst: Borden

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**19.40**	**5,067,500**	**5,346,600**	***19.40***	***5,067,500***	***5,346,600***
Reappropriations	0.00	6,800	595,400	*0.00*	*6,800*	*595,400*
FY 2004 Total Appropriation	**19.40**	**5,074,300**	**5,942,000**	***19.40***	***5,074,300***	***5,942,000***
Non-Cognizable Funds and Transfers	0.00	0	5,377,800	*0.00*	*0*	*5,377,800*
FY 2004 Estimated Expenditures	**19.40**	**5,074,300**	**11,319,800**	***19.40***	***5,074,300***	***11,319,800***
Removal of One-Time Expenditures	0.00	(6,800)	(5,973,200)	*0.00*	*(6,800)*	*(5,973,200)*
Base Adjustments	(0.40)	0	(39,400)	*(0.40)*	*0*	*(39,400)*
FY 2005 Base	**19.00**	**5,067,500**	**5,307,200**	***19.00***	***5,067,500***	***5,307,200***
Personnel Cost Rollups	0.00	16,800	24,000	*0.00*	*16,800*	*24,000*
Inflationary Adjustments	0.00	69,700	69,700	*0.00*	*0*	*0*
Replacement Items	0.00	33,100	33,100	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	(7,600)	(7,600)	*0.00*	*(7,600)*	*(7,600)*
Change in Employee Compensation	0.00	10,100	11,100	*0.00*	*20,400*	*22,400*
FY 2005 Program Maintenance	**19.00**	**5,189,600**	**5,437,500**	***19.00***	***5,097,100***	***5,346,000***
1. State Education Agency Assumption	2.00	0	5,114,800	*2.00*	*0*	*5,114,800*
2. Health Professions Development	0.00	0	500,000	*0.00*	*0*	*500,000*
FY 2005 Total	**21.00**	**5,189,600**	**11,052,300**	***21.00***	***5,097,100***	***10,960,800***
Change from Original Appropriation	1.60	122,100	5,705,700	*1.60*	*29,600*	*5,614,200*
% Change from Original Appropriation		2.4%	106.7%		0.6%	105.0%

Office of the State Board of Education

Analyst: Borden

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	19.40	5,067,500	130,900	148,200	5,346,600
Reappropriations					
Reappropriation authority -- otherwise known as carryover -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.					
Agency Request	0.00	6,800	412,200	176,400	595,400
Governor's Recommendation	*0.00*	*6,800*	*412,200*	*176,400*	*595,400*
FY 2004 Total Appropriation					
Agency Request	19.40	5,074,300	543,100	324,600	5,942,000
Governor's Recommendation	*19.40*	*5,074,300*	*543,100*	*324,600*	*5,942,000*
Non-Cognizable Funds and Transfers					
The Office of the State Board of Education has or will receive non-cognizable FY 2004 revenue from three separate sources. Two are federal funds, the third miscellaneous revenue from a private source. The State Board of Education has assumed the role of State Education Agency from the state Department of Education, so will now receive the federal money distributed to each such state agency. It amounts to $4,847,800 for the current fiscal year. Another $30,000 in federal funds were received from the U.S. Department of Education for the Advanced Placement Improvement Project. Finally, $500,000 in private funds were received for Health Professions Workforce Development initiative. See Enhancement Three for more details on this project.					
Agency Request	0.00	0	500,000	4,877,800	5,377,800
Governor's Recommendation	*0.00*	*0*	*500,000*	*4,877,800*	*5,377,800*
FY 2004 Estimated Expenditures					
Agency Request	19.40	5,074,300	1,043,100	5,202,400	11,319,800
Governor's Recommendation	*19.40*	*5,074,300*	*1,043,100*	*5,202,400*	*11,319,800*
Removal of One-Time Expenditures					
The amounts carried over from FY 2003 as well as the non-cognizable funds are one-time moneys for FY 2004 and thus removed prior to calculating the FY 2005 Base.					
Agency Request	0.00	(6,800)	(912,200)	(5,054,200)	(5,973,200)
Governor's Recommendation	*0.00*	*(6,800)*	*(912,200)*	*(5,054,200)*	*(5,973,200)*
Base Adjustments					
The federal grant for Idaho's MOST (Maximizing Opportunities for Students and Teachers), a teacher standards initiative, ended in early FY 2004.					
Agency Request	(0.40)	0	0	(39,400)	(39,400)
Governor's Recommendation	*(0.40)*	*0*	*0*	*(39,400)*	*(39,400)*
FY 2005 Base					
Agency Request	19.00	5,067,500	130,900	108,800	5,307,200
Governor's Recommendation	*19.00*	*5,067,500*	*130,900*	*108,800*	*5,307,200*

Office of the State Board of Education

Analyst: Borden

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	16,800	0	7,200	24,000
Governor's Recommendation	*0.00*	*16,800*	*0*	*7,200*	*24,000*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% for applicable operating expenditures. Base funding for a number of items, including Attorney General, State Controller, State Treasurer, property/casualty insurance and the like, are removed prior to applying the inflationary factor to the remaining operating expenses.					
Agency Request	0.00	69,700	0	0	69,700
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
OSBE requests $1,600 to upgrade various software packages, $10,000 to replace five desktop computers, $15,000 to replace five laptop computers, $6,000 to replace one server and $500 for miscellaneous office equipment.					
Agency Request	0.00	33,100	0	0	33,100
Not recommended by the governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property/casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration.					
Agency Request	0.00	(7,600)	0	0	(7,600)
Governor's Recommendation	*0.00*	*(7,600)*	*0*	*0*	*(7,600)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	10,100	1,000	0	11,100
Governor's Recommendation	*0.00*	*20,400*	*2,000*	*0*	*22,400*
FY 2005 Program Maintenance					
Agency Request	19.00	5,189,600	131,900	116,000	5,437,500
Governor's Recommendation	*19.00*	*5,097,100*	*132,900*	*116,000*	*5,346,000*

Office of the State Board of Education

Analyst: Borden

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total

1. State Education Agency Assumption

The 2003 Legislature rejected an administrative rule that had designated the state Department of Education as the State Education Agency (SEA) for the purposes of accepting and administering federal funds. As a result, the State Board of Education reassumes the State Education Agency role, per Section 33-110, Idaho Code, along with the appurtenant oversight responsibilities of more than $90 million in federal K-12 educational funds under the No Child Left Behind (NCLB) Act and the twenty titled programs contained therein. These responsibilities include performing all fiscal functions, e.g. fund draws, maintaining and monitoring fund balances, auditing, and disbursing to the state Department of Education for distribution to the school districts. Administrative duties include setting federally funded program priorities, establishing direction, program review, assuring compliance with federal laws and regulations, and compiling and submitting reports to the U.S. Department of Education. These are duties that were previously performed by the state Department of Education but are significant new responsibilities for the State Board of Education.

This enhancement requests spending authority totaling $5.1 million in federal funds to allow the Office of the State Board of Education to fulfill these expanded responsibilities. OSBE does not request any new positions. It will redirect two of its currently authorized positions to SEA duties and requests the transfer of two additional full-time equivalent positions from the Division of Professional-Technical Education to address SEA responsibilities. Neither DPTE position is currently funded or staffed as funding was lost as part of the FY 2002 General Fund holdback. Of the total amount requested, $314,700 would be used for personnel costs and $4,800,100, or 94%, for operating expenses. The biggest single item is $3.6 million for the development and implementation of other academic indicators as required by the federal accountability plan.

Agency Request	2.00	0	0	5,114,800	5,114,800
Governor's Recommendation	*2.00*	*0*	*0*	*5,114,800*	*5,114,800*

2. Health Professions Development

The 2002 Legislature adopted HCR 58 that recognized the national and statewide shortage of nurses and also directed the State Board of Education to design a strategic plan for addressing that shortage. The Board was further directed to develop a plan to address specific strategies for expanding nursing education, particularly in rural Idaho; enhance recruitment and retention; carry out ongoing health profession data collection, analysis and projections; provide incentives for attracting nurses into the higher educational system; and encourage them to continue on to advanced degrees. That charge was later expanded beyond just nurses to include all health professions. Subsequently, the State Board of Education drafted a charter for a 15 member "Advisory Committee on Health Professions" to guide this initiative.

The Idaho Hospital Association has pledged $500,000 toward a Health Professions Task Force in an effort to address the state's nursing shortage. The IHA has asked the State Board of Education to hold these donated and dedicated funds and apply them to a project approved by the association. No state or federal funds will be used for this initiative.

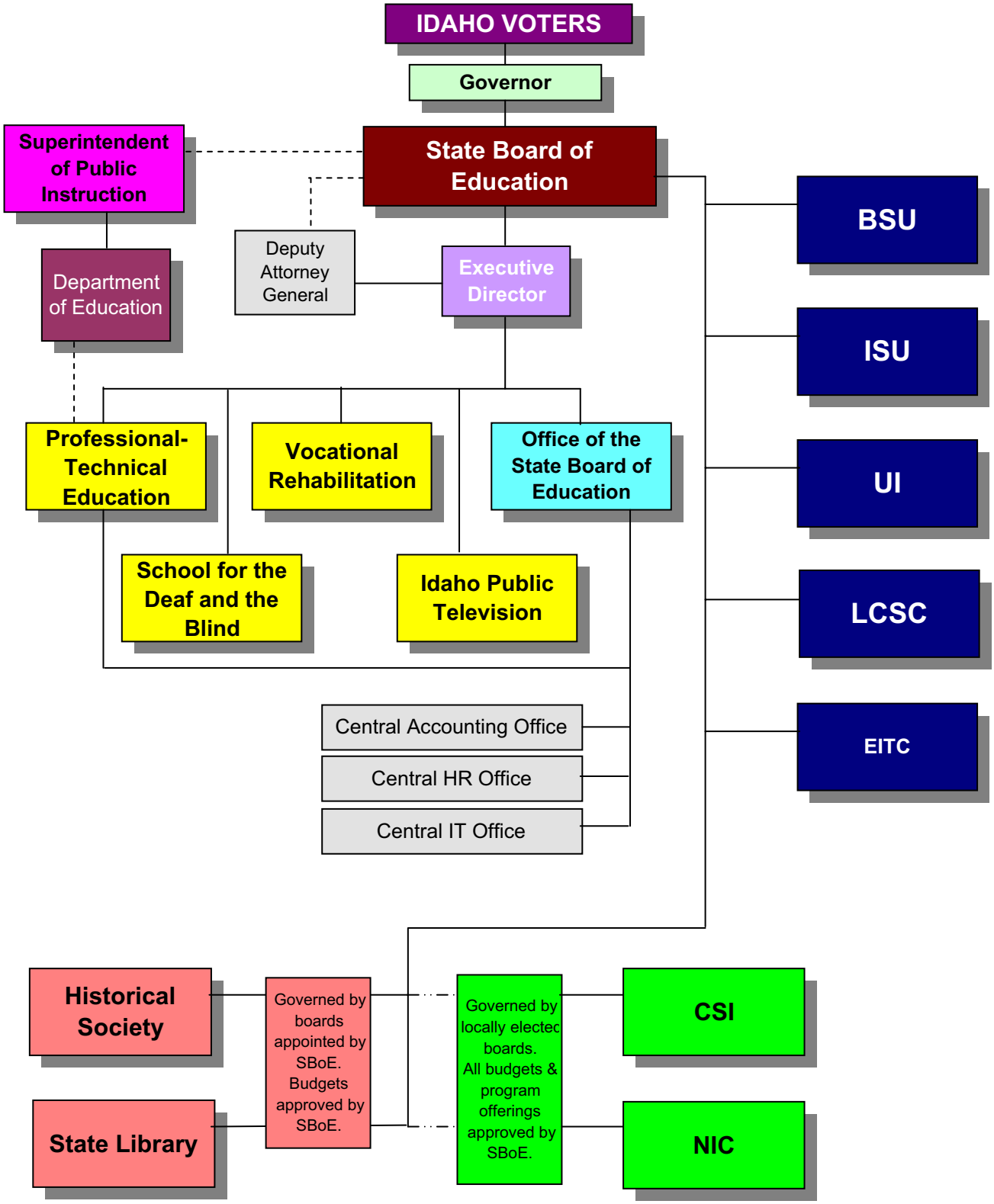
Agency Request	0.00	0	500,000	0	500,000
Governor's Recommendation	*0.00*	*0*	*500,000*	*0*	*500,000*

FY 2005 Total					
Agency Request	21.00	5,189,600	631,900	5,230,800	11,052,300
Governor's Recommendation	*21.00*	*5,097,100*	*632,900*	*5,230,800*	*10,960,800*
Agency Request					
Change from Original App	1.60	122,100	501,000	5,082,600	5,705,700
% Change from Original App	8.2%	2.4%	382.7%	3,429.6%	106.7%
Governor's Recommendation					
Change from Original App	*1.60*	*29,600*	*502,000*	*5,082,600*	*5,614,200*
% Change from Original App	*8.2%*	*0.6%*	*383.5%*	*3,429.6%*	*105.0%*

Office of the State Board of Education
Issues & Information

Analyst: Borden

Organization of the State Board of Education

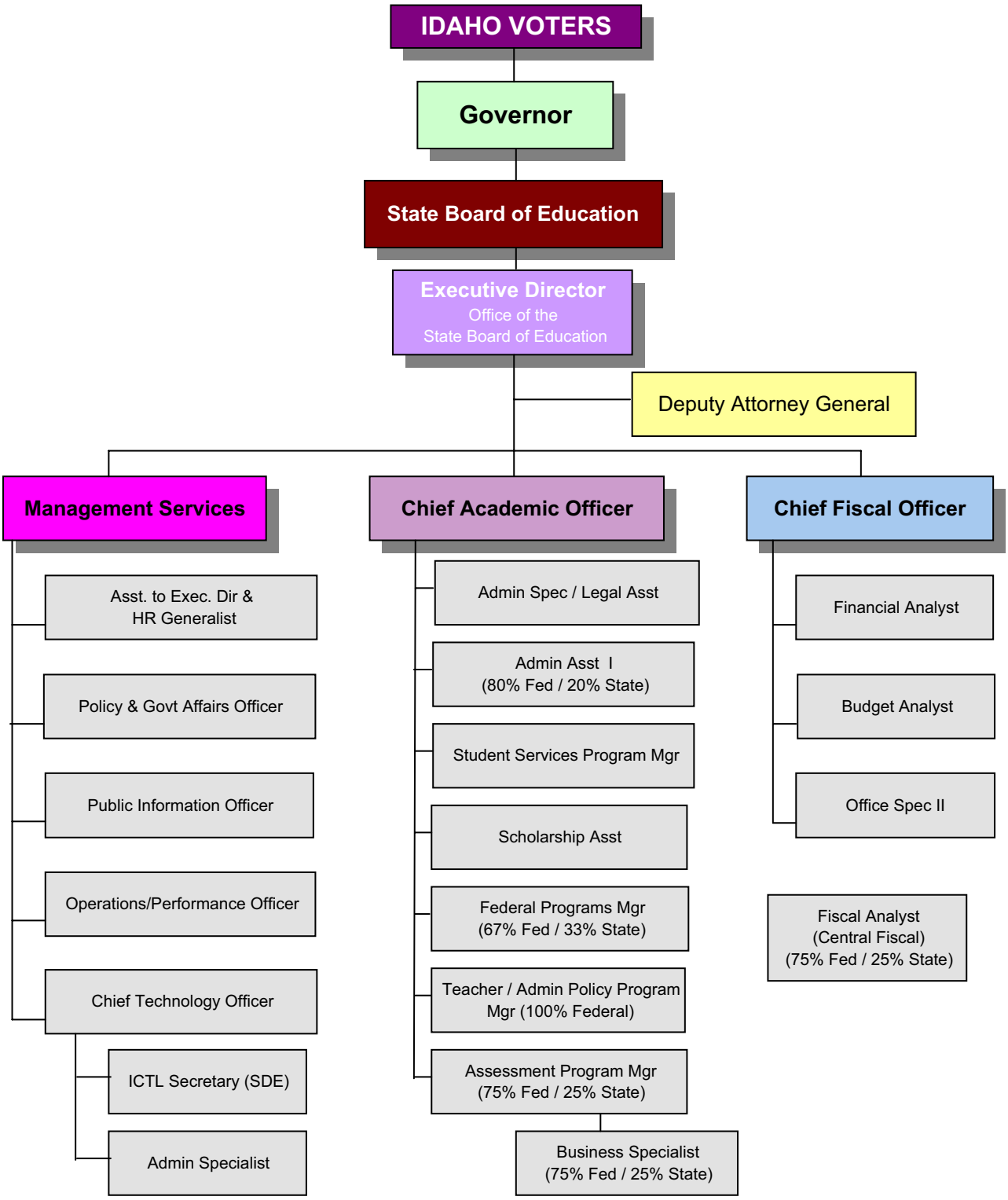


Office of the State Board of Education
Issues & Information

Analyst: Borden

Organization of the Office of the State Board of Education

19.40 Full-Time Position Equivalents budgeted for FY 2004



Positions funded with General Fund moneys unless otherwise noted.

Blank Page

Health Education Programs

Analyst: Borden

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
WOI Veterinary Education	1,501,500	1,601,500	1,536,800	1,581,800	*1,582,500*
WWAMI Medical Education	3,264,100	3,073,100	3,322,300	3,423,200	*3,427,700*
IDEP Dental Education	893,300	851,300	938,600	1,012,900	*1,015,900*
Univ. Utah Med. Ed.	921,800	921,800	812,700	892,900	*892,900*
Family Practice Residencies	1,012,900	1,012,900	1,016,000	1,045,900	*1,049,900*
WICHE	0	0	190,600	193,800	*193,800*
Total:	**7,593,600**	**7,460,600**	**7,817,000**	**8,150,500**	***8,162,700***
BY FUND CATEGORY					
General	7,223,400	7,207,700	7,525,700	7,837,300	*7,846,100*
Dedicated	370,200	252,900	291,300	313,200	*316,600*
Total:	**7,593,600**	**7,460,600**	**7,817,000**	**8,150,500**	***8,162,700***
Percent Change:		(1.8%)	4.8%	4.3%	*4.4%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,872,000	1,749,400	1,873,100	1,919,300	*1,937,500*
Operating Expenditures	1,337,900	1,273,900	1,295,300	1,341,700	*1,335,700*
Capital Outlay	0	200	0	0	*0*
Trustee/Benefit	4,383,700	4,437,100	4,648,600	4,889,500	*4,889,500*
Total:	**7,593,600**	**7,460,600**	**7,817,000**	**8,150,500**	***8,162,700***
Full-Time Positions (FTP)	20.39	20.39	20.39	20.39	*20.39*

Division Description

The six Health Education Programs include:

1. The WOI (Washington, Oregon, Idaho) Veterinary Education Program provides Idaho residents with access to a veterinary medical education through a cooperative agreement between the University of Idaho and Washington State University. The current WOI contract reserves 11 seats for Idaho veterinary medicine students each year. A total of 44 Idaho students can be enrolled in this 4-year program.
2. The WWAMI (Washington, Wyoming, Alaska, Montana, Idaho) Medical Education Program provides Idaho students with the opportunity to attend medical school through a cooperative agreement with the University of Washington. As of FY 2002 when two new seats were added, the WWAMI contract reserves 18 seats for Idaho medical students each year. A total of 70 Idaho students can be enrolled in this 4-year program.
3. The IDEP (Idaho Dental Education Program) provides access to dental education for Idaho students through a cooperative agreement between Idaho State University and Creighton University in Omaha, Nebraska. As of FY 2002 when one new seat was added, the IDEP contract reserves eight seats for Idaho dental students each year. A total of 31 students can be enrolled in this 4-year program.
4. The University of Utah Medical Education Program also provides medical school opportunities for Idaho students. As of FY 2002 when two new seats were added, the UofU contract reserves eight seats for Idaho medical students each year. A total of 30 Idaho students can be enrolled in this 4-year program.
5. To encourage newly graduated medical doctors to practice in Idaho, Idaho's two Family Practice Residency programs provide the final three years of formal family physician residency training. The Family Practice Residency of Southwest Idaho Program, located in Boise, typically accommodates nine new residents each year with up to 27 residents enrolled at any one time. The Idaho State University Family Practice Residency Program in Pocatello typically accommodates four new residents each year with up to 14 in the program at any one time.
6. The WICHE (Western Interstate Commission for Higher Education) Program offers educational opportunities not available in Idaho through WICHE's Western Undergraduate Exchange and Professional Student Exchange programs. Currently, Idaho is reserved two seats per year in the PSEP optometry program. A total of eight Idaho students can be enrolled in this 4-year program.

Health Education Programs

Analyst: Borden

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**20.39**	**7,525,700**	**7,817,000**	***20.39***	***7,525,700***	***7,817,000***
Reappropriations	0.00	15,700	252,600	*0.00*	*15,700*	*252,600*
FY 2004 Total Appropriation	**20.39**	**7,541,400**	**8,069,600**	***20.39***	***7,541,400***	***8,069,600***
Non-Cognizable Funds and Transfers	0.00	0	12,000	*0.00*	*0*	*12,000*
FY 2004 Estimated Expenditures	**20.39**	**7,541,400**	**8,081,600**	***20.39***	***7,541,400***	***8,081,600***
Removal of One-Time Expenditures	0.00	(15,700)	(252,600)	*0.00*	*(15,700)*	*(252,600)*
Base Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Base	**20.39**	**7,525,700**	**7,829,000**	***20.39***	***7,525,700***	***7,829,000***
Personnel Cost Rollups	0.00	21,800	23,200	*0.00*	*21,800*	*23,200*
Inflationary Adjustments	0.00	27,700	27,700	*0.00*	*21,700*	*21,700*
Nonstandard Adjustments	0.00	243,000	252,900	*0.00*	*243,000*	*252,900*
Change in Employee Compensation	0.00	16,700	17,700	*0.00*	*33,900*	*35,900*
Fund Shifts	0.00	2,400	0	*0.00*	*0*	*0*
FY 2005 Total	**20.39**	**7,837,300**	**8,150,500**	***20.39***	***7,846,100***	***8,162,700***
Change from Original Appropriation	0.00	311,600	333,500	*0.00*	*320,400*	*345,700*
% Change from Original Appropriation		4.1%	4.3%		4.3%	4.4%

Health Education Programs

Analyst: Borden

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	20.39	7,525,700	291,300	0	7,817,000
Reappropriations					
Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.					
Agency Request	0.00	15,700	236,900	0	252,600
Governor's Recommendation	*0.00*	*15,700*	*236,900*	*0*	*252,600*
FY 2004 Total Appropriation					
Agency Request	20.39	7,541,400	528,200	0	8,069,600
Governor's Recommendation	*20.39*	*7,541,400*	*528,200*	*0*	*8,069,600*
Non-Cognizable Funds and Transfers					
Actual over estimated adjustments to the UW contract and first year program fee rates add $6,700 to the WWAMI Program. IDEP student fee and enrollment changes result in an additional $5,300 in fees.					
Agency Request	0.00	0	12,000	0	12,000
Governor's Recommendation	*0.00*	*0*	*12,000*	*0*	*12,000*
FY 2004 Estimated Expenditures					
Agency Request	20.39	7,541,400	540,200	0	8,081,600
Governor's Recommendation	*20.39*	*7,541,400*	*540,200*	*0*	*8,081,600*
Removal of One-Time Expenditures					
FY 2003 reappropriations can only be carried over into the current fiscal year. Those funds are then removed prior to calculating the appropriation for coming fiscal year.					
Agency Request	0.00	(15,700)	(236,900)	0	(252,600)
Governor's Recommendation	*0.00*	*(15,700)*	*(236,900)*	*0*	*(252,600)*
Base Adjustments					
The restoration of student fee support for UW contract from operating expenses to trustee/benefit payments nets to zero.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	20.39	7,525,700	303,300	0	7,829,000
Governor's Recommendation	*20.39*	*7,525,700*	*303,300*	*0*	*7,829,000*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	21,800	1,400	0	23,200
Governor's Recommendation	*0.00*	*21,800*	*1,400*	*0*	*23,200*

Health Education Programs

Analyst: Borden

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% and a medical inflationary increase of 3.5% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	27,700	0	0	27,700
The Governor recommends no increase for general inflation but does recommend a 3.5% increase for medical inflation.					
Governor's Recommendation	*0.00*	*21,700*	*0*	*0*	*21,700*
Nonstandard Adjustments					
The State of Idaho provides medical, dental and veterinary educational opportunities for Idaho residents through contracts with the University of Washington and the University of Utah medical schools, the Creighton University dental school and the Washington State University veterinary medicine school. Each year, as specified in the contracts, the amounts paid for those seats are adjusted to account for changes in student fees and inflation. These are contract recalculations, not renegotiations, and are made to reflect the true cost of providing these educational opportunities. The estimated increases for the coming fiscal year also include the additional money necessary to fund the fourth and final year of the costs of adding two new medical school seats and the one new dental school seat.					
For the coming fiscal year, the WOI veterinary education contract will increase by 2.3% or $29,600. That will bring the annual cost per student to $29,918 with a total contract cost of $1,316,395.					
The WWAMI medical education costs will increase by an estimated 5% for fees and 2.9% for UW contract costs and total $78,300 of which $68,400 or 87% is General Fund money.					
The UofU medical education contract will increase by $80,200 for FY 2005. This amount includes $26,000 for a 3% inflationary increase on the FY 2004 annual cost per seat, plus $54,200 for fourth and final year funding for the two new seats that were added in FY 2002.					
The inflationary adjustment to the IDEP dental education contract is $36,200. Funding for the fourth and final year of adding one new seat is $25,400.					
Idaho's participation in WICHE's Professional Student Exchange Program for optometry students will cost an additional $3,200 for increased student support fees. Two seats per year are reserved for Idaho optometry students. The support fee will increase by $400, to $11,100 per student, for FY 2005. Of the three optometry schools in the WICHE region, most Idaho students choose to attend Pacific University in Forest Grove, Oregon rather than the University of Southern California or the University of California at Berkeley.					
.					
Agency Request	0.00	243,000	9,900	0	252,900
Governor's Recommendation	*0.00*	*243,000*	*9,900*	*0*	*252,900*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	16,700	1,000	0	17,700
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*33,900*	*2,000*	*0*	*35,900*
Fund Shifts					
This Fund Shift would move IDEP's maintenance increases in the student fee fund onto the General Fund.					
Agency Request	0.00	2,400	(2,400)	0	0
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Health Education Programs

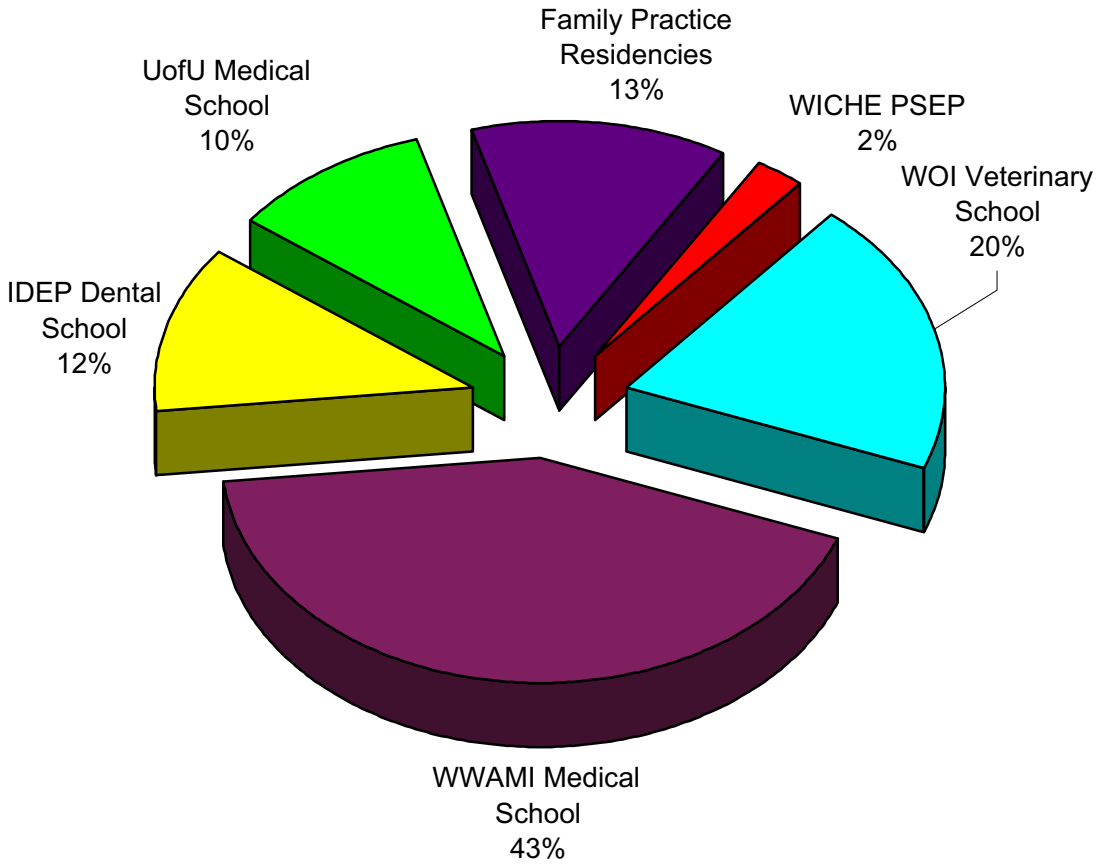
Analyst: Borden

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Total					
Agency Request	20.39	7,837,300	313,200	0	8,150,500
Governor's Recommendation	*20.39*	*7,846,100*	*316,600*	*0*	*8,162,700*
Agency Request					
Change from Original App	0.00	311,600	21,900	0	333,500
% Change from Original App	0.0%	4.1%	7.5%		4.3%
Governor's Recommendation					
Change from Original App	*0.00*	*320,400*	*25,300*	*0*	*345,700*
% Change from Original App	*0.0%*	*4.3%*	*8.7%*		*4.4%*

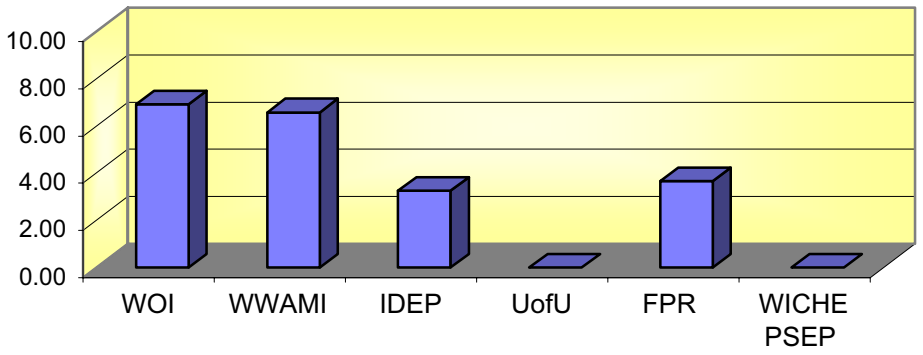
Health Education Programs
Issues & Information

Analyst: Borden

Health Education Programs
FY 2003 Original Appropriation
$7,483,600
(97% General Funds)

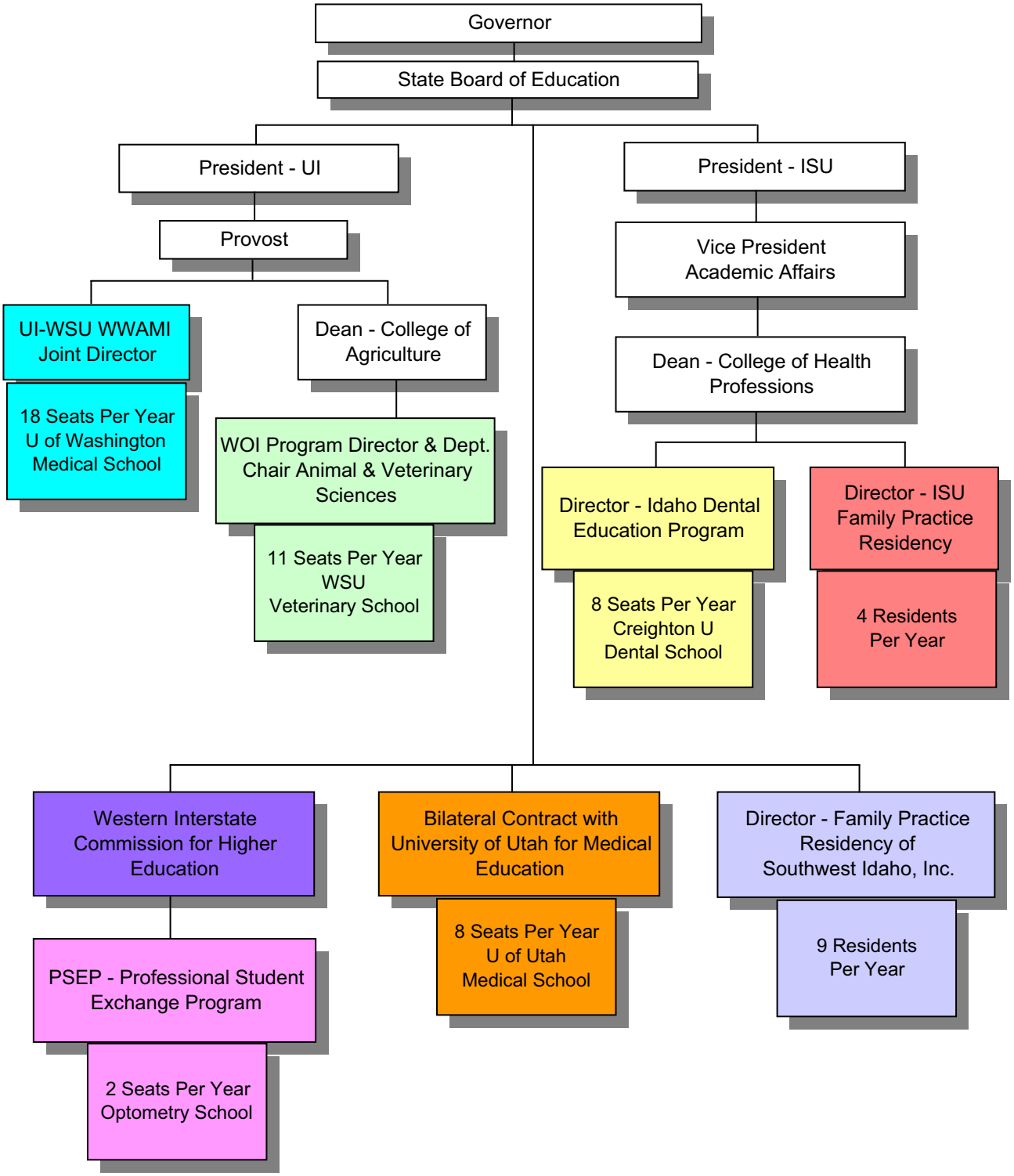


Full-Time Equivalent Positions



Health Education Programs
Issues & Information

Organization of the Health Education Programs



Medical, Dental & Veterinary Education Seat Funding

FY 2004	*Medical* WWAMI	*Medical* UofU	*Dental* IDEP	*Veterinary* WOI
Total 1st Year Class Size	176	100	80	76
SEATS RESERVED for IDAHO				
1st Year Seats	**18**	**8**	**8**	11
2nd Year Seats	**18**	**8**	**8**	11
3rd Year Seats	**18**	**8**	**8**	11
4th Year Seats	*16*	*6*	*7*	11
Total Idaho Seats	70	30	31	44
Annual COSTS PER SEAT				
Student Paid Fees	$ 12,600	$ 13,900	$ 13,300	$ 11,100
Average State Paid Support	$ 44,700	$ 27,100	$ 27,000	$ 34,900
Total Cost Per Seat Per Year	$ 57,300	$ 41,000	$ 40,300	$ 46,000
LOCATION of MEDICAL EDUCATION				
1st Year	UI/Moscow	UofU/Salt Lake	ISU/Pocatello	WSU/Pullman
2nd Year	UW/Seattle	UofU/Salt Lake	Creighton/Omaha	WSU/Pullman
3rd Year	WWAMI Land	UofU/Salt Lake	Creighton/Omaha	WSU/Pullman
4th Year	WWAMI Land	UofU/Salt Lake	Creighton/Omaha	Pullman/Caldwell
RETURN RATES (to practice in Idaho)				
Idaho Students	43%	*36%***	84%	63%
Total Program Graduates*	72%	*** FY03 Estimate*		

**Number of WWAMI grads locating to Idaho / Total Number of Idaho WWAMI students since 1975 (includes Idaho WWAMI grads)*

NEW SEAT BUILD-OUT		FY 2002	FY 2003	FY 2004	FY 2005
WWAMI Medical Education					
FUNDED	1st Year	**18**	**18**	**18**	**18**
FUNDED	2nd Year	16	**18**	**18**	**18**
FUNDED	3rd Year	16	16	**18**	**18**
REQUESTED	4th Year	16	16	16	**18**
	Total	66	68	70	72
UofU Medical Education					
FUNDED	1st Year	**8**	**8**	**8**	**8**
FUNDED	2nd Year	6	**8**	**8**	**8**
FUNDED	3rd Year	6	6	**8**	**8**
REQUESTED	4th Year	6	6	6	**8**
	Total	26	28	30	32
IDEP Dental Education					
FUNDED	1st Year	**8**	**8**	**8**	**8**
FUNDED	2nd Year	7	**8**	**8**	**8**
FUNDED	3rd Year	7	7	**8**	**8**
REQUESTED	4th Year	7	7	7	**8**
	Total	29	30	31	32

Historical Society

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Hist. Preservation and Education	3,022,300	2,477,400	3,293,200	3,777,300	*3,234,500*
Hist. Site Maint. and Interp.	481,900	359,800	488,100	529,100	*498,400*
Total:	**3,504,200**	**2,837,200**	**3,781,300**	**4,306,400**	***3,732,900***
BY FUND CATEGORY					
General	1,840,400	1,838,500	1,923,700	2,519,900	*1,948,200*
Dedicated	614,900	326,500	793,900	782,900	*777,300*
Federal	1,048,900	672,200	1,063,700	1,003,600	*1,007,400*
Total:	**3,504,200**	**2,837,200**	**3,781,300**	**4,306,400**	***3,732,900***
Percent Change:		(19.0%)	33.3%	13.9%	*(1.3%)*
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,496,900	2,009,700	2,584,300	2,715,800	*2,527,100*
Operating Expenditures	906,600	690,100	1,071,300	1,256,000	*1,055,100*
Capital Outlay	25,000	11,900	0	181,500	*0*
Trustee/Benefit	75,700	125,500	125,700	153,100	*150,700*
Total:	**3,504,200**	**2,837,200**	**3,781,300**	**4,306,400**	***3,732,900***
Full-Time Positions (FTP)	48.36	48.36	48.36	49.36	*48.36*

Division Description

The Idaho State Historical Society was established by statute in 1907. It is ultimately responsible to the State Board of Education, although its operations are directed by a seven-member Board of Trustees who are appointed by the State Board of Education. The agency is broken into two programs for budgeting purposes:

The Historic Preservation and Education Program's mission is to identify and preserve significant buildings, sites, objects, photographs, and library resources for the education and benefit of this and future generations. It also provides technical services, federal grant review clearances, and other assistance to local governments, historical societies, and private citizens.

The Historic Site Maintenance and Preservation Program preserves and maintains the 59 properties of significant historic value which are owned by the people of Idaho, and provides historic interpretation of those sites and structures. Its major activity is the maintenance and restoration of the Old State Penitentiary in Boise.

Historical Society

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**48.36**	**1,923,700**	**3,781,300**	***48.36***	***1,923,700***	***3,781,300***
FY 2005 Base	**48.36**	**1,923,700**	**3,781,300**	***48.36***	***1,923,700***	***3,781,300***
Personnel Cost Rollups	0.00	16,000	40,400	*0.00*	*16,000*	*40,400*
Inflationary Adjustments	0.00	7,600	20,400	*0.00*	*0*	*0*
Replacement Items	0.00	195,000	195,000	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	(6,800)	(6,800)	*0.00*	*(16,200)*	*(16,200)*
Change in Employee Compensation	0.00	12,200	23,000	*0.00*	*24,700*	*46,500*
Fund Shifts	0.00	144,100	0	*0.00*	*0*	*(144,100)*
FY 2005 Program Maintenance	**48.36**	**2,291,800**	**4,053,300**	***48.36***	***1,948,200***	***3,707,900***
1. Historic Resources Preservation	1.00	53,100	53,100	*0.00*	*0*	*0*
2. Lewis & Clark Bicentennial	0.00	175,000	200,000	*0.00*	*0*	*25,000*
FY 2005 Total	**49.36**	**2,519,900**	**4,306,400**	***48.36***	***1,948,200***	***3,732,900***
Change from Original Appropriation	1.00	596,200	525,100	*0.00*	*24,500*	*(48,400)*
% Change from Original Appropriation		31.0%	13.9%		1.3%	(1.3%)

Historical Society

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	48.36	1,923,700	793,900	1,063,700	3,781,300
FY 2005 Base					
Agency Request	48.36	1,923,700	793,900	1,063,700	3,781,300
Governor's Recommendation	*48.36*	*1,923,700*	*793,900*	*1,063,700*	*3,781,300*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	16,000	5,100	19,300	40,400
Governor's Recommendation	*0.00*	*16,000*	*5,100*	*19,300*	*40,400*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	7,600	8,800	4,000	20,400
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Replacement Items include software upgrades ($13,500), a riding lawnmower ($2,000), four chairs ($600), an overhead projector ($1,000), two vans ($50,000), a pickup truck ($23,000), six computers ($15,000), two laser printers ($3,000), a scanner ($500), two copy machines ($25,000), three desk jet printers ($600), an LCD projector ($2,500), two laptop computers ($4,000), ten filing cabinets ($8,200), four microfilm readers ($6,000), a fax machine ($2,000), and library books ($38,100).					
Agency Request	0.00	195,000	0	0	195,000
The Governor recommends no General Fund money for Replacement Items.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Nonstandard Adjustments include a $2,000 reduction in Attorney General fees, a $9,400 increase in building space charges, a $4,600 reduction in risk management fees, a $7,600 reduction in State Controller fees, and a $2,000 reduction in State Treasurer fees.					
Agency Request	0.00	(6,800)	0	0	(6,800)
The Governor does not recommend funding for building services space charges.					
Governor's Recommendation	*0.00*	*(16,200)*	*0*	*0*	*(16,200)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	12,200	3,200	7,600	23,000
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*24,700*	*6,400*	*15,400*	*46,500*

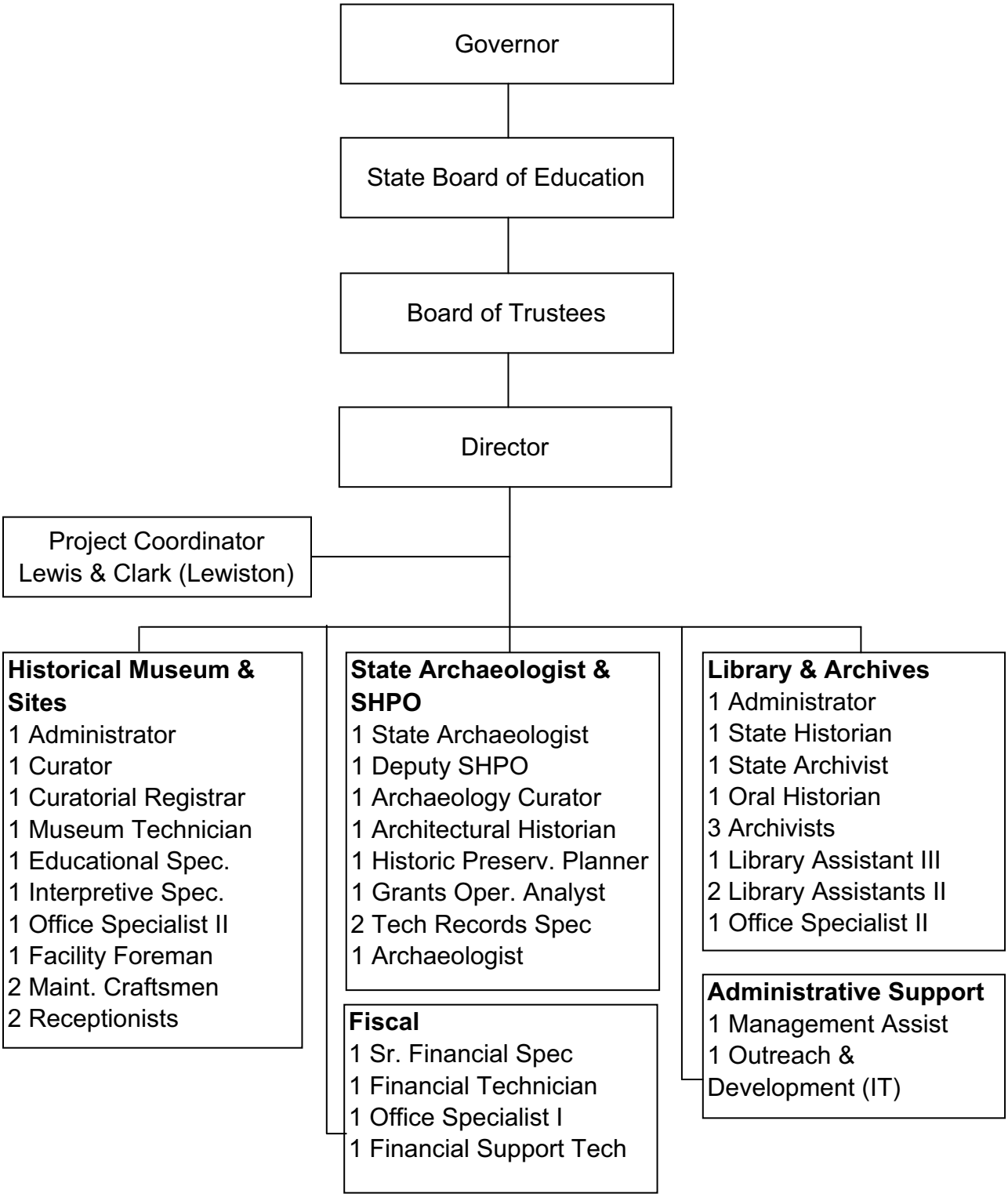
Historical Society

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Fund Shifts					
This decision unit includes two fund shift requests. The first would shift one FTP and $91,000 of the $155,300 in federal grant reductions to the General Fund. The remaining $64,300 in lost federal funds was made up by laying off a half-time office specialist position and shifting a half-time technical records specialist to dedicated funds. The one FTP being shifted is the Oral Historian position. The second fund shift requested would shift one FTP and $53,100 from dedicated funds to the General Fund. The reason for this request is revenues from new admission fees at the State Historical Museum have been less than was anticipated. This position was originally shifted from the General Fund to this dedicated funding source as part of the holdbacks of recent years.					
Agency Request	0.00	144,100	(53,100)	(91,000)	0
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*(53,100)*	*(91,000)*	*(144,100)*
FY 2005 Program Maintenance					
Agency Request	48.36	2,291,800	757,900	1,003,600	4,053,300
Governor's Recommendation	*48.36*	*1,948,200*	*752,300*	*1,007,400*	*3,707,900*
1. Historic Resources Preservation					
This enhancement would provide ongoing General Fund money to hire an additional archivist. The Historical Society receives approximately 3,000 to 4,000 cubic feet of new material each year. It is estimated that an archivist can be expected to sort, catalog, and preserve about 250 cubic feet of this kind of material each year. The Historical Society currently has four people performing archival duties, and has identified archival staffing as a long-term need.					
Agency Request	1.00	53,100	0	0	53,100
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
2. Lewis & Clark Bicentennial					
This enhancement would provide $175,000 in ongoing General Fund money and $25,000 in ongoing dedicated Lewis & Clark license plate revenue for the Lewis & Clark Commemoration Project. This project commemorates the 200th anniversary of the Corps of Discovery (1803-1806), led by Merriwether Lewis and William Clark, which explored the territory of the Louisiana Purchase, travelling through Idaho and eventually reaching the Pacific Ocean at the mouth of the Columbia River. These funds are being requested by the Governor's Lewis & Clark Trail Committee, under the aegis of the Historical Society, which acts as the lead state agency for the project. Money provided by this enhancement would help fund the operations of the Lewis & Clark Information Center in Lewiston, and would provide matching funds for various Lewis & Clark related projects. To date, the Legislature has appropriated $153,700 in ongoing General Fund support for this project.					
Agency Request	0.00	175,000	25,000	0	200,000
The Governor recommends no General Fund money for this enhancement.					
Governor's Recommendation	*0.00*	*0*	*25,000*	*0*	*25,000*
FY 2005 Total					
Agency Request	49.36	2,519,900	782,900	1,003,600	4,306,400
Governor's Recommendation	*48.36*	*1,948,200*	*777,300*	*1,007,400*	*3,732,900*
Agency Request					
Change from Original App	1.00	596,200	(11,000)	(60,100)	525,100
% Change from Original App	2.1%	31.0%	(1.4%)	(5.7%)	13.9%
Governor's Recommendation					
Change from Original App	*0.00*	*24,500*	*(16,600)*	*(56,300)*	*(48,400)*
% Change from Original App	*0.0%*	*1.3%*	*(2.1%)*	*(5.3%)*	*(1.3%)*

Historical Society
Issues & Information

Idaho State Historical Society
Organizational Chart



Blank Page

State Library

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	2,374,900	2,308,300	2,418,600	2,634,000	*2,497,100*
Dedicated	118,500	381,900	80,300	75,800	*75,300*
Federal	1,074,500	789,000	1,077,000	1,373,500	*1,360,100*
Total:	**3,567,900**	**3,479,200**	**3,575,900**	**4,083,300**	***3,932,500***
Percent Change:		(2.5%)	2.8%	14.2%	*10.0%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,858,200	1,787,300	1,938,800	2,000,100	*2,017,800*
Operating Expenditures	994,900	1,411,900	965,400	1,237,300	*1,217,000*
Capital Outlay	50,000	28,000	50,000	213,000	*76,000*
Trustee/Benefit	664,800	252,000	621,700	632,900	*621,700*
Total:	**3,567,900**	**3,479,200**	**3,575,900**	**4,083,300**	***3,932,500***
Full-Time Positions (FTP)	41.00	41.00	41.00	41.00	*41.00*

Division Description

The Idaho State Library assists libraries to build the capacity to better serve their clientele. To fulfill this mission, the agency strives to achieve the following results:
1. Every person in the State has local access to library service.
2. The State Library works in partnership with the local community to promote and deliver library services to people with special needs.
3. The State Library increases the visibility of libraries as community and statewide resources.
4. The State Library provides consulting services and education to library staff, governing boards and other interested parties to support good library practices.
The State Library also serves as the repository of state agency publications.

State Library

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**41.00**	**2,418,600**	**3,575,900**	***41.00***	***2,418,600***	***3,575,900***
Non-Cognizable Funds and Transfers	0.00	0	10,000	*0.00*	*0*	*10,000*
Expenditure Adjustments	0.00	0	473,200	*0.00*	*0*	*473,200*
FY 2004 Estimated Expenditures	**41.00**	**2,418,600**	**4,059,100**	***41.00***	***2,418,600***	***4,059,100***
Removal of One-Time Expenditures	0.00	0	(488,200)	*0.00*	*0*	*(488,200)*
Base Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Base	**41.00**	**2,418,600**	**3,570,900**	***41.00***	***2,418,600***	***3,570,900***
Personnel Cost Rollups	0.00	40,800	44,200	*0.00*	*40,800*	*44,200*
Inflationary Adjustments	0.00	4,900	21,000	*0.00*	*0*	*0*
Replacement Items	0.00	137,000	163,000	*0.00*	*0*	*26,000*
Nonstandard Adjustments	0.00	17,600	267,100	*0.00*	*7,100*	*256,600*
Change in Employee Compensation	0.00	15,100	17,100	*0.00*	*30,600*	*34,800*
FY 2005 Total	**41.00**	**2,634,000**	**4,083,300**	***41.00***	***2,497,100***	***3,932,500***
Change from Original Appropriation	0.00	215,400	507,400	*0.00*	*78,500*	*356,600*
% Change from Original Appropriation		8.9%	14.2%		3.2%	10.0%

State Library

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	41.00	2,418,600	80,300	1,077,000	3,575,900
Non-Cognizable Funds and Transfers					
Reflects the addition of noncognizable Albertson Foundation grant funds for statewide reading. Also transfers $10,000 from personnel costs and $10,000 from operating expenditures to capital outlay.					
Agency Request	0.00	0	10,000	0	10,000
Governor's Recommendation	*0.00*	*0*	*10,000*	*0*	*10,000*
Expenditure Adjustments					
Reflects expenses attributable to the continuously appropriated Library Services Improvement Fund, including the $300,000 transferred from the Public Schools budget for the Libraries Linking Idaho (LiLI) program.					
Agency Request	0.00	0	473,200	0	473,200
Governor's Recommendation	*0.00*	*0*	*473,200*	*0*	*473,200*
FY 2004 Estimated Expenditures					
Agency Request	41.00	2,418,600	563,500	1,077,000	4,059,100
Governor's Recommendation	*41.00*	*2,418,600*	*563,500*	*1,077,000*	*4,059,100*
Removal of One-Time Expenditures					
Removes funding provided for one-time items.					
Agency Request	0.00	0	(488,200)	0	(488,200)
Governor's Recommendation	*0.00*	*0*	*(488,200)*	*0*	*(488,200)*
Base Adjustments					
Transfers $10,000 back from capital outlay to personnel costs, and $10,000 back from capital outlay to operating expenditures.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	41.00	2,418,600	75,300	1,077,000	3,570,900
Governor's Recommendation	*41.00*	*2,418,600*	*75,300*	*1,077,000*	*3,570,900*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	40,800	0	3,400	44,200
Governor's Recommendation	*0.00*	*40,800*	*0*	*3,400*	*44,200*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	4,900	500	15,600	21,000
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

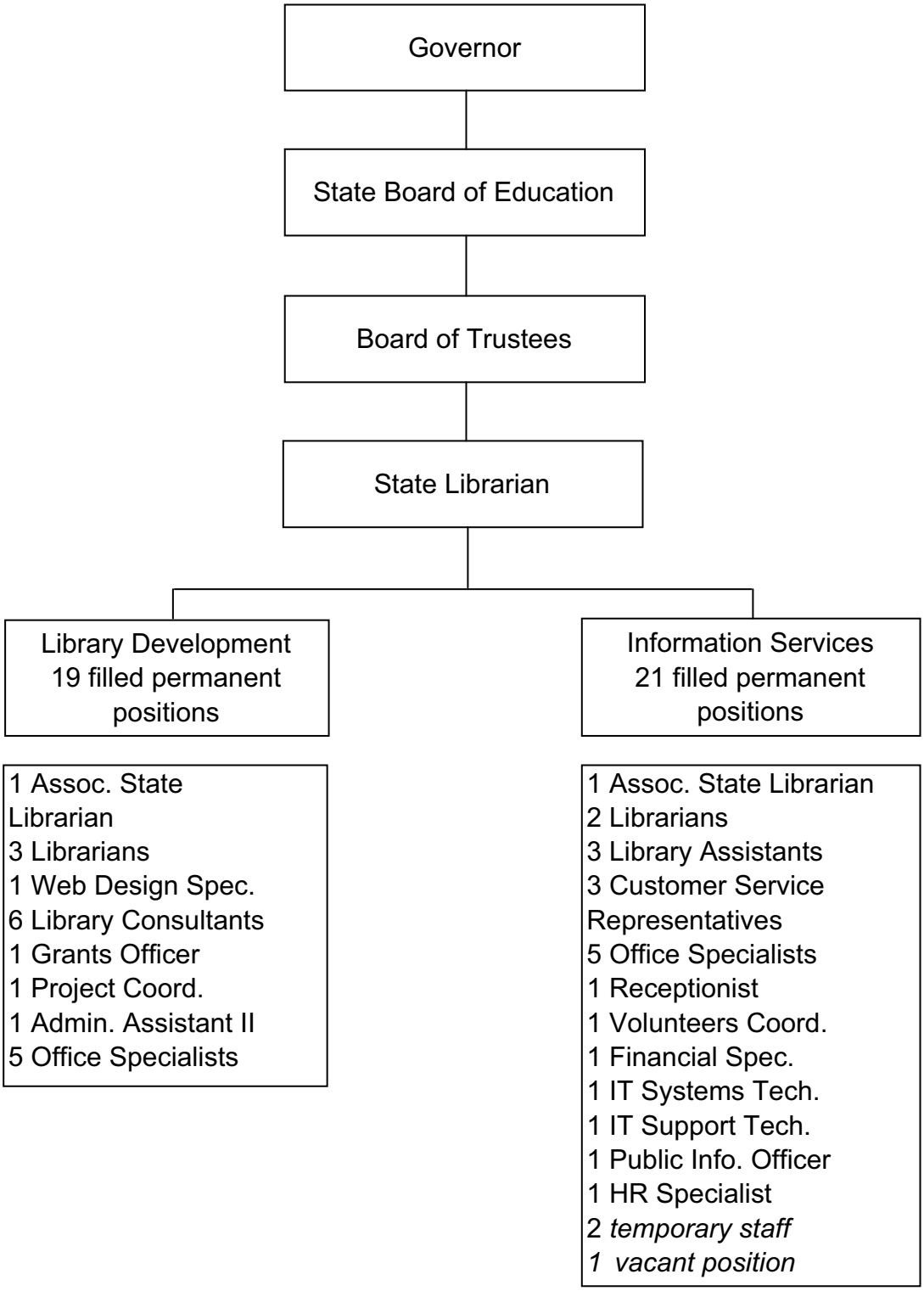
State Library

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
Replacement Items include four computer servers ($37,000), 25 computers ($35,000), one UPS interface expander ($500), two printers ($6,000), an infocus projector ($4,000), ten laptop computers ($22,000), $40,000 for library books, and $18,500 for miscellaneous office equipment.					
Agency Request	0.00	137,000	0	26,000	163,000
The Governor recommends no General Fund money for Replacement Items.					
Governor's Recommendation	*0.00*	*0*	*0*	*26,000*	*26,000*
Nonstandard Adjustments					
Nonstandard Adjustments include a $10,200 reduction in Attorney General fees, a $10,500 increase in building space charges, a $2,100 decrease in risk management fees, a $4,600 decrease in State Controller fees, a $800 decrease in State Treasurer fees, a $24,300 increase in Libraries Linking Idaho (LiLI) contract fees, and a $250,000 increase in federal funds spending authority.					
Agency Request	0.00	17,600	0	249,500	267,100
The Governor does not recommend funding for building services space charges.					
Governor's Recommendation	*0.00*	*7,100*	*0*	*249,500*	*256,600*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	15,100	0	2,000	17,100
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*30,600*	*0*	*4,200*	*34,800*
FY 2005 Total					
Agency Request	41.00	2,634,000	75,800	1,373,500	4,083,300
Governor's Recommendation	*41.00*	*2,497,100*	*75,300*	*1,360,100*	*3,932,500*
Agency Request					
Change from Original App	0.00	215,400	(4,500)	296,500	507,400
% Change from Original App	0.0%	8.9%	(5.6%)	27.5%	14.2%
Governor's Recommendation					
Change from Original App	*0.00*	*78,500*	*(5,000)*	*283,100*	*356,600*
% Change from Original App	*0.0%*	*3.2%*	*(6.2%)*	*26.3%*	*10.0%*

State Library
Issues & Information

State Library
Organizational Chart



Blank Page

Professional-Technical Education

Analyst: Borden

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
State Leadership/Tech. Assist.	2,075,600	1,934,200	2,126,200	2,223,400	*2,167,600*
General Programs	15,057,400	15,074,100	15,551,700	16,274,400	*15,375,400*
Postsecondary Programs	31,575,200	30,636,400	32,381,600	34,687,100	*33,475,300*
Underprepared Adult/Displ. Home	2,341,600	2,521,300	2,521,300	2,457,900	*2,453,400*
Total:	**51,049,800**	**50,166,000**	**52,580,800**	**55,642,800**	***53,471,700***
BY FUND CATEGORY					
General	43,292,200	41,856,900	44,219,700	47,514,000	*45,342,900*
Dedicated	518,500	518,500	577,500	610,700	*610,700*
Federal	7,239,100	7,790,600	7,783,600	7,518,100	*7,518,100*
Total:	**51,049,800**	**50,166,000**	**52,580,800**	**55,642,800**	***53,471,700***
Percent Change:		(1.7%)	4.8%	5.8%	*1.7%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,277,600	2,018,500	2,280,100	2,249,300	*2,270,100*
Operating Expenditures	262,800	285,300	286,800	364,800	*328,800*
Capital Outlay	0	0	0	47,900	*0*
Trustee/Benefit	16,934,200	17,225,800	17,632,300	18,290,300	*17,398,300*
Lump Sum	31,575,200	30,636,400	32,381,600	34,690,500	*33,474,500*
Total:	**51,049,800**	**50,166,000**	**52,580,800**	**55,642,800**	***53,471,700***
Full-Time Positions (FTP)	557.72	557.72	520.69	536.89	*524.90*

Division Description

The Division of Professional-Technical Education consists of four programs.

The State Leadership & Technical Assistance Program includes central staff to provide leadership, administrative and technical assistance to a statewide educational system that provides high quality, well-coordinated professional-technical programs at the state's high schools and technical colleges. This system prepares Idaho's youth and adults who do not desire a baccalaureate degree to perform successfully in a globally competitive workplace.

General Programs provide high school students with quality professional-technical programs and adults with workforce training that are realistic in terms of Idaho employment opportunities and consistent with students' interests, aptitudes and abilities.

Postsecondary Programs provide college students with opportunities to obtain the two year degrees and shorter term certifications needed for employment in skilled and technical occupations that require less than a baccalaureate degree. It also provides persons already in the workforce with the skills necessary to maintain and/or advance in their chosen occupation. This education is provided through the State's six postsecondary institutions that include a professional-technical college: North Idaho College, Lewis-Clark State College, Boise State University, College of Southern Idaho, Idaho State University; and the stand alone Eastern Idaho Technical College.

The Underprepared Adults / Displaced Homemakers Program provides underprepared adults, including displaced homemakers and single parents, with the skills necessary to be successful in the workplace. This includes funding for the Centers for New Directions (displaced homemaker centers) at each of the six technical colleges.

The 1999 Idaho Legislature changed the name of the Division of Vocational Education to the Division of Professional-Technical Education.

Professional-Technical Education

Analyst: Borden

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**520.69**	**44,219,700**	**52,580,800**	***520.69***	***44,219,700***	***52,580,800***
Reappropriations	0.00	13,500	79,000	*0.00*	*13,500*	*79,000*
FY 2004 Total Appropriation	**520.69**	**44,233,200**	**52,659,800**	***520.69***	***44,233,200***	***52,659,800***
Non-Cognizable Funds and Transfers	0.00	0	(240,800)	*0.00*	*0*	*(240,800)*
FY 2004 Estimated Expenditures	**520.69**	**44,233,200**	**52,419,000**	***520.69***	***44,233,200***	***52,419,000***
Removal of One-Time Expenditures	0.00	(13,500)	(103,700)	*0.00*	*(13,500)*	*(103,700)*
Base Adjustments	4.21	0	33,200	*4.21*	*0*	*33,200*
FY 2005 Base	**524.90**	**44,219,700**	**52,348,500**	***524.90***	***44,219,700***	***52,348,500***
Personnel Cost Rollups	0.00	573,700	573,700	*0.00*	*573,700*	*573,700*
Inflationary Adjustments	0.00	267,300	267,300	*0.00*	*0*	*0*
Replacement Items	0.00	535,100	535,100	*0.00*	*0*	*0*
Nonstandard Adjustments	11.99	1,643,000	1,643,000	*0.00*	*(7,600)*	*(7,600)*
Change in Employee Compensation	0.00	275,200	275,200	*0.00*	*557,100*	*557,100*
FY 2005 Program Maintenance	**536.89**	**47,514,000**	**55,642,800**	***524.90***	***45,342,900***	***53,471,700***
Lump Sum or Other Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**536.89**	**47,514,000**	**55,642,800**	***524.90***	***45,342,900***	***53,471,700***
Change from Original Appropriation	16.20	3,294,300	3,062,000	*4.21*	*1,123,200*	*890,900*
% Change from Original Appropriation		7.4%	5.8%		2.5%	1.7%

Professional-Technical Education

Analyst: Borden

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	520.69	44,219,700	577,500	7,783,600	52,580,800
Reappropriations					
Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.					
Agency Request	0.00	13,500	0	65,500	79,000
Governor's Recommendation	*0.00*	*13,500*	*0*	*65,500*	*79,000*
FY 2004 Total Appropriation					
Agency Request	520.69	44,233,200	577,500	7,849,100	52,659,800
Governor's Recommendation	*520.69*	*44,233,200*	*577,500*	*7,849,100*	*52,659,800*
Non-Cognizable Funds and Transfers					
In the State Leadership & Technical Assistance Program there is a net adjustment of $12,600 in federal funds after the carryover of $24,700 in non-cog funds from FY 2003 to FY 2004 and a $12,100 reduction due to the actual federal award being less than the appropriated amount. For General Programs, the actual federal funding came in $185,500 less than appropriated. In the Underprepared Adults/Displaced Homemakers Program, the federal fund expenditures were adjusted downward by $67,900 to reconcile with an award that was less than the appropriated amount.					
Agency Request	0.00	0	0	(240,800)	(240,800)
Governor's Recommendation	*0.00*	*0*	*0*	*(240,800)*	*(240,800)*
FY 2004 Estimated Expenditures					
Agency Request	520.69	44,233,200	577,500	7,608,300	52,419,000
Governor's Recommendation	*520.69*	*44,233,200*	*577,500*	*7,608,300*	*52,419,000*
Removal of One-Time Expenditures					
Unspent FY 2003 moneys that were carried over into the current fiscal year are removed as one-time funding along with current year federal non-cog funds of $24,700.					
Agency Request	0.00	(13,500)	0	(90,200)	(103,700)
Governor's Recommendation	*0.00*	*(13,500)*	*0*	*(90,200)*	*(103,700)*
Base Adjustments					
One position from the State Leadership & Technical Assistance Program and one position from General Programs are being transferred to the Office of the State Board of Education. No General Fund money is being transferred with these two positions. A total of 6.21 new FTE were added by technical colleges.					
Agency Request	4.21	0	33,200	0	33,200
Governor's Recommendation	*4.21*	*0*	*33,200*	*0*	*33,200*
FY 2005 Base					
Agency Request	524.90	44,219,700	610,700	7,518,100	52,348,500
Governor's Recommendation	*524.90*	*44,219,700*	*610,700*	*7,518,100*	*52,348,500*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	573,700	0	0	573,700
Governor's Recommendation	*0.00*	*573,700*	*0*	*0*	*573,700*

Professional-Technical Education

Analyst: Borden

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	267,300	0	0	267,300
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Funding for replacement items in the Division of Professional-Technical Education is calculated as 10% of the program's Operating Expenditures and Capital Outlay bases. This would result in a ten-year replacement cycle. Itemized replacement OE items in the State Leadership & Technical Assistance Program total $24,300 and include forty-five office software upgrades costing $200 each, two Photoshop upgrades at $500 each, eight Adobe Acrobat upgrades at $125 each, and $13,300 for programming. Replacement CO totals $37,400 and includes seven new monitors at $800 each, fifteen personal computers costing $1,500 each, one $7,700 color printer and four $400 office chairs. In General Programs, replacement OE consists of $3,800 for programming, $7,500 for two laser printers and $3,000 for two personal computers.					
Agency Request	0.00	535,100	0	0	535,100
Not recommended by the governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Professional-Technical Education

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total

Nonstandard Adjustments

INTERNAL NONSTANDARD ADJUSTMENTS The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property/casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. The net change of these adjustments is a $7,600 reduction.

For the State Leadership & Technical Assistance Program that is housed in the Capitol Mall, an additional $5,200 is requested for increased space charges. Specifically, the rates will increase by an additional 50-cents per square foot, to $10.40, for 9,678 square feet of Class A space, and by 40-cents per square foot, to $8.80, for 985 square feet of Class B space.

Most of the funding requested for EXTERNAL NONSTANDARD ADJUSTMENTS is to accommodate growing enrollments in professional-technical programs at the secondary and postsecondary level.

SECONDARY ENROLLMENT WORKLOAD ADJUSTMENT At the high school level, $334,900 is requested for an Enrollment Workload Adjustment. These funds are used to reimburse school districts for the added cost of offering professional-technical programs. Examples of those added costs are extended teacher contracts, new program start-up costs, specialized materials and supplies, new and replacement equipment, innovative program costs, added costs for web-based instruction, purchased services, student leadership development, career-technical guidance and travel expenses. This request would address the additional costs incurred by the change in and addition of pro-tech programs being reimbursed at the FY 2002 level.

PROFESSIONAL-TECHNICAL SCHOOLS These schools are created by the cooperative efforts of multiple school districts. They are designed to provide high-end, state-of-the-art technical programs that are too expensive to be offered by a single high school. There are currently eleven professional-technical schools across the state with two more approved for funding in FY 2005. Total enrollment was 3,835 in FY 2003, which was an increase of 584 students over the previous year. FY 2005 enrollment is predicted to be 5,596, or a 46% increase in two years. This enrollment growth results in a request of $362,400 that would be added onto the FY 2004 Base funding of $1,385,000.

CAPACITY BUILDING At the postsecondary level, the six technical colleges request Capacity Building funds of $899,300 and 11.99 new positions. The requested amount is based on the number of high school juniors and seniors enrolled in Tech Prep. The Tech Prep program provides an integrated curriculum beginning with the junior year in high school and leading to a two-year technical college degree. In FY 2003, 355 Tech Prep students had completed high school and were enrolled in a technical college. Those students represented 10% of the high school Tech Prep students from the previous year. DPTE bases its Capacity Building request on the same percentage of high school students enrolling in a technical college for the current year. With 4,744 high school Tech Prep students, an increase of 1,284 from FY 2003, an additional 132 Tech Prep students would be entering the technical colleges. Using the projected FY 2005 instructional cost of $6,813 per student FTE, which is based on a three year average, the resulting projected Capacity Building cost is $899,300. Capacity Building funds are distributed among the six technical colleges based on how those colleges perform against prescribed measures. The Division of Professional-Technical Education notes that they have received a total of $210,000 in Capacity Building funding in FY 2003 and FY 2004 compared to the $2,252,700 that had been requested. The technical colleges have made up for the unfunded difference of $2.04 million, in the face of increased enrollments, by increasing efficiency, reducing costs and eliminating regular instructional equipment replacement and various necessary upgrades. These are significant actions considering that professional-technical education is very hands-on and thus equipment and materials intensive.

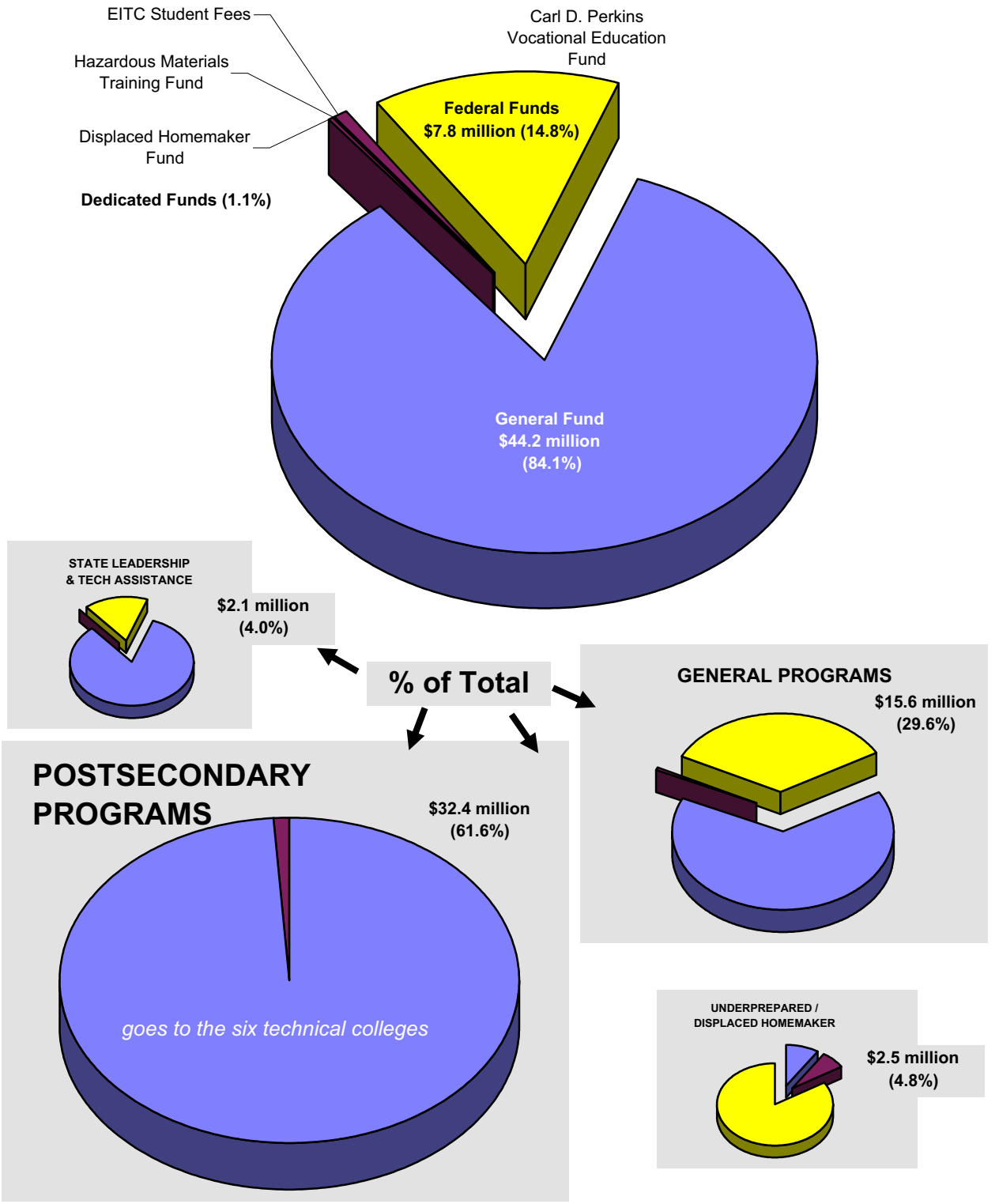
Eastern Idaho Technical College is the state's only stand alone postsecondary technical school. It is funded entirely through the Division of Professional-Technical Education appropriation and its own student fees. EITC requests $5,000 to sustain the book and periodical base acquisition funding for their library that was established in FY 2002 and $43,800 to address increased utility costs. EITC states that their natural gas costs increased approximately 25% from FY 2003 to FY 2004. Their electricity costs are anticipated to increase by 25% over the same period.

Professional-Technical Education

Analyst: Borden

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
.					
Agency Request	11.99	1,643,000	0	0	1,643,000
The governor recommends no funding for Secondary Enrollment Workload Adjustment, Professional-Technical Schools, Capacity Building at the technical colleges, library acquisitions or increased utility costs at EITC, or increased building space charges.					
Governor's Recommendation	*0.00*	*(7,600)*	*0*	*0*	*(7,600)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	275,200	0	0	275,200
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*557,100*	*0*	*0*	*557,100*
FY 2005 Program Maintenance					
Agency Request	536.89	47,514,000	610,700	7,518,100	55,642,800
Governor's Recommendation	*524.90*	*45,342,900*	*610,700*	*7,518,100*	*53,471,700*
Lump Sum or Other Adjustments					
The Division of Professional-Technical Education requests a lump sum appropriation for only the Postsecondary Programs portion of its appropriation. Postsecondary Programs fund instructional costs at the state's six technical colleges. This lump sum appropriation request has typically been granted consistent with other higher education appropriations.					
A lump sum appropriation removes all restrictions that limit the transfer of moneys among Personnel Costs, Operating Expenses, Capital Outlay and Trustee/Benefit Payments. As an exception to state budget laws, a lump sum appropriation requires specific legislative authorization and approval per Section 67-3508(1), Idaho Code.					
Agency Request	0.00	0	0	0	0
Recommended by the governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	536.89	47,514,000	610,700	7,518,100	55,642,800
Governor's Recommendation	*524.90*	*45,342,900*	*610,700*	*7,518,100*	*53,471,700*
Agency Request					
Change from Original App	16.20	3,294,300	33,200	(265,500)	3,062,000
% Change from Original App	3.1%	7.4%	5.7%	(3.4%)	5.8%
Governor's Recommendation					
Change from Original App	*4.21*	*1,123,200*	*33,200*	*(265,500)*	*890,900*
% Change from Original App	*0.8%*	*2.5%*	*5.7%*	*(3.4%)*	*1.7%*

FY 2004 Original Appropriation by Fund Source for All Programs



Division of Professional-Technical Education
Issues & Information

Analyst: Borden

Program Functions

State Leadership & Technical Assistance
29.0 FTP
FY 2004 Base = $2,114,100
Leadership Advocacy
Technical Assistance Administration

Professional-Technical Education
DELIVERY SYSTEM

Secondary Schools
110 School Districts

- Comprehensive High Schools
- Prof-Technical Schools
- Junior High/Middle Schools

Postsecondary Schools
6 Technical Colleges

- NIC School of Applied Technology 58.39 FTP $3.6M
- LCSC Technical Programs 54.77 FTP $3.4M
- BSU College of Applied Tech. 95.55 FTP $6.3M
- CSI Professional-Technical Div. 73.43 FTP $5.1M
- ISU College of Technology 137.76 FTP $8.9M
- E. Idaho Technical College 70.00 FTP $5.0M

Total 489.90 FTP $32.4M

Pro-Tech Teacher Education
2 Universities

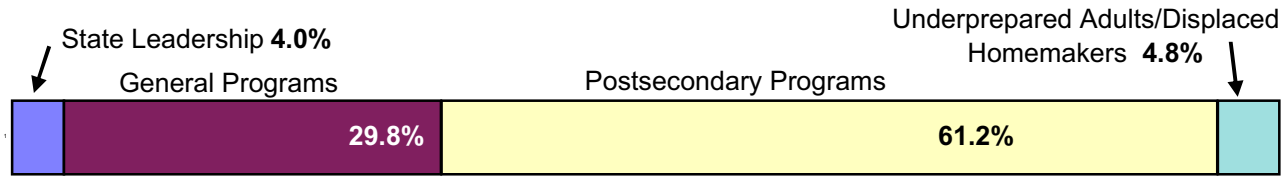
- University of Idaho
- Idaho State University

General Programs
6.00 FTP
FY 2003 Base = $15,367,200
Programs & Services
Secondary Added Cost
Adult Training/Retraining
Emergency Services Training
Professional Development
Pro-Tech Student Orgs.
Federal Leadership
Curriculum Development
Federal Secondary Formula

Postsecondary Programs
489.90 FTP
FY 2003 Base = $32,413,800
Programs & Services
Occupational Programs
Certificate & Degree
Adult Upgrading/Retraining
Apprenticeship Training
Emergency Services Training
Workforce Development
Customized Training

Underprepared Adults/ Displaced Homemakers
0.0 FTP
FY 2003 Base = $2,453,400
Programs & Services
Displaced Homemaker Centers
Federal Postsecondary Formula

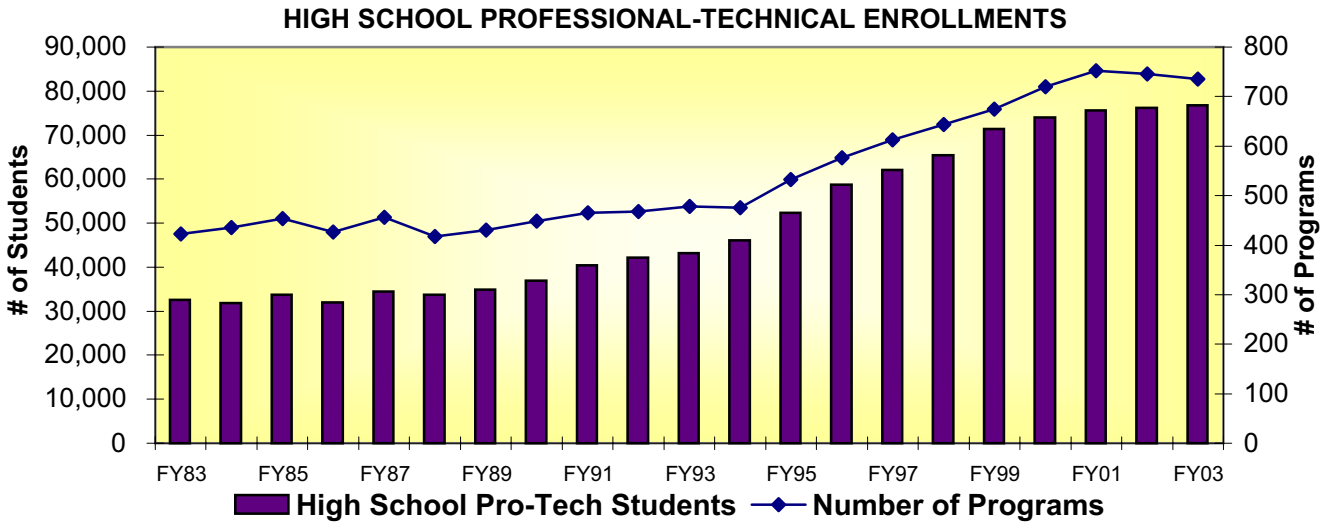
Percent of FY 2004 Base Appropriation by Program, $52.3 million total

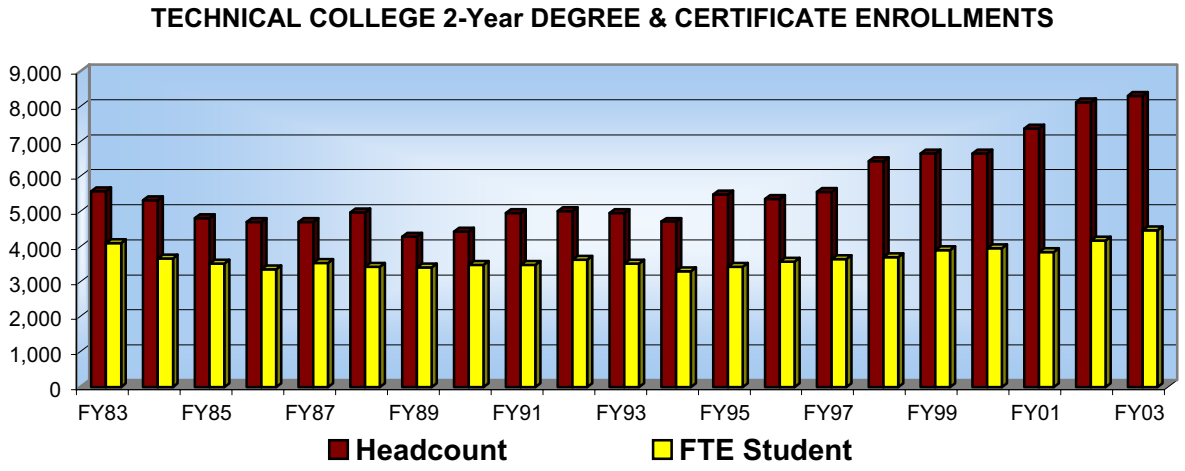


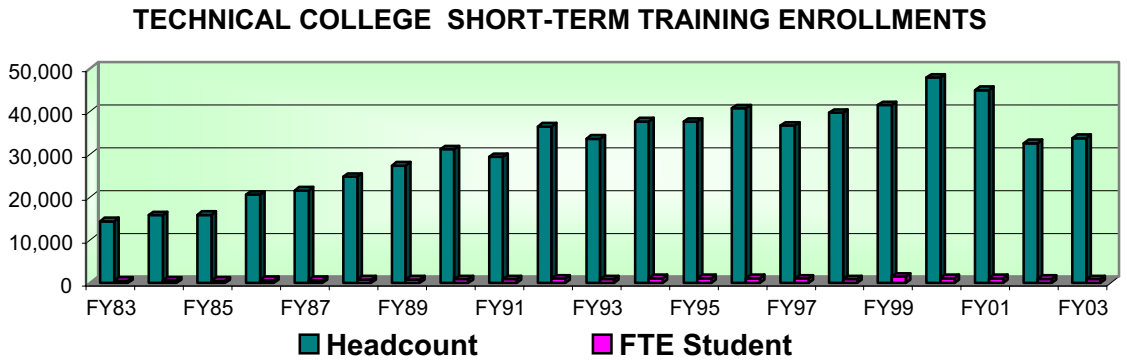
Division of Professional-Technical Education
Issues & Information

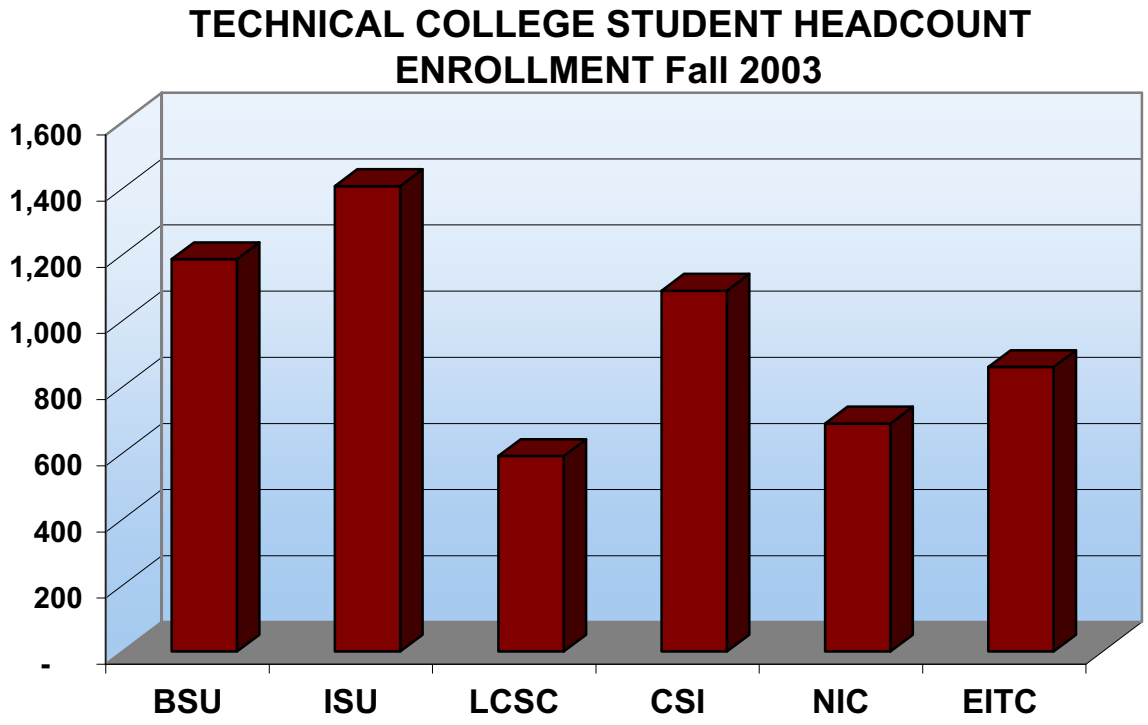
Analyst: Borden

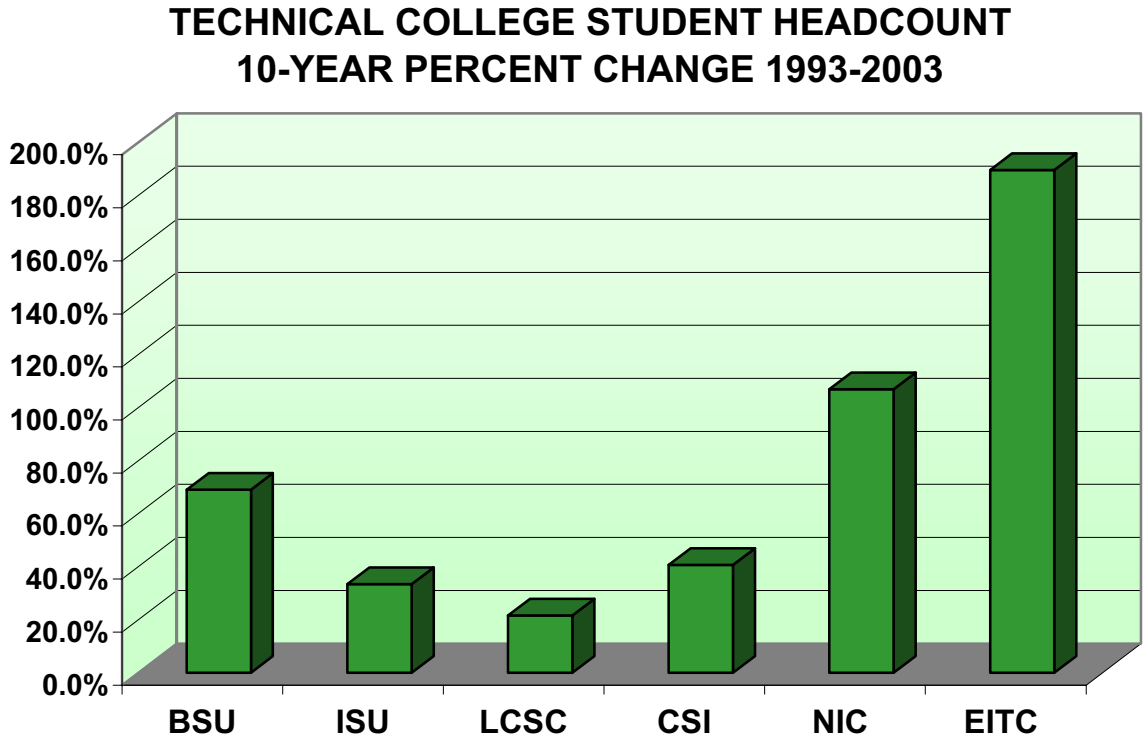
Professional-Technical Education Enrollments







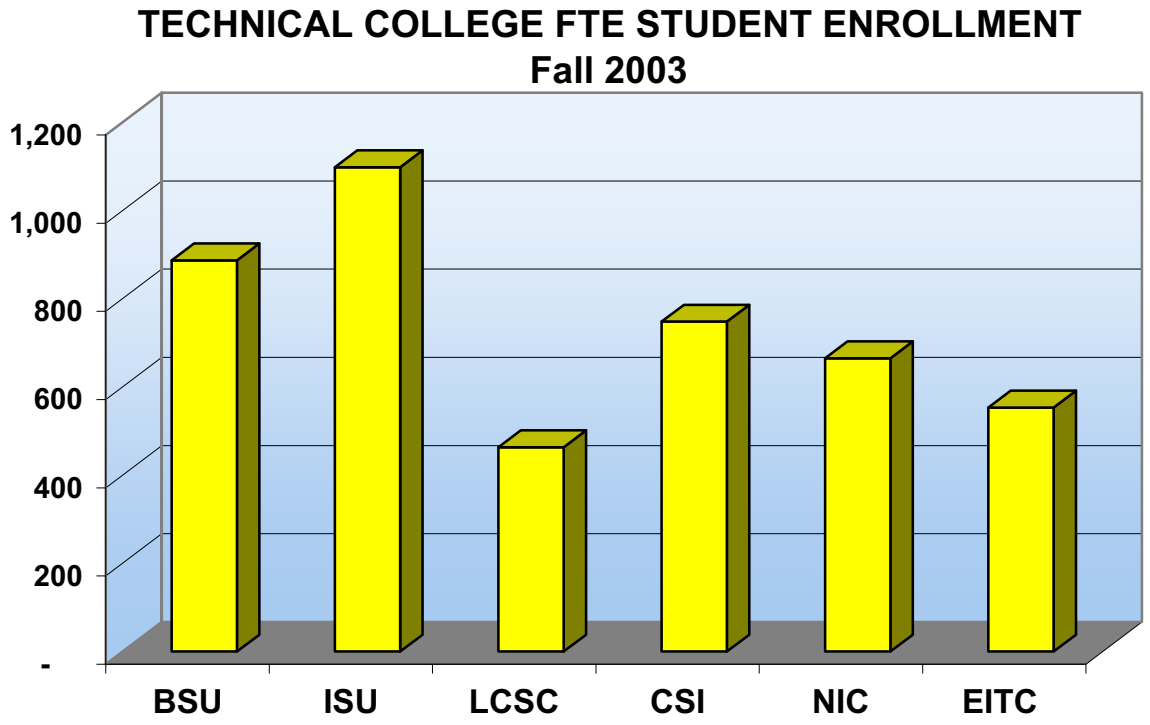


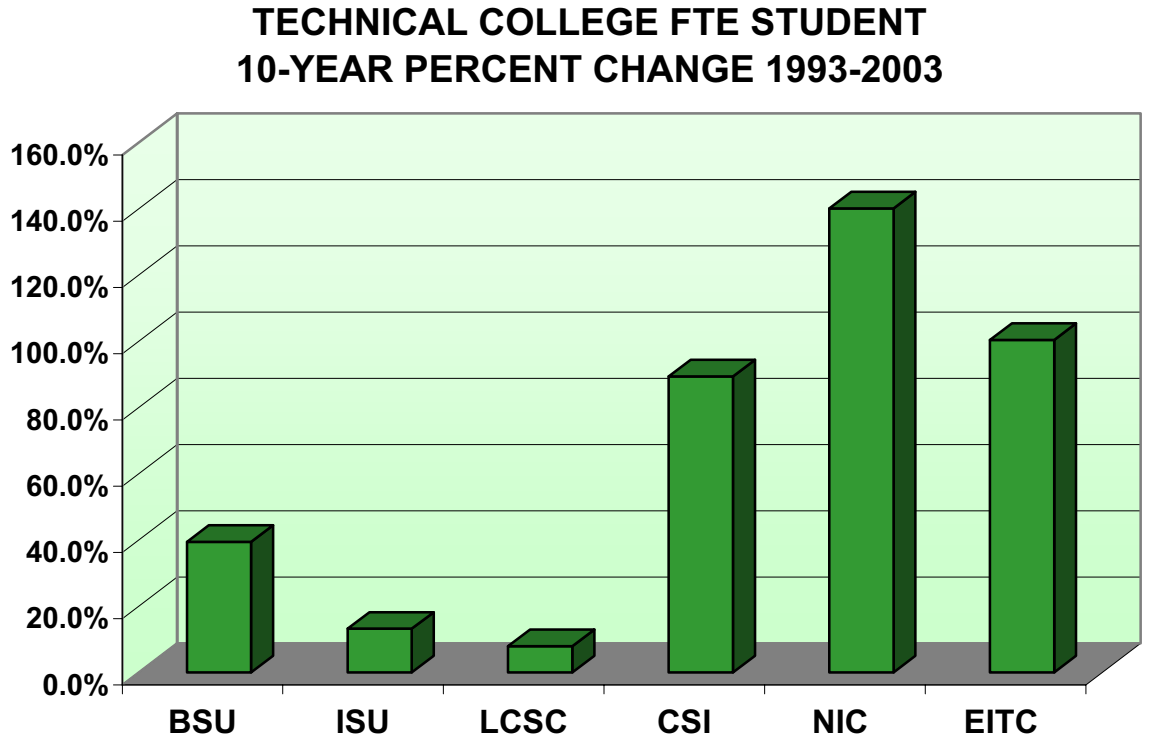


Data Source: Office of the State Board of Education

Professional-Technical Education
Issues & Information

Analyst: Borden



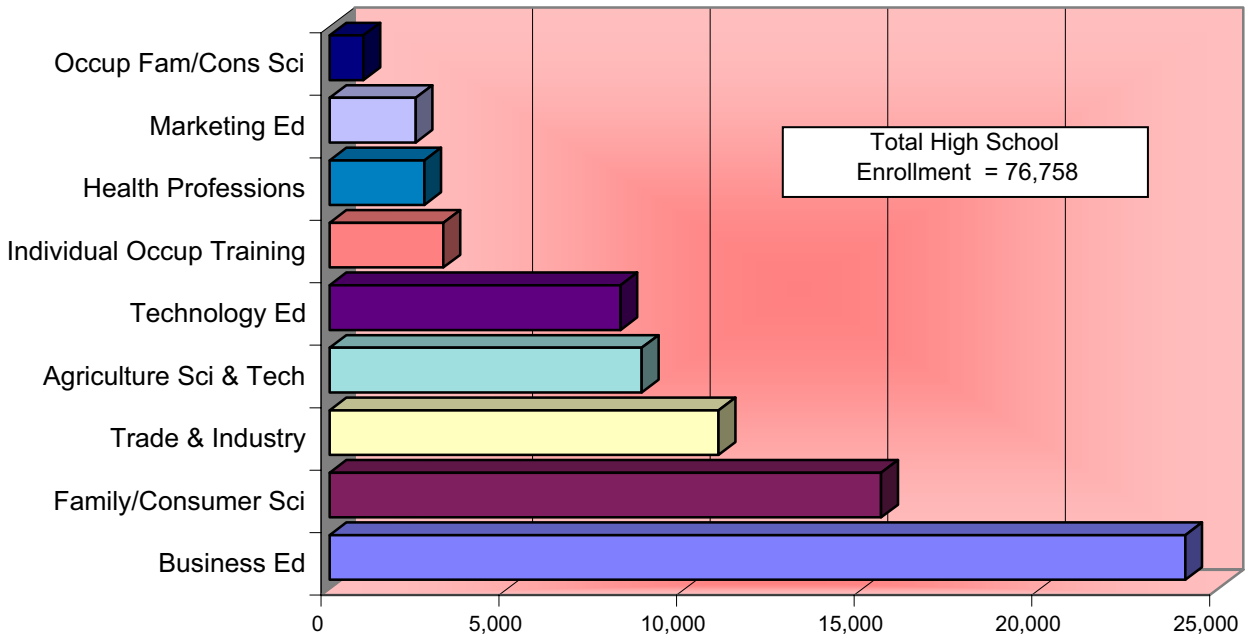


Data Source: Office of the State Board of Education

Technical College Capacity Building Appropriation History

Fiscal Year	BSU	ISU	LCSC	CSI	NIC	EITC	Total
1996	$74,671	$52,090	$ 0	$57,248	$65,991	$ 0	$250,000
1997	$58,920	$80,202	$34,415	$41,547	$51,205	$33,711	$300,000
1998	$188,100	$145,700	$126,500	$173,800	$ 0	$190,900	$825,000
1999	$247,000	$239,000	$192,500	$208,400	$253,400	$234,700	$1,375,000
2000	$285,644	$221,417	$29,310	$259,611	$276,293	$127,725	$1,200,000
2001	$271,597	$223,419	$68,510	$198,663	$237,811	$ 0	$1,000,000
2002	$146,011	$208,257	$46,160	$124,485	$151,325	$163,762	$840,000
2003	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0	$ 0
2004	$40,590	$19,739	$18,248	$47,184	$31,542	$52,697	$210,000
9 Yr Total	$1,312,533	$1,189,824	$515,643	$1,110,938	$1,067,567	$803,495	$6,000,000
% of Total	*21.9%*	*19.8%*	*8.6%*	*18.5%*	*17.8%*	*13.4%*	*100.0%*

FY 2003 High School Pro-Tech Enrollments by Program Area



Data Source: Division of Professional-Technical Education

Educational Public Broadcasting System

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	1,862,200	1,818,500	1,528,200	2,688,400	*1,586,700*
Dedicated	804,600	804,600	820,200	847,200	*854,600*
Total:	**2,666,800**	**2,623,100**	**2,348,400**	**3,535,600**	***2,441,300***
Percent Change:		(1.6%)	(10.5%)	50.6%	*4.0%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,702,200	1,683,500	1,665,200	1,719,000	*1,734,900*
Operating Expenditures	581,100	581,100	683,200	732,900	*706,400*
Capital Outlay	383,500	358,500	0	1,083,700	*0*
Total:	**2,666,800**	**2,623,100**	**2,348,400**	**3,535,600**	***2,441,300***
Full-Time Positions (FTP)	35.00	35.00	35.00	33.00	*33.00*

Division Description

Under the supervision of the State Board of Education, Idaho's statewide Public Broadcasting System provides:
1. Coordination and distribution of educational and instructional TV programs and services for Idaho's school-age population.
2. Coordination, promotion and delivery of adult learning and continuing educational opportunities to all Idaho citizens at school, work and home.
3. Production, acquisition and broadcasting of programming services responsive to the needs and interests of Idaho citizens, including "prime time" programs.
4. Coordination, production and delivery of non-broadcast, informal and formal telecommunications services.
5. Access to production and distribution facilities and services to public or private agencies engaged in educational activities.

Educational Public Broadcasting System

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**35.00**	**1,528,200**	**2,348,400**	***35.00***	***1,528,200***	***2,348,400***
Non-Cognizable Funds and Transfers	(2.00)	0	0	*(2.00)*	*0*	*0*
FY 2005 Base	**33.00**	**1,528,200**	**2,348,400**	***33.00***	***1,528,200***	***2,348,400***
Personnel Cost Rollups	0.00	18,500	37,200	*0.00*	*18,500*	*37,200*
Inflationary Adjustments	0.00	6,500	6,500	*0.00*	*0*	*0*
Replacement Items	0.00	1,103,700	1,103,700	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	17,000	17,000	*0.00*	*17,000*	*17,000*
Change in Employee Compensation	0.00	8,300	15,500	*0.00*	*16,800*	*31,400*
FY 2005 Program Maintenance	**33.00**	**2,682,200**	**3,528,300**	***33.00***	***1,580,500***	***2,434,000***
1. Position Reclassification	0.00	0	1,100	*0.00*	*0*	*1,100*
2. Extend Signal to Satellite Providers	0.00	6,200	6,200	*0.00*	*6,200*	*6,200*
FY 2005 Total	**33.00**	**2,688,400**	**3,535,600**	***33.00***	***1,586,700***	***2,441,300***
Change from Original Appropriation	(2.00)	1,160,200	1,187,200	*(2.00)*	*58,500*	*92,900*
% Change from Original Appropriation		75.9%	50.6%		3.8%	4.0%

Educational Public Broadcasting System

Analyst: Hancock

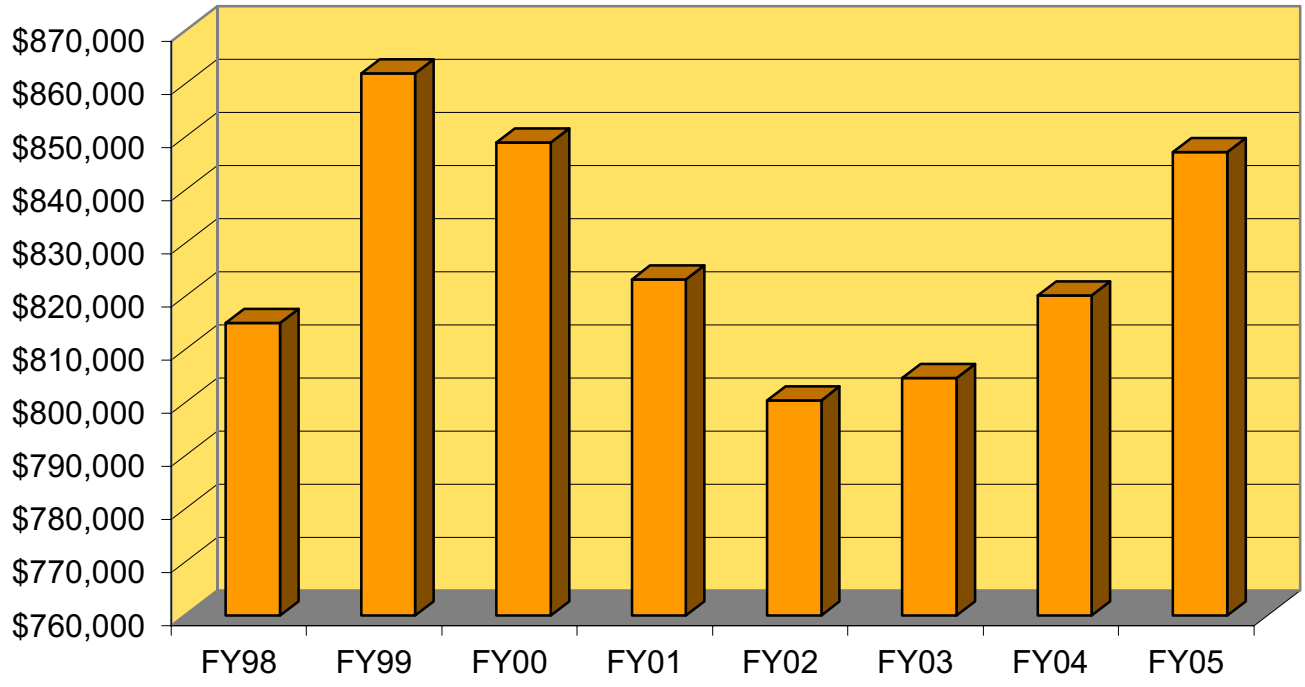
Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	35.00	1,528,200	820,200	0	2,348,400
Non-Cognizable Funds and Transfers					
Eliminates two positions due to accumulated past holdbacks.					
Agency Request	(2.00)	0	0	0	0
Governor's Recommendation	*(2.00)*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	33.00	1,528,200	820,200	0	2,348,400
Governor's Recommendation	*33.00*	*1,528,200*	*820,200*	*0*	*2,348,400*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	18,500	18,700	0	37,200
Governor's Recommendation	*0.00*	*18,500*	*18,700*	*0*	*37,200*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	6,500	0	0	6,500
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Replacement Items include software upgrades ($20,000), 26 computers ($31,200), three laptop computers ($7,500), three Mackintosh computers ($7,500), one computer server ($5,000), one van ($18,000), one pickup truck ($22,000), digital equipment upgrades at five signal translator stations ($158,700), and digital equipment upgrades for old TV studio equipment that is, in many cases, and no longer supported by the manufacturer ($833,800).					
Agency Request	0.00	1,103,700	0	0	1,103,700
The Governor recommends no General Fund money for Replacement Items.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Nonstandard Adjustments include a $9,600 reduction in Attorney General fees, a $400 reduction in risk management fees, a $2,100 increase in State Controller fees, a $600 reduction in State Treasurer fees, a $6,300 increase in leased space charges, and $19,200 for increased power transmission costs.					
Agency Request	0.00	17,000	0	0	17,000
Governor's Recommendation	*0.00*	*17,000*	*0*	*0*	*17,000*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	8,300	7,200	0	15,500
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*16,800*	*14,600*	*0*	*31,400*
FY 2005 Program Maintenance					
Agency Request	33.00	2,682,200	846,100	0	3,528,300
Governor's Recommendation	*33.00*	*1,580,500*	*853,500*	*0*	*2,434,000*

Educational Public Broadcasting System

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. Position Reclassification					
This enhancement would provide $1,100 in ongoing funding to reclassify a current employee who is doing the work of a Financial Specialist. This position is responsible for helping to maintain the agency's accounting system, and ensure that it remains in compliance with governmental accounting standards, and community service grant requirements.					
Agency Request	0.00	0	1,100	0	1,100
Governor's Recommendation	*0.00*	*0*	*1,100*	*0*	*1,100*
2. Extend Signal to Satellite Providers					
This enhancement would provide ongoing funding for the additional power costs of providing a broadcast-quality signal to two satellite television providers in North Idaho. Delivering a broadcast-quality signal to these providers will enable residents of rural areas, who are not currently able to receive the Idaho Public Television signal due to terrain barriers, to receive the signal through their satellite television provider.					
Agency Request	0.00	6,200	0	0	6,200
Governor's Recommendation	*0.00*	*6,200*	*0*	*0*	*6,200*
FY 2005 Total					
Agency Request	33.00	2,688,400	847,200	0	3,535,600
Governor's Recommendation	*33.00*	*1,586,700*	*854,600*	*0*	*2,441,300*
Agency Request					
Change from Original App	(2.00)	1,160,200	27,000	0	1,187,200
% Change from Original App	(5.7%)	75.9%	3.3%		50.6%
Governor's Recommendation					
Change from Original App	*(2.00)*	*58,500*	*34,400*	*0*	*92,900*
% Change from Original App	*(5.7%)*	*3.8%*	*4.2%*		*4.0%*

Corporation for Public Broadcasting Funding for IPTV



Comparison of Similar Public TV Networks

Criteria: Rural States, Statewide Coverage, FY 2003

State	Operating Budget (in millions)	% State Funding	% CPB & Fed Funding	% Local Funding	Total FTP	Transmitters	Translators
IDAHO	**$6.2**	**26%**	**13%**	**61%**	**53**	**10**	**37**
Utah	$8.5	34%	17%	49%	95	4	88
Iowa	$14.5	46%	15%	39%	118	9	8
S. Dakota	$5.6	62%	15%	23%	68	11	9
N. Dakota	$6.7	18%	38%	44%	107	14	1
Mississippi	$12.0	62%	25%	13%	143	16	2
W. Virginia	$13.8	66%	8%	25%	102	4	9
Average	***$9.6***	***45%***	***19%***	***36%***	***98***	***10***	***22***

Blank Page

Special Programs

Analyst: Borden

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Forest Utilization Research	567,300	567,300	566,500	578,700	*581,400*
Geological Survey	769,000	769,000	769,500	788,300	*794,900*
Scholarships and Grants	7,691,100	6,530,900	7,546,000	7,906,800	*7,770,500*
Museum of Natural History	485,100	485,100	487,000	512,500	*506,100*
Small Bus. Development Centers	280,000	280,000	281,400	286,700	*281,400*
Idaho Council for Economic Educ.	51,800	51,800	52,200	53,200	*52,200*
TechHelp	160,600	160,600	161,700	164,800	*161,700*
Total:	**10,004,900**	**8,844,700**	**9,864,300**	**10,291,000**	***10,148,200***
BY FUND CATEGORY					
General	9,683,300	8,693,600	9,628,300	9,851,000	*9,708,200*
Federal	321,600	151,100	236,000	440,000	*440,000*
Total:	**10,004,900**	**8,844,700**	**9,864,300**	**10,291,000**	***10,148,200***
Percent Change:		(11.6%)	11.5%	4.3%	*2.9%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,687,400	1,666,400	1,690,400	1,733,800	*1,749,800*
Operating Expenditures	134,000	155,000	132,600	137,300	*132,600*
Capital Outlay	0	0	0	8,400	*0*
Trustee/Benefit	8,183,500	7,023,300	8,041,300	8,411,500	*8,265,800*
Total:	**10,004,900**	**8,844,700**	**9,864,300**	**10,291,000**	***10,148,200***
Full-Time Positions (FTP)	24.99	24.99	24.80	24.80	*24.80*

Division Description

The following seven programs comprise the Special Programs:

1. The Forest Utilization Research (FUR) program, located at the University of Idaho, conducts research and analyzes policy to increase the productivity of Idaho's forests.

2. The Idaho Geological Survey (IGS), headquartered at the University of Idaho with field offices at BSU and ISU, collects data and conducts research on Idaho's geologic and mineral-based assets.

3. The Scholarships & Grants program, administered by the Office of the State Board of Education, manages ten scholarship and grant programs available to students attending Idaho's postsecondary educational institutions.

4. The Museum of Natural History, located at Idaho State University, preserves, expands, and disseminates knowledge of the natural history of Idaho and the intermountain West.

5. The Idaho Small Business Development Centers (ISBDC), headquartered at Boise State University, deliver counseling, training, and technical support services to small businesses to encourage their survival and growth.

6. The Idaho Council on Economic Education (ICEE), headquartered at Boise State University, is a non-profit educational corporation whose mission is to encourage and enable economics instruction in Idaho schools.

7. Prior to FY 2003, TechHelp was part of the Idaho Small Business Development Centers. It is now a stand alone program that continues to provide manufacturing consulting services to small and medium sized companies.

Special Programs

Analyst: Borden

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**24.80**	**9,628,300**	**9,864,300**	***24.80***	***9,628,300***	***9,864,300***
Non-Cognizable Funds and Transfers	0.00	0	204,000	*0.00*	*0*	*204,000*
FY 2004 Estimated Expenditures	**24.80**	**9,628,300**	**10,068,300**	***24.80***	***9,628,300***	***10,068,300***
Removal of One-Time Expenditures	0.00	0	(204,000)	*0.00*	*0*	*(204,000)*
FY 2005 Base	**24.80**	**9,628,300**	**9,864,300**	***24.80***	***9,628,300***	***9,864,300***
Personnel Cost Rollups	0.00	27,800	27,800	*0.00*	*27,800*	*27,800*
Inflationary Adjustments	0.00	138,900	138,900	*0.00*	*0*	*0*
Replacement Items	0.00	10,500	10,500	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	20,500	20,500	*0.00*	*20,500*	*20,500*
Change in Employee Compensation	0.00	25,000	25,000	*0.00*	*31,600*	*31,600*
FY 2005 Program Maintenance	**24.80**	**9,851,000**	**10,087,000**	***24.80***	***9,708,200***	***9,944,200***
1. Honors Scholarship from SDE to OSBE	0.00	0	204,000	*0.00*	*0*	*204,000*
FY 2005 Total	**24.80**	**9,851,000**	**10,291,000**	***24.80***	***9,708,200***	***10,148,200***
Change from Original Appropriation	0.00	222,700	426,700	*0.00*	*79,900*	*283,900*
% Change from Original Appropriation		2.3%	4.3%		0.8%	2.9%

Special Programs

Analyst: Borden

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	24.80	9,628,300	0	236,000	9,864,300
Non-Cognizable Funds and Transfers					
With the State Board of Education assuming the role of State Eduation Agency (SEA) from the State Department of Education, it is requested that the administration of the Robert C. Byrd Honors Scholarship be transferred from the department to the Office of the State Board of Education. This scholarship would then be included with the other scholarships and grants already administered by the Board Office. Idaho's FY 2004 Byrd Honors Scholarship award, received on August 27, 2003, was $204,000.					
Agency Request	0.00	0	0	204,000	204,000
Governor's Recommendation	*0.00*	*0*	*0*	*204,000*	*204,000*
FY 2004 Estimated Expenditures					
Agency Request	24.80	9,628,300	0	440,000	10,068,300
Governor's Recommendation	*24.80*	*9,628,300*	*0*	*440,000*	*10,068,300*
Removal of One-Time Expenditures					
Remove FY 2004 Robert C. Byrd Honors Scholarship award as one-time, non-cognizable funds.					
Agency Request	0.00	0	0	(204,000)	(204,000)
Governor's Recommendation	*0.00*	*0*	*0*	*(204,000)*	*(204,000)*
FY 2005 Base					
Agency Request	24.80	9,628,300	0	236,000	9,864,300
Governor's Recommendation	*24.80*	*9,628,300*	*0*	*236,000*	*9,864,300*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	27,800	0	0	27,800
Governor's Recommendation	*0.00*	*27,800*	*0*	*0*	*27,800*
Inflationary Adjustments					
Standard 1.9% inflationary increase for the various scholarship & grant programs: Categories A & B of the Idaho Robert R. Lee Promise Scholarship, Leveraging Educational Assistance Program (LEAP) and Special LEAP (SLEAP), College Work Study Program, Minority/At Risk Scholarship Program, Grow Your Own Teacher Program. Remove funding provided for one-time items.					
Agency Request	0.00	138,900	0	0	138,900
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Replacement items requested by the Museum of Natural History include four personal computers at $1,800 apiece, one $1,200 power generator, and $2,100 for various carpenter's tools for the Museum's exhibit construction shop.					
Agency Request	0.00	10,500	0	0	10,500
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

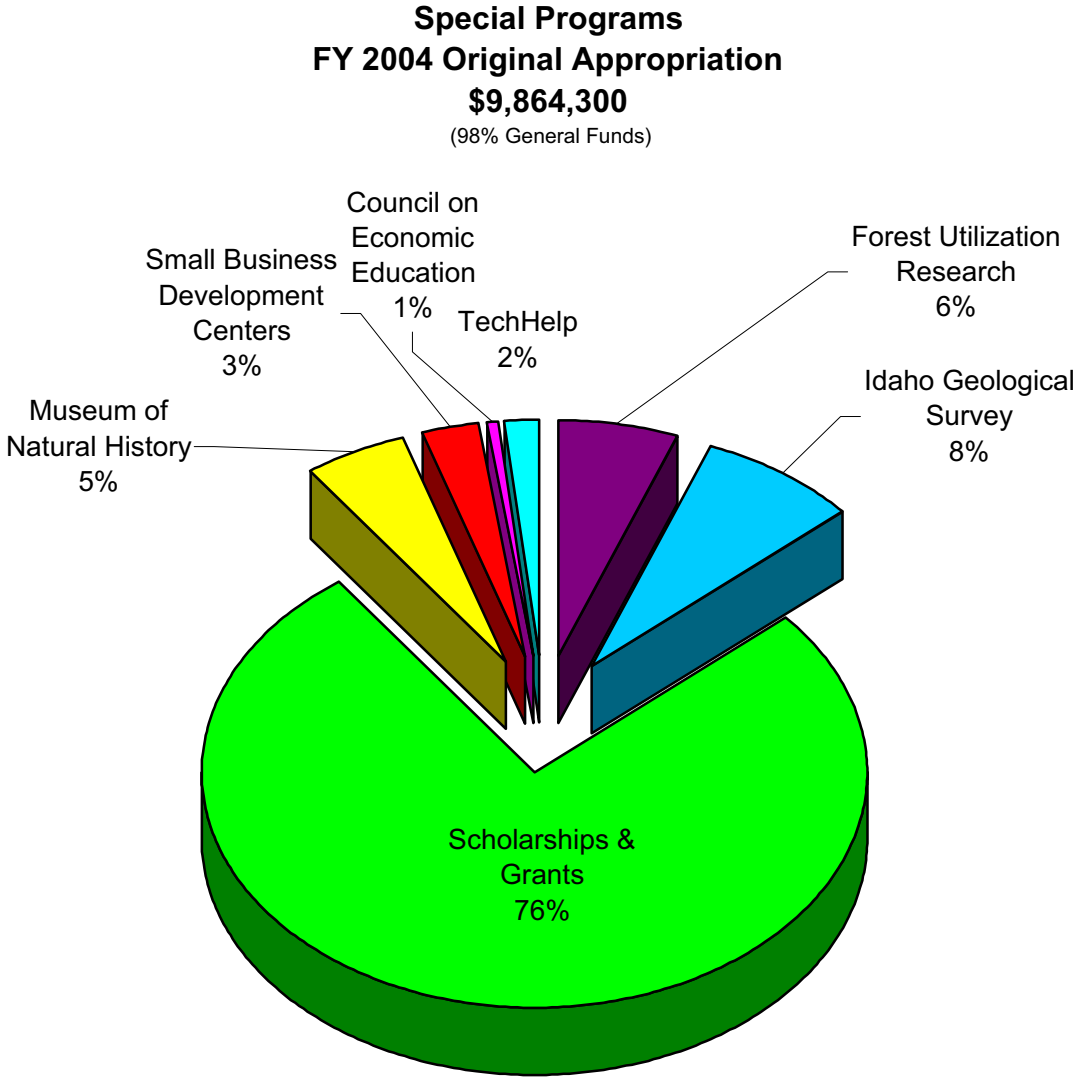
Special Programs

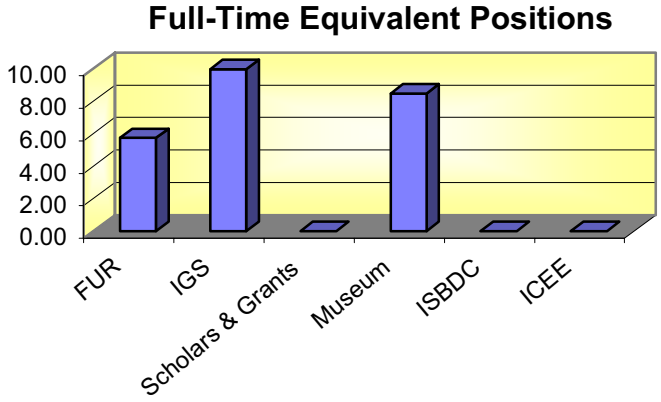
Analyst: Borden

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					
The annual reimbursement adjustments for the Teachers/Nurses Loan Forgiveness Program and the Peace Officer/Firefighter Scholarship Program total $20,500.					
Agency Request	0.00	20,500	0	0	20,500
Governor's Recommendation	*0.00*	*20,500*	*0*	*0*	*20,500*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	25,000	0	0	25,000
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*31,600*	*0*	*0*	*31,600*
FY 2005 Program Maintenance					
Agency Request	24.80	9,851,000	0	236,000	10,087,000
Governor's Recommendation	*24.80*	*9,708,200*	*0*	*236,000*	*9,944,200*
1. Honors Scholarship from SDE to OSBE					
It is requested that the administration of the Robert C. Byrd Honors Scholarship be transferred from the State Department of Education to the Office of the State Board of Education on an ongoing basis. A total of $204,000 was included then removed from OSBE's FY 2004 budget as one-time, non-cognizable funds. This scholarship would be included with the ten other scholarship and grant programs already administered by the Board Office. The Byrd Honors Scholarship awards $1,500 to support a maximum of four years of study to outstanding high school seniors who show promise of continued academic achievement.					
Agency Request	0.00	0	0	204,000	204,000
Governor's Recommendation	*0.00*	*0*	*0*	*204,000*	*204,000*
FY 2005 Total					
Agency Request	24.80	9,851,000	0	440,000	10,291,000
Governor's Recommendation	*24.80*	*9,708,200*	*0*	*440,000*	*10,148,200*
Agency Request					
Change from Original App	0.00	222,700	0	204,000	426,700
% Change from Original App	0.0%	2.3%		86.4%	4.3%
Governor's Recommendation					
Change from Original App	*0.00*	*79,900*	*0*	*204,000*	*283,900*
% Change from Original App	*0.0%*	*0.8%*		*86.4%*	*2.9%*

Special Programs
Issues & Information

Analyst: Borden





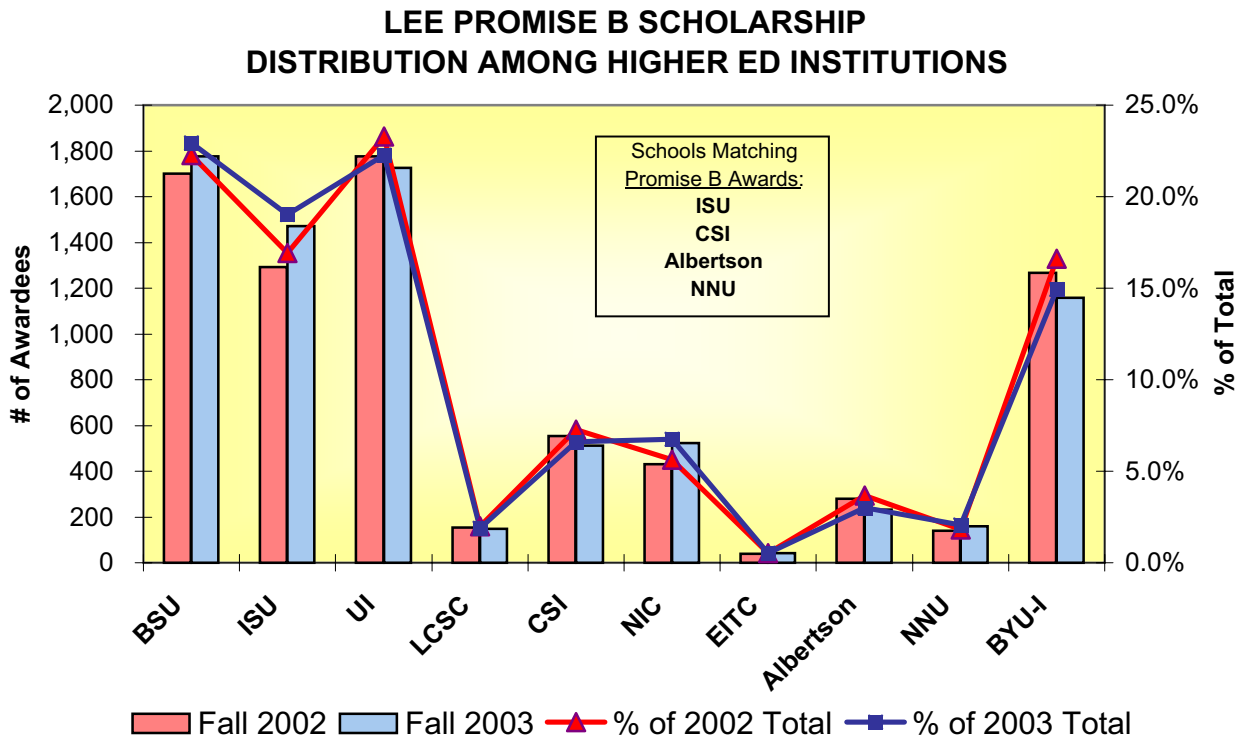
Special Programs
Issues & Information

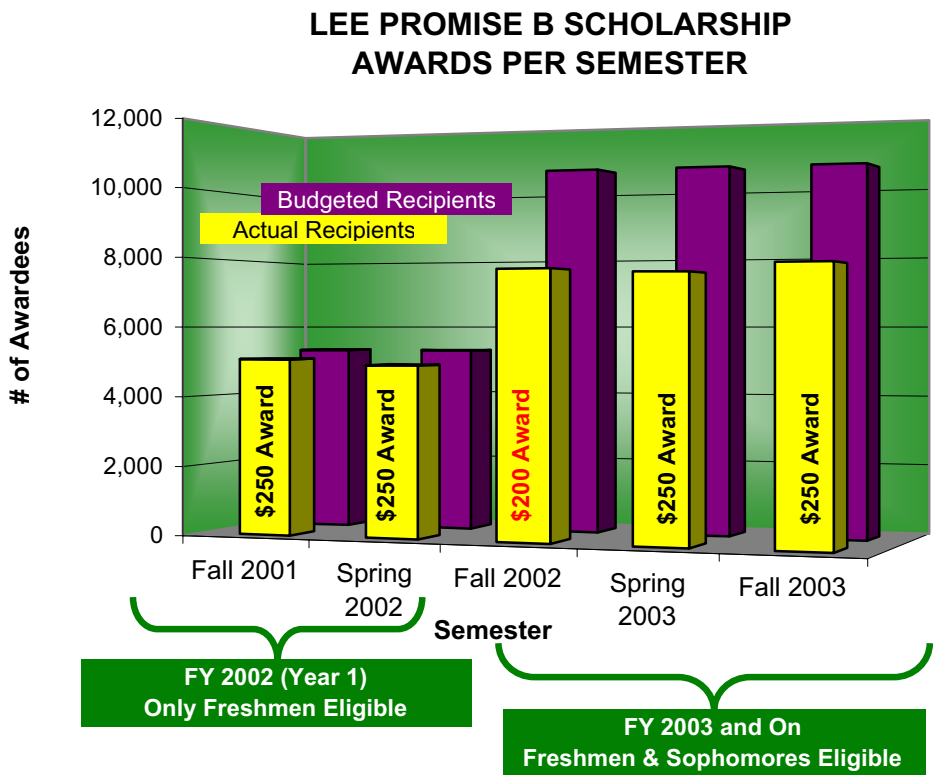
Analyst: Borden

SCHOLARSHIPS & GRANTS

SCHOLARSHIP or GRANT PROGRAM	FUND SOURCE	FY 2003 Total APPROPRIATION	FY 2004 Orig APPROPRIATION
1. Idaho Robert R. Lee Promise Scholarship – Category A	**General**	$377,400	327,000
2. Idaho Robert R. Lee Promise Scholarship – Category B	**General**	$3,542,400	4,400,000
3.Idaho Work Study Program	**General**	$1,317,800	1,280,400
4. Minority / "At Risk" Scholarship	**General**	$105,000	105,000
5. Teachers/Nurses Loan Forgiveness Program	**General**	$71,000	125,000
6. POW/MIA Scholarship (fee waiver)	**General**	$0	0
7. Peace Officer/Firefighter Scholarship (fee waiver)	**General**	$51,300	12,100
8. "Grow Your Own" Teacher Corp Scholarship	**General**	$413,800	348,800
9. Leveraging Education Assistance Program (LEAP/SLEAP) **State Match**	**General**	$605,400	611,700
10. Leveraging Education Assistance Program (LEAP/SLEAP)	Federal	$100,000	100,000
	Total	***$6,544,100***	***$7,310,000***

1. **The Idaho Robert R. Lee Promise Scholarship – Category A** offers up to 100 new scholarships each year (up to 400 total active recipients) to outstanding Idaho high school seniors who plan to pursue postsecondary academic or vocational studies at one of Idaho's public or private institutions of higher education. Awardees are selected on the basis of class rank, ACT scores and GPA. The Office of the State Board of Education tabulates these factors to determine awardees. The State Board also sets the award amount. For the 2003-2004 academic year, approximately 110 total recipients each received an annual award of $3,000.
2. **The Idaho Robert R. Lee Promise Scholarship – Category B** was created by the 2000 Legislature and funded for the first time in FY 2002. Category B Promise Scholarships provide up to $500 per semester, including any 1:1 match amounts from participating institutions, for all Idaho students with a grade point average of at least 3.0 or an ACT score of at least 20. The actual award amount is determined by the State Board of Education and is subject to available funding. These scholarships are limited to two years and to students younger than 22 years of age. Awardees must maintain at least a 2.5 GPA to remain eligible. About 7,700 students qualified for this scholarship for the 2002-2003 academic year.
3. **Idaho Work-Study Program** is an employment program designed to allow resident students with financial or educational need to earn funds to assist in attending accredited institutions of higher education in Idaho. Institutions provide a 20-percent match for on-campus jobs, off-campus employers provide a 50-percent match. For the 2002-2003 academic year, 1,271 recipients received an average award of $950.
4. **The Minority / "At Risk" Student Scholarship Program** provides between 35-40 scholarships per year to Idaho students who are at-risk of failing to achieve their educational goals because of cultural, economic, social or physical circumstances (e.g. disabilities). The award can be up to $3,000 per year for four years. Thirty-five recipients received $3,000 for the 2003-2004 academic year. To qualify, an Idaho graduate must meet three of the following five criteria: (1) be a first-generation college student, (2) be handicapped, (3) be a migrant farm worker or the dependent of a migrant farm worker, (4) have a substantial financial need, (5) be a member of an ethnic minority historically under-represented in higher education.
5. **Teachers/Nurses Loan Forgiveness Program** provides loans equal to full-time student fees for selected nursing and teacher education students. Loans are forgiven if the recipient teaches or practices in Idaho for two years after graduation. Statutes allow up to 16 new awards per year for teachers and 13 for nurses. Thirty-three teacher education and 15 nursing students are receiving the loans in the 2003-2004 academic year.
6. **POW/MIA Scholarship (fee waiver)** provides tuition and fees plus up to $500 per semester for books and on-campus housing and subsistence to children of Idaho citizens determined to have been prisoners of war, missing in action, or killed in action in any armed conflict of which the United States was a party. Awardees must attend an Idaho public college or university. One student received this scholarship for the 2003-2004 academic year.
7. **Police/Firefighters Scholarship (fee waiver)** provides tuition and fees plus up to $500 for books per semester and on-campus housing and meals to children of Idaho citizens who have been killed or disabled in the line of duty while employed in Idaho as a public safety officer. Awardees must attend an Idaho public college or university. A total of 4 students are receiving the scholarship in the 2003-2004 academic year.
8. **"Grow Your Own" Teacher Corp Scholarship** provides scholarships for instructional assistants employed by local school districts through programs leading to an AA/AS and/or BA/BS degree in education with an emphasis on bilingual education or an English as a Second Language (ESL) endorsement. The Colleges of Education will work with local school districts and instructional assistants to achieve teacher certification, thereby providing a career ladder for minorities to become certified teachers while they remain on the job. This program was designed to address the growing population of non-English speaking children in Idaho public schools. Recipients receive 90% of the cost of their student fees per year. For the fall 2003 semester, 61 full-time and 23 part-time students are receiving an average award of $1,028.
9. & 10. **Leveraging Educational Assistance Program (LEAP/SLEAP)** is a federal grant program with a state match requirement that is available to students with demonstrable financial need. Students may attend any public or private institution of higher education in Idaho. Although more than 95% of the recipients are Idaho residents, there is no residency requirement. For the 2002-2003 academic year, 1,715 recipients received an average LEAP award of $412 and 331 students received an average SLEAP award of $450. This program was formerly known as the State Student Incentive Grant Program.

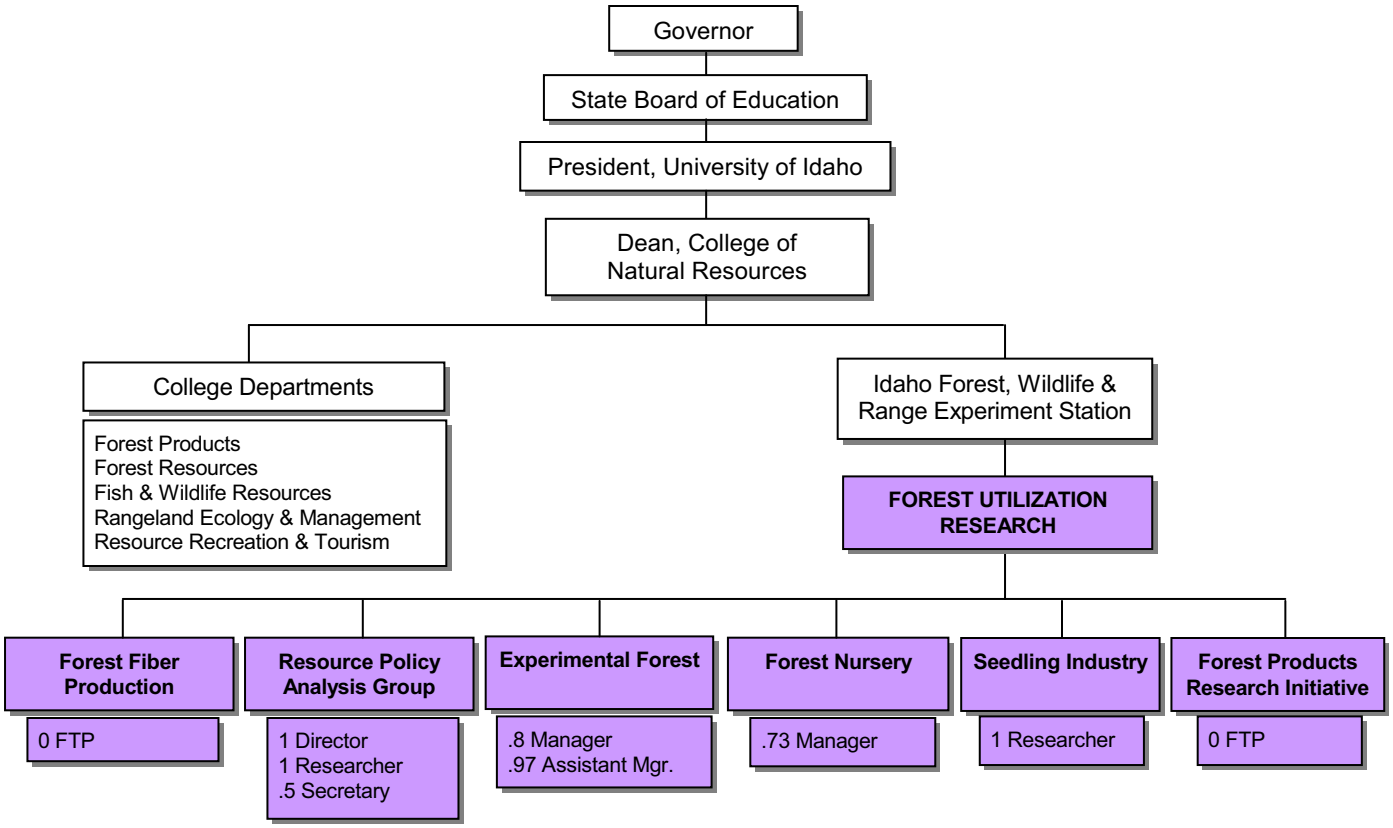

LEE PROMISE B SCHOLARSHIP
DISTRIBUTION AMONG HIGHER ED INSTITUTIONS
# of Awardees
% of Total
2,000
1,800
1,600
1,400
1,200
1,000
800
600
400
200
0
25.0%
20.0%
15.0%
10.0%
5.0%
0.0%
Schools Matching
Promise B Awards:
ISU
CSI
Albertson
NNU
BSU
ISU
UI
LCSC
CSI
NIC
EITC
Albertson
NNU
BYU-I
Fall 2002
Fall 2003
% of 2002 Total
% of 2003 Total


LEE PROMISE B SCHOLARSHIP
AWARDS PER SEMESTER
# of Awardees
12,000
10,000
8,000
6,000
4,000
2,000
0
Budgeted Recipients
Actual Recipients
$250 Award
$250 Award
$200 Award
$250 Award
$250 Award
Fall 2001
Spring 2002
Fall 2002
Spring 2003
Fall 2003
Semester
FY 2002 (Year 1)
Only Freshmen Eligible
FY 2003 and On
Freshmen & Sophomores Eligible

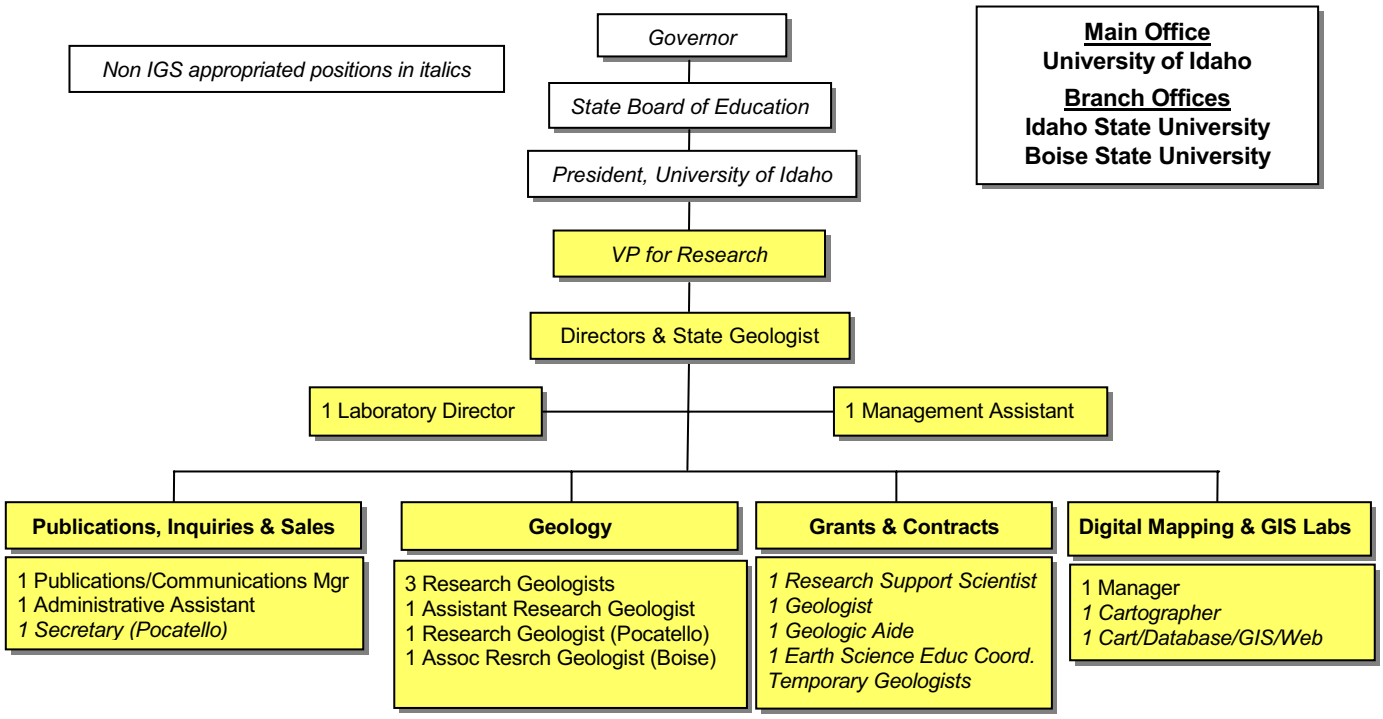
Special Programs
Issues & Information

Analyst: Borden

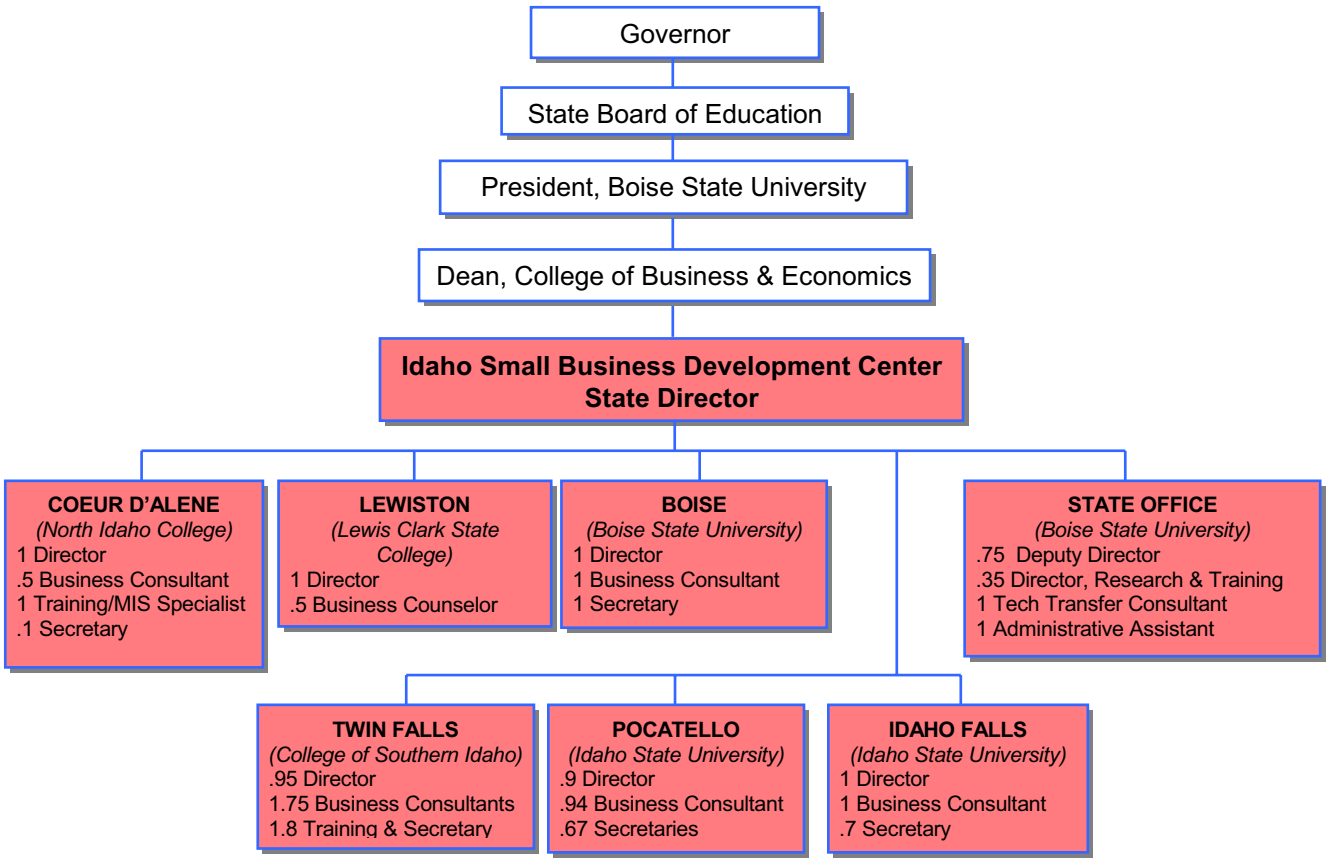
FOREST UTILIZATION RESEARCH



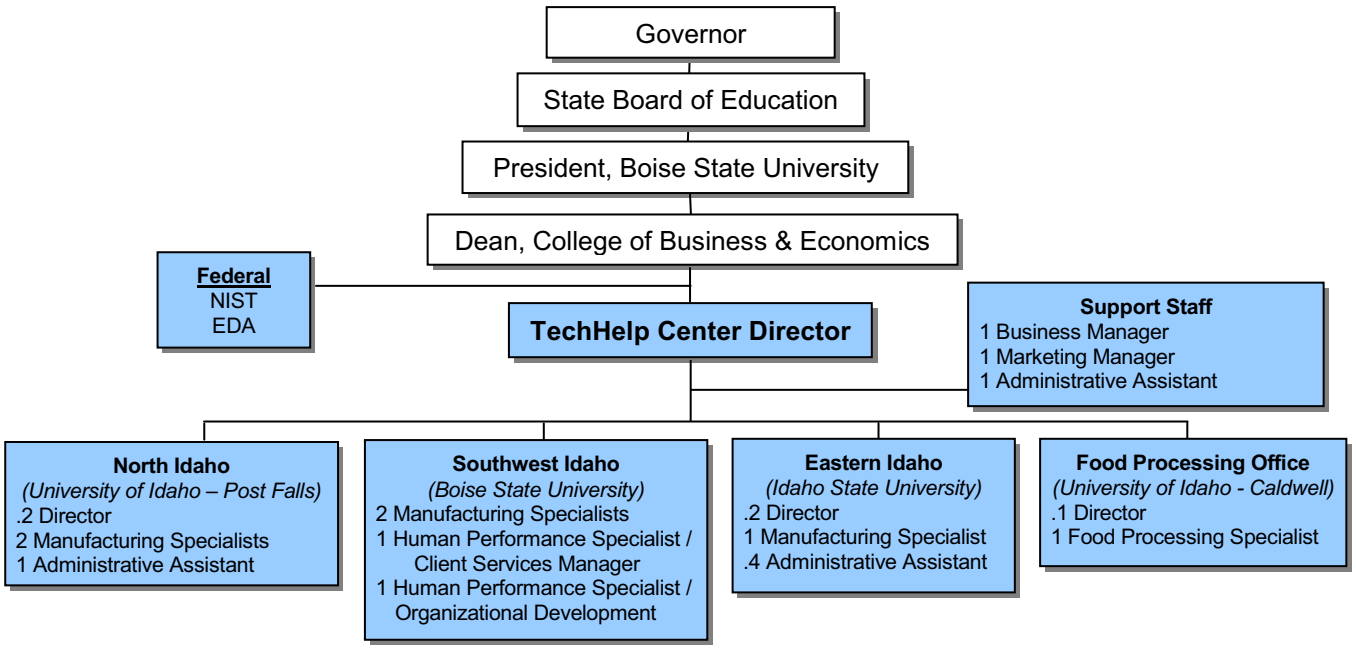
IDAHO GEOLOGICAL SURVEY



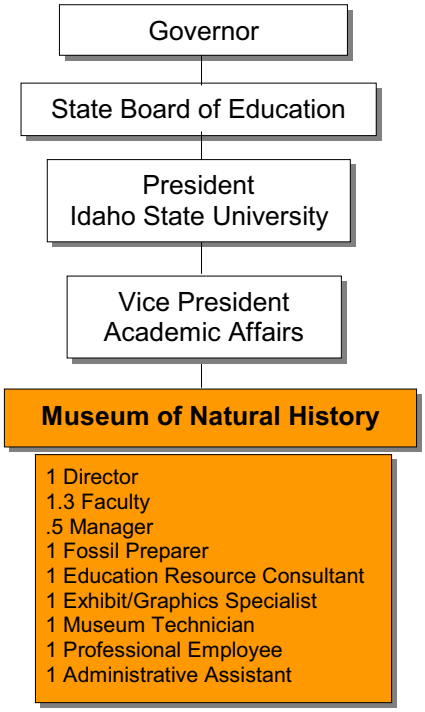
IDAHO SMALL BUSINESS DEVELOPMENT CENTERS



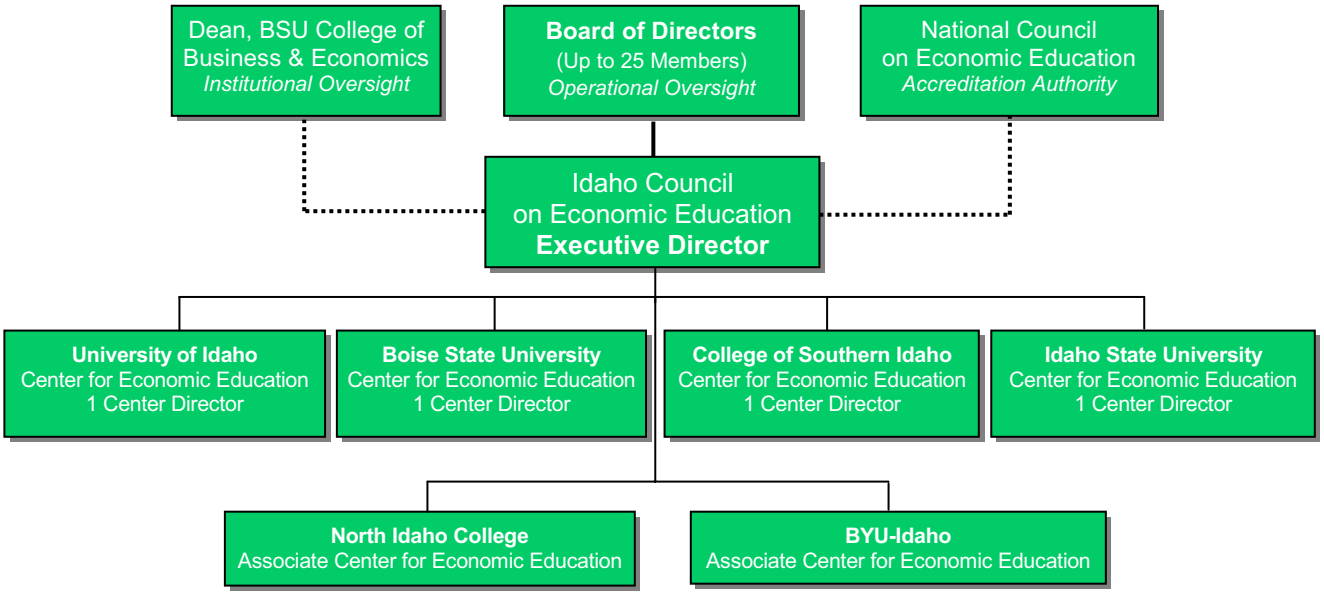
TECH HELP



IDAHO MUSEUM of NATURAL HISTORY



IDAHO COUNCIL on ECONOMIC EDUCATION



Superintendent of Public Instruction

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	5,285,300	5,042,100	5,130,900	5,234,300	*5,211,000*
Dedicated	7,010,000	4,961,400	4,239,400	7,166,300	*7,108,100*
Federal	151,761,800	142,471,100	5,844,000	6,947,300	*6,897,200*
Total:	**164,057,100**	**152,474,600**	**15,214,300**	**19,347,900**	***19,216,300***
Percent Change:		(7.1%)	(90.0%)	27.2%	*26.3%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	7,092,900	6,325,900	6,741,500	7,779,700	*7,831,600*
Operating Expenditures	7,865,900	6,785,700	5,370,400	8,406,900	*8,282,300*
Capital Outlay	65,900	256,000	0	0	*0*
Trustee/Benefit	149,032,400	139,107,000	3,102,400	3,161,300	*3,102,400*
Total:	**164,057,100**	**152,474,600**	**15,214,300**	**19,347,900**	***19,216,300***
Full-Time Positions (FTP)	122.00	124.00	122.00	132.00	*132.00*

Division Description

The primary goals of the State Department of Education are to: 1) meet all statutory regulations as they relate to public schools and the state agency; 2) provide services to the 114 school districts in Idaho in terms of activities that will maintain or improve educational opportunities for children; and 3) provide leadership in all areas of public education to focus attention on and help resolve problems faced by education in Idaho. The expected long-range result is the continued commitment to provide excellence for all Idaho students.

Superintendent of Public Instruction

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**122.00**	**5,130,900**	**15,214,300**	***122.00***	***5,130,900***	***15,214,300***
1. Professional Standards Commission	2.00	0	0	*2.00*	*0*	*0*
2. High Performance Schools	0.00	0	200,000	*0.00*	*0*	*200,000*
3. Increase Federal Spending Authority	0.00	0	1,000,000	*0.00*	*0*	*1,000,000*
FY 2004 Total Appropriation	**124.00**	**5,130,900**	**16,414,300**	***124.00***	***5,130,900***	***16,414,300***
Non-Cognizable Funds and Transfers	8.00	0	9,058,000	*8.00*	*0*	*9,058,000*
FY 2004 Estimated Expenditures	**132.00**	**5,130,900**	**25,472,300**	***132.00***	***5,130,900***	***25,472,300***
Removal of One-Time Expenditures	(11.85)	0	(9,258,000)	*(11.85)*	*0*	*(9,258,000)*
FY 2005 Base	**120.15**	**5,130,900**	**16,214,300**	***120.15***	***5,130,900***	***16,214,300***
Personnel Cost Rollups	0.00	54,400	89,700	*0.00*	*54,400*	*89,700*
Inflationary Adjustments	0.00	41,100	173,400	*0.00*	*0*	*0*
Nonstandard Adjustments	11.85	(13,500)	2,819,900	*11.85*	*(17,600)*	*2,809,800*
Change in Employee Compensation	0.00	21,400	50,600	*0.00*	*43,300*	*102,500*
FY 2005 Total	**132.00**	**5,234,300**	**19,347,900**	***132.00***	***5,211,000***	***19,216,300***
Change from Original Appropriation	10.00	103,400	4,133,600	*10.00*	*80,100*	*4,002,000*
% Change from Original Appropriation		2.0%	27.2%		1.6%	26.3%

Superintendent of Public Instruction

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation	122.00	5,130,900	4,239,400	5,844,000	15,214,300
1. Professional Standards Commission					
This supplemental would authorize the hiring of two positions, the spending authority for which would be transferred from operating expenditures to personnel costs, to provide support for the Professional Standards Commission. The work of this group pertains to issues such as teacher preparation, teacher certification, teaching standards, and the evaluation of the competence of the teaching profession, and it has a key role in ensuring Idaho's compliance with the "highly qualified teacher" requirements of the federal government's No Child Left Behind legislation.					
Agency Request	2.00	0	0	0	0
Governor's Recommendation	*2.00*	*0*	*0*	*0*	*0*
2. High Performance Schools					
This supplemental would provide one-time spending authority of $200,000 in Albertson Foundation grant monies. These funds would be used to study high performing schools in Idaho, in an attempt to determine what practices tend to create high performing schools. Those practices could then be replicated in other schools around the state. Particular focus will be put on teaching and learning under achievement standards. The program was originally appropriated as a three year grant, but this request represents the fourth, and what is now anticipated to be the final year of the program. This final grant is expected to run from January 15 through August 31, 2004.					
Agency Request	0.00	0	200,000	0	200,000
Governor's Recommendation	*0.00*	*0*	*200,000*	*0*	*200,000*
3. Increase Federal Spending Authority					
This supplemental would provide the department with additional federal funds spending authority in the area of operating expenditures. The department estimates that its current appropriation of federal funds will leave it short before the end of FY 2004, and that this increase in available funds will prevent such a shortfall.					
Agency Request	0.00	0	0	1,000,000	1,000,000
Governor's Recommendation	*0.00*	*0*	*0*	*1,000,000*	*1,000,000*
FY 2004 Total Appropriation					
Agency Request	124.00	5,130,900	4,439,400	6,844,000	16,414,300
Governor's Recommendation	*124.00*	*5,130,900*	*4,439,400*	*6,844,000*	*16,414,300*
Non-Cognizable Funds and Transfers					
Includes addition of noncognizable funds from Albertson Foundation grant funds for the Idaho Student Information Management System (ISIMS) ($8,755,000) and the Creating High Performance Schools project ($303,000).					
Agency Request	8.00	0	9,058,000	0	9,058,000
Governor's Recommendation	*8.00*	*0*	*9,058,000*	*0*	*9,058,000*
FY 2004 Estimated Expenditures					
Agency Request	132.00	5,130,900	13,497,400	6,844,000	25,472,300
Governor's Recommendation	*132.00*	*5,130,900*	*13,497,400*	*6,844,000*	*25,472,300*
Removal of One-Time Expenditures					
Removes funding provided for one-time items.					
Agency Request	(11.85)	0	(9,258,000)	0	(9,258,000)
Governor's Recommendation	*(11.85)*	*0*	*(9,258,000)*	*0*	*(9,258,000)*

Superintendent of Public Instruction

Analyst: Hancock

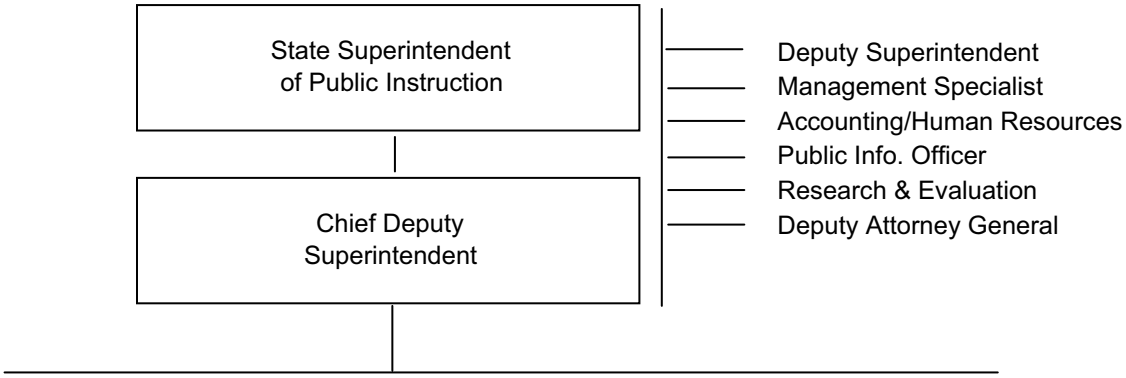
Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Base					
Agency Request	120.15	5,130,900	4,239,400	6,844,000	16,214,300
Governor's Recommendation	*120.15*	*5,130,900*	*4,239,400*	*6,844,000*	*16,214,300*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	54,400	15,300	20,000	89,700
Governor's Recommendation	*0.00*	*54,400*	*15,300*	*20,000*	*89,700*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	41,100	63,200	69,100	173,400
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Nonstandard Adjustments include a $4,600 increase in Attorney General fees, a $10,100 increase in building space charges, an $8,700 decrease in risk management fees, a $30,600 decrease in State Controller fees, a $2,500 decrease in State Treasurer fees, ten FTP and $2,847,000 in Albertson Foundation grant funds for Idaho Student Information Management System (ISIMS), and 1.85 one-time FTP for the completion of the Creating High Performance Schools project.					
Agency Request	11.85	(13,500)	2,842,000	(8,600)	2,819,900
The Governor does not recommend funding for building services space charges.					
Governor's Recommendation	*11.85*	*(17,600)*	*2,840,400*	*(13,000)*	*2,809,800*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	21,400	6,400	22,800	50,600
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*43,300*	*13,000*	*46,200*	*102,500*
FY 2005 Total					
Agency Request	132.00	5,234,300	7,166,300	6,947,300	19,347,900
Governor's Recommendation	*132.00*	*5,211,000*	*7,108,100*	*6,897,200*	*19,216,300*
Agency Request					
Change from Original App	10.00	103,400	2,926,900	1,103,300	4,133,600
% Change from Original App	8.2%	2.0%	69.0%	18.9%	27.2%
Governor's Recommendation					
Change from Original App	*10.00*	*80,100*	*2,868,700*	*1,053,200*	*4,002,000*
% Change from Original App	*8.2%*	*1.6%*	*67.7%*	*18.0%*	*26.3%*

Superintendent of Public Instruction
Issues & Information

Analyst: Hancock

Organization of the State Department of Education (Bureau & Mgmt. Only)

122.00 Budgeted Positions - FY 2004



Bureau of Curriculum & Accountability

Bureau of Certification & Prof. Standards

Bureau of Special Education

Bureau of Finance & Transportation
- Public School Finance
- Driver Education
- Motorcycle Safety
- Pupil Transportation

Bureau of Federal Programs
- Adult Education
- Veterans Education
- AIDS/HIV & Health
- Safe & Drug Free Schools
- Child Nutrition
- Compensatory Education

Bureau of Technology Services
- Education Technical Assistance
- Internal Technical Systems

Blank Page

Vocational Rehabilitation

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Epilepsy Services	70,300	67,800	70,300	70,300	*70,300*
Independent Living Council	294,100	291,800	298,100	304,800	*302,200*
Renal Disease Services	522,500	505,300	535,900	552,900	*550,800*
Vocational Rehabilitation	16,677,200	15,979,200	16,541,000	17,909,600	*21,110,300*
Total:	**17,564,100**	**16,844,100**	**17,445,300**	**18,837,600**	***22,033,600***
BY FUND CATEGORY					
General	3,685,400	3,635,400	3,673,000	3,910,500	*6,230,600*
Dedicated	1,037,400	674,300	1,038,900	1,055,900	*1,036,200*
Federal	12,841,300	12,534,400	12,733,400	13,871,200	*14,766,800*
Total:	**17,564,100**	**16,844,100**	**17,445,300**	**18,837,600**	***22,033,600***
Percent Change:		(4.1%)	3.6%	8.0%	*26.3%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	7,234,200	6,434,300	7,369,600	7,222,300	*7,285,200*
Operating Expenditures	1,434,400	1,214,400	1,439,200	1,653,000	*1,475,800*
Capital Outlay	303,200	169,500	0	315,500	*0*
Trustee/Benefit	8,592,300	9,025,900	8,636,500	9,646,800	*13,272,600*
Total:	**17,564,100**	**16,844,100**	**17,445,300**	**18,837,600**	***22,033,600***
Full-Time Positions (FTP)	150.00	150.00	150.00	150.00	*150.00*

Division Description

Epilepsy Services: Place persons afflicted with epilepsy in touch with professionals so the trauma can be reduced and allow them to participate fully in their families, communities, interests, etc.

Independent Living Council: Provides a Statewide Independent Living Council (SILC), which is mandatory if the state wishes to receive federal financial assistance under Title 7 of the federal Rehabilitation Act.

Renal Disease Services: Provide lifesaving services (kidney dialysis and kidney transplants) to those suffering from end-stage kidney disease.

Vocational Rehabilitation Services: Provide services to allow the disabled of Idaho the opportunity of full employment, independence from government support and dignity and self-respect. Maintain the productivity of each disabled citizen who is capable of employment and reduce the burden of dependence on the taxpayers.

Vocational Rehabilitation

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**150.00**	**3,673,000**	**17,445,300**	***150.00***	***3,673,000***	***17,445,300***
Non-Cognizable Funds and Transfers	0.00	0	486,100	*0.00*	*0*	*486,100*
FY 2004 Estimated Expenditures	**150.00**	**3,673,000**	**17,931,400**	***150.00***	***3,673,000***	***17,931,400***
Removal of One-Time Expenditures	0.00	0	(488,800)	*0.00*	*0*	*(488,800)*
Base Adjustments	0.00	0	0	*0.00*	*2,462,800*	*3,770,800*
FY 2005 Base	**150.00**	**3,673,000**	**17,442,600**	***150.00***	***6,135,800***	***21,213,400***
Personnel Cost Rollups	0.00	34,000	161,400	*0.00*	*34,000*	*161,400*
Inflationary Adjustments	0.00	88,000	235,000	*0.00*	*33,300*	*62,700*
Replacement Items	0.00	98,400	462,000	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	(2,900)	475,200	*0.00*	*(3,600)*	*471,800*
Change in Employee Compensation	0.00	13,000	61,400	*0.00*	*26,300*	*124,300*
Fund Shifts	0.00	7,000	0	*0.00*	*4,800*	*0*
FY 2005 Total	**150.00**	**3,910,500**	**18,837,600**	***150.00***	***6,230,600***	***22,033,600***
Change from Original Appropriation	0.00	237,500	1,392,300	*0.00*	*2,557,600*	*4,588,300*
% Change from Original Appropriation		6.5%	8.0%		69.6%	26.3%

Vocational Rehabilitation

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	150.00	3,673,000	1,038,900	12,733,400	17,445,300
Non-Cognizable Funds and Transfers					
Includes transfers between programs, transfers between expense classes, an increase in non-cognizable federal funds for the Basic Support program and the Independent Living Council, and a reduction of $2,700 in the Miscellaneous Revenue Fund to realign expenses with available revenues.					
Agency Request	0.00	0	(2,700)	488,800	486,100
Governor's Recommendation	*0.00*	*0*	*(2,700)*	*488,800*	*486,100*
FY 2004 Estimated Expenditures					
Agency Request	150.00	3,673,000	1,036,200	13,222,200	17,931,400
Governor's Recommendation	*150.00*	*3,673,000*	*1,036,200*	*13,222,200*	*17,931,400*
Removal of One-Time Expenditures					
Removes non-cognizable federal funds.					
Agency Request	0.00	0	0	(488,800)	(488,800)
Governor's Recommendation	*0.00*	*0*	*0*	*(488,800)*	*(488,800)*
Base Adjustments					
Reflects a transfer of $2,500 between programs and shifts $53,600 from trustee and benefit payments to operating expenditures in the Renal Disease program rather than charging these costs to the major Vocational Rehabilitation program.					
Agency Request	0.00	0	0	0	0
Employment Services is a program designed to provide remunerative work and support for adults with developmental disabilities and mental illness who lack the skills and experience to obtain and maintain employment in the competitive labor market. Employment Services are comprised of Work Services and Community Supported Employment.					
The Department contracts with Service Providers that train, provide job coaching, and secure employment, for clients with developmental disabilities and mental illness. There are currently 25 service providers providing Employment Services throughout the state.					
The Governor is recommending that these services be transferred from the Department of Health and Welfare to the Division of Vocational Rehabilitation for fiscal year 2005.					
Governor's Recommendation	*0.00*	*2,462,800*	*0*	*1,308,000*	*3,770,800*
FY 2005 Base					
Agency Request	150.00	3,673,000	1,036,200	12,733,400	17,442,600
Governor's Recommendation	*150.00*	*6,135,800*	*1,036,200*	*14,041,400*	*21,213,400*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	34,000	0	127,400	161,400
Governor's Recommendation	*0.00*	*34,000*	*0*	*127,400*	*161,400*

Vocational Rehabilitation

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Inflationary Adjustments					
Includes $172,300 ($54,700 General Fund) for a general inflationary increase of 1.9%, and $62,700 ($33,300 General Fund) for a medical inflationary increase of 3.5%.					
Agency Request	0.00	88,000	19,700	127,300	235,000
The Governor recommends no increase for general inflation, and a 3.5% increase for medical inflation.					
Governor's Recommendation	*0.00*	*33,300*	*0*	*29,400*	*62,700*
Replacement Items					
Includes $146,500 in operating expenditures for software license renewals, upgrades and maintenance; and $315,500 in capital outlay for vehicle, computer, and office equipment replacement.					
Agency Request	0.00	98,400	0	363,600	462,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Includes $3,400 for increased space charges for buildings in Lewiston and Boise; $487,400 in increased federal funding for the Basic Support program; $1,400 in increased federal funding for the Independent Living Council; an increase of $4,500 in Attorney General fees; a reduction of $1,300 in insurance costs; a reduction of $15,200 in State Controller fees; and a reduction of $5,000 in State Treasurer fees.					
Agency Request	0.00	(2,900)	0	478,100	475,200
The Governor recommends no adjustment to building space charges for state agencies.					
Governor's Recommendation	*0.00*	*(3,600)*	*0*	*475,400*	*471,800*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	13,000	0	48,400	61,400
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*26,300*	*0*	*98,000*	*124,300*
Fund Shifts					
Shifts funding from federal funds to the General Fund to cover program costs for the State Independent Living Council.					
Agency Request	0.00	7,000	0	(7,000)	0
Governor's Recommendation	*0.00*	*4,800*	*0*	*(4,800)*	*0*
FY 2005 Total					
Agency Request	150.00	3,910,500	1,055,900	13,871,200	18,837,600
Governor's Recommendation	*150.00*	*6,230,600*	*1,036,200*	*14,766,800*	*22,033,600*
Agency Request					
Change from Original App	0.00	237,500	17,000	1,137,800	1,392,300
% Change from Original App	0.0%	6.5%	1.6%	8.9%	8.0%
Governor's Recommendation					
Change from Original App	*0.00*	*2,557,600*	*(2,700)*	*2,033,400*	*4,588,300*
% Change from Original App	*0.0%*	*69.6%*	*(0.3%)*	*16.0%*	*26.3%*

Division of Vocational Rehabilitation
Issues & Information

Analyst: Burns

Background

The Division of Vocational Rehabilitation was established in 1920, and represents a partnership between federal and state governments. Its goal is to assist people with disabilities in preparing for, securing, retaining, or regaining employment. This is accomplished by assisting those who have physical or mental impairments, to achieve their vocational goals by providing vocational counseling and guidance by qualified, professional vocational rehabilitation counselors and by providing support services such as: assessment of vocational rehabilitation needs; assistance with vocationally related physical and mental restoration; training to include on-the-job, vocational, technical, academic, vocational adjustment or job coaching; job development, placement, and follow-along; rehabilitation technology; and transition services for youth with disabilities

Needs Assessment

Over 70% of people with disabilities are unemployed. This directly impacts both financial and social resources. Disability cuts across every segment of society, both young and old, and rich or poor — robbing society of one of its most valuable assets, the productivity of its members. Many people with disabilities want to become productive, wage earning citizens, but need assistance to reach this goal.

According to the 2000 census in Idaho, there are an estimated 108,383 people with disabilities between the ages of 21—64, many of whom may be eligible for vocational rehabilitation services. In federal fiscal year 2002, the Idaho Division of Vocational Rehabilitation was able to serve 12,090 of these individuals. This means that many individuals went without needed assistance.

While not all people with disabilities require vocational rehabilitation services to achieve employment, a great majority of them will. Without these services they will most likely either become or remain dependent on family, government, or other assistance programs. This cost constitutes a very real loss in individual productivity and directly affects the Idaho workforce and economy.

Individuals rehabilitated in federal fiscal year 2002 increased their annual income by 350%. People with significant disabilities who were rehabilitated also increased their annual income by 350%.

The impact of disability and its subsequent dependency at both the national and local level is staggering. IDVR is a program that stresses time-limited services and assistance for people with disabilities to become employed.

Present Delivery System

The general vocational rehabilitation program is a matching program (78.7% federal and 21.3% state) and works with the general caseload client and special target client groups. These groups are clients who have been identified as having unique barriers to employment. They may require additional effort, skills, and administrative time on the part of the agency and its staff. All clients must meet basic eligibility criteria to be eligible for vocational rehabilitation services. To be eligible for these services, a client must either:

1. Have a physical or mental impairment (disability), which constitutes or results in a substantial impediment or barrier to employment and requires vocational rehabilitation services to achieve an employment outcome; or

2. Be an SSA beneficiary who intends to achieve an employment outcome.

Eligibility for vocational rehabilitation is not based on financial criteria. The agency expects and encourages financial participation by the client for planned services, if they have the resources available.

The VR program service delivery system is based on an Individualized Plan for Employment (IPE). Each client who is referred or applies for rehabilitation services is dealt with on an individual basis and is closely monitored. The vocational rehabilitation counselor is responsible, in partnership with the client, for the evaluation and determination of eligibility, the preparation of an Individualized Plan for Employment and the necessary follow-through for the client to achieve the goal of employment. This process demands a myriad of skills on the part of the vocational rehabilitation counselor, from medical and psychological knowledge to vocational counseling, planning, workforce information, and knowledge of educational training and placement programs.

Division of Vocational Rehabilitation
Issues & Information

Analyst: Burns

Key Goals and Objectives

Continually Improve Performance

1. Enhance services for those with Mental Illness; those in Adult Correction Programs; and those in the School-Work Transition Program.
2. More fully utilize the expertise of the Counselor Council.
3. Focus on recruitment, training, and retention of qualified staff.
4. Serve individuals from minority backgrounds.
5. Exceed a 75% client employment retention rate.
6. Improve core business processes and infrastructures through the leveraging of Information Technology, resource planning, and business processes.
7. Strengthen existing service delivery system statewide with emphasis on rural areas.
8. Improve transportation options to enhance employment opportunities for individuals with disabilities through involvement with the Public Transportation Interagency Working Group (IWG).

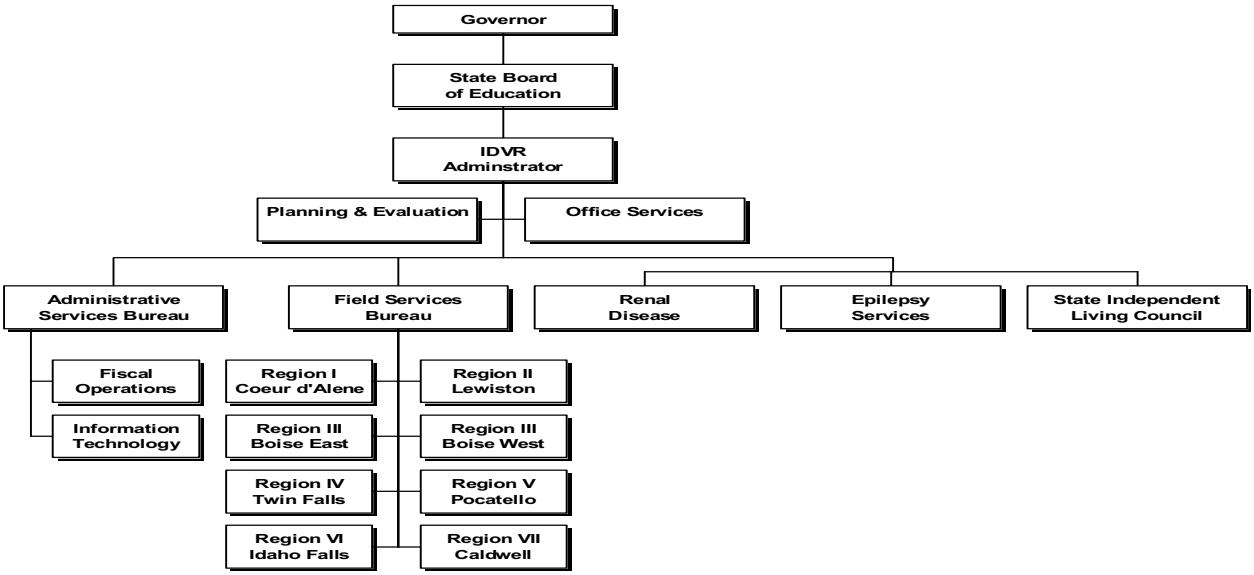
Expand Programs to Meet Customer Needs

1. Increase the number of School-Work Transition projects throughout the state.
2. Increase the number of Adult Correction projects statewide.
3. Strengthen and expand the Juvenile Corrections Program.
4. Investigate the rehabilitation needs of Idaho's aging population with disabilities.
5. Provide adequate Assistive Technology resources statewide.

Improve Information Dissemination and Awareness

1. Ensure continued awareness of the value of the VR program with the State Board of Education.
2. Increase awareness in the Office of the Governor of the value of IDVR's participation in Idaho Works One-Stops with regards to serving persons with disabilities and strengthen the relationship with the State Workforce Development Council.
3. Ensure the availability of information about employment and disability issues.
4. Establish rehabilitation specialty areas.

Organizaitonal Chart



Idaho Legislative Budget Book

Health and Human Services

2004 Legislative Session

Catastrophic Health Care ..... 2 - 3

Health and Welfare, Department of ..... 2 - 9

- **Family and Community Services** ..... 2 - 13
- **Independent Commissions and Councils** ..... 2 - 21
- **Indirect Support Services** ..... 2 - 25
- **Medical Assistance Services** ..... 2 - 29
- **Public Health Services** ..... 2 - 37
- **Welfare, Division of** ..... 2 - 43

Public Health Districts ..... 2 - 49

Blank Page

Catastrophic Health Care

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	10,442,400	10,442,400	8,126,700	14,233,800	*8,160,500*
Dedicated	1,686,400	1,680,600	835,000	0	*0*
Total:	**12,128,800**	**12,123,000**	**8,961,700**	**14,233,800**	***8,160,500***
Percent Change:		0.0%	(26.1%)	58.8%	*(8.9%)*
BY OBJECT OF EXPENDITURE					
Lump Sum	12,128,800	12,123,000	8,961,700	14,233,800	*8,160,500*

Department Description

Meet the needs of the medically indigent in Idaho who do not qualify for state or federal health and welfare programs, but who qualify for county assistance. The county is responsible for the first $10,000 in medical bills incurred by the medical indigent in any twelve-month period. The Catastrophic Program is responsible for all medical bills in excess of $10,000.

Catastrophic Health Care

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**0.00**	**8,126,700**	**8,961,700**	***0.00***	***8,126,700***	***8,961,700***
1. CAT Fund Shortfall	0.00	4,000,000	4,000,000	*0.00*	*4,000,000*	*4,000,000*
FY 2004 Total Appropriation	**0.00**	**12,126,700**	**12,961,700**	***0.00***	***12,126,700***	***12,961,700***
Removal of One-Time Expenditures	0.00	0	(835,000)	*0.00*	*(4,000,000)*	*(4,835,000)*
FY 2005 Base	**0.00**	**12,126,700**	**12,126,700**	***0.00***	***8,126,700***	***8,126,700***
Nonstandard Adjustments	0.00	33,800	33,800	*0.00*	*33,800*	*33,800*
FY 2005 Program Maintenance	**0.00**	**12,160,500**	**12,160,500**	***0.00***	***8,160,500***	***8,160,500***
1. Increased Funding	0.00	2,073,300	2,073,300	*0.00*	*0*	*0*
Lump Sum or Other Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**0.00**	**14,233,800**	**14,233,800**	***0.00***	***8,160,500***	***8,160,500***
Change from Original Appropriation	0.00	6,107,100	5,272,100	*0.00*	*33,800*	*(801,200)*
% Change from Original Appropriation		75.1%	58.8%		0.4%	(8.9%)

Catastrophic Health Care

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	0.00	8,126,700	835,000	0	8,961,700
1. CAT Fund Shortfall					
An ongoing supplemental is requested to fund costs that are expected to exceed the current year appropriation.					
ANALYST COMMENT: According to the state's accounting system, the Catastrophic Health Care Fund has a total of $9,384,800 that is available to the program for the current fiscal year. As of December 17, 2003, the program has already expended $6,522,100 leaving a positive balance of $2,862,700 for the remainder of the year. By comparison, expenditures totaled $13.9 in fiscal year 2002 and $13.7 in 2003. In addition to the CAT Fund, there is another $400,000 available from the Millennium Fund for general program purposes.					
Agency Request	0.00	4,000,000	0	0	4,000,000
The Governor recommends a one-time supplemental appropriation.					
Governor's Recommendation	*0.00*	*4,000,000*	*0*	*0*	*4,000,000*
FY 2004 Total Appropriation					
Agency Request	0.00	12,126,700	835,000	0	12,961,700
Governor's Recommendation	*0.00*	*12,126,700*	*835,000*	*0*	*12,961,700*
Removal of One-Time Expenditures					
Removes one-time appropriations from the Millennium Fund of $435,000 that was provided to reduce county deductible payments from $10,000 to $5,000 in caring for indigent persons with tobacco-related cancers and respiratory diseases; and $400,000 that was provided in lieu of General Funds for continued program support.					
Agency Request	0.00	0	(835,000)	0	(835,000)
Removes one-time supplemental appropriation.					
Governor's Recommendation	*0.00*	*(4,000,000)*	*(835,000)*	*0*	*(4,835,000)*
FY 2005 Base					
Agency Request	0.00	12,126,700	0	0	12,126,700
Governor's Recommendation	*0.00*	*8,126,700*	*0*	*0*	*8,126,700*
Nonstandard Adjustments					
Includes an increase of $34,300 in State Controller fees and a reduction of $500 in State Treasurer fees.					
Agency Request	0.00	33,800	0	0	33,800
Governor's Recommendation	*0.00*	*33,800*	*0*	*0*	*33,800*
FY 2005 Program Maintenance					
Agency Request	0.00	12,160,500	0	0	12,160,500
Governor's Recommendation	*0.00*	*8,160,500*	*0*	*0*	*8,160,500*
1. Increased Funding					
Provides added General Fund support to meet anticipated health care cost needs in fiscal year 2005.					
Agency Request	0.00	2,073,300	0	0	2,073,300
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Catastrophic Health Care

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Lump Sum or Other Adjustments					
A lump sum appropriation removes all restrictions that limit the transfer of moneys among Personnel Costs, Operating Expenses, Capital Outlay and Trustee/Benefit Payments. As an exception to state budget laws, a lump sum appropriation requires specific legislative authorization and approval per Section 67-3508(1), Idaho Code.					
Agency Request	0.00	0	0	0	0
Recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	0.00	14,233,800	0	0	14,233,800
Governor's Recommendation	*0.00*	*8,160,500*	*0*	*0*	*8,160,500*
Agency Request					
Change from Original App	0.00	6,107,100	(835,000)	0	5,272,100
% Change from Original App		75.1%	(100.0%)		58.8%
Governor's Recommendation					
Change from Original App	*0.00*	*33,800*	*(835,000)*	*0*	*(801,200)*
% Change from Original App		*0.4%*	*(100.0%)*		*(8.9%)*

Catastrophic Health Care
Issues & Information

Analyst: Burns

Strategic Planning Act Performance Measures

Selected Measures	FY 2002 Act	FY 2003 Act	FY 2004 Est	FY 2005 Est
1. **Payment of medical bills for qualified medically indigent persons exceeding $10,000**				
a. Amount paid	$ 13,943,000	$ 13,534,500	$ 14,007,633	$ 14,708,014
b. Number of claims	773	816	1,039	1,091
c. Cost of average claim	$ 18,037	$ 16,856	$ 13,482	$ 13,481
2. **Administrative fees and costs**				
a. Contract for program administration	$ 169,464	$ 179,678	$ 191,735	$ 199,404
b. CAT board expenses	$ 15,000	$ 16,898	$ 19,000	$ 19,950
c. Administrative costs as % of claims paid	1.2%	1.3%	1.5%	1.5%
3. **Reimbursements to CAT program from or on behalf of indigents**				
a. Amount reimbursed	$ 1,417,130	$ 1,665,101	$ 755,000	$ 800,000
b. Number of claims	1,090	1,284	1,000	1,270
c. Amount of average annual reimbursement	$ 1,300	$ 1,297	$ 755	$ 630

Catastophic Health Care Fund Analysis*

Fiscal Year	Beginning Balance	Gen Fund + Approp.	Other + Adjust.	Fund - Expend.	Ending = Balance
1992	0	2,200,000	802,200	(435,300)	2,566,900
1993	2,566,900	0	4,100,200	(4,656,500)	2,010,600
1994	2,010,600	0	199,600	(1,988,900)	221,300
1995	221,300	11,977,400	440,800	(11,789,800)	849,700
1996	849,700	7,557,300	863,700	(8,199,600)	1,071,100
1997	1,071,100	9,764,600	1,073,500	(9,272,400)	2,636,800
1998	2,636,800	9,764,600	1,249,500	(10,029,000)	3,621,900
1999	3,621,900	10,135,700	2,074,100	(11,329,600)	4,502,100
2000	4,502,100	5,885,700	2,998,700	(10,522,400)	2,864,100
2001	2,864,100	10,000,000	1,644,600	(11,851,200)	2,657,500
2002	2,657,500	9,600,000	1,788,400	(13,942,600)	103,300
2003	103,300	10,442,400	3,164,800	(13,710,500)	0
2004 (est)**	0	12,126,700	2,200,000	(14,326,700)	0
2005 (est)	0	14,233,800	1,950,000	(16,183,800)	0

** The Catastrophic Health Care Fund Analysis does not include funding received from the Millennium Income Fund to reduce county deductibles for smoking related illnesses.*

*** The General Fund Appropriation for fiscal year 2004, assumes the approval of a $4.0 million supplemental.*

Blank Page

Idaho Legislative Budget Book

Department of Health and Welfare

2004 Legislative Session

Family and Community Services ..... 2 - 13

Independent Commissions and Councils ..... 2 - 21

Indirect Support Services ..... 2 - 25

Medical Assistance Services ..... 2 - 29

Public Health Services ..... 2 - 37

Welfare, Division of ..... 2 - 43

Department of Health and Welfare

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY DIVISION					
Family & Community Services	148,607,900	140,962,000	146,893,400	153,298,900	*146,879,200*
Commissions & Councils	4,036,300	3,581,700	3,960,100	4,082,200	*3,968,700*
Indirect Support Services	31,784,200	46,286,700	40,217,700	40,234,900	*39,717,000*
Medical Assistance	858,437,900	899,153,800	920,396,400	1,072,942,800	*1,072,244,500*
Public Health Services	53,031,000	56,831,500	63,812,700	69,369,900	*68,135,800*
Welfare, Division of	119,892,000	108,753,700	117,009,300	123,597,700	*121,964,200*
Total:	**1,215,789,300**	**1,255,569,400**	**1,292,289,600**	**1,463,526,400**	***1,452,909,400***
BY FUND CATEGORY					
General	353,208,200	349,208,200	375,810,800	423,207,900	*416,963,100*
Dedicated	76,255,000	109,403,500	78,897,100	86,508,900	*86,199,300*
Federal	786,326,100	796,957,700	837,581,700	953,809,600	*949,747,000*
Total:	**1,215,789,300**	**1,255,569,400**	**1,292,289,600**	**1,463,526,400**	***1,452,909,400***
Percent Change:		3.3%	2.9%	13.3%	*12.4%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	145,043,900	140,021,400	147,722,300	155,031,800	*156,326,400*
Operating Expenditures	105,796,300	101,985,400	107,390,500	108,889,500	*106,489,100*
Capital Outlay	634,600	2,599,800	0	2,810,600	*0*
Trustee/Benefit	963,614,500	1,010,962,800	1,036,676,800	1,196,794,500	*1,190,093,900*
Lump Sum	700,000	0	500,000	0	*0*
Total:	**1,215,789,300**	**1,255,569,400**	**1,292,289,600**	**1,463,526,400**	***1,452,909,400***
Full-Time Positions (FTP)	2,921.91	2,921.91	2,805.41	2,910.16	*2,910.16*

Department Description

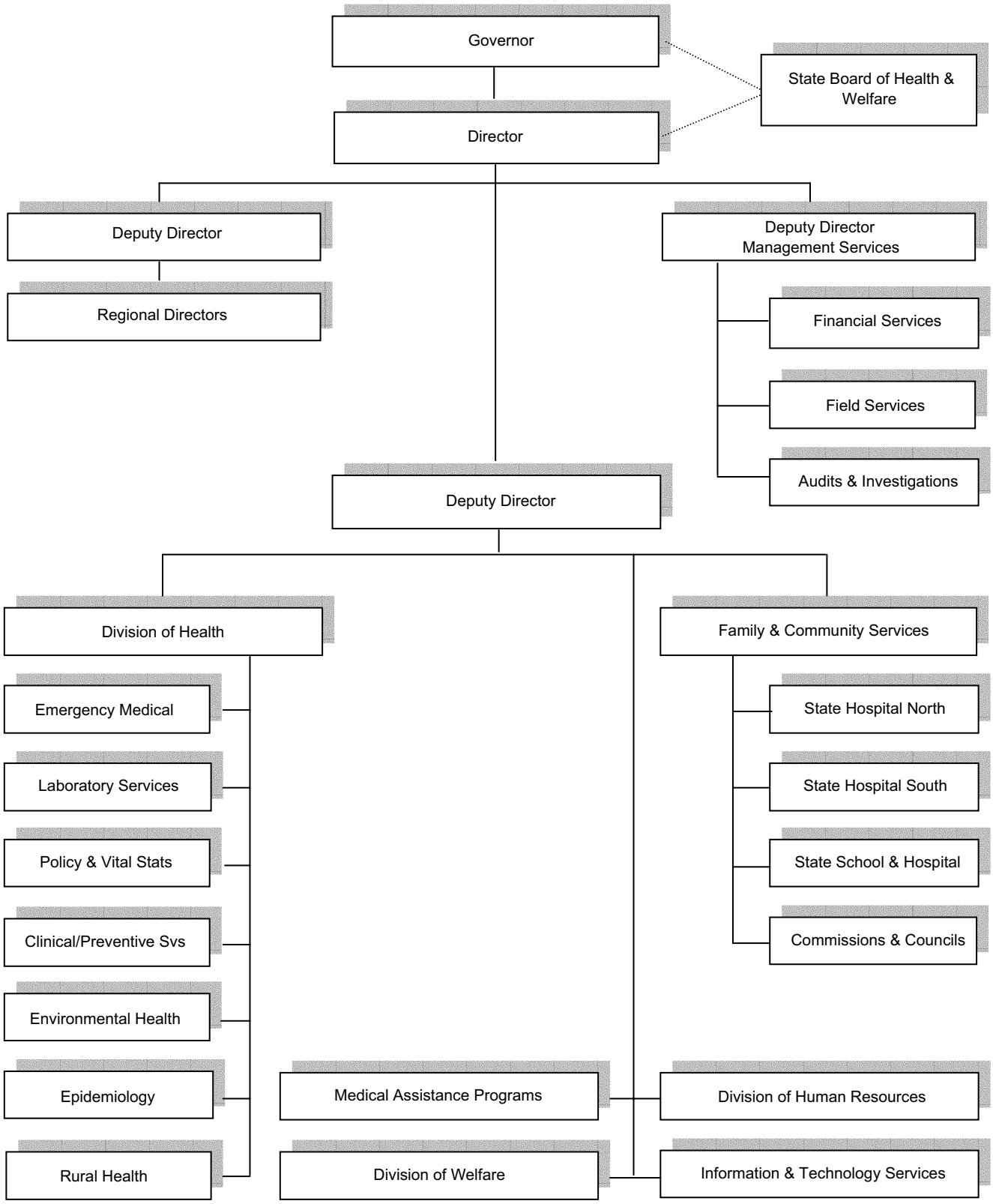
The Idaho Department of Health and Welfare provides services and regulatory programs in partnerships with taxpayers, consumers, and providers to promote economic well-being, support vulnerable children and adults, enhance public health, and encourage self-sufficiency.

Department of Health and Welfare

Comparative Summary

Decision Unit	Request FTP	Request General	Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**2,805.41**	**375,810,800**	**1,292,289,600**	**2,805.41**	**375,810,800**	**1,292,289,600**
Reappropriations	0.00	0	6,009,900	0.00	0	6,009,900
Supplementals						
Medical Assistance Services						
1. CHIP Access Card Program	7.00	288,800	2,688,500	7.00	288,800	2,688,500
Public Health Services						
1. Food Safety Inspections	0.00	0	100,000	0.00	0	100,000
Division of Welfare						
1. CHIP Access Card Eligibility	20.00	126,700	281,600	20.00	126,700	281,600
Other Approp Adjustments	0.00	0	0	0.00	0	0
FY 2004 Total Appropriation	**2,832.41**	**376,226,300**	**1,301,369,600**	**2,832.41**	**376,226,300**	**1,301,369,600**
Non-Cognizable Funds and Transfers	77.75	0	126,172,100	77.75	0	126,172,100
Expenditure Adjustments	0.00	(15,000,000)	(57,526,400)	0.00	(15,000,000)	(57,526,400)
FY 2004 Estimated Expenditures	**2,910.16**	**361,226,300**	**1,370,015,300**	**2,910.16**	**361,226,300**	**1,370,015,300**
Removal of One-Time Expenditures	0.00	(258,500)	(129,327,900)	0.00	(258,500)	(129,327,900)
Base Adjustments	0.00	0	0	0.00	(2,462,800)	(3,770,800)
Additional Base Adjustments	0.00	15,000,000	57,526,400	0.00	15,000,000	57,526,400
FY 2005 Base	**2,910.16**	**375,967,800**	**1,298,213,800**	**2,910.16**	**373,505,000**	**1,294,443,000**
Personnel Cost Rollups	0.00	2,257,400	3,740,500	0.00	2,257,400	3,740,500
Inflationary Adjustments	0.00	13,151,700	39,707,900	0.00	10,320,300	34,864,000
Replacement Items	0.00	1,529,800	2,810,600	0.00	0	0
Nonstandard Adjustments	0.00	28,270,000	108,769,900	0.00	28,140,400	108,543,800
Annualizations	0.00	549,500	8,322,000	0.00	549,500	8,322,000
Change in Employee Compensation	0.00	871,500	1,380,300	0.00	1,764,400	2,794,500
Fund Shifts	0.00	173,600	0	0.00	44,600	(324,700)
FY 2005 Program Maintenance	**2,910.16**	**422,771,300**	**1,462,945,000**	**2,910.16**	**416,581,600**	**1,452,383,100**
Enhancements						
Family and Community Services						
1. Infant & Toddler Program	0.00	220,000	220,000	0.00	220,000	220,000
2. Foster Care	0.00	161,500	306,300	0.00	161,500	306,300
Independent Commissions and Council						
1. Early Hearing Detection	0.00	55,100	55,100	0.00	0	0
FY 2005 Total	**2,910.16**	**423,207,900**	**1,463,526,400**	**2,910.16**	**416,963,100**	**1,452,909,400**
Chg from FY 2004 Orig Approp.	104.75	47,397,100	171,236,800	104.75	41,152,300	160,619,800
% Chg from FY 2004 Orig Approp.	3.7%	12.6%	13.3%	3.7%	11.0%	12.4%

Department of Health & Welfare
Organizational Chart



Family and Community Services

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Children's Services	55,119,700	51,905,600	55,486,400	57,845,000	*56,718,100*
Developmental Disabilities	18,089,400	16,636,500	17,613,400	18,220,700	*14,377,200*
Community Mental Health	18,131,700	16,438,100	18,296,100	18,920,000	*18,283,900*
ISSH	20,967,500	20,837,400	20,000,600	20,902,000	*20,869,400*
State Hospital North	6,246,800	5,773,800	5,716,900	6,076,500	*5,785,400*
State Hospital South	16,337,300	16,510,900	15,871,300	16,618,100	*16,387,600*
Substance Abuse Services	13,715,500	12,859,700	13,908,700	14,716,600	*14,457,600*
Total:	**148,607,900**	**140,962,000**	**146,893,400**	**153,298,900**	***146,879,200***
BY FUND CATEGORY					
General	61,177,600	57,550,500	63,813,700	68,166,100	*64,067,400*
Dedicated	19,717,800	19,316,400	11,613,200	12,065,100	*11,869,400*
Federal	67,712,500	64,095,100	71,466,500	73,067,700	*70,942,400*
Total:	**148,607,900**	**140,962,000**	**146,893,400**	**153,298,900**	***146,879,200***
Percent Change:		(5.1%)	4.2%	4.4%	*0.0%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	81,975,200	76,023,500	81,129,500	82,323,100	*82,954,300*
Operating Expenditures	26,220,200	27,440,300	28,630,100	27,956,600	*27,265,700*
Capital Outlay	418,300	363,100	0	1,841,900	*0*
Trustee/Benefit	39,844,200	37,135,100	37,133,800	41,177,300	*36,659,200*
Lump Sum	150,000	0	0	0	*0*
Total:	**148,607,900**	**140,962,000**	**146,893,400**	**153,298,900**	***146,879,200***
Full-Time Positions (FTP)	1,649.97	1,589.21	1,589.21	1,575.39	*1,575.39*

Division Description

The Division of Family and Community Services has primary responsibility for child protection; adoptions and foster care; children's and adult mental health; services to people with developmental disabilities; early intervention and screening for infants and toddlers; and substance abuse prevention and treatment.

These programs are integrated to provide services for children and families that reflect the Department's family-centered philosophy. This philosophy affirms the belief that families are the best place for children to grow and develop, and services focus on the entire family unit, building on family strengths while supporting and empowering families to be self-reliant.

Idaho has three state hospitals. State Hospital South (SHS) in Blackfoot and State Hospital North (SHN) in Orofino, provide treatment for adults with serious mental illness. In addition, SHS has an adolescent unit, and SHN provides inpatient services for people with a dual diagnosis of mental illness and substance abuse. As part of the statewide developmental disabilities service delivery system, Idaho State School and Hospital (ISSH) in Nampa is a specialized provider of services to the most severely impaired clients in the state. ISSH serves only those clients who have no other placement option due to severe behavior or medical issues.

Family and Community Services

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**1,589.21**	**63,813,700**	**146,893,400**	***1,589.21***	***63,813,700***	***146,893,400***
Reappropriations	0.00	0	900,100	*0.00*	*0*	*900,100*
Other Approp Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Total Appropriation	**1,589.21**	**63,813,700**	**147,793,500**	***1,589.21***	***63,813,700***	***147,793,500***
Non-Cognizable Funds and Transfers	(13.82)	(254,100)	1,774,300	*(13.82)*	*(254,100)*	*1,774,300*
FY 2004 Estimated Expenditures	**1,575.39**	**63,559,600**	**149,567,800**	***1,575.39***	***63,559,600***	***149,567,800***
Removal of One-Time Expenditures	0.00	0	(3,105,700)	*0.00*	*0*	*(3,105,700)*
Base Adjustments	0.00	0	0	*0.00*	*(2,462,800)*	*(3,770,800)*
FY 2005 Base	**1,575.39**	**63,559,600**	**146,462,100**	***1,575.39***	***61,096,800***	***142,691,300***
Personnel Cost Rollups	0.00	1,363,800	2,009,700	*0.00*	*1,363,800*	*2,009,700*
Inflationary Adjustments	0.00	1,077,300	1,388,300	*0.00*	*137,700*	*246,900*
Replacement Items	0.00	1,041,700	1,841,900	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	75,100	337,600	*0.00*	*0*	*245,900*
Change in Employee Compensation	0.00	536,400	733,000	*0.00*	*1,085,900*	*1,483,800*
Fund Shifts	0.00	130,700	0	*0.00*	*1,700*	*(324,700)*
FY 2005 Program Maintenance	**1,575.39**	**67,784,600**	**152,772,600**	***1,575.39***	***63,685,900***	***146,352,900***
1. Infant & Toddler Program	0.00	220,000	220,000	*0.00*	*220,000*	*220,000*
2. Foster Care	0.00	161,500	306,300	*0.00*	*161,500*	*306,300*
FY 2005 Total	**1,575.39**	**68,166,100**	**153,298,900**	***1,575.39***	***64,067,400***	***146,879,200***
Change from Original Appropriation	(13.82)	4,352,400	6,405,500	*(13.82)*	*253,700*	*(14,200)*
% Change from Original Appropriation		6.8%	4.4%		0.4%	0.0%

Family and Community Services

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	1,589.21	63,813,700	11,613,200	71,466,500	146,893,400
Reappropriations					
Reappropriation authority--otherwise known as 'carry over'--allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. 'Carry over' requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.					
Agency Request	0.00	0	900,100	0	900,100
Governor's Recommendation	*0.00*	*0*	*900,100*	*0*	*900,100*
Other Approp Adjustments					
Realigns FTP between fund sources for future reporting purposes.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Total Appropriation					
Agency Request	1,589.21	63,813,700	12,513,300	71,466,500	147,793,500
Governor's Recommendation	*1,589.21*	*63,813,700*	*12,513,300*	*71,466,500*	*147,793,500*

Family and Community Services

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total

Non-Cognizable Funds and Transfers

FTP ADJUSTMENTS: Last session, the legislature eliminated 100 unfunded vacant positions in the department with the total reduction taken from Indirect Support Services. Of this number, a total of 85.01 FTP were subsequently allocated out to other divisions within the department. The allocated reduction in the Division of Family & Community Service's amounted to 55.07 FTP. However, the department received a federal grant effective October 1, 2002, for planning and coordinating children's mental health services. The purpose of the grant was to work with community based councils and other local groups to expand services at the local level for children's mental health. This program was part of the recommendations agreed to under the "Jeff D" lawsuit against the state. There are three FTP working this grant that were not included in the department's fiscal year 2004 budget. In addition, seven clinical positions were added in the children's mental health program to provide a variety of community-based treatment services for children and families, and thirteen were added in the child welfare program. A May 2003 federal review of the child welfare program found that staffing levels were inadequate and left the department unable to assure the safety of children and the timely and appropriate return to their families or permanent placement with another family. For these reasons, the Governor approved the addition of 23 FTP in the Children's Services program.

In Community Developmental Disabilities, the department has contracted with the state Head Start Association under a federal grant for collaboration to integrate Head Start services with other state programs. The Association recently underwent a federal review on their program. The review team felt it was a conflict of interest for the Association to control that staff under the collaboration agreement. The Governor subsequently approved two FTP for this program. In addition, fourteen positions associated with prior authorization functions were transferred from this program to Medicaid.

In Community Mental Health, the Governor approved the addition of 15.25 FTP for the adult mental health program. The positions serve clients at risk of hospitalization. With the additional staff, the department has added an Assertive Community Treatment team in Region 4 (Boise) of the state. According to the department, this will reduce state hospital commitments and reduce the cost for community hospital services that clients receive while awaiting open beds at state hospitals.

In an effort to comply with federal health, treatment, and safety requirements, the Governor has authorized adding nine FTP at Idaho State School and Hospital, two at State Hospital North, and four at State Hospital South.

FTP ADJUSTMENT SUMMARY

- 55.07 Allocated reduction in vacant postions.
+23.00 Governor's authorized increase in Children's Services.
+ 2.00 Governor's authorized increase in Community Developmental Disabilities.
+15.25 Governor's authorized increase in Community Mental Health.
+ 9.00 Governor's authorized increase at Idaho State School & Hospital.
+ 2.00 Governor's authorized increase at State Hospital North.
+ 4.00 Governor's authorized increase at State Hospital South.
- 14.00 Transferred from Community Developmental Disabilities to Medicaid.

- 13.82 NET FTP CHANGE

==========

GENERAL FUND ADJUSTMENTS: Transfers out $279,100 associated with prior authorization functions in Community Developmental Disabilities to Medicaid, and transfers in $25,000 from the Self-Reliance programs to establish a tribal relations manager. [Net Change: - $254,100]

DEDICATED FUND ADJUSTMENTS: Includes additional receipts of $54,900 in Community Developmental Disabilities, $142,000 in Community Mental Health, and $557,200 in Substance Abuse Services. [Net Change: + $754,100]

Family and Community Services

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
FEDERAL FUND ADJUSTMENTS: Includes an additional $110,400 in Children's Services, $1,424,200 in federal enhanced match at Idaho State School and Hospital, and $129,500 in federal enhanced match at State Hospital South. State Hospital South also received $39,500 in one-time federal funds. Reductions include $237,000 in Community Developmental Disabilities and $192,300 in Community Mental Health. [Net Change: + $1,274,300]					
OTHER ADJUSTMENTS: Includes miscellaneous transfers between programs within this division and transfers between expense classes.					
Agency Request	(13.82)	(254,100)	754,100	1,274,300	1,774,300
Governor's Recommendation	*(13.82)*	*(254,100)*	*754,100*	*1,274,300*	*1,774,300*
FY 2004 Estimated Expenditures					
Agency Request	1,575.39	63,559,600	13,267,400	72,740,800	149,567,800
Governor's Recommendation	*1,575.39*	*63,559,600*	*13,267,400*	*72,740,800*	*149,567,800*
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	(1,073,300)	(2,032,400)	(3,105,700)
Governor's Recommendation	*0.00*	*0*	*(1,073,300)*	*(2,032,400)*	*(3,105,700)*
Base Adjustments					
Agency Request	0.00	0	0	0	0
Employment Services is a program designed to provide remunerative work and support for adults with developmental disabilities and mental illness who lack the skills and experience to obtain and maintain employment in the competitive labor market. Employment Services are comprised of Work Services and Community Supported Employment.					
The Department contracts with Service Providers that train, provide job coaching, and secure employment, for clients with developmental disabilities and mental illness. There are currently 25 service providers providing Employment Services throughout the state.					
The Governor is recommending that these services be transferred from the Department of Health and Welfare to the Division of Vocational Rehabilitation for fiscal year 2005.					
Governor's Recommendation	*0.00*	*(2,462,800)*	*0*	*(1,308,000)*	*(3,770,800)*
FY 2005 Base					
Agency Request	1,575.39	63,559,600	12,194,100	70,708,400	146,462,100
Governor's Recommendation	*1,575.39*	*61,096,800*	*12,194,100*	*69,400,400*	*142,691,300*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	1,363,800	0	645,900	2,009,700
Governor's Recommendation	*0.00*	*1,363,800*	*0*	*645,900*	*2,009,700*
Inflationary Adjustments					
Includes $1,141,400 ($939,600 General Fund) for a general inflationary increase of 1.9%, and $246,900 ($137,700 General Fund) for a medical inflationary increase of 3.5%.					
Agency Request	0.00	1,077,300	0	311,000	1,388,300
The Governor recommends no increase for general inflation, and a 3.5% increase for medical inflation.					
Governor's Recommendation	*0.00*	*137,700*	*0*	*109,200*	*246,900*

Family and Community Services

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
Includes $1,637,700 ($891,100 General Fund) to replace 71 vehicles, and $204,200 ($150,600 General Fund) to replace desktop computers and monitors.					
Agency Request	0.00	1,041,700	0	800,200	1,841,900
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Includes $241,600 in federal spending authority to reflect an increase in the Community Mental Health Block Grant; $4,300 in federal spending authority for General Fund match as a result of transfers between programs; $166,300 ($111,700 General Fund) for alteration and repair projects; $6,000 (General Fund) for increased utility costs at State Hospital North; and a reduction of $80,600 ($42,600 General Fund) in office rent.					
Agency Request	0.00	75,100	0	262,500	337,600
The Governor recommends no adjustment to building space charges for state agencies, no adjustment for utility increases above inflation, and no funding for alteration and repair projects.					
Governor's Recommendation	*0.00*	*0*	*0*	*245,900*	*245,900*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	536,400	0	196,600	733,000
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*1,085,900*	*0*	*397,900*	*1,483,800*
Fund Shifts					
CHILDRENS SERVICES: Shifts $300 from federal funds to the General Fund due to a change in the composite Federal Medical Assistance Participation (FMAP) rate, which has gone from 70.585% to 70.580%. IDAHO STATE SCHOOL & HOSPITAL: Shifts $1,100 from federal funds to the General Fund due to a change in the composite Federal Medical Assistance Participation (FMAP) rate, which has gone from 70.585% to 70.580%. STATE HOSPITAL NORTH: Shifts $99,000 from endowment funds to the General Fund to offset declining revenues. STATE HOSPITAL SOUTH: Shifts $300 from federal funds to the General Fund due to a change in the composite Federal Medical Assistance Participation (FMAP) rate, which has gone from 70.585% to 70.580%; and shifts $30,000 from endowment funds to the General Fund to offset declining revenues.					
Agency Request	0.00	130,700	(129,000)	(1,700)	0
The Governor recommends shifting federal funds to the General Fund due to a change in the composite Federal Medical Assistance Participation (FMAP) rate, which has gone from 70.585% to 70.580%. The Governor, however, does not recommend shifting a loss of endowment funds to the General Fund.					
Governor's Recommendation	*0.00*	*1,700*	*(324,700)*	*(1,700)*	*(324,700)*
FY 2005 Program Maintenance					
Agency Request	1,575.39	67,784,600	12,065,100	72,922,900	152,772,600
Governor's Recommendation	*1,575.39*	*63,685,900*	*11,869,400*	*70,797,600*	*146,352,900*

Family and Community Services

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total

1. Infant & Toddler Program

The department is charged with identifying infants and toddlers which may be eligible for services under the Idaho Infant and Toddler Program. Over the past few years, the population growth in the state and increasing awareness about brain development and the critical importance of the first three years of life has resulted in increasing referrals of children who would benefit from early intervention services. The population served has increased 45.6% over the last five year period. Despite strategies that have been employed to increase efficiencies in the program, needs and services are not being adequately met. This has resulted in compliance issues with Part C of the Individuals with Disabilities Education Act through the U.S. Department of Education Office of Special Education Programs.

The department currently provides early intervention services to about 2,500 children. Services are provided both directly and through contracts, and costs $5,385,000 for current service provisions, of which $2,600,000 is from the General Fund. Funding is requested to purchase additional contracted services provided by the private sector in order to come back into compliance with federal law.

Agency Request	0.00	220,000	0	0	220,000
Governor's Recommendation	*0.00*	*220,000*	*0*	*0*	*220,000*

2. Foster Care

The Department of Health and Welfare is requesting a 5% increase in the reimbursement rates for foster parents to bring rates in line with other states. There is an increasing number of children coming into foster care, which is the most cost efficient placement for children needing out of home care. According to the department, Idaho struggles with recruiting and maintaining a sufficient number of foster families, and a more equitable reimbursement would provide incentive for prospective foster parents. Currently the department spends $4.4 million to maintain the current Foster Care Program (See page, 2-20).

Agency Request	0.00	161,500	0	144,800	306,300
Governor's Recommendation	*0.00*	*161,500*	*0*	*144,800*	*306,300*

FY 2005 Total					
Agency Request	1,575.39	68,166,100	12,065,100	73,067,700	153,298,900
Governor's Recommendation	*1,575.39*	*64,067,400*	*11,869,400*	*70,942,400*	*146,879,200*
Agency Request					
Change from Original App	(13.82)	4,352,400	451,900	1,601,200	6,405,500
% Change from Original App	(0.9%)	6.8%	3.9%	2.2%	4.4%
Governor's Recommendation					
Change from Original App	*(13.82)*	*253,700*	*256,200*	*(524,100)*	*(14,200)*
% Change from Original App	*(0.9%)*	*0.4%*	*2.2%*	*(0.7%)*	*0.0%*

Foster Care Monthly Reimbursement Rates
FY 2004

State	Age 0 - 5 Years	Age 6 - 12 Years	Age 13 - 18 Years
Idaho	**261.00**	**286.00**	**410.00**
Montana	428.40	428.40	520.20
Nevada	402.50	402.50	494.24
Oregon	369.00	385.00	475.00
Utah	420.00	420.00	600.00
Washington	366.31	441.81	514.95
Wyoming	400.00	400.00	400.00
Seven State Average	**378.17**	**394.82**	**487.77**
Idaho Proposed Rate	**274.00**	**300.00**	**431.00**
Dollar Change	13.00	14.00	21.00

Independent Commissions and Councils

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Deaf & Hard of Hearing	246,500	247,300	245,900	262,400	*207,000*
Developmental Disabilities	515,100	427,400	507,400	550,000	*547,800*
Domestic Violence	3,274,700	2,907,000	3,206,800	3,269,800	*3,213,900*
Total:	**4,036,300**	**3,581,700**	**3,960,100**	**4,082,200**	***3,968,700***
BY FUND CATEGORY					
General	217,700	217,700	225,800	289,400	*234,400*
Dedicated	504,300	357,000	440,500	503,500	*447,600*
Federal	3,314,300	3,007,000	3,293,800	3,289,300	*3,286,700*
Total:	**4,036,300**	**3,581,700**	**3,960,100**	**4,082,200**	***3,968,700***
Percent Change:		(11.3%)	10.6%	3.1%	*0.2%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	579,000	521,600	563,800	606,800	*612,600*
Operating Expenditures	525,200	401,800	522,800	543,900	*479,300*
Capital Outlay	0	7,100	0	0	*0*
Trustee/Benefit	2,932,100	2,651,200	2,873,500	2,931,500	*2,876,800*
Total:	**4,036,300**	**3,581,700**	**3,960,100**	**4,082,200**	***3,968,700***
Full-Time Positions (FTP)	10.00	10.00	10.00	10.00	*10.00*

Division Description

Independent Commissions and Councils include the Council for the Deaf and Hard of Hearing, the Developmental Disabilities Council, and the Domestic Violence Council.

Council for the Deaf & Hard of Hearing: The Idaho State Council for the Deaf and Hard of Hearing was established by the 1991 Idaho Legislature. The Council was created to coordinate state level programs to assure accommodation and access services for the deaf and hard of hearing. This advisory Council's mission is to create an environment in which hearing impaired Idahoans of all ages have an equal opportunity to participate fully as active, responsible, productive, and independent citizens. The Council provides information and referral services, a quarterly newsletter, informative brochures on the Americans with Disabilities Act requirements for communication access, workshops and presentations on hearing loss and assistive listening devices, and other services for persons who are deaf or hard of hearing.

Developmental Disabilities Council: The Council on Developmental Disabilities was established to maintain a central point for cooperation and coordination between the public and private sectors. This is to ensure that those with developmental disabilities receive the services or other assistance necessary to achieve maximum independence, productivity and integration into the community.

Domestic Violence Council: The Domestic Violence Council was established to ensure the availability of help for victims of crime with a focus on funding programs which help victims of domestic violence, sexual assault or child abuse. This program is funded from a state imposed $15 fee on each marriage license, a $20 fee on each divorce action, and from available federal project moneys.

Independent Commissions and Councils

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**10.00**	**225,800**	**3,960,100**	***10.00***	***225,800***	***3,960,100***
Reappropriations	0.00	0	14,900	*0.00*	*0*	*14,900*
Other Approp Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Total Appropriation	**10.00**	**225,800**	**3,975,000**	***10.00***	***225,800***	***3,975,000***
Non-Cognizable Funds and Transfers	0.00	0	(16,100)	*0.00*	*0*	*(16,100)*
FY 2004 Estimated Expenditures	**10.00**	**225,800**	**3,958,900**	***10.00***	***225,800***	***3,958,900***
Removal of One-Time Expenditures	0.00	0	(62,700)	*0.00*	*0*	*(62,700)*
FY 2005 Base	**10.00**	**225,800**	**3,896,200**	***10.00***	***225,800***	***3,896,200***
Personnel Cost Rollups	0.00	4,400	13,200	*0.00*	*4,400*	*13,200*
Inflationary Adjustments	0.00	1,600	63,800	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	400	48,200	*0.00*	*0*	*47,800*
Change in Employee Compensation	0.00	2,100	5,700	*0.00*	*4,200*	*11,500*
FY 2005 Program Maintenance	**10.00**	**234,300**	**4,027,100**	***10.00***	***234,400***	***3,968,700***
1. Early Hearing Detection	0.00	55,100	55,100	*0.00*	*0*	*0*
FY 2005 Total	**10.00**	**289,400**	**4,082,200**	***10.00***	***234,400***	***3,968,700***
Change from Original Appropriation	0.00	63,600	122,100	*0.00*	*8,600*	*8,600*
% Change from Original Appropriation		28.2%	3.1%		3.8%	0.2%

Independent Commissions and Councils

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	10.00	225,800	440,500	3,293,800	3,960,100
Reappropriations					
Reappropriation authority--otherwise known as 'carry over'--allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. 'Carry over' requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.					
Agency Request	0.00	0	14,900	0	14,900
Governor's Recommendation	*0.00*	*0*	*14,900*	*0*	*14,900*
Other Approp Adjustments					
Realigns FTP between fund sources for future reporting purposes.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Total Appropriation					
Agency Request	10.00	225,800	455,400	3,293,800	3,975,000
Governor's Recommendation	*10.00*	*225,800*	*455,400*	*3,293,800*	*3,975,000*
Non-Cognizable Funds and Transfers					
Reflects adjustments in available federal funds for the Deaf and Hard of Hearing and the Developmental Disabilities Councils.					
Agency Request	0.00	0	0	(16,100)	(16,100)
Governor's Recommendation	*0.00*	*0*	*0*	*(16,100)*	*(16,100)*
FY 2004 Estimated Expenditures					
Agency Request	10.00	225,800	455,400	3,277,700	3,958,900
Governor's Recommendation	*10.00*	*225,800*	*455,400*	*3,277,700*	*3,958,900*
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	(14,900)	(47,800)	(62,700)
Governor's Recommendation	*0.00*	*0*	*(14,900)*	*(47,800)*	*(62,700)*
FY 2005 Base					
Agency Request	10.00	225,800	440,500	3,229,900	3,896,200
Governor's Recommendation	*10.00*	*225,800*	*440,500*	*3,229,900*	*3,896,200*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	4,400	3,800	5,000	13,200
Governor's Recommendation	*0.00*	*4,400*	*3,800*	*5,000*	*13,200*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9%.					
Agency Request	0.00	1,600	57,600	4,600	63,800
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Independent Commissions and Councils

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					
Provides $47,800 in ongoing spending authority for increased federal grant awards and $400 from the General Fund to offset increased rent costs.					
Agency Request	0.00	400	0	47,800	48,200
The Governor recommends no adjustment to building space charges for state agencies.					
Governor's Recommendation	*0.00*	*0*	*0*	*47,800*	*47,800*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	2,100	1,600	2,000	5,700
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*4,200*	*3,300*	*4,000*	*11,500*
FY 2005 Program Maintenance					
Agency Request	10.00	234,300	503,500	3,289,300	4,027,100
Governor's Recommendation	*10.00*	*234,400*	*447,600*	*3,286,700*	*3,968,700*
1. Early Hearing Detection					
Hearing loss, including deafness, is the most common birth defect. All 34 Idaho birthing centers currently screen 19,000 newborns each year. Funding is requested to replace lost federal funds and assure that the Council can continue the program. These funds will be used for program coordination, data management, and follow-up services.					
Agency Request	0.00	55,100	0	0	55,100
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	10.00	289,400	503,500	3,289,300	4,082,200
Governor's Recommendation	*10.00*	*234,400*	*447,600*	*3,286,700*	*3,968,700*
Agency Request					
Change from Original App	0.00	63,600	63,000	(4,500)	122,100
% Change from Original App	0.0%	28.2%	14.3%	(0.1%)	3.1%
Governor's Recommendation					
Change from Original App	*0.00*	*8,600*	*7,100*	*(7,100)*	*8,600*
% Change from Original App	*0.0%*	*3.8%*	*1.6%*	*(0.2%)*	*0.2%*

Indirect Support Services

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	13,217,100	16,653,200	16,370,300	16,739,500	*16,461,900*
Dedicated	3,305,600	3,045,000	1,166,400	501,300	*501,300*
Federal	15,261,500	26,588,500	22,681,000	22,994,100	*22,753,800*
Total:	**31,784,200**	**46,286,700**	**40,217,700**	**40,234,900**	***39,717,000***
Percent Change:		45.6%	(13.1%)	0.0%	*(1.2%)*
BY OBJECT OF EXPENDITURE					
Personnel Costs	13,435,700	17,690,600	17,472,500	17,643,000	*17,805,600*
Operating Expenditures	18,298,300	27,572,000	22,745,200	22,363,800	*21,911,400*
Capital Outlay	50,200	1,024,100	0	228,100	*0*
Total:	**31,784,200**	**46,286,700**	**40,217,700**	**40,234,900**	***39,717,000***
Full-Time Positions (FTP)	235.80	319.82	211.82	297.83	*297.83*

Division Description

Indirect Support provides administrative functions for the Department of Health and Welfare. The Office of the Director provides central policy direction. Regional directors direct day-to-day activities throughout the state. The Office of Legal Services provides legal advice, monitoring and litigation services. The Division of Management Services manages the budget cash flow, controls the accounting and reporting process, performs internal reviews, manages physical assets, and processes all personnel actions. The Division of Information Systems plans and operates all data processing activities. Finally, the Division of Human Resource Services includes civil rights, workforce development, recruitment, process and system research, and employee relations.

Indirect Support Services

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**211.82**	**16,370,300**	**40,217,700**	***211.82***	***16,370,300***	***40,217,700***
Reappropriations	0.00	0	2,295,100	*0.00*	*0*	*2,295,100*
Other Approp Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Total Appropriation	**211.82**	**16,370,300**	**42,512,800**	***211.82***	***16,370,300***	***42,512,800***
Non-Cognizable Funds and Transfers	86.01	1,321,800	13,268,400	*86.01*	*1,321,800*	*13,268,400*
FY 2004 Estimated Expenditures	**297.83**	**17,692,100**	**55,781,200**	***297.83***	***17,692,100***	***55,781,200***
Removal of One-Time Expenditures	0.00	0	(14,906,800)	*0.00*	*0*	*(14,906,800)*
Base Adjustments	0.00	(1,300,000)	(1,300,000)	*0.00*	*(1,300,000)*	*(1,300,000)*
FY 2005 Base	**297.83**	**16,392,100**	**39,574,400**	***297.83***	***16,392,100***	***39,574,400***
Personnel Cost Rollups	0.00	218,600	397,500	*0.00*	*218,600*	*397,500*
Inflationary Adjustments	0.00	235,200	427,600	*0.00*	*0*	*0*
Replacement Items	0.00	118,200	228,100	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	(312,000)	(551,500)	*0.00*	*(325,700)*	*(576,300)*
Change in Employee Compensation	0.00	87,400	158,800	*0.00*	*176,900*	*321,400*
FY 2005 Total	**297.83**	**16,739,500**	**40,234,900**	***297.83***	***16,461,900***	***39,717,000***
Change from Original Appropriation	86.01	369,200	17,200	*86.01*	*91,600*	*(500,700)*
% Change from Original Appropriation		2.3%	0.0%		0.6%	(1.2%)

Indirect Support Services

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	211.82	16,370,300	1,166,400	22,681,000	40,217,700
Reappropriations					
Reappropriation authority--otherwise known as 'carry over'--allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. 'Carry over' requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.					
Agency Request	0.00	0	2,295,100	0	2,295,100
Governor's Recommendation	*0.00*	*0*	*2,295,100*	*0*	*2,295,100*
Other Approp Adjustments					
Realigns FTP between fund sources for future reporting purposes.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Total Appropriation					
Agency Request	211.82	16,370,300	3,461,500	22,681,000	42,512,800
Governor's Recommendation	*211.82*	*16,370,300*	*3,461,500*	*22,681,000*	*42,512,800*
Non-Cognizable Funds and Transfers					
FTP ADJUSTMENTS: Last session, the legislature eliminated 100 unfunded vacant positions in the department with the total reduction preliminarily taken from Indirect Support Services. Of this number, 85.01 FTP have subsequently been removed from other programs within the department which increases the FTP count in this division by a like amount. In addition, one FTP was transferred from Laboratory Services to Indirect Support. [Net Change: + 86.01 FTP] OTHER ADJUSTMENTS: Transfers $1,321,800 in General Funds from Medicaid, Self-Reliance, and Laboratory Services; receipts are adjusted downward to bring expenses in line with available collections; and federal funds are increased on a one-time basis due to increased match on carryover and program transfers for the purpose of developing a new Case Management Information System (CAMIS) on prior authorization, care management, and Medicaid eligibility functions.					
Agency Request	86.01	1,321,800	(665,100)	12,611,700	13,268,400
Governor's Recommendation	*86.01*	*1,321,800*	*(665,100)*	*12,611,700*	*13,268,400*
FY 2004 Estimated Expenditures					
Agency Request	297.83	17,692,100	2,796,400	35,292,700	55,781,200
Governor's Recommendation	*297.83*	*17,692,100*	*2,796,400*	*35,292,700*	*55,781,200*
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	(2,295,100)	(12,611,700)	(14,906,800)
Governor's Recommendation	*0.00*	*0*	*(2,295,100)*	*(12,611,700)*	*(14,906,800)*
Base Adjustments					
Transfers funding back to Medicaid and the Self-Reliance programs that was used to develop a new Case Management Information System.					
Agency Request	0.00	(1,300,000)	0	0	(1,300,000)
Governor's Recommendation	*0.00*	*(1,300,000)*	*0*	*0*	*(1,300,000)*
FY 2005 Base					
Agency Request	297.83	16,392,100	501,300	22,681,000	39,574,400
Governor's Recommendation	*297.83*	*16,392,100*	*501,300*	*22,681,000*	*39,574,400*

Indirect Support Services

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	218,600	0	178,900	397,500
Governor's Recommendation	*0.00*	*218,600*	*0*	*178,900*	*397,500*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	235,200	0	192,400	427,600
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Includes $146,900 ($73,500 General Fund) for seven replacement vehicles, and $81,200 ($44,700 General Fund) for miscellaneous computer equipment.					
Agency Request	0.00	118,200	0	109,900	228,100
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Includes increases of $117,100 ($64,400 General Fund) in State Treasurer fees, $24,800 ($13,700 General Fund) in rent adjustments, and $15,900 (Federal) in enhanced federal match due to a transfer from Laboratory Services; and reductions of $462,500 ($254,400 General Fund) in Attorney General fees, $160,200 ($88,100 General Fund) in State Controller fees, and $86,600 ($47,600 General Fund) in insurance cost adjustments.					
Agency Request	0.00	(312,000)	0	(239,500)	(551,500)
The Governor recommends no adjustment to building space charges for state agencies.					
Governor's Recommendation	*0.00*	*(325,700)*	*0*	*(250,600)*	*(576,300)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	87,400	0	71,400	158,800
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*176,900*	*0*	*144,500*	*321,400*
FY 2005 Total					
Agency Request	297.83	16,739,500	501,300	22,994,100	40,234,900
Governor's Recommendation	*297.83*	*16,461,900*	*501,300*	*22,753,800*	*39,717,000*
Agency Request					
Change from Original App	86.01	369,200	(665,100)	313,100	17,200
% Change from Original App	40.6%	2.3%	(57.0%)	1.4%	0.0%
Governor's Recommendation					
Change from Original App	*86.01*	*91,600*	*(665,100)*	*72,800*	*(500,700)*
% Change from Original App	*40.6%*	*0.6%*	*(57.0%)*	*0.3%*	*(1.2%)*

Medical Assistance Services

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	237,618,600	236,778,700	256,307,300	295,971,300	*295,666,700*
Dedicated	36,498,500	70,404,000	48,751,300	56,753,100	*56,753,100*
Federal	584,320,800	591,971,100	615,337,800	720,218,400	*719,824,700*
Total:	**858,437,900**	**899,153,800**	**920,396,400**	**1,072,942,800**	***1,072,244,500***
Percent Change:		4.7%	2.4%	16.6%	*16.5%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	12,598,100	11,585,000	12,954,400	15,270,800	*15,408,900*
Operating Expenditures	24,954,000	17,879,300	18,474,300	19,008,600	*18,364,400*
Capital Outlay	55,100	130,700	0	192,200	*0*
Trustee/Benefit	820,780,700	869,558,800	888,967,700	1,038,471,200	*1,038,471,200*
Lump Sum	50,000	0	0	0	*0*
Total:	**858,437,900**	**899,153,800**	**920,396,400**	**1,072,942,800**	***1,072,244,500***
Full-Time Positions (FTP)	219.69	234.56	233.56	258.50	*258.50*

Division Description

The Division of Medical Assistance has responsibilities that include administering plans to finance and deliver health services for people at risk due to low income and other factors, such as youth, old age, pregnancy, or disability, pursuant to state and federal Medicaid requirements. Additional responsibilities involve licensing and certification of health facilities to meet state and federal requirements and to participate in Medicaid and Medicare.

Medical Assistance Services

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**233.56**	**256,307,300**	**920,396,400**	***233.56***	***256,307,300***	***920,396,400***
Reappropriations	0.00	0	2,408,600	*0.00*	*0*	*2,408,600*
1. CHIP Access Card Program	7.00	288,800	2,688,500	*7.00*	*288,800*	*2,688,500*
Other Approp Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Total Appropriation	**240.56**	**256,596,100**	**925,493,500**	***240.56***	***256,596,100***	***925,493,500***
Non-Cognizable Funds and Transfers	17.94	(720,900)	104,536,800	*17.94*	*(720,900)*	*104,536,800*
Expenditure Adjustments	0.00	(15,000,000)	(57,526,400)	*0.00*	*(15,000,000)*	*(57,526,400)*
FY 2004 Estimated Expenditures	**258.50**	**240,875,200**	**972,503,900**	***258.50***	***240,875,200***	***972,503,900***
Removal of One-Time Expenditures	0.00	(255,100)	(102,913,600)	*0.00*	*(255,100)*	*(102,913,600)*
Base Adjustments	0.00	1,000,000	1,000,000	*0.00*	*1,000,000*	*1,000,000*
Additional Base Adjustments	0.00	15,000,000	57,526,400	*0.00*	*15,000,000*	*57,526,400*
FY 2005 Base	**258.50**	**256,620,100**	**928,116,700**	***258.50***	***256,620,100***	***928,116,700***
Personnel Cost Rollups	0.00	126,200	341,000	*0.00*	*126,200*	*341,000*
Inflationary Adjustments	0.00	10,303,300	34,973,100	*0.00*	*10,182,600*	*34,617,100*
Replacement Items	0.00	96,200	192,200	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	28,604,900	101,799,000	*0.00*	*28,466,100*	*101,510,800*
Annualizations	0.00	128,300	7,386,000	*0.00*	*128,300*	*7,386,000*
Change in Employee Compensation	0.00	49,900	134,800	*0.00*	*101,000*	*272,900*
Fund Shifts	0.00	42,400	0	*0.00*	*42,400*	*0*
FY 2005 Total	**258.50**	**295,971,300**	**1,072,942,800**	***258.50***	***295,666,700***	***1,072,244,500***
Change from Original Appropriation	24.94	39,664,000	152,546,400	*24.94*	*39,359,400*	*151,848,100*
% Change from Original Appropriation		15.5%	16.6%		15.4%	16.5%

Medical Assistance Services

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation	233.56	256,307,300	48,751,300	615,337,800	920,396,400
Reappropriations					
Reappropriation authority--otherwise known as 'carry over'--allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. 'Carry over' requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.					
Agency Request	0.00	0	2,408,600	0	2,408,600
Governor's Recommendation	*0.00*	*0*	*2,408,600*	*0*	*2,408,600*
1. CHIP Access Card Program					
The CHIP Access Card Program will expand insurance coverage to uninsured children from low-income families. House Bill 376 became effective July 1, 2003 for the Department to begin planning the program. The benefit payments are scheduled to begin July 1, 2004. The new expenses and additional staff are necessary to launch the benefit program in July.					
The information technology costs for the required computer system upgrades are $2.5 million and will be funded by a federal/state split of 90%/10%, subject to federal approval of the program. The only other operating expense request is for $25,000 to fund an advisory committee. Both of these expenses are one-time.					
Seven additional positions will be required for the expanded program. Five of these positions will be funded for six pay periods this year. The project manager position will be filled for the full year, and the program expert position will be filled for 13 pay periods. These new positions are on-going.					
ANALYST COMMENT: The statement of purpose in House Bill 376, indicated that there was no fiscal impact on the state's General Fund; and that the Idaho Health Insurance Access Card program would be funded by a portion of the Idaho Insurance Premium Tax, matching federal funds, grants, donations, moneys from other sources, and earned interest income. However, it should be noted that funding from the Insurance Premium Tax will not be made available until June 2004, which impacts the department's ability to have this new program in place by July 1 unless other resources are provided in advance of the startup date.					
Agency Request	7.00	288,800	0	2,399,700	2,688,500
Governor's Recommendation	*7.00*	*288,800*	*0*	*2,399,700*	*2,688,500*
Other Approp Adjustments					
Realigns FTP between fund sources for future reporting purposes.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Total Appropriation					
Agency Request	240.56	256,596,100	51,159,900	617,737,500	925,493,500
Governor's Recommendation	*240.56*	*256,596,100*	*51,159,900*	*617,737,500*	*925,493,500*

Medical Assistance Services

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total

Non-Cognizable Funds and Transfers

FTP ADJUSTMENTS: Last session, the legislature eliminated 100 unfunded vacant positions in the department with the total reduction taken from Indirect Support Services. Of this number, a total of 85.01 FTP were subsequently allocated out to other divisions within the department. Medicaid's allocated reduction amounted to 6.06 FTP. However, the Governor has subsequently approved an increase of ten positions for Medicaid this year. Of this number, six will be used to increase cost audit settlements, third party recovery efforts, and create a disease management program; two positions have been added to oversee contracted venders; one position will be used to validate the appropriateness of treatment and the accuracy of service payments; and one position will be used to write a two-year self-determination pilot project waiver as authorized by the legislature in 2003. In addition, fourteen FTP associated with prior authorization functions have been transferred from Community Developmental Disabilities to this program.

FTP ADJUSTMENT SUMMARY:

- 6.06 Allocated reduction of vacant positions.
+10.00 Governor's authorized increase.
+14.00 Transferred from Community Developmental Disabilities.

+17.94 NET FTP CHANGE

==========

GENERAL FUND ADJUSTMENTS: Transfers $1,000,000 out to Indirect Support Services for Medicaid's share of the new Case Management Information System (CAMIS) project on prior authorization, care management, and Medicaid eligibility functions; and transfers in $279,100 from Community Developmental Disabilities. This latter transfer is associated specifically with prior authorization functions.
[Net Change: - $720,900]

DEDICATED FUND ADJUSTMENTS: Drug rebates for the Medicaid program are expected to increase by $6,634,200 for fiscal year 2004.

FEDERAL FUND ADJUSTMENTS: Reflects an increase of $91,160,000 in additional federal funds due to adjustments in the Federal Medical Assistance Percentage (FMAP) rate passed by Congress that is in effect through June 30, 2004. The federal match for Idaho went from 70.46% up to 73.91%. It also includes $6,798,400 in additional one-time federal funds that were generated as a result of carryover; $1,025,000 in ongoing federal funds to finish the pharmacy project and implement a new pharmacy system; and a reduction of $359,900 in federal match lost as a result of transferring moneys to Indirect Support Services for Medicaid's share of the new Case Management Information System (CAMIS) project.
Net Change: + $98,623,500]

Agency Request	17.94	(720,900)	6,634,200	98,623,500	104,536,800
Governor's Recommendation	*17.94*	*(720,900)*	*6,634,200*	*98,623,500*	*104,536,800*

Expenditure Adjustments

Adjusts current year expenditures based upon projected 2004 provider payments. The department is requesting that these one-time moneys be carried over into fiscal year 2005.

Agency Request	0.00	(15,000,000)	0	(42,526,400)	(57,526,400)
Governor's Recommendation	*0.00*	*(15,000,000)*	*0*	*(42,526,400)*	*(57,526,400)*

FY 2004 Estimated Expenditures

Agency Request	258.50	240,875,200	57,794,100	673,834,600	972,503,900
Governor's Recommendation	*258.50*	*240,875,200*	*57,794,100*	*673,834,600*	*972,503,900*

Medical Assistance Services

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	(255,100)	(2,430,200)	(100,228,300)	(102,913,600)
Governor's Recommendation	*0.00*	*(255,100)*	*(2,430,200)*	*(100,228,300)*	*(102,913,600)*
Base Adjustments					
Transfers funding from Indirect Support Services that was used for the purpose of automating Medicaid's share of the new Case Management Information System (CAMIS) project on prior authorization, care management, and Medicaid eligibility functions.					
Agency Request	0.00	1,000,000	0	0	1,000,000
Governor's Recommendation	*0.00*	*1,000,000*	*0*	*0*	*1,000,000*
Additional Base Adjustments					
Reflects anticipated carryover in provider payments, if approved, along with corresponding federal match. These are one-time moneys that will need to be replaced in fiscal year 2006 in order to maintain current levels of service.					
Agency Request	0.00	15,000,000	0	42,526,400	57,526,400
Governor's Recommendation	*0.00*	*15,000,000*	*0*	*42,526,400*	*57,526,400*
FY 2005 Base					
Agency Request	258.50	256,620,100	55,363,900	616,132,700	928,116,700
Governor's Recommendation	*258.50*	*256,620,100*	*55,363,900*	*616,132,700*	*928,116,700*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	126,200	0	214,800	341,000
Governor's Recommendation	*0.00*	*126,200*	*0*	*214,800*	*341,000*
Inflationary Adjustments					
Includes $356,000 ($120,700 General Fund) for a general inflationary increase of 1.9%, and $34,617,100 ($10,182,600 General Fund) for a medical inflationary increase of 3.5%.					
Agency Request	0.00	10,303,300	0	24,669,800	34,973,100
The Governor recommends no increase for general inflation, and a 3.5% increase for medical inflation.					
Governor's Recommendation	*0.00*	*10,182,600*	*0*	*24,434,500*	*34,617,100*
Replacement Items					
Provides $179,600 ($89,900 General Fund) to replace eight vehicles, and $12,600 ($6,300 General Fund) to replace 20 desktop computers and five monitors.					
Agency Request	0.00	96,200	0	96,000	192,200
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Medical Assistance Services

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					
1. MEDICAID CASELOAD & UTILIZATION: The average monthly caseload in fiscal year 2004 is estimated to be 162,938. This represents an increase of 6.7% from the previous year. Caseload is expected to rise by another 7.4% in fiscal year 2005 to a total of 174,986, or 12,048 more clients. The cost of projected utilization and caseload growth, which cannot be covered by standard inflation, is $85,284,600 ($25,056,600 General Fund). Estimates are based on data as of September 24, 2003.					
2. ACCESS CARD IMPACT: When the original CHIP program was first implemented, for every new CHIP client added, four more qualified under the normal Medicaid program. With the implementation of the new Access Card Program, officials estimate that for every client that qualifies under this program, two more will qualify for either the regular CHIP program or for services under Medicaid. As a result, the original CHIP program will see an expansion of 4,573 clients and the Medicaid program will grow by an additional 1,524 at a cost of $16,226,200 ($3,409,500 General Fund).					
3. BUILDING SERVICE SPACE CHARGES: Building service space charges are expected to increase by $288,200 ($138,800 General Fund).					
Agency Request	0.00	28,604,900	0	73,194,100	101,799,000
The Governor recommends no adjustment to building space charges for state agencies.					
Governor's Recommendation	*0.00*	*28,466,100*	*0*	*73,044,700*	*101,510,800*
Annualizations					
Annualizes the supplemental request for implementing the CHIP Access Card program.					
Agency Request	0.00	128,300	1,389,200	5,868,500	7,386,000
Governor's Recommendation	*0.00*	*128,300*	*1,389,200*	*5,868,500*	*7,386,000*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	49,900	0	84,900	134,800
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*101,000*	*0*	*171,900*	*272,900*
Fund Shifts					
Shifts moneys from federal funds to the General Fund due to a change in the composite Federal Medical Assistance Participation (FMAP) rate, which has gone from 70.585% to 70.580%.					
Agency Request	0.00	42,400	0	(42,400)	0
Governor's Recommendation	*0.00*	*42,400*	*0*	*(42,400)*	*0*
FY 2005 Total					
Agency Request	258.50	295,971,300	56,753,100	720,218,400	1,072,942,800
Governor's Recommendation	*258.50*	*295,666,700*	*56,753,100*	*719,824,700*	*1,072,244,500*
Agency Request					
Change from Original App	24.94	39,664,000	8,001,800	104,880,600	152,546,400
% Change from Original App	10.7%	15.5%	16.4%	17.0%	16.6%
Governor's Recommendation					
Change from Original App	*24.94*	*39,359,400*	*8,001,800*	*104,486,900*	*151,848,100*
% Change from Original App	*10.7%*	*15.4%*	*16.4%*	*17.0%*	*16.5%*

Medical Assistance Services
Issues & Information

Analyst: Burns

FISCAL IMPACT OF NEW CHIP (B) ACCESS CARD PROGRAM

Description	FTP	General	Dedicated	Federal	Total
FY 2004 Medicaid Supplemental	7.00	288,800	0	2,399,700	2,688,500
FY 2004 Eligibility Supplemental	20.00	126,700	0	154,900	281,600
FY 2004 Total Impact	**27.00**	**415,500**	**0**	**2,554,600**	**2,970,100**
FY 2005 Base Adjustments	0.00	(255,100)	0	(2,269,900)	(2,525,000)
FY 2005 Base	**27.00**	**160,400**	**0**	**284,700**	**445,100**
Medicaid Supp. Annualization	0.00	128,300	1,389,200	5,868,500	7,386,000
Eligibility Supp. Annualization	0.00	421,200	0	514,800	936,000
Medicaid Caseload	0.00	3,409,500	0	12,816,700	16,226,200
FY 2005 Total Impact	**27.00**	**4,119,400**	**1,389,200**	**19,484,700**	**24,993,300**

MEDICAID CASELOAD & IMPACT OF NEW CHIP (B) ACCESS CARD PROGRAM

Fiscal Year	Medicaid	CHIP A	CHIP B	Total
FY 2001	113,452	9,336	0	122,788
FY 2002	130,086	11,871	0	141,957
FY 2003	141,318	11,361	0	152,679
FY 2004	152,125	10,813	0	162,938
FY 2005 Base Caseload	**164,801**	**10,185**	**0**	**174,986**
CHIP B (New Access Card Program)	0	0	3,049	3,049
CHIP B Impact on Medicaid & CHIP A	1,524	4,573	0	6,097
FY 2005 Total Medicaid Caseload	**166,325**	**14,758**	**3,049**	**184,132**

House Bill 376 established a new CHIP Access Card program within Medicaid to expand insurance coverage to uninsured children from low-income families. The benefit payments are scheduled to begin July 1, 2004. The department is estimating that 27 new positions will be required to implement this new program. Of this number, seven are being requested in the Medicaid program and 20 are requested for eligibility determination. In addition, it is estimated that $2.5 million will be required for computer system upgrades that will be funded by a federal/state split of 90%/10%, subject to federal approval of the program. The only other operating expense is $25,000 to fund an advisory committee. When the original CHIP program was first implemented, for every new CHIP client added, four more qualified under the normal Medicaid program. With the implementation of the new Access Card program (CHIP B), officials estimate that 3,049 clients will be served by this new program. However, it is also estimated that for every client that qualifies under this new program, two more will qualify for either the regular CHIP program or for services under Medicaid. As a result, the original CHIP program will see an expansion of 4,573 clients and the Medicaid program will grow by an additional 1,524 at a cost of $16,226,200 ($3,409,500 General Fund). The overall fiscal year 2005 General Fund impact is $4.1 million.

Blank Page

Public Health Services

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Physical Health Services	45,534,400	49,323,800	52,946,400	58,157,600	*57,249,200*
Emergency Medical Services	3,938,600	3,625,000	5,175,400	5,780,600	*5,582,700*
Laboratory Services	3,558,000	3,882,700	5,690,900	5,431,700	*5,303,900*
Total:	**53,031,000**	**56,831,500**	**63,812,700**	**69,369,900**	***68,135,800***
BY FUND CATEGORY					
General	7,142,200	7,022,500	6,621,800	7,734,900	*6,997,400*
Dedicated	13,262,800	13,885,000	14,011,700	14,053,800	*13,995,800*
Federal	32,626,000	35,924,000	43,179,200	47,581,200	*47,142,600*
Total:	**53,031,000**	**56,831,500**	**63,812,700**	**69,369,900**	***68,135,800***
Percent Change:		7.2%	12.3%	8.7%	*6.8%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	9,381,300	9,631,600	11,021,200	11,875,400	*11,982,200*
Operating Expenditures	13,692,800	10,921,300	14,974,600	16,479,800	*16,196,300*
Capital Outlay	60,000	919,900	0	300,100	*0*
Trustee/Benefit	29,396,900	35,358,700	37,316,900	40,714,600	*39,957,300*
Lump Sum	500,000	0	500,000	0	*0*
Total:	**53,031,000**	**56,831,500**	**63,812,700**	**69,369,900**	***68,135,800***
Full-Time Positions (FTP)	175.37	203.62	200.62	203.63	*203.63*

Division Description

The Division of Public Health includes Public Health Services, Emergency Medical Services, and Laboratory Services. Public Health provides services in seventeen different program areas that are primarily delivered through contracts with the local public health districts and other providers. Program areas include: immunizations, chronic and communicable disease prevention and intervention, food safety, reduction of health risks from environmental exposures, promotion of maternal and child health, improving access to rural health care, and vital records.

Emergency Medical Services (EMS) plans and implements a statewide system designed to respond to critical illness and injury situations, as well as medical response to disasters. This program trains EMS personnel, conducts ambulance licensing, certifies and recertifies EMT's and other categories of EMS personnel, operates the statewide EMS communications center, provides technical assistance and grants to community EMS units, evaluates EMS system performance, and other related activities.

Laboratory Services is one of several basic support systems administered by the Division of Public Health for a variety of physical health programs, environmental control programs, and other divisions and programs of the Department. In addition, the Bureau of Laboratories provides laboratory support to the local district health departments and other departments of state government in accordance with written agreements.

Public Health Services

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**200.62**	**6,621,800**	**63,812,700**	***200.62***	***6,621,800***	***63,812,700***
Reappropriations	0.00	0	17,500	*0.00*	*0*	*17,500*
1. Food Safety Inspections	0.00	0	100,000	*0.00*	*0*	*100,000*
Other Approp Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Total Appropriation	**200.62**	**6,621,800**	**63,930,200**	***200.62***	***6,621,800***	***63,930,200***
Non-Cognizable Funds and Transfers	3.01	(21,800)	4,037,800	*3.01*	*(21,800)*	*4,037,800*
FY 2004 Estimated Expenditures	**203.63**	**6,600,000**	**67,968,000**	***203.63***	***6,600,000***	***67,968,000***
Removal of One-Time Expenditures	0.00	0	(4,780,100)	*0.00*	*0*	*(4,780,100)*
FY 2005 Base	**203.63**	**6,600,000**	**63,187,900**	***203.63***	***6,600,000***	***63,187,900***
Personnel Cost Rollups	0.00	223,500	266,100	*0.00*	*223,500*	*266,100*
Inflationary Adjustments	0.00	700,800	1,064,900	*0.00*	*0*	*0*
Replacement Items	0.00	153,500	300,100	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	(28,700)	4,447,000	*0.00*	*0*	*4,471,100*
Change in Employee Compensation	0.00	85,800	103,900	*0.00*	*173,900*	*210,700*
FY 2005 Total	**203.63**	**7,734,900**	**69,369,900**	***203.63***	***6,997,400***	***68,135,800***
Change from Original Appropriation	3.01	1,113,100	5,557,200	*3.01*	*375,600*	*4,323,100*
% Change from Original Appropriation		16.8%	8.7%		5.7%	6.8%

Public Health Services

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	200.62	6,621,800	14,011,700	43,179,200	63,812,700
Reappropriations					
Reappropriation authority--otherwise known as 'carry over'--allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. 'Carry over' requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.					
Agency Request	0.00	0	17,500	0	17,500
Governor's Recommendation	*0.00*	*0*	*17,500*	*0*	*17,500*
1. Food Safety Inspections					
The Health Districts perform food safety inspections, collect for the inspections, and remit these fees to Health and Welfare for deposit into the Food Safety Fund. The department then pays the seven local health districts, under contract, for performing the inspections out of this fund. Additional spending authority is requested for receipts that have been deposited into this fund as a result of heavier than anticipated work load (inspections). The number of billable establishments has increased from 7,160 in fiscal year 2003 to 7,781 in 2004. This increase in appropriation will cover the cost of these additional inspections.					
Agency Request	0.00	0	100,000	0	100,000
Governor's Recommendation	*0.00*	*0*	*100,000*	*0*	*100,000*
Other Approp Adjustments					
Realigns FTP between fund sources for future reporting purposes.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Total Appropriation					
Agency Request	200.62	6,621,800	14,129,200	43,179,200	63,930,200
Governor's Recommendation	*200.62*	*6,621,800*	*14,129,200*	*43,179,200*	*63,930,200*

Public Health Services

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total

Non-Cognizable Funds and Transfers

FTP ADJUSTMENTS: Last session, the legislature eliminated 100 unfunded vacant positions in the department with the total reduction taken from Indirect Support Services. Of this number, a total of 85.01 FTP were subsequently allocated out to other divisions within the department. The allocated reduction for the Division of Public Health Services amounted to 3.99 positions. However, the federal bio-terrorism grant, which began August 31, 2003, provided funding for an additional eight FTP to support laboratory capacity, emergency communication, and local response planning. As a result, the Governor approved the addition of four FTP in Physical Health Services and four FTP in Laboratory Services. In addition, one FTP was transferred from Laboratory Services to Indirect Support Services.

FTP ADJUSTMENT SUMMARY

- 3.99 Allocated reduction of vacant positions.
+4.00 Governor's authorized increase for Physical Health Services
+4.00 Governor's authorized increase for Laboratory Services
- 1.00 Transferred from Laboratory Services to Indirect Support.

+3.01 NET FTP CHANGE

==========

GENERAL FUND ADJUSTMENTS: Transfers $21,800 to the Revenue Unit in Indirect Support Services. [Net Change: - $21,800]

DEDICATED FUND ADJUSTMENTS: Includes spending authority of $565,800 in Physical Health Services for increased receipts that were collected, and a reduction of $452,000 in uncollectible receipts in Laboratory Services. [Net Change: +113,800]

FEDERAL FUND ADJUSTMENTS:

Physical Health Services - Includes $3,758,800 in one-time noncognizable federal funds for bio-terrorism, Women, Infants, and Children (WIC), and immunization programs. It also includes $3,800 in additional federal match that was generated to match carryover funds.

Emergency Medical Services - Includes $200,000 in noncognizable spending authority for bio-terrorism and rural access to emergency devices.

Laboratory Services - Includes $300,000 in noncognizable spending authority for bio-terrorism and a reduction of $316,800 in other federal grants.

[Net Change: + $3,945,800]

.

Agency Request	3.01	(21,800)	113,800	3,945,800	4,037,800
Governor's Recommendation	*3.01*	*(21,800)*	*113,800*	*3,945,800*	*4,037,800*
FY 2004 Estimated Expenditures					
Agency Request	203.63	6,600,000	14,243,000	47,125,000	67,968,000
Governor's Recommendation	*203.63*	*6,600,000*	*14,243,000*	*47,125,000*	*67,968,000*

Public Health Services

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	(517,500)	(4,262,600)	(4,780,100)
Governor's Recommendation	*0.00*	*0*	*(517,500)*	*(4,262,600)*	*(4,780,100)*
FY 2005 Base					
Agency Request	203.63	6,600,000	13,725,500	42,862,400	63,187,900
Governor's Recommendation	*203.63*	*6,600,000*	*13,725,500*	*42,862,400*	*63,187,900*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	223,500	30,300	12,300	266,100
Governor's Recommendation	*0.00*	*223,500*	*30,300*	*12,300*	*266,100*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	700,800	67,500	296,600	1,064,900
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
PHYSICAL HEALTH SERVICES: Includes $24,700 ($12,400 General Fund) to replace one vehicle and $3,900 ($2,300 General Fund) to replace six desktop computers and two monitors. EMERGENCY MEDICAL SERVICES: Includes $134,300 ($67,200 General Fund) to replace five vehicles and $3,900 (General Fund) to replace six desktop computers and two monitors. LABORATORY SERVICES: Includes $131,400 ($65,800 General Fund) to replace six vehicles and $1,900 (General Fund) to replace three desktop computers and one monitor.					
Agency Request	0.00	153,500	0	146,600	300,100
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
GENERAL FUND ADJUSTMENTS: Reflects a $28,700 reduction in building service space charges. DEDICATED FUND ADJUSTMENTS: Includes $130,000 in one-time spending authority from the EMS dedicated fund associated with a new emergency medical technician classification created under Idaho Code, Section 56-1012, that requires exam, curriculum, and lesson plan development for this new classification; $72,600 in food inspection fees that are distributed to the Public Health Districts for inspections performed; and $14,300 in increased building space charges. [Net Change: +216,900] FEDERAL FUND ADJUSTMENTS: Includes $3,758,800 in Physical Health Services for ongoing federal funds that were received for bio-terrorism, WIC, and immunizations; $200,000 in Emergency Medical Services for ongoing federal spending authority for the Bio-terrorism Grant award and a grant for Rural Access to Emergency Devices; and $300,000 in ongoing federal funds that were received by Laboratory Services under the Bio-terrorism Grant award. [Net Change: +4,258,800]					
Agency Request	0.00	(28,700)	216,900	4,258,800	4,447,000
The Governor recommends no adjustment to building space charges for state agencies.					
Governor's Recommendation	*0.00*	*0*	*212,300*	*4,258,800*	*4,471,100*

Public Health Services

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	85,800	13,600	4,500	103,900
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*173,900*	*27,700*	*9,100*	*210,700*
FY 2005 Total					
Agency Request	203.63	7,734,900	14,053,800	47,581,200	69,369,900
Governor's Recommendation	*203.63*	*6,997,400*	*13,995,800*	*47,142,600*	*68,135,800*
Agency Request					
Change from Original App	3.01	1,113,100	42,100	4,402,000	5,557,200
% Change from Original App	1.5%	16.8%	0.3%	10.2%	8.7%
Governor's Recommendation					
Change from Original App	*3.01*	*375,600*	*(15,900)*	*3,963,400*	*4,323,100*
% Change from Original App	*1.5%*	*5.7%*	*(0.1%)*	*9.2%*	*6.8%*

Division of Welfare

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Self-Reliance Programs	104,737,200	95,354,300	103,369,900	107,921,500	*106,580,300*
TAFI/AABD Benefit Payments	15,154,800	13,399,400	13,639,400	15,676,200	*15,383,900*
Total:	**119,892,000**	**108,753,700**	**117,009,300**	**123,597,700**	***121,964,200***
BY FUND CATEGORY					
General	33,835,000	30,985,600	32,471,900	34,306,700	*33,535,300*
Dedicated	2,966,000	2,396,100	2,914,000	2,632,100	*2,632,100*
Federal	83,091,000	75,372,000	81,623,400	86,658,900	*85,796,800*
Total:	**119,892,000**	**108,753,700**	**117,009,300**	**123,597,700**	***121,964,200***
Percent Change:		(9.3%)	7.6%	5.6%	*4.2%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	27,074,600	24,569,100	24,580,900	27,312,700	*27,562,800*
Operating Expenditures	22,105,800	17,770,700	22,043,500	22,536,800	*22,272,000*
Capital Outlay	51,000	154,900	0	248,300	*0*
Trustee/Benefit	70,660,600	66,259,000	70,384,900	73,499,900	*72,129,400*
Total:	**119,892,000**	**108,753,700**	**117,009,300**	**123,597,700**	***121,964,200***
Full-Time Positions (FTP)	631.08	564.70	560.20	564.81	*564.81*

Division Description

The Division of Welfare administers Temporary Assistance for Families in Idaho (TAFI), which is the welfare reform version of the old AFDC and JOBS programs. This is a time-limited cash assistance and supportive services program with an emphasis on self-reliance and personal responsibility. Additional assistance provided by this program is the Idaho Child Care program, Aid to the Aged, Blind, and Disabled, Food Stamps, Refugee Assistance and Medicaid eligibility. Also included is the administration of the Community Service Block Grant, Low Income Energy Assistance, Low Income Weatherization Assistance, Emergency Food Assistance and Telephone Assistance programs. The Child Support program is responsible for establishing and enforcing child support orders and medical support orders, modifying child support orders to ensure that support awards remain comparable to changes in parental income, and collecting child support for TAFI cases, non-TAFI cases and foster care cases. These collections are used to reimburse the state and federal government for TAFI and foster care expenditures, or to pass on to the custodial parents on the non-TAFI cases.

Division of Welfare

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**560.20**	**32,471,900**	**117,009,300**	***560.20***	***32,471,900***	***117,009,300***
Reappropriations	0.00	0	373,700	*0.00*	*0*	*373,700*
1. CHIP Access Card Eligibility	20.00	126,700	281,600	*20.00*	*126,700*	*281,600*
Other Approp Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Total Appropriation	**580.20**	**32,598,600**	**117,664,600**	***580.20***	***32,598,600***	***117,664,600***
Non-Cognizable Funds and Transfers	(15.39)	(325,000)	2,570,900	*(15.39)*	*(325,000)*	*2,570,900*
FY 2004 Estimated Expenditures	**564.81**	**32,273,600**	**120,235,500**	***564.81***	***32,273,600***	***120,235,500***
Removal of One-Time Expenditures	0.00	(3,400)	(3,559,000)	*0.00*	*(3,400)*	*(3,559,000)*
Base Adjustments	0.00	300,000	300,000	*0.00*	*300,000*	*300,000*
FY 2005 Base	**564.81**	**32,570,200**	**116,976,500**	***564.81***	***32,570,200***	***116,976,500***
Personnel Cost Rollups	0.00	320,900	713,000	*0.00*	*320,900*	*713,000*
Inflationary Adjustments	0.00	833,500	1,790,200	*0.00*	*0*	*0*
Replacement Items	0.00	120,200	248,300	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	(69,700)	2,689,600	*0.00*	*0*	*2,844,500*
Annualizations	0.00	421,200	936,000	*0.00*	*421,200*	*936,000*
Change in Employee Compensation	0.00	109,900	244,100	*0.00*	*222,500*	*494,200*
Fund Shifts	0.00	500	0	*0.00*	*500*	*0*
FY 2005 Total	**564.81**	**34,306,700**	**123,597,700**	***564.81***	***33,535,300***	***121,964,200***
Change from Original Appropriation	4.61	1,834,800	6,588,400	*4.61*	*1,063,400*	*4,954,900*
% Change from Original Appropriation		5.7%	5.6%		3.3%	4.2%

Division of Welfare

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation	560.20	32,471,900	2,914,000	81,623,400	117,009,300
Reappropriations					
Reappropriation authority--otherwise known as 'carry over'--allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. 'Carry over' requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority.					
Agency Request	0.00	0	373,700	0	373,700
Governor's Recommendation	*0.00*	*0*	*373,700*	*0*	*373,700*
1. CHIP Access Card Eligibility					
House Bill 376, which was effective July 1, 2003, added a CHIP Access Card Program to the Department of Health and Welfare. The new costs and additional eligibility staff shown here are necessary in order for the Department to start the benefit payments on July 1, 2004. These new positions will be filled for six pay periods in fiscal year 2004 and will be on-going.					
ANALYST COMMENT: The statement of purpose in House Bill 376, indicated that there was no fiscal impact on the state's General Fund; and that the Idaho Health Insurance Access Card program would be funded by a portion of the Idaho Insurance Premium Tax, matching federal funds, grants, donations, moneys from other sources, and earned interest income. However, it should be noted that funding from the Insurance Premium Tax will not be made available until June 2004, which impacts the departments ability to have this new program in place by July 1 unless other resources are provided in advance of the startup date.					
Agency Request	20.00	126,700	0	154,900	281,600
Governor's Recommendation	*20.00*	*126,700*	*0*	*154,900*	*281,600*
Other Approp Adjustments					
Realigns FTP between fund sources for future reporting purposes.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Total Appropriation					
Agency Request	580.20	32,598,600	3,287,700	81,778,300	117,664,600
Governor's Recommendation	*580.20*	*32,598,600*	*3,287,700*	*81,778,300*	*117,664,600*

Division of Welfare

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
Non-Cognizable Funds and Transfers					

FTP ADJUSTMENTS: Last session, the legislature eliminated 100 unfunded vacant positions in the department with the total reduction taken from Indirect Support Services. Of this number, a total of 85.01 FTP were subsequently allocated out to other divisions within the department. The allocated reduction from these unfunded vacant positions for the Division of Welfare amounted to 19.89 FTP. In addition, the Governor approved restoration of 4.5 of these FTP used to determine eligibility for Medicaid and Food Stamps. This was done because Idaho was not selected to participate in a federal pilot program that shifted eligibility determination to them for those individuals qualifying under the Supplemental Security Income (SSI) program. The fiscal year 2004 appropriation assumed we would have been selected to participate. [Net Change: -15.39]

GENERAL FUND ADJUSTMENTS: Transferred $300,000 in General Funds to Indirect Support Services for developing a Case Management Information System, and $25,000 to Children's Services for funding a tribal relations manager.

DEDICATED FUND ADJUSTMENTS: Spending authority is decreased by $281,900 due to uncollectible receipts.

FEDERAL FUND ADJUSTMENTS: Includes $1,744,500 in the Temporary Assistance for Families in Idaho Grant (TAFI); $1,100,000 in the Self-Reliance programs to realign federal dollars to the amount generated by program activities; and $333,300 in increased federal match for Food Stamp quality and for match related to the carryover of unexpended funds from the previous fiscal year. [Net Change: +3,177,800].

Agency Request	(15.39)	(325,000)	(281,900)	3,177,800	2,570,900
Governor's Recommendation	*(15.39)*	*(325,000)*	*(281,900)*	*3,177,800*	*2,570,900*
FY 2004 Estimated Expenditures					
Agency Request	564.81	32,273,600	3,005,800	84,956,100	120,235,500
Governor's Recommendation	*564.81*	*32,273,600*	*3,005,800*	*84,956,100*	*120,235,500*
Removal of One-Time Expenditures					

Remove funding provided for one-time items.

Agency Request	0.00	(3,400)	(373,700)	(3,181,900)	(3,559,000)
Governor's Recommendation	*0.00*	*(3,400)*	*(373,700)*	*(3,181,900)*	*(3,559,000)*
Base Adjustments					

Restores one-time transfer of funds from Self-Reliance to Indirect Support for the development of a Case Management Information System.

Agency Request	0.00	300,000	0	0	300,000
Governor's Recommendation	*0.00*	*300,000*	*0*	*0*	*300,000*
FY 2005 Base					
Agency Request	564.81	32,570,200	2,632,100	81,774,200	116,976,500
Governor's Recommendation	*564.81*	*32,570,200*	*2,632,100*	*81,774,200*	*116,976,500*
Personnel Cost Rollups					

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.

Agency Request	0.00	320,900	0	392,100	713,000
Governor's Recommendation	*0.00*	*320,900*	*0*	*392,100*	*713,000*

Division of Welfare

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	833,500	0	956,700	1,790,200
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Includes $166,400 ($83,300 General Fund) to replace eight vehicles and $81,900 ($36,900 General Fund) to replace 130 desktop computers and 33 monitors.					
Agency Request	0.00	120,200	0	128,100	248,300
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Provides $1,744,500 in increased federal cash assistance payments under the Temporary Assistance for Families in Idaho (TAFI), and $1,100,000 for enhanced ongoing federal funds to more accurately reflect the funds generated in the Self-Reliance programs. It also includes a reduction of $154,900 ($69,700 General Fund) due to adjustments in building service space charges.					
Agency Request	0.00	(69,700)	0	2,759,300	2,689,600
The Governor recommends no adjustment to building space charges for state agencies					
Governor's Recommendation	*0.00*	*0*	*0*	*2,844,500*	*2,844,500*
Annualizations					
Annualizes the supplemental request for implementing the CHIP Access Card program.					
Agency Request	0.00	421,200	0	514,800	936,000
Governor's Recommendation	*0.00*	*421,200*	*0*	*514,800*	*936,000*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	109,900	0	134,200	244,100
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*222,500*	*0*	*271,700*	*494,200*
Fund Shifts					
Shifts moneys from federal funds to the General Fund due to a change in the composite Federal Medical Assistance Participation (FMAP) rate, which has gone from 70.585% to 70.580%.					
Agency Request	0.00	500	0	(500)	0
Governor's Recommendation	*0.00*	*500*	*0*	*(500)*	*0*
FY 2005 Total					
Agency Request	564.81	34,306,700	2,632,100	86,658,900	123,597,700
Governor's Recommendation	*564.81*	*33,535,300*	*2,632,100*	*85,796,800*	*121,964,200*
Agency Request					
Change from Original App	4.61	1,834,800	(281,900)	5,035,500	6,588,400
% Change from Original App	0.8%	5.7%	(9.7%)	6.2%	5.6%
Governor's Recommendation					
Change from Original App	*4.61*	*1,063,400*	*(281,900)*	*4,173,400*	*4,954,900*
% Change from Original App	*0.8%*	*3.3%*	*(9.7%)*	*5.1%*	*4.2%*

Blank Page

Public Health Districts

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	9,437,500	9,437,500	9,166,300	9,435,900	*9,488,400*
Dedicated	515,200	489,500	515,000	0	*0*
Total:	**9,952,700**	**9,927,000**	**9,681,300**	**9,435,900**	***9,488,400***
Percent Change:		(0.3%)	(2.5%)	(2.5%)	*(2.0%)*
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	8,213,200	0	0	*0*
Operating Expenditures	0	1,701,900	0	0	*0*
Trustee/Benefit	0	11,900	0	9,435,900	*9,488,400*
Lump Sum	9,952,700	0	9,681,300	0	*0*
Total:	**9,952,700**	**9,927,000**	**9,681,300**	**9,435,900**	***9,488,400***

Department Description

The mission of the Public Health Districts is to prevent disease, disability and premature death; to promote healthy lifestyles; and to protect and promote the health and quality of our environment.

Public Health Districts

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**0.00**	**9,166,300**	**9,681,300**	***0.00***	***9,166,300***	***9,681,300***
Non-Cognizable Funds and Transfers	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Estimated Expenditures	**0.00**	**9,166,300**	**9,681,300**	***0.00***	***9,166,300***	***9,681,300***
Removal of One-Time Expenditures	0.00	0	(515,000)	*0.00*	*0*	*(515,000)*
FY 2005 Base	**0.00**	**9,166,300**	**9,166,300**	***0.00***	***9,166,300***	***9,166,300***
Personnel Cost Rollups	0.00	183,200	183,200	*0.00*	*183,200*	*183,200*
Inflationary Adjustments	0.00	32,300	32,300	*0.00*	*13,900*	*13,900*
Nonstandard Adjustments	0.00	(15,100)	(15,100)	*0.00*	*(15,100)*	*(15,100)*
Change in Employee Compensation	0.00	69,200	69,200	*0.00*	*140,100*	*140,100*
FY 2005 Program Maintenance	**0.00**	**9,435,900**	**9,435,900**	***0.00***	***9,488,400***	***9,488,400***
Lump Sum or Other Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**0.00**	**9,435,900**	**9,435,900**	***0.00***	***9,488,400***	***9,488,400***
Change from Original Appropriation	0.00	269,600	(245,400)	*0.00*	*322,100*	*(192,900)*
% Change from Original Appropriation		2.9%	(2.5%)		3.5%	(2.0%)

Public Health Districts

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	0.00	9,166,300	515,000	0	9,681,300
Non-Cognizable Funds and Transfers					
Includes lump sum allocation and transfers between expense classes.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Estimated Expenditures					
Agency Request	0.00	9,166,300	515,000	0	9,681,300
Governor's Recommendation	*0.00*	*9,166,300*	*515,000*	*0*	*9,681,300*
Removal of One-Time Expenditures					
Removes one-time expenses associated with the Millennium Fund.					
Agency Request	0.00	0	(515,000)	0	(515,000)
Governor's Recommendation	*0.00*	*0*	*(515,000)*	*0*	*(515,000)*
FY 2005 Base					
Agency Request	0.00	9,166,300	0	0	9,166,300
Governor's Recommendation	*0.00*	*9,166,300*	*0*	*0*	*9,166,300*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	183,200	0	0	183,200
Governor's Recommendation	*0.00*	*183,200*	*0*	*0*	*183,200*
Inflationary Adjustments					
Includes $18,400 for a general inflationary increase of 1.9%, and $13,900 for a medical inflationary increase of 3.5%.					
Agency Request	0.00	32,300	0	0	32,300
The Governor recommends no increase for general inflation, and a 3.5% increase for medical inflation.					
Governor's Recommendation	*0.00*	*13,900*	*0*	*0*	*13,900*
Nonstandard Adjustments					
Reflects adjustments in insurance costs and State Controller and State Treasurer fees.					
Agency Request	0.00	(15,100)	0	0	(15,100)
Governor's Recommendation	*0.00*	*(15,100)*	*0*	*0*	*(15,100)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	69,200	0	0	69,200
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*140,100*	*0*	*0*	*140,100*
FY 2005 Program Maintenance					
Agency Request	0.00	9,435,900	0	0	9,435,900
Governor's Recommendation	*0.00*	*9,488,400*	*0*	*0*	*9,488,400*

Public Health Districts

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Lump Sum or Other Adjustments					
A lump sum appropriation removes all restrictions that limit the transfer of moneys among Personnel Costs, Operating Expenses, Capital Outlay and Trustee/Benefit Payments. As an exception to state budget laws, a lump sum appropriation requires specific legislative authorization and approval per Section 67-3508(1), Idaho Code.					
Agency Request	0.00	0	0	0	0
Recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	0.00	9,435,900	0	0	9,435,900
Governor's Recommendation	*0.00*	*9,488,400*	*0*	*0*	*9,488,400*
Agency Request					
Change from Original App	0.00	269,600	(515,000)	0	(245,400)
% Change from Original App		2.9%	(100.0%)		(2.5%)
Governor's Recommendation					
Change from Original App	*0.00*	*322,100*	*(515,000)*	*0*	*(192,900)*
% Change from Original App		*3.5%*	*(100.0%)*		*(2.0%)*

Public Health Districts
Issues & Information

Analyst: Burns

Budget Request by Appropriated & Non-Appropriated Funds

		Approp	Approp	Non-Appropriated			
Decision Unit	**FTP**	**General**	**Millennium**	**County**	**Contracts**	**Fees**	**Total**
FY 2004 APPROPRIATION	**754.62**	**9,166,300**	**515,000**	**6,853,200**	**18,503,100**	**11,135,100**	**46,172,700**
FTP or Fund Adjustment	(22.00)	0	0	(8,800)	754,100	1,423,200	2,168,500
FY 2004 ESTIMATE	**732.62**	**9,166,300**	**515,000**	**6,844,400**	**19,257,200**	**12,558,300**	**48,341,200**
Remove One-Time	(14.00)	0	(515,000)	0	(801,200)	(2,124,200)	(3,440,400)
FY 2005 BASE							
Agency Request	718.62	9,166,300	0	6,844,400	18,456,000	10,434,100	44,900,800
Governor's Rec	*718.62*	*9,166,300*	*0*	*6,844,400*	*18,456,000*	*10,434,100*	*44,900,800*
Personnel Cost Rollups							
Agency Request	0.00	183,200	0	123,700	332,800	178,200	817,900
Governor's Rec	*0.00*	*183,200*	*0*	*123,700*	*332,800*	*178,200*	*817,900*
General Inflation							
Agency Request	0.00	18,400	0	21,200	67,900	40,300	147,800
Governor's Rec	*0.00*	*0*	*0*	*0*	*0*	*0*	*0*
Medical Inflation							
Agency Request	0.00	13,900	0	15,300	54,300	27,200	110,700
Governor's Rec	*0.00*	*13,900*	*0*	*15,300*	*54,300*	*27,200*	*110,700*
Nonstandard Adjustments							
Agency Request	14.00	(15,100)	0	(18,600)	737,400	(26,400)	677,300
Governor's Rec	*0.00*	*(15,100)*	*0*	*(18,600)*	*737,400*	*(26,400)*	*677,300*
CEC							
Agency Request	0.00	69,200	0	46,800	124,800	66,000	306,800
Governor's Rec	*0.00*	*140,100*	*0*	*94,800*	*252,700*	*133,600*	*621,200*
FY 2005 MAINTENANCE							
Agency Request	732.62	9,435,900	0	7,032,800	19,773,200	10,719,400	46,961,300
Governor's Rec	*718.62*	*9,488,400*	*0*	*7,059,600*	*19,833,200*	*10,746,700*	*47,127,900*
Millennium Fund							
Agency Request	0.00	0	523,800	0	0	0	523,800
Governor's Rec	*0.00*	*0*	*515,000*	*0*	*0*	*0*	*515,000*
FY 2005 PROGRAM TOTAL							
Agency Request	732.62	9,435,900	523,800	7,032,800	19,773,200	10,719,400	47,485,100
Governor's Rec	*718.62*	*9,488,400*	*515,000*	*7,059,600*	*19,833,200*	*10,746,700*	*47,642,900*
Agency Request - $ Difference	(22.00)	269,600	8,800	179,600	1,270,100	(415,700)	1,312,400
Percent Change	(2.9%)	2.9%	1.7%	2.6%	6.9%	(3.7%)	2.8%
Gov's Rec - $ Difference	*(36.00)*	*322,100*	*0*	*206,400*	*1,330,100*	*(388,400)*	*1,470,200*
Percent Change	*(4.8%)*	*3.5%*	*0.0%*	*3.0%*	*7.2%*	*(3.5%)*	*3.2%*

State Appropriation and County Contribution Summary

1 Fiscal Year	2 General Fund	3 Increase/ (Decrease)	4 Percentage Change	5 County Fund	6 Increase/ (Decrease)	7 Percentage Change	8 State Match*
1980	2,080,000	288,100	16.08%	3,035,700	70,310	2.37%	**68.52%**
1981	2,112,300	32,300	1.55%	3,156,200	120,500	3.97%	**66.93%**
1982	2,078,100	(34,200)	(1.62%)	3,109,400	(46,800)	(1.48%)	**66.83%**
1983	2,054,200	(23,900)	(1.15%)	3,149,700	40,300	1.30%	**65.22%**
1984	1,988,500	(65,700)	(3.20%)	3,247,200	97,500	3.10%	**61.24%**
1985	2,172,100	183,600	9.23%	3,342,000	94,800	2.92%	**64.99%**
1986	2,221,500	49,400	2.27%	3,526,800	184,800	5.53%	**62.99%**
1987	2,313,100	91,600	4.12%	3,631,400	104,600	2.97%	**63.70%**
1988	2,464,000	150,900	6.52%	3,725,000	93,600	2.58%	**66.15%**
1989	2,620,000	156,000	6.33%	3,900,000	175,000	4.70%	**67.18%**
1990	3,008,200	388,200	14.82%	3,973,300	73,300	1.88%	**75.71%**
1991	4,117,700	1,109,500	36.88%	4,162,700	189,400	4.77%	**98.92%**
1992	4,093,500	(24,200)	(0.59%)	4,405,600	242,900	5.84%	**92.92%**
1993	4,270,500	177,000	4.32%	4,624,600	219,000	4.97%	**92.34%**
1994	5,343,700	1,073,200	25.13%	4,953,600	329,000	7.11%	**107.88%**
1995	7,049,000	1,705,300	31.91%	5,274,200	320,600	6.47%	**133.65%**
1996	7,410,500	361,500	5.13%	5,574,500	300,300	5.69%	**132.94%**
1997	7,729,800	319,300	4.31%	5,774,000	199,500	3.58%	**133.87%**
1998	7,729,800	0	0.00%	5,845,600	71,600	1.24%	**132.23%**
1999	8,272,700	542,900	7.02%	6,106,900	261,300	4.47%	**135.46%**
2000	8,789,500	516,800	6.25%	6,315,500	208,600	3.42%	**139.17%**
2001	9,118,100	328,600	3.97%	6,500,800	185,300	3.03%	**140.26%**
2002	10,134,100	1,016,000	11.14%	6,670,300	169,500	2.61%	**151.93%**
2003	9,437,500	(696,600)	(6.87%)	6,735,100	64,800	0.97%	**140.12%**
2004 Est	9,166,300	(271,200)	(2.68%)	6,844,400	109,300	1.64%	**133.92%**
2005 Est	9,435,900	269,600	2.86%	6,732,800	(111,600)	(1.66%)	**140.15%**

** Column 8 = Column 2/Column5*

Public Health Districts
Issues & Information

Analyst: Burns

Strategic Plan 2005

Strategic Plan 2005 is the Public Health Districts' health promotion agenda for the next five years. It is based on Healthy People 2010, the nation's health promotion agenda released in January 2000. The plan identifies eleven health indicators along with related goals, as summarized below. Seven of the goals involve promoting healthy behaviors, such as increasing physical activity and reducing tobacco use. These are especially important because, according to the Districts, unhealthy behaviors account for nearly half the premature deaths in Idaho. Strategies will be developed to help Idahoans modify those unhealthy behaviors and to address other areas of concern, such as the environment and access to health care.

	Health Indicators	Goals
1.	**Physical Activity**	Improve health, fitness, and quality of life through daily physical activity
2.	**Overweight and Obesity**	Promote health and reduce chronic disease associated with diet and weight
3.	**Tobacco Use**	Reduce illness, disability and death related to tobacco use and exposure to secondhand smoke
4.	**Substance Abuse**	Reduce substance abuse to protect the health, safety, and quality of life for all, especially children
5.	**Responsible Sexual Behavior**	Promote responsible sexual behaviors
6.	**Mental Health**	Promote mental health and ensure access to appropriate, quality mental health services
7.	**Injury and Violence**	Reduce injuries, disabilities, and death due to unintentional injuries and violence
8.	**Environmental Health**	Promote health for all through a healthy environment
9.	**Immunizations**	Reduce or eliminate vaccine-preventable disease
10.	**Access to Health Care**	Improve access to comprehensive, high-quality health care services
11.	**Public Health Infrastructure**	Ensure that Idaho's Public Health Districts have the infrastructure to provide essential services

Blank Page

Idaho Legislative Budget Book

Public Safety

2004 Legislative Session

Correction, Department of ..... 3 - 3

Support Division ..... 3 - 5

Operations Division ..... 3 - 13

Idaho Correctional Center ..... 3 - 29

Pardons & Parole, Commission ..... 3 - 33

Judicial Branch ..... 3 - 39

Juvenile Corrections, Department of ..... 3 - 45

Police, Idaho State ..... 3 - 53

Brand Inspection ..... 3 - 55

Police, Division of Idaho State ..... 3 - 61

POST Academy ..... 3 - 71

Racing Commission ..... 3 - 77

Blank Page

Idaho Legislative Budget Book

Department of Correction

2004 Legislative Session

Support Division ..... 3 - 5

Operations Division ..... 3 - 13

Idaho Correctional Center ..... 3 - 29

Pardons & Parole, Commission ..... 3 - 33

Department of Correction

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY DIVISION					
Support Division	19,110,500	20,122,000	21,866,000	23,591,900	*22,364,700*
Operations Division	81,904,000	76,447,600	83,877,000	92,418,500	*84,579,100*
Idaho Correctional Center	21,231,500	21,266,900	17,888,700	18,433,900	*18,433,900*
Pardons & Parole, Commission	1,227,600	1,172,000	1,608,700	1,636,900	*1,625,700*
Total:	**123,473,600**	**119,008,500**	**125,240,400**	**136,081,200**	***127,003,400***
BY FUND CATEGORY					
General	105,994,300	104,749,700	109,000,000	119,490,400	*110,511,000*
Dedicated	12,029,700	10,005,600	12,106,600	12,640,200	*12,534,500*
Federal	5,449,600	4,253,200	4,133,800	3,950,600	*3,957,900*
Total:	**123,473,600**	**119,008,500**	**125,240,400**	**136,081,200**	***127,003,400***
Percent Change:		(3.6%)	5.2%	8.7%	*1.4%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	62,798,600	60,818,400	65,490,500	69,728,600	*68,586,900*
Operating Expenditures	55,654,600	53,888,200	55,670,600	61,648,700	*56,047,000*
Capital Outlay	3,270,400	2,674,400	1,329,300	2,953,900	*619,500*
Trustee/Benefit	1,750,000	1,627,500	1,750,000	1,750,000	*1,750,000*
Lump Sum	0	0	1,000,000	0	*0*
Total:	**123,473,600**	**119,008,500**	**125,240,400**	**136,081,200**	***127,003,400***
Full-Time Positions (FTP)	1,385.30	1,385.30	1,417.30	1,456.30	*1,418.80*

Department Description

The Department is comprised of those functions under the constitutionally mandated Board of Correction and the statutorily created Commission for Pardons and Parole. The Governor appoints the three-member Board of Correction, which in turn appoints the director to the Board of Correction. The director oversees the Support Division, the Operations Division, and the contract management of the Idaho Correctional Center.

The Governor appoints the five members of the Commission for Pardons and Parole with the members being subject to Senate confirmation. The executive director to the Commission is also appointed by the Governor and is responsible for the day-to-day operations of the Commission staff.

Support Division

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Support Services	8,115,300	8,997,300	9,813,600	10,477,200	*9,737,900*
Medical Services Contract	10,995,200	11,124,700	12,052,400	13,114,700	*12,626,800*
Total:	**19,110,500**	**20,122,000**	**21,866,000**	**23,591,900**	***22,364,700***
BY FUND CATEGORY					
General	16,753,900	17,899,600	18,854,800	20,654,900	*19,425,500*
Dedicated	289,900	293,600	888,700	836,300	*837,900*
Federal	2,066,700	1,928,800	2,122,500	2,100,700	*2,101,300*
Total:	**19,110,500**	**20,122,000**	**21,866,000**	**23,591,900**	***22,364,700***
Percent Change:		5.3%	8.7%	7.9%	*2.3%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	3,649,200	4,518,900	4,696,400	4,882,900	*4,927,400*
Operating Expenditures	13,711,300	13,869,200	15,372,000	16,220,400	*15,687,300*
Capital Outlay	0	106,400	47,600	738,600	*0*
Trustee/Benefit	1,750,000	1,627,500	1,750,000	1,750,000	*1,750,000*
Total:	**19,110,500**	**20,122,000**	**21,866,000**	**23,591,900**	***22,364,700***
Full-Time Positions (FTP)	72.50	87.50	88.00	90.00	*90.00*

Division Description

The Support Division includes the director's office, and has oversight of information services, construction, financial services, inmate placement, central records, research and audit, and human resource services. The Medical Services Contract Program is also funded separately under the Support Division.

Support Division

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**88.00**	**18,854,800**	**21,866,000**	***88.00***	***18,854,800***	***21,866,000***
Non-Cognizable Funds and Transfers	2.00	98,100	98,100	*2.00*	*98,100*	*98,100*
FY 2004 Estimated Expenditures	**90.00**	**18,952,900**	**21,964,100**	***90.00***	***18,952,900***	***21,964,100***
Removal of One-Time Expenditures	0.00	0	(58,000)	*0.00*	*0*	*(58,000)*
Base Adjustments	0.00	0	(24,000)	*0.00*	*0*	*(24,000)*
FY 2005 Base	**90.00**	**18,952,900**	**21,882,100**	***90.00***	***18,952,900***	***21,882,100***
Personnel Cost Rollups	0.00	102,200	111,100	*0.00*	*102,200*	*111,100*
Inflationary Adjustments	0.00	38,900	39,400	*0.00*	*0*	*0*
Replacement Items	0.00	744,400	744,400	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	287,800	283,600	*0.00*	*287,800*	*283,600*
Change in Employee Compensation	0.00	40,800	43,400	*0.00*	*82,600*	*87,900*
FY 2005 Program Maintenance	**90.00**	**20,167,000**	**23,104,000**	***90.00***	***19,425,500***	***22,364,700***
1. Medical Costs for Add'l Beds	0.00	97,900	97,900	*0.00*	*0*	*0*
2. Hepatitis C Treatment	0.00	390,000	390,000	*0.00*	*0*	*0*
FY 2005 Total	**90.00**	**20,654,900**	**23,591,900**	***90.00***	***19,425,500***	***22,364,700***
Change from Original Appropriation	2.00	1,800,100	1,725,900	*2.00*	*570,700*	*498,700*
% Change from Original Appropriation		9.5%	7.9%		3.0%	2.3%

Support Division

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	88.00	18,854,800	888,700	2,122,500	21,866,000
Non-Cognizable Funds and Transfers					
Transfers a .50 federally funded FTP from Offender Programs, and .50 FTP from ISCI to match existing staffing levels in the Support Services Program. Also, transferred one FTP and $52,100 from Offender Programs to create a computer support position. The FTP and funding were originally authorized for a program coordinator as part of the Governor's Substance Abuse Initiative in FY 2001. An additional $46,000 for the office lease was transferred from Operations Administration to the Support Services Program.					
Agency Request	2.00	98,100	0	0	98,100
Governor's Recommendation	*2.00*	*98,100*	*0*	*0*	*98,100*
FY 2004 Estimated Expenditures					
Agency Request	90.00	18,952,900	888,700	2,122,500	21,964,100
Governor's Recommendation	*90.00*	*18,952,900*	*888,700*	*2,122,500*	*21,964,100*
Removal of One-Time Expenditures					
Agency Request	0.00	0	(58,000)	0	(58,000)
Governor's Recommendation	*0.00*	*0*	*(58,000)*	*0*	*(58,000)*
Base Adjustments					
Base reduction to account for the decrease in grant funding for the Violent Offender Incarceration/Truth in Sentencing Grant (VOITIS) of $23,800, and Criminal Alien Assistance by $200.					
Agency Request	0.00	0	0	(24,000)	(24,000)
Governor's Recommendation	*0.00*	*0*	*0*	*(24,000)*	*(24,000)*
FY 2005 Base					
Agency Request	90.00	18,952,900	830,700	2,098,500	21,882,100
Governor's Recommendation	*90.00*	*18,952,900*	*830,700*	*2,098,500*	*21,882,100*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	102,200	7,200	1,700	111,100
Governor's Recommendation	*0.00*	*102,200*	*7,200*	*1,700*	*111,100*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	38,900	500	0	39,400
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Replacement capital outlay includes $23,100 for one mid-size sedan for inmate transports, $415,700 for 499 desktop PCs, $147,000 for 49 servers, $90,000 for 60 laptops, $22,500 for 15 developer desktops, $13,000 for five fax machines, $22,500 for three copiers, $4,800 for satellite phones. Computer-related items are for the entire department. Replacement operating expenditures include $5,000 for 60 sets of belly chains and leg irons, and $800 for three cell phones with chargers.					
Agency Request	0.00	744,400	0	0	744,400
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Support Division

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					
This request is for $574,400 from the General Fund to pay the annual Medical Contract increase which is the lower of 4.5% or the percentage increase in the Medical Care Component of the Consumer Price Index for all Urban Consumers for the Northwest Region using June 2003.					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property/casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. The combined reduction for these services is $290,800 from the General Fund.					
Agency Request	0.00	287,800	(4,200)	0	283,600
Governor's Recommendation	*0.00*	*287,800*	*(4,200)*	*0*	*283,600*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	40,800	2,100	500	43,400
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*82,600*	*4,200*	*1,100*	*87,900*
FY 2005 Program Maintenance					
Agency Request	90.00	20,167,000	836,300	2,100,700	23,104,000
Governor's Recommendation	*90.00*	*19,425,500*	*837,900*	*2,101,300*	*22,364,700*
1. Medical Costs for Add'l Beds					**Medical Services Contract**
This request is for additional funding to pay the increased cost of the medical service contract due to an increase in inmate population.					
Agency Request	0.00	97,900	0	0	97,900
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
2. Hepatitis C Treatment					**Medical Services Contract**
This request is to provide funding to support increased Hepatitis C treatment. These funds would not be incorporated into the existing medical contract, but would be managed on a case-by-case basis for offenders in prison whom are identified as meeting qualification standards. Presently, there are 483 diagnosed cases of Hepatitis C in the prison population. It is anticipated that eventually approximately 10% of that number will qualify for treatment according to newest guidelines from the Centers for Disease Control and National Institute of Health. The duration of treatment varies from 24 to 48 weeks, depending on the specific type of Hepatitis C virus. It is projected that implementing a policy consistent with above referenced treatment guidelines may exceed $490,000 per year.					
Agency Request	0.00	390,000	0	0	390,000
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	90.00	20,654,900	836,300	2,100,700	23,591,900
Governor's Recommendation	*90.00*	*19,425,500*	*837,900*	*2,101,300*	*22,364,700*

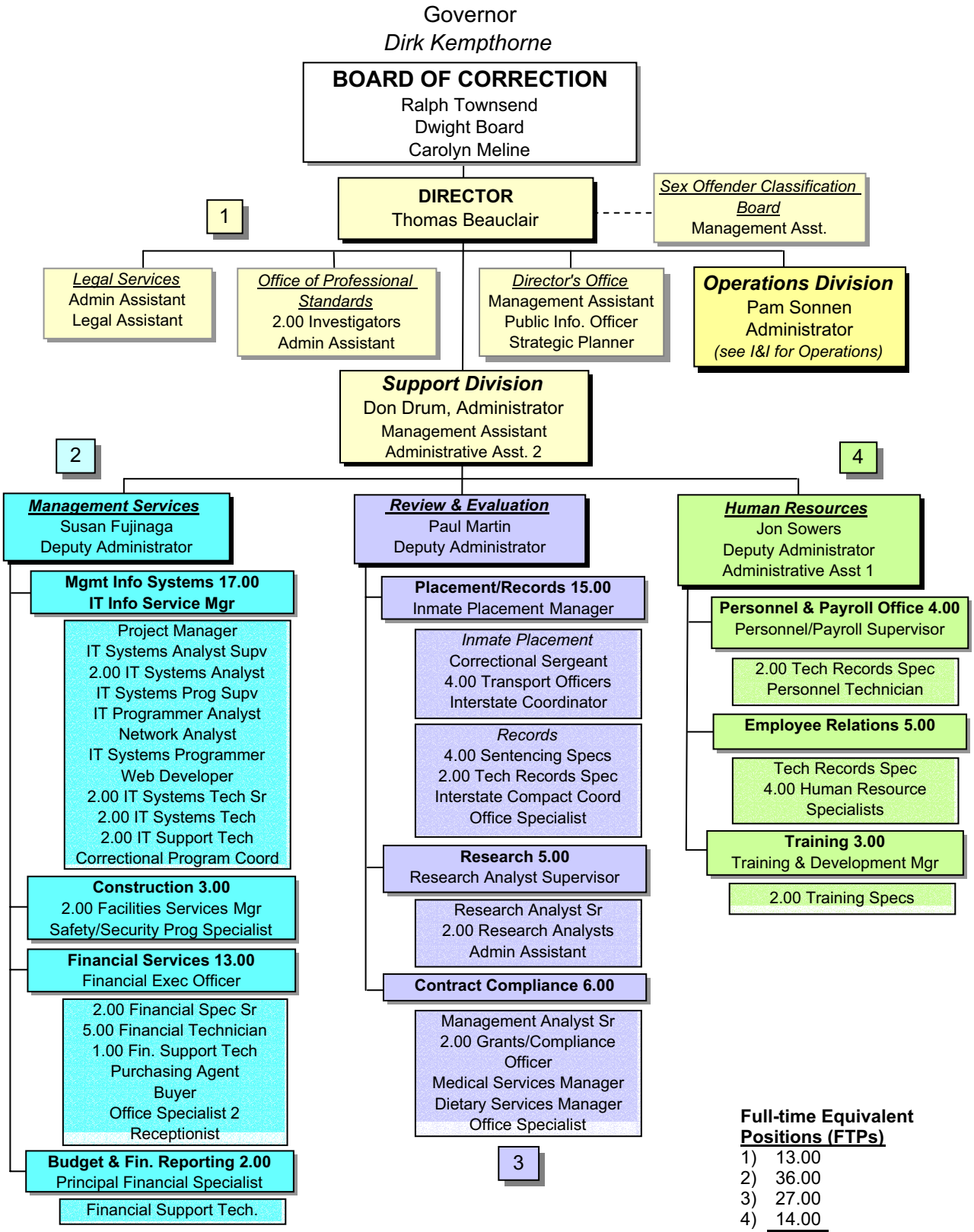
Support Division

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Agency Request					
Change from Original App	2.00	1,800,100	(52,400)	(21,800)	1,725,900
% Change from Original App	2.3%	9.5%	(5.9%)	(1.0%)	7.9%
Governor's Recommendation					
Change from Original App	*2.00*	*570,700*	*(50,800)*	*(21,200)*	*498,700*
% Change from Original App	*2.3%*	*3.0%*	*(5.7%)*	*(1.0%)*	*2.3%*

Support Division
Issues & Information

Organizational Chart - FY 2005 Base



Full-time Equivalent Positions (FTPs)

1)	13.00
2)	36.00
3)	27.00
4)	14.00
Total	90.00 *FY 2005 Base*

Support Division
Issues & Information

MEDICAL CONTRACT DETAILS - FY 2005 REQUEST

Facility	Safe Operating Capacity	Contractual Capacity	July Sept 04 Daily Rate	Extended Costs	Oct-June 05 Daily Rate	Extended Costs	Total Projected Costs
ISCI	1338	1275	$8.23	$965,379	$8.60	$2,993,567	$3,958,946
ICI-O	509	500	$5.48	$252,080	$5.73	$781,681	1,033,761
NICI	369	279	$5.66	$145,281	$5.91	$450,505	595,786
SICI	659	560	$6.55	$337,456	$6.84	$1,046,425	1,383,881
IMSI	552	600	$8.72	$481,344	$9.11	$1,492,611	1,973,955
SAWC	125	112	$5.31	$54,714	$5.55	$169,665	224,379
PWCC	279	276	$13.74	$348,886	$14.36	$1,081,869	1,430,755
	3831	3602		$2,585,140		$8,016,323	$10,601,463
CWC Nampa	84	84	$0.54	$4,173	$0.56	$12,941	$17,114
CWC SICI	70	0	$0.54	$0	$0.56	$0	$0
CWC E Boise	96	72	$0.54	$3,577	$0.56	$11,092	14,669
CWC Twin Falls	81	81	$0.54	$4,024	$0.56	$12,478	16,502
CWC Idaho Falls	84	77	$0.54	$3,825	$0.56	$11,862	15,688
	415	314		$15,600		$48,373	$63,972
1) BASE CONTRACT:	4246	3916		$2,600,740		$8,064,696	$10,665,436
2) BASE CONTRACT ADJUSTMENTS:							
SBWCC	120	123		$185,558		$387,537	$573,095
Idaho Corr. Center	1272	1270	$0.54	$63,094	$0.56	$195,648	258,742
County Jails	217.5		$0.54	$10,805	$0.56	$33,507	44,312
	1609.5	1393		$259,457		$616,692	$876,149
3) EXCESS OVER BASE CONTRACT: Difference between Safe Operating Capacity & Contractual Capacity							
Over Base Contract		330	$6.93	$279,002	$7.24	$580,724	$859,726
Less 64 Inmates from IMSI/ICI-O		(64)	$6.93	($40,804)	$7.24	($126,530)	($167,333)
SAWC Tents		75	$6.93	63,410	$7.24	16,837	80,247
SICI Annex		100	$6.93	84,546	$7.24	175,977	260,523
SAWC Annex		75			$7.24	81,993	81,993
		516		$386,153		$729,002	$1,115,155

4) CONTRACT AMENDMENTS:	
SAWC upgrade CNS position with a registered nurse (Amendment 2)	$12,600
Increase provider time at Community Work Centers (Amendment 3)	$25,300
PWCC Psych Technical Coordinator upgrade to Psych Registered Nurse (Amendment 3)	30,100
	$68,000
5) TOTAL FY 2005 CONTRACT PROPOSAL:	$12,724,740
6) FUNDING REQUEST:	
FY 2004 Original Appropriation	$12,052,400
Nonstandard Adjustment - Contract Inflation 4.5%	574,400
Medical Costs for Additional Beds	97,900
FY 2004 Total Funding Request	$12,724,700

Blank Page

Operations Division

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Operations Administration	5,152,200	5,047,700	5,278,900	8,111,300	*4,080,700*
Offender Programs	4,048,600	3,212,400	4,001,100	2,669,300	*2,597,100*
Community Supervision	14,492,200	12,592,300	15,099,700	16,473,400	*15,256,300*
Community Work Centers	4,693,700	4,513,700	3,835,700	4,062,300	*3,869,500*
Idaho State Corr Inst - Boise	18,377,000	17,416,900	18,183,100	19,243,800	*18,912,700*
Idaho Corr Inst - Orofino	8,333,200	7,611,500	8,625,100	9,162,600	*9,016,600*
N Idaho Corr Inst - Cottonwood	3,794,800	3,401,300	3,762,500	4,352,000	*4,238,400*
S Idaho Corr Inst - Boise	7,126,600	7,095,500	7,609,700	9,652,100	*8,424,500*
Idaho Max Sec Inst - Boise	8,509,400	8,422,000	8,642,900	9,132,800	*9,088,000*
St. Anthony Work Camp	2,554,900	2,492,200	2,778,500	3,025,000	*2,703,300*
Pocatello Women's Corr Center	4,821,400	4,642,100	4,984,800	5,355,000	*5,237,900*
S Boise Women's Corr Center	0	0	1,075,000	1,178,900	*1,154,100*
Total:	**81,904,000**	**76,447,600**	**83,877,000**	**92,418,500**	***84,579,100***
BY FUND CATEGORY					
General	67,397,700	65,009,900	70,992,100	79,189,000	*71,450,200*
Dedicated	11,123,400	9,113,300	10,873,600	11,379,600	*11,272,300*
Federal	3,382,900	2,324,400	2,011,300	1,849,900	*1,856,600*
Total:	**81,904,000**	**76,447,600**	**83,877,000**	**92,418,500**	***84,579,100***
Percent Change:		(6.7%)	9.7%	10.2%	*0.8%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	58,155,400	55,334,400	59,520,700	63,530,500	*62,333,300*
Operating Expenditures	21,794,900	19,865,200	22,106,800	26,691,500	*21,626,300*
Capital Outlay	1,953,700	1,248,000	1,249,500	2,196,500	*619,500*
Lump Sum	0	0	1,000,000	0	*0*
Total:	**81,904,000**	**76,447,600**	**83,877,000**	**92,418,500**	***84,579,100***
Full-Time Positions (FTP)	1,292.80	1,277.80	1,303.30	1,340.30	*1,302.80*

Division Description

The Operations Division has oversight of programs, community corrections and prisons. The prisons are the Idaho State Correctional Institution (ISCI), Idaho Correctional Institution - Orofino (ICI-O), North Idaho Correctional Institution at Cottonwood (NICI), the South Idaho Correctional Institution at Boise (SICI), the Idaho Maximum Security Institution at Boise (IMSI), the St. Anthony Work Center (SAWC), the Pocatello Women's Correctional Center (PWCC), and the South Boise Women's Correctional Center (SBWCC). There are three community work centers for men located in Nampa, Twin Falls, and Idaho Falls, and one for women in East Boise. There are community corrections district offices located throughout the state. District 1 is located in Coeur d'Alene with satellite offices in Sandpoint and Wallace; District 2 in Lewiston with satellite offices in Orofino, Moscow, and Grangeville; District 3 in Caldwell with satellite offices in Weiser and Emmett; District 4 in Boise with satellite offices in McCall, Eagle, Meridian, and in Mountain home; District 5 in Twin Falls with satellite offices in Hailey and Burley; District 6 in Pocatello with a satellite office in Preston; and District 7 in Idaho Falls with satellite offices in Rexburg and Blackfoot. The department handles adult felons sentenced by the courts.

Operations Division

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**1,303.30**	**70,992,100**	**83,877,000**	***1,303.30***	***70,992,100***	***83,877,000***
1. Beds & Temp Staff/Lock Replacement	0.00	130,200	130,200	*0.00*	*46,600*	*46,600*
2. Open 100 Bed SICI Annex	14.00	351,800	351,800	*0.00*	*0*	*0*
3. Remove $ for Population Contingency	0.00	0	0	*0.00*	*(1,000,000)*	*(1,000,000)*
FY 2004 Total Appropriation	**1,317.30**	**71,474,100**	**84,359,000**	***1,303.30***	***70,038,700***	***82,923,600***
Non-Cognizable Funds and Transfers	(2.00)	(98,100)	125,500	*(2.00)*	*(98,100)*	*125,500*
FY 2004 Estimated Expenditures	**1,315.30**	**71,376,000**	**84,484,500**	***1,301.30***	***69,940,600***	***83,049,100***
Removal of One-Time Expenditures	0.00	(2,165,900)	(2,812,100)	*0.00*	*(889,900)*	*(1,536,100)*
Base Adjustments	0.00	0	(232,800)	*0.00*	*0*	*(303,900)*
FY 2005 Base	**1,315.30**	**69,210,100**	**81,439,600**	***1,301.30***	***69,050,700***	***81,209,100***
Personnel Cost Rollups	0.00	1,402,200	1,540,300	*0.00*	*1,402,200*	*1,540,300*
Inflationary Adjustments	0.00	224,500	305,700	*0.00*	*0*	*0*
Replacement Items	0.00	1,251,200	1,688,000	*0.00*	*0*	*436,800*
Nonstandard Adjustments	0.00	(207,500)	(225,100)	*0.00*	*(249,500)*	*(267,100)*
Annualizations	0.00	774,700	774,700	*0.00*	*0*	*0*
Change in Employee Compensation	0.00	469,800	520,200	*0.00*	*951,000*	*1,053,100*
Fund Shifts	0.00	235,500	0	*(0.50)*	*50,100*	*(185,400)*
FY 2005 Program Maintenance	**1,315.30**	**73,360,500**	**86,043,400**	***1,300.80***	***71,204,500***	***83,786,800***
1. Growth in Community Corrections	16.00	1,174,700	1,174,700	*0.00*	*0*	*0*
2. Open St. Anthony Annex	5.00	309,700	309,700	*0.00*	*0*	*0*
3. Growth in County Jail Housing	0.00	2,880,900	2,880,900	*0.00*	*0*	*0*
4. Beds & Temp Staff/Lock Rplcmnt	0.00	1,275,900	1,275,900	*0.00*	*291,300*	*291,300*
5. Correctional Officers for Work Center	2.00	(45,600)	170,800	*2.00*	*(45,600)*	*170,800*
6. Interns for GPS Monitoring Service	0.00	0	46,300	*0.00*	*0*	*46,300*
7. Add'l Transitional Services	0.00	0	150,000	*0.00*	*0*	*150,000*
8. Maintenance Staff	2.00	93,600	93,600	*0.00*	*0*	*0*
9. Funds to Contract for Maintenance	0.00	40,000	40,000	*0.00*	*0*	*0*
10. Special Project Funding	0.00	0	133,900	*0.00*	*0*	*133,900*
11. Unit Surveillance	0.00	71,300	71,300	*0.00*	*0*	*0*
12. Religious Activities Coordinator	0.00	28,000	28,000	*0.00*	*0*	*0*
FY 2005 Total	**1,340.30**	**79,189,000**	**92,418,500**	***1,302.80***	***71,450,200***	***84,579,100***
Change from Original Appropriation	37.00	8,196,900	8,541,500	*(0.50)*	*458,100*	*702,100*
% Change from Original Appropriation		11.5%	10.2%		0.6%	0.8%

Operations Division

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	1,303.30	70,992,100	10,873,600	2,011,300	83,877,000

1. Beds & Temp Staff/Lock Replacement — **IMSI-Boise, Operations Administration**

The Operation Administration Program is requesting $83,600 to house inmates from IMSI (maximum security) while the locking system is being replaced. The department plans to place sixty-four inmates in the county jails for 31 days @ $42.15 per day. An additional $984,600 is being requested in an enhancement decision unit for FY 2005 to place additional inmates in county jails due to the lock replacement at both IMSI and ICI-Orofino.

IMSI is requesting $46,600 for additional temporary security staff while the locking system is being replaced and the institution will be on manual key operation. The request is for $37,800 in personnel, $2,400 in operating expenses, and $6,400 for capital outlay. The entire request is one-time. An additional $204,500 in one-time personnel costs is being requested in an enhancement decision unit for FY 2005.

Agency Request	0.00	130,200	0	0	130,200

There is no funding recommended to house inmates in county jails during the lock replacement in FY 2004 or FY 2005. Funding is recommended for the full request from IMSI for temporary personnel to safely operate the prison.

Governor's Recommendation	*0.00*	*46,600*	*0*	*0*	*46,600*

2. Open 100 Bed SICI Annex — **South Idaho Correctional Institution - Boise**

This request is to fund staff, operating expenses and capital outlay necessary to open 100 beds for work project inmates. The department is requesting to add a correctional sergeant, six correctional officers, a food service supervisor and two food service officers, one pre-release specialist, two drug/alcohol rehabilitation specialists, and an office specialist 2. Total requested personnel costs are $112,800. Of the requested $111,600 in operating expenditures for a May opening, $65,000 is one-time. Requested capital outlay totals $127,400 and is for computer equipment - $14,000, kitchen equipment - $40,400, 15-passenger van - $20,400, weapons - $1,600, radios - $8,000, washers and dryers - $27,600, water conditioner, vacuum, floor buffer - $4,400, and office furniture and equipment - $11,000. The department is requesting an additional $774,700 in an annualization decision unit for FY 2005. Of that total $540,400 is personnel costs, and $234,300 is operating expenditures.

Agency Request	14.00	351,800	0	0	351,800

Not recommended.

Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

3. Remove $ for Population Contingency — **Operations Administration**

Agency Request	0.00	0	0	0	0

Remove one-time lump sum appropriation for population contingencies.

Analyst Comment: This was provided by the Legislature in case the inmate population exceeded the forecast in FY 2004. The forecast has since been revised downward by from 488 to 247, a reduction of 241, for the period July 2003 through June 2004. Actual growth has remained behind the revised forecast.

Governor's Recommendation	*0.00*	*(1,000,000)*	*0*	*0*	*(1,000,000)*
FY 2004 Total Appropriation					
Agency Request	1,317.30	71,474,100	10,873,600	2,011,300	84,359,000
Governor's Recommendation	*1,303.30*	*70,038,700*	*10,873,600*	*2,011,300*	*82,923,600*

Operations Division

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Non-Cognizable Funds and Transfers					

TO SUPPORT SERVICES DIVISION:
(1) Transfers .50 FTP each from ISCI and Offenders Programs for a total of 1.00 FTP.

(2) Also transfers one FTP and $52,100 from Offender Programs to the Support Services Division to create a computer trainer position. The FTP and funding were originally authorized for a program coordinator as part of the Governor's Substance Abuse Initiative in FY 2001. An additional $46,000 for the office lease was transferred from Operations Administration to the Support Services Program.

WITHIN OPERATIONS DIVISION:
(1) Transfers 1.00 FTP and $61,300 from Community Supervision to Offender Programs for a clinical supervisor to oversee treatment programs.

(2) Increases spending authority in Community Supervision by $3,900 for personnel costs to match spending authority to available federal cash.

(3) The department received a federal Byrne grant to provide eight temporary part-time technical interns to expand the current global positioning tracking system in Community Supervision. Additional federal spending authority was granted in personnel costs - $43,700, operating expenditures - $2,600, and capital outlay - $23,400, for a total of $69,700. These funds are removed and continued spending authority requested for FY 2005 in decision unit 12.06.

(4) The department received authorization to spend $150,000 in Community Supervision from a federal Byrne grant to provide transitional housing to nonviolent offenders, thereby leaving additional prison space available for more violent offenders. These funds are removed and continued spending authority requested for FY 2005 in decision unit 12.07.

Agency Request	(2.00)	(98,100)	0	223,600	125,500
Governor's Recommendation	*(2.00)*	*(98,100)*	*0*	*223,600*	*125,500*
FY 2004 Estimated Expenditures					
Agency Request	1,315.30	71,376,000	10,873,600	2,234,900	84,484,500
Governor's Recommendation	*1,301.30*	*69,940,600*	*10,873,600*	*2,234,900*	*83,049,100*
Removal of One-Time Expenditures					
Agency Request	0.00	(2,165,900)	(426,500)	(219,700)	(2,812,100)
Governor's Recommendation	*0.00*	*(889,900)*	*(426,500)*	*(219,700)*	*(1,536,100)*
Base Adjustments					

Reduces dedicated spending authority due to the discontinuance of the county-funded DETOUR program, and federal funds are adjusted downward to projected grant levels for FY 2005.

Agency Request	0.00	0	(80,500)	(152,300)	(232,800)

In addition, the Governor recommends the removal of $71,100 in ISCI to reflect the expected lowered payout ratio from the endowment fund reserve account.

Governor's Recommendation	*0.00*	*0*	*(151,600)*	*(152,300)*	*(303,900)*
FY 2005 Base					
Agency Request	1,315.30	69,210,100	10,366,600	1,862,900	81,439,600
Governor's Recommendation	*1,301.30*	*69,050,700*	*10,295,500*	*1,862,900*	*81,209,100*

Operations Division

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	1,402,200	118,300	19,800	1,540,300
Governor's Recommendation	*0.00*	*1,402,200*	*118,300*	*19,800*	*1,540,300*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	224,500	81,200	0	305,700
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Please review Issues & Information page 3 - 26 for details on Replacement Items for this division.					
Agency Request	0.00	1,251,200	436,800	0	1,688,000
The Governor recommends no General Funds for Replacement Items in this division.					
Governor's Recommendation	*0.00*	*0*	*436,800*	*0*	*436,800*
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property/casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Risk management fees are being reduced by $267,100. The department is also requesting an additional $42,000 from the General Fund to pay for projected increased costs of administering the GED.					
Agency Request	0.00	(207,500)	(17,600)	0	(225,100)
Governor's Recommendation	*0.00*	*(249,500)*	*(17,600)*	*0*	*(267,100)*
Annualizations					
Funding is requested to operate the 100-bed SICI Annex for the entire FY 2005. A portion of funding - $351,800 - was requested in a supplemental decision unit.					
Agency Request	0.00	774,700	0	0	774,700
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	469,800	44,000	6,400	520,200
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*951,000*	*89,000*	*13,100*	*1,053,100*

Operations Division

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Fund Shifts					
1) Offenders Programs is requesting $18,100 in personnel costs and .50 FTP for the projected loss of funding for a research analyst position from the Carl Perkins federal grant (education).					
2) Community Supervision is requesting $50,100 in personnel costs and 1.00 FTP for a probation and parole officer position to support Drug Courts in the 7th Judicial District. The position was originally funded through a three-year Byrne grant authorized by the Idaho Criminal Justice Committee.					
3) Operations Administration is requesting a fund shift to the General Fund of $167,300 from the projected reduction of the federal Criminal Illegal Alien Assistance Grant. More local governmental entities are applying to the federal government for the funds thereby reducing the state's share of reimbursement.					
Agency Request	0.00	235,500	0	(235,500)	0
The Governor recommends maintaining the funding for the probation & parole officer in District 7 working with the Drug Court Program.					
Governor's Recommendation	*(0.50)*	*50,100*	*0*	*(235,500)*	*(185,400)*
FY 2005 Program Maintenance					
Agency Request	1,315.30	73,360,500	11,029,300	1,653,600	86,043,400
Governor's Recommendation	*1,300.80*	*71,204,500*	*10,922,000*	*1,660,300*	*83,786,800*
1. Growth in Community Corrections					**Community Supervision**
This request is to fund an additional 14 probation & parole officers and two pre-sentence investigators due to an anticipated increase in population. Requested personnel costs total $850,300, operating expenditures $123,000, and one-time capital outlay $201,400.					
Agency Request	16.00	1,174,700	0	0	1,174,700
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
2. Open St. Anthony Annex					**St. Anthony Work Camp**
This request is for funding to open the 100-bed addition that will be ready in January 2005. The department is proposing to discontinue housing inmates in tents and use the funding provided for this purpose to offset the increased costs of operating this addition. This request is for three months of operating expenses, purchase of one-time items, and capital outlay. This request includes $124,200 in personnel costs for four correctional officers and one psycho-social rehab specialist, $39,700 in ongoing operating expenditures, and $62,600 for computer equipment, a photocopier, office furniture, surveillance cameras, radios, and commercial washers and dryers.					
Agency Request	5.00	309,700	0	0	309,700
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
3. Growth in County Jail Housing					**Operations Administration**
This request is for funds to pay for additional county jail inmate housing.					
Agency Request	0.00	2,880,900	0	0	2,880,900
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Operations Division

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
4. Beds & Temp Staff/Lock Rplcmnt					**Op Admin, ICI-Orofino, IMSI-Boise**

1) Funding in the amount of $984,600 is requested to house 64 inmates in county jails while the locking systems are being repaired at IMSI and ICI-O throughout FY 2005. This request is in the Operations Administration Program

2) A request is also made for $86,800 to hire temporary staff while the locking system is being repaired at ICI-Orofino. The request is for $78,000 in personnel costs, $2,400 in operating expenditures, and $6,400 in capital outlay. The entire request is for one-time funding.

3) Personnel costs of $204,500 are requested for IMSI to continue hiring temporary correctional officers while the lock replacement project is completed in FY 2005.

Agency Request	0.00	1,275,900	0	0	1,275,900

The recommendation is to fund the temporary staffing at IMSI and ICI-Orofino.

Governor's Recommendation	*0.00*	*291,300*	*0*	*0*	*291,300*

5. Correctional Officers for Work Center					**South Idaho Correctional Institution - Boise**

This request is for spending authority of inmate labor fund for two correctional officer positions for the work release center at SICI at a cost of $84,300, increase operating expenditures by $89,700 in the dedicated fund, and purchase two 15-passenger vans for $42,400. At the same time the department is proposing to reduce its dependence on the General Fund by $45,600 in operating expenditures. These beds were supported by $135,300 in operating expenditures from the General Fund in the FY 2004 appropriation.

Agency Request	2.00	(45,600)	216,400	0	170,800
Governor's Recommendation	*2.00*	*(45,600)*	*216,400*	*0*	*170,800*

6. Interns for GPS Monitoring Service					**Community Supervision**

The department received a federal Byrne grant to provide eight temporary part-time technical interns to expand the current global positioning tracking system.

Agency Request	0.00	0	0	46,300	46,300
Governor's Recommendation	*0.00*	*0*	*0*	*46,300*	*46,300*

7. Add'l Transitional Services					**Community Supervision**

The department received authorization to spend $150,000 from a federal Byrne grant to provide transitional housing to nonviolent offenders, thereby leaving additional prison space available for more violent offenders. These funds were initially authorized to be spent in FY 2004, and will be available each year until the end of FY 2006.

Agency Request	0.00	0	0	150,000	150,000
Governor's Recommendation	*0.00*	*0*	*0*	*150,000*	*150,000*

8. Maintenance Staff					**Idaho Correctional Institution - Orofino**

This request is to fund two additional maintenance personnel at ICI-O.

Agency Request	2.00	93,600	0	0	93,600

Not recommended.

Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

9. Funds to Contract for Maintenance					**Pocatello Women's Correctional Center**

This request is to fund a preventative maintenance program at PWCC.

Agency Request	0.00	40,000	0	0	40,000

Not recommeded.

Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Operations Division

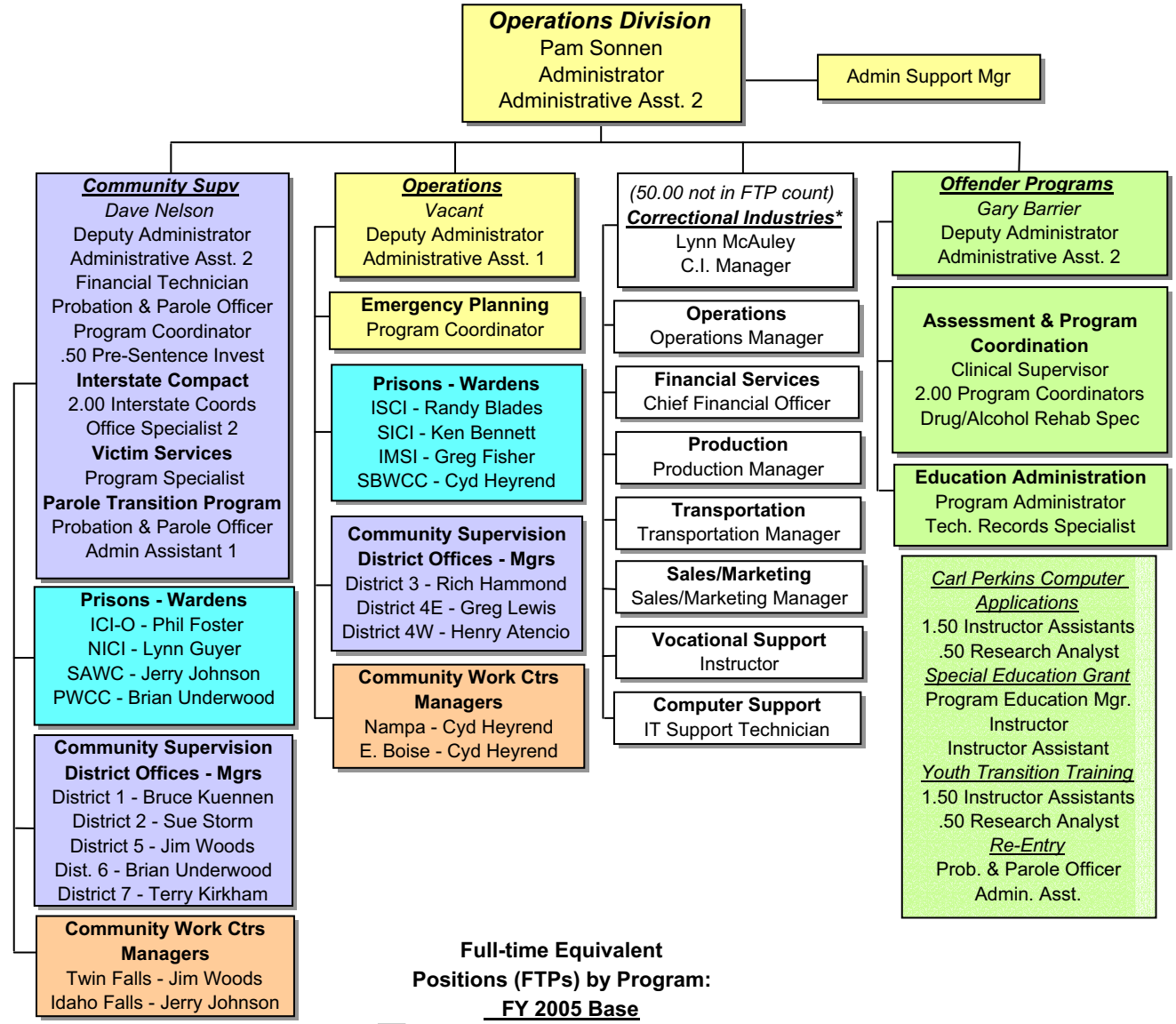
Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
10. Special Project Funding			**Idaho Correctional Institution - Orofino**		
This request is for additional equipment needed for work projects at ICI-O.					
Agency Request	0.00	0	133,900	0	133,900
Governor's Recommendation	*0.00*	*0*	*133,900*	*0*	*133,900*
11. Unit Surveillance			**North Idaho Correctional Institution - Cottonwood**		
This request is for funding to develop a surveillance system for four units and the facility's perimeter. This includes $14,000 for ongoing operating expenses, $42,900 for 34 surveillance cameras, $4,400 for seven monitors, $8,900 for 34 vandal-proof cameras, and $1,100 for recording equipment.					
Agency Request	0.00	71,300	0	0	71,300
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
12. Religious Activities Coordinator			**South Idaho Correctional Institution - Boise**		
This request is to increase the religious activities coordinator contract.					
Agency Request	0.00	28,000	0	0	28,000
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	1,340.30	79,189,000	11,379,600	1,849,900	92,418,500
Governor's Recommendation	*1,302.80*	*71,450,200*	*11,272,300*	*1,856,600*	*84,579,100*
Agency Request					
Change from Original App	37.00	8,196,900	506,000	(161,400)	8,541,500
% Change from Original App	2.8%	11.5%	4.7%	(8.0%)	10.2%
Governor's Recommendation					
Change from Original App	*(0.50)*	*458,100*	*398,700*	*(154,700)*	*702,100*
% Change from Original App	*0.0%*	*0.6%*	*3.7%*	*(7.7%)*	*0.8%*

Operations Division
Issues & Information

Analyst: Holland-Smith

Organizational Chart



	Full-time Equivalent Positions (FTPs) by Program: FY 2005 Base
Operations Administration	6.00
Offender Programs	17.47
Community Supv. Central Office	11.50
Community Supv. Districts	233.58
Community Work Centers	58.00
Idaho State Corr Inst-Boise ISCI	343.00
Idaho Corr Inst - Orofino ICI-O	141.04
N Idaho Corr Inst-Cottonwood NICI	67.00
S Idaho Corr Inst - Boise SICI	122.00
Idaho Max Sec Inst - Boise IMSI	158.50
St. Anthony Work Camp SAWC	33.21
Pocatello Women's Corr Ctr PWCC	92.00
S. Boise Women's Corr Ctr SBWCC	18.00
TOTAL	1,301.30

** C.I. is continuously appropriated, staff are nonclassified employees.*

Operations Division
Issues & Information

Analyst: Holland-Smith

COST PER DAY for FY 2003	ISCI	ICI-O	NICI	SICI	IMSI	SAWC	PWCC	SBWCC	AVE
Safe Operating Capacity	1,338	509	369	659	552	125	279	120	547
Average Occupancy	1,312	511	363	646	555	140	287	114	545
DIRECT INSTITUTIONAL COSTS									
Personnel Costs	28.20	31.36	18.97	22.70	33.40	33.57	35.35	18.07	29.08
Operating Expenditures	7.14	9.24	6.52	7.06	8.00	13.76	8.41	6.66	8.59
Capital Outlay	1.03	0.22	0.19	0.33	0.18	1.43	0.55	0.00	0.56
Total Daily Institutional Costs	$36.37	$40.82	$25.68	$30.09	$41.58	$48.76	$44.31	$24.73	$38.23
Administrative Srvs/Overhead	3.88	4.06	2.57	2.75	4.28	3.55	4.67	5.07	3.68
Operations Administration	0.46	0.46	0.46	0.46	0.46	0.46	0.46	0.00	0.46
Medical Services	7.89	5.26	5.42	6.28	8.36	5.09	13.17	10.27	7.35
Offender Programs	2.45	2.45	2.45	2.45	2.45	2.45	2.45	0.00	2.45
Total Daily Allocated Costs	$51.05	$53.05	$36.58	$42.03	$57.13	$60.31	$65.06	$40.07	$52.17
SOURCE OF FUNDING:									
General Fund	$46.22	$45.96	$34.94	$35.04	$55.54	$40.45	$59.86	$39.75	$45.43
Federal Funds	0.89	0.91	0.80	1.56	0.80	0.80	1.40	0.16	1.02
Inmate Work Receipts		5.27		4.99		18.80	1.84		4.41
Misc. Revenue/Inmate Mgmt	0.95	0.91	0.84	0.44	0.79	0.26	1.96	0.16	0.88
Endowment	2.99								0.43
TOTAL FUNDS FY 2003	*$51.05*	*$53.05*	*$36.58*	*$42.03*	*$57.13*	*$60.31*	*$65.06*	*$40.07*	*$52.17*

PRISONS STAFF-FY 2005 Base	ISCI	ICI-O	NICI	SICI	IMSI	SAWC	PWCC	SBWCC	TOTAL
INSTITUTION ADMIN/SUPPORT									
Warden	1.00	1.00	1.00	1.00	1.00		1.00		6.00
Deputy Warden	1.00	1.00		1.00	1.00		1.00		5.00
Management Assistant	1.00								1.00
Administrative Assistant	2.00	2.00	1.00	1.00	3.00	1.00		1.00	11.00
Technical Records Specialist	1.00	1.00					2.00		4.00
Business Operations Manager					0.00		1.00		1.00
Financial Technician	1.00	1.00	1.00	1.00	1.00	1.00			6.00
Financial Support Technician	1.00	1.00					1.00		3.00
Storekeeper	1.00								1.00
Transport Sergeant	1.00								1.00
Admin. Operations Manager	1.00								1.00
Office Specialist	4.00		1.00		1.00	1.00	1.00	1.00	9.00
Subtotal	***15.00***	***7.00***	***4.00***	***4.00***	***7.00***	***3.00***	***7.00***	***2.00***	***49.00***
SECURITY									
Deputy Warden - Security	1.00	1.00	1.00		1.00				4.00
Captain	1.00	1.00			1.00				3.00
Lieutenant	8.00	5.00	1.00	2.00	7.00	1.00	6.00	1.00	31.00
Sergeant	34.00	16.00	6.00	10.00	20.00	5.00	5.00	1.00	97.00
Corporal	8.00	0.00		1.00	1.00				10.00
Correctional Officer	212.00	77.00	29.00	50.00	102.00	11.00	49.00	9.00	539.00
Special Project Sergeant						1.00			1.00
Special Project Corr. Officers		13.00		16.00		6.00	3.00		38.00
Office Specialist 2					0.50	1.00			1.50
Admin Assistant 1	1.00			1.00					2.00
Subtotal	***265.00***	***113.00***	***37.00***	***80.00***	***132.50***	***25.00***	***63.00***	***11.00***	***726.50***
FOOD SERVICE									
Manager	1.00	1.00		1.00	1.00				4.00
Supervisor	1.00		1.00	1.00	1.00	1.00	1.00	1.00	7.00
Food Service Officer	13.00	5.00	3.00	6.00	6.00	2.00	3.00		38.00
Subtotal	***15.00***	***6.00***	***4.00***	***8.00***	***8.00***	***3.00***	***4.00***	***1.00***	***49.00***

Operations Division
Issues & Information

PRISONS STAFF-FY 2005 Base	ISCI	ICI-O	NICI	SICI	IMSI	SAWC	PWCC	SBWCC	TOTAL
MAINTENANCE									
Building Facility Foreman	1.00	1.00	1.00	1.00	1.00	1.00	1.00		7.00
Security/Safety System Foreman	2.00								2.00
Maintenance Foreman	1.00								1.00
Construction Foreman	1.00								1.00
Electrical Foreman	1.00			1.00					2.00
Electronics Foreman	1.00	1.00			1.00				3.00
Mechanical Systems Foreman	2.00								2.00
Maint. & Ops. Supervisor	1.00								1.00
Utility Craftsman	1.00								1.00
Maintenance Craftsman			1.00						1.00
Plumbing Foreman	1.00				1.00				2.00
Waste Water Trtmt Foreman				1.00					1.00
Motor Pool Foreman				1.00					1.00
Office Specialist 2	1.00								1.00
Subtotal	***13.00***	***2.00***	***2.00***	***4.00***	***3.00***	***1.00***	***1.00***		***26.00***
THERAPEUTIC PROGRAMS									
Program Manager		1.00	1.00						2.00
Drug/Alcohol Rehab Specialist		2.00	3.00	6.00			4.00	2.00	17.00
Pre-Release Specialist				1.00					1.00
Probation & Parole Officer				1.00					1.00
Training Specialist				1.00					1.00
Office Specialist 1		1.00	0.00	1.00			0.00		2.00
Subtotal	***0.00***	***4.00***	***4.00***	***10.00***	***0.00***	***0.00***	***4.00***	***2.00***	***24.00***
SOCIAL PROGRAMS									
Program Manager	1.00			1.00			1.00		3.00
Human Services Supervisor	1.00		1.00	1.00	1.00		1.00		5.00
Clinician	5.00	2.00	2.00	1.00	1.00		1.00		12.00
Psycho/Social Rehab. Spec.	10.00	3.00	4.00	5.00	4.00		3.00	2.00	31.00
Drug/Alcohol Rehab Specialist	4.00								
Employment Coordinator				2.00					2.00
Pre-Release Specialist				2.00		1.00	0.50		3.50
Administrative Assistant 1				1.00					1.00
Office Specialist 1			2.00						2.00
Subtotal	***21.00***	***5.00***	***9.00***	***13.00***	***6.00***	***1.00***	***6.50***	***2.00***	***59.50***
EDUCATION									
Program Manager	1.50	1.00	1.00	1.00					4.50
Instructor	6.50	1.00	4.00	2.00			2.00		15.50
Instructor Assistant	1.00								1.00
Media Generalist							1.00		1.00
Pre-Release Specialist			1.00						1.00
Subtotal	***9.00***	***2.00***	***6.00***	***3.00***	***0.00***	***0.00***	***3.00***	***0.00***	***23.00***
RELIGIOUS/RECREATIONAL									
Correctional Officer/Hobby	1.00								1.00
Religious Activities Coordinator	2.00						1.00		3.00
Office Specialist 1			1.00						1.00
Recreation Coordinator	1.00	1.00					1.00		3.00
Subtotal	***4.00***	***1.00***	***1.00***	***0.00***	***0.00***	***0.00***	***2.00***	***0.00***	***8.00***
LEGAL SERVICES									
Legal Assistant	1.00	1.00			2.00		1.00		5.00
TOTAL STAFFING PRISONS	***343.00***	***141.00***	***67.00***	***122.00***	***158.50***	***33.00***	***91.50***	***18.00***	***970.00***

Operations Division
Issues & Information

Analyst: Holland-Smith

1. COMMUNITY SUPERVISION DISTRICT OFFICES - FY 2005 Base

CASELOADS 11/30/03:	One	Two	Three	4th East	4th West	Five	Six	Seven	Total
# of Parolees	189	56	303	296	324	188	158	261	***1775***
# of Probationers	1008	446	1500	937	1325	1112	567	1114	***8009***
TOTAL	***1,197***	***502***	***1,803***	***1,233***	***1,649***	***1,300***	***725***	***1,375***	***9,784***
DISTRICT STAFFING:									
District Manager	1.00	1.00	1.00	1.00	1.00	1.00		1.00	***7.00***
Section Supervisor	1.00		2.00	0.00	3.00	2.00	1.00	2.00	***11.00***
Pre-Sentence Supervisor	1.00								***1.00***
Pre-Sentence Investigator	4.50	1.50	5.00	1.00	9.00	5.00	4.00	5.00	***35.00***
Probation & Parole Officer	18.00	9.50	27.50	17.00	24.00	18.00	11.00	22.00	***147.00***
Drug/Alcohol Rehab. Spec.	2.00	2.00	2.00	1.00	1.00	2.00	2.00	1.00	***13.00***
Admin. Assistant 1	1.00	1.00	1.00	1.00	2.00	1.00	1.00	1.00	***9.00***
Office Specialist 1			0.50						***0.50***
Office Specialist 2	1.40	1.00	1.50	1.00	1.00	1.25	1.00	2.00	***10.15***
TOTAL	***29.90***	***16.00***	***40.50***	***22.00***	***41.00***	***30.25***	***20.00***	***34.00***	***233.65***

2. COMMUNITY WORK CENTERS - FY 2005 Base

FACILITIES:	East Boise	Twin Falls	Idaho Falls	Nampa	Total
Safe Operating Capacity	96	81	84	84	345
STAFFING:					
CWC Manager	1.00		1.00		2.00
Employment Coordinator		1.00	1.00		2.00
Lieutenant	1.00	1.00	1.00	1.00	4.00
Sergeant	1.00	1.00	1.00		3.00
Corporal				1.00	1.00
Correctional Officers	7.00	7.00	6.00	7.00	27.00
Program Manager	1.00				1.00
Employment Coordinator	0.50				0.50
Psycho/Soc. Rehab. Spec.		1.00	1.00	2.00	4.00
Drug/Alcohol Rehab. Spec.	2.00	1.00	1.00	1.00	5.00
Food Service Supv/Officer	1.00	1.00	1.00	1.00	4.00
Admin. Assistant 1	1.00	1.00	1.00	1.00	4.00
Office Specialist	0.50				0.50
TOTAL	***16.00***	***14.00***	***14.00***	***14.00***	***58.00***

Operations Division
Issues & Information

FLOW MODEL CORRECTIONAL FORECAST

History of Offender Categories:	FY 1999 Actual	FY 2000 Actual	FY 2001 Actual	FY 2002 Actual	FY 2003 Actual
Term Admissions:					
New Court Commitments	533	576	651	598	662
Retained Jurisdiction Revoked	148	146	161	123	154
Probation Revoked	516	586	581	593	628
Parole Revoked	392	354	291	336	367
Total Term Admissions	1,589	1,662	1,684	1,650	1,811
Term Releases:					
Paroled	800	690	905	935	1116
Discharged	390	385	433	549	587
Total Term Releases	1,190	1,075	1,338	1,484	1,703
Net Term Admissions & Releases	399	587	346	166	108
Beginning Count of Term Offenders	3,500	3,915	4,502	4,848	5,014
Net Term Admissions and Releases	399	587	346	166	108
Ending Count of Term Offenders	3,899	4,502	4,848	5,014	5,122
Less Term Offenders not in Idaho Beds	(167)	(170)	(164)	(159)	(165)
Ending Count of Term Offenders in Idaho	3,732	4,332	4,684	4,855	4,957
Retained Jurisdiction	516	519	575	690	680
Parole Violators Reincarcerated	174	151	193	257	188
Total Inmates Incarcerated in Idaho	*4,422*	*5,002*	*5,452*	*5,802*	*5,825*
Percentage Increase	*10.6%*	*13.1%*	*9.0%*	*6.4%*	*0.4%*

Forecast of Offender Categories:	FY 2004 Orig Forecast	FY 2004 Rev Forecast	FY 2005 Orig Forecast	FY 2006 Forecast	FY 2007 Forecast
Term Admissions:					
New Court Commitments	726	674	714	747	776
Retained Jurisdiction Revoked	119	135	110	104	106
Probation Revoked	485	607	629	698	771
Parole Revoked	467	554	514	478	480
Total Term Admissions	1,797	1,970	1,967	2,027	2,133
Term Releases:					
Paroled	962	1,229	1,187	1227	1250
Discharged	400	474	471	506	522
Total Term Releases	1,362	1,703	1,658	1,733	1,772
Net Term Admissions & Releases	435	267	309	294	361
Beginning Count of Term Offenders	5,346	5,122	5,389	5,698	5,992
Net Term Admissions and Releases	435	267	309	294	361
Ending Count of Term Offenders	5,781	5,389	5,698	5,992	6,353
Less Term Offenders not in Idaho Beds	(172)	(167)	(171)	(175)	(180)
Ending Count of Term Offenders in Idaho	5,609	5,222	5,527	5,817	6,173
Retained Jurisdiction	785	676	660	676	692
Parole Violators Reincarcerated	246	174	150	141	119
Total Inmates Incarcerated in Idaho	*6,640*	*6,072*	*6,337*	*6,634*	*6,984*
Percentage Increase	*7.9%*	*4.2%*	*4.4%*	*4.7%*	*5.3%*
Forecasted Offenders by Gender:					
Male Term Offenders	5,064	4,752	4,998	5243	5,529
Male Inmates/Retained Jurisdiction	605	497	485	500	506
Male Parole Violators Reincarcerated	234	153	134	122	104
Total Male Offenders in Idaho	*5,903*	*5,402*	*5,617*	*5,865*	*6,139*
Female Term Offenders	545	470	529	574	644
Female Inmates/Retained Jurisdiction	180	179	175	176	186
Female Parole Violators Reincarcerated	12	21	16	19	15
Total Female Offenders in Idaho	*737*	*670*	*720*	*769*	*845*

Operations Division
Issues & Information

FY 2005 Replacement Items Request for the Operations Division by Program

	#	Autos & Pickups	Passenger Vans	Weapons	Washer & Dryers	Office Furn & Equip
Community Supervision	1	16,500				95,300
Community Work Ctrs	8		155,700			15,000
ISCI - Boise	6	68,700	40,800	23,500		7,700
ICI - Orofino	2		70,000		17,000	4,400
NICI - Cottonwood						7,500
SICI- Boise	9	159,800	238,000	7,400	20,800	
IMSI - Boise				26,100		1,900
St. Anthony WC				1,300		
Pocatello Women's Corr Ctr				2,500		31,100
S. Boise Women's Corr Ctr	1		17,500			1,600
Total	27	$245,000	$522,000	$60,800	$37,800	$164,500

	Other Equip	Radios	Kitchen Equip	Work Projects	Total
Community Supervision		3,000			$114,800
Community Work Ctrs	20,100	1,400	4,300		$196,500
ISCI - Boise	5,800	2,700	179,300		$328,500
ICI - Orofino	25,000	7,700	26,300	18,100	$168,500
NICI - Cottonwood	3,000	7,500	31,300		$49,300
SICI- Boise	68,500		115,100	2,200	$611,800
IMSI - Boise	8,400	11,400	27,800		$75,600
St. Anthony WC	6,600	2,200	4,100	9,800	$24,000
Pocatello Women's Corr Ctr	23,500		37,300		$94,400
S. Boise Women's Corr Ctr	1,900		3,600		$24,600
Total	$162,800	$35,900	$429,100	$30,100	$1,688,000

Community Supervision: one sedan for $16,500 to transport inmates, $18,000 for a telephone system, $72,800 for eight copiers, $1,500 for a fax machine, $3,000 for office chairs and desks, and $3,000 for five police radios.

- *Not recommended by the Governor.*

Community Work Centers: $21,200 for a 15-passenger van, $21,200 for a 12-passenger van, $17,500 for a 10-passenger van, $17,500 for an 8-passenger van, $78,300 for four 7-passenger vans @ $19,570 each, $13,700 for two photocopiers, $1,300 for a postal cabinet, $8,000 for a water heater, $11,200 for 27 wardrobes, $900 for a lawn mower, $1,400 for two radios, and $1,300 for a steam table, $800 for a food processor, $1,600 for a food slicer, and $600 for a fryer.

- *Not recommended by the Governor.*

ISCI: $21,300 for 3/4 ton pickup, $47,400 for three 1/2 ton pickups @ $15,800, $21,200 for a 15-passenger van, $19,600 for a seven-passenger van, $15,000 for 43 shotguns @ $350 each, $8,500 for 17 rifles @ $500 each, $7,700 for office chairs and desks, $5,800 for six floor buffers @ $975 each, $2,700 for six radio chargers @ $450 each, $150,000 for two combination ovens, $10,000 for six insulated food carts @ $1,650 each, $1,300 for a commercial microwave oven, and $18,000 for a dishwasher.

- *Not recommended by the Governor.*

Operations Division
Issues & Information

FY 2005 Replacement Items Request for the Operations Division by Program

ICI-O: $70,000 for two 15-passenger vans, $17,000 for three dryers, $3,500 for file cabinets and computer workstations, $900 for a camcorder, $6,000 for 4 floor buffers @ $1,500 each, $5,000 for 10 swamp coolers, $4,000 for eight air conditioners, $1,500 for an air compressor, $500 for a router, $2,500 for a table saw, $2,500 for a sewing machine, $3,000 for a satellite receiver, and $7,700 for 11 radios. Kitchen equipment includes $2,500 for a buffalo chopper, $2,700 for two chest freezers, $11,000 for a frialator, $1,600 for a reach-in freezer, $1,200 for a milk dispenser, $3,700 for two refrigerators, $3,600 for a food slicer. Work Projects are $6,600 for 11 chainsaws, $3,500 for five brushers, and $8,000 for two trailers.
- *The Governor recommends using $95,800 from the Inmate Labor Fund for department priorities.*
NICI: $2,100 for secretarial chairs, $5,400 for three file cabinets @ $1,800 each, $2,500 for a fire alarm in Unit One, $7,500 for ten radios @ $750 each, $500 for an air conditioner, $500 for a utility cart, $9,000 for a tilt skillet, $1,800 for a proof box, $5,000 for a bread slicer, and $15,000 for a food mixer.
- *Not recommended by the Governor.*
SICI: $26,800 for a flat bed truck, $46,000 for two 1-ton pickups @ $23,000 each, $19,000 for a 3/4 ton cargo van, $38,000 for two 3/4 pickups @ $19,000 each, $30,000 for a two-ton truck, $68,000 for two 9-passenger crew carriers @ $34,000 each, and $170,000 for five 15-passenger vans @ $34,000 each. Weapons are $4,200 for 14 shotguns @ $300 each, $3,200 for eight rifles @ $400 each, $20,800 for a clothes washer, $10,000 for a copier, $2,400 for three desks. Other equipment includes $3,200 for a pressure washer, $24,000 for an engine analyzer, $3,500 for a tire changer, $3,500 for a portable jetter for sewer lines, $20,000 for four swamp coolers for main dorm, $400 for vacuum, and $1,500 for a floor buffer. Kitchen equipment includes $2,800 for a buffalo chopper, $10,000 for two refrigerators, $9,500 for 80 qt. mixer, $2,800 for a microwave, $3,800 for a dough divider, $73,200 for a combination oven, $2,000 for a milk dispenser, $2,000 for a hot box, $2,000 for an ice box, $2,000 for a proof box, $1,200 for a meat slicer, $1,800 for a convection steamer, and $2,000 for a salad bar. Work Projects include $2,200 for two tents.
- *The Governor recommends using $331,200 from the Inmate Labor Fund for department priorities.*
IMSI: $11,300 for 15 rifles @ $753 each, $13,200 for 24 shotguns @ $550 each, $1,600 for a less than lethal weapon, $1,500 for a fax, and $400 for a desk chair. Other equipment includes $900 for training suit, and $6,800 for 17 stab vests @ $400 each, $700 for a floor buffer. $11,400 is requested for 19 portable radios @ $600 each. Kitchen equipment includes $2,200 for a bread slicer, $3,800 for a dough sheeter, $4,200 for two baker's tables, $11,400 for a 60 qt. mixer, and $6,200 for a 30 qt. mixer.
- *Not recommended by the Governor.*
St. Anthony Work Camp: $600 for two shotguns, $700 for two rifles, $1,600 for four office chairs, $1,600 for two desks, $500 for a wood cover. Other equipment includes $3,000 for two floor buffers, $600 for a planer. $1,500 is requested for two portable radios. Kitchen equipment includes $550 for a stainless chop table, $700 for a refrigerator, $1,850 for a frialator, and $1,000 for a sterilizer. Work projects include $9,800 for 14 chainsaws @ $700 each.
- *The Governor recommends using $9,800 from the Inmate Labor Fund for department priorities.*
PWCC: $1,100 for three pistols @ $360 each, and $1,400 for four shotguns @ $350 each. Office equipment includes $2,600 for a fax machine, $1,500 for a paper shredder, and $27,000 for three copiers. Other equipment includes $1,300 for an hydraulic jack, $1,300 for a floor buffer, $7,700 for 11 inmate wardrobes, and $13,200 for 25 inmate bunks. Kitchen equipment is $3,000 for two dish racks, $3,500 for a range griddle, $500 for a table, $3,500 for a buffalo chopper, $2,500 for a wash cart, $8,500 for a floor mixer, $3,000 for a food processor, $1,200 for a blender, $3,600 for a food slicer, and $8,000 for two steam tables.
- *Not recommended by the Governor.*
S. Boise WCC: $17,500 for an eight-passenger van, $1,600 for a fax, $1,900 for a floor buffer, $900 for a food handling cart, and $2,700 for an ice machine.
- *Not recommended by the Governor.*

Blank Page

Idaho Correctional Center

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	20,635,400	20,670,800	17,564,700	18,029,900	*18,029,900*
Dedicated	596,100	596,100	324,000	404,000	*404,000*
Total:	**21,231,500**	**21,266,900**	**17,888,700**	**18,433,900**	***18,433,900***
Percent Change:		0.2%	(15.9%)	3.0%	*3.0%*
BY OBJECT OF EXPENDITURE					
Operating Expenditures	19,914,800	19,946,900	17,888,700	18,433,900	*18,433,900*
Capital Outlay	1,316,700	1,320,000	0	0	*0*
Total:	**21,231,500**	**21,266,900**	**17,888,700**	**18,433,900**	***18,433,900***

Division Description

The privately operated state prison was completed in September 1999 and turned over to the Corrections Corporation of America until the state opened the prison in July 2000. The Corrections Corporation of America (CCA) was selected to design and build and operate the facility. The construction was financed with bonds through the Idaho Building Authority (IBA). Bonds were issued through the IBA, and the first of 27 payments to the IBA started in July 2000. The cost to build the facility was $49,986,944. This included all design and construction costs to provide the state with a complete, furnished facility.

The occupancy contract with CCA requires that the contractor operate the facility in conformance with department policy. CCA is also responsible to hire and train all staff necessary to operate the facility. The department is responsible to monitor and enforce the operational contract. CCA's operational contract is based on a unit cost per inmate and is for an initial three-year period.

The prison is a combination 1,272-bed medium and minimum custody institution. There are three, 128-cell housing-units for medium security inmates. Each of these cells house two inmates. There are two, 252-bed minimum security dormitory units. There are also 44 administrative segregation cells (1 inmate per cell). In addition to the housing units the new prison has a medical treatment area, laundry facility, kitchen and group dining, occupational training areas with classrooms, indoor and outdoor recreational, religious, and visiting areas, and administrative office areas.

Idaho Correctional Center

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**0.00**	**17,564,700**	**17,888,700**	***0.00***	***17,564,700***	***17,888,700***
1. Additional PIE Revenue	0.00	0	80,000	*0.00*	*0*	*80,000*
FY 2004 Total Appropriation	**0.00**	**17,564,700**	**17,968,700**	***0.00***	***17,564,700***	***17,968,700***
FY 2005 Base	**0.00**	**17,564,700**	**17,968,700**	***0.00***	***17,564,700***	***17,968,700***
Nonstandard Adjustments	0.00	465,200	465,200	*0.00*	*465,200*	*465,200*
FY 2005 Total	**0.00**	**18,029,900**	**18,433,900**	***0.00***	***18,029,900***	***18,433,900***
Change from Original Appropriation	0.00	465,200	545,200	*0.00*	*465,200*	*545,200*
% Change from Original Appropriation		2.6%	3.0%		2.6%	3.0%

Idaho Correctional Center

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	0.00	17,564,700	324,000	0	17,888,700
1. Additional PIE Revenue					
Revenue generated from inmate work in the Prison Industry Enhancement program (PIE) is more than originally projected for FY 2004. This additional spending authority will allow the department to maintain the inmate population at 1,270 for the balance of the fiscal year. At the beginning of the fiscal year the department placed a higher level of inmates into the prison than were funded in the FY 2004 Original Appropriation. They have since reduced that number down to an average of 1,270.					
Agency Request	0.00	0	80,000	0	80,000
Governor's Recommendation	*0.00*	*0*	*80,000*	*0*	*80,000*
FY 2004 Total Appropriation					
Agency Request	0.00	17,564,700	404,000	0	17,968,700
Governor's Recommendation	*0.00*	*17,564,700*	*404,000*	*0*	*17,968,700*
FY 2005 Base					
Agency Request	0.00	17,564,700	404,000	0	17,968,700
Governor's Recommendation	*0.00*	*17,564,700*	*404,000*	*0*	*17,968,700*
Nonstandard Adjustments					
Provide for the contractual per diem rate increase from $39.87 to $41.07 per day for inmates housed at the Idaho Correctional Center for a total increase of $474,700 for the original 1,270 beds.					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property/casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Risk management fees are being reduced by $9,500.					
Agency Request	0.00	465,200	0	0	465,200
Governor's Recommendation	*0.00*	*465,200*	*0*	*0*	*465,200*
FY 2005 Total					
Agency Request	0.00	18,029,900	404,000	0	18,433,900
Governor's Recommendation	*0.00*	*18,029,900*	*404,000*	*0*	*18,433,900*
Agency Request					
Change from Original App	0.00	465,200	80,000	0	545,200
% Change from Original App		2.6%	24.7%		3.0%
Governor's Recommendation					
Change from Original App	*0.00*	*465,200*	*80,000*	*0*	*545,200*
% Change from Original App		*2.6%*	*24.7%*		*3.0%*

Blank Page

Commission for Pardons & Parole

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	1,207,300	1,169,400	1,588,400	1,616,600	*1,605,400*
Dedicated	20,300	2,600	20,300	20,300	*20,300*
Total:	**1,227,600**	**1,172,000**	**1,608,700**	**1,636,900**	***1,625,700***
Percent Change:		(4.5%)	37.3%	1.8%	*1.1%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	994,000	965,100	1,273,400	1,315,200	*1,326,200*
Operating Expenditures	233,600	206,900	303,100	302,900	*299,500*
Capital Outlay	0	0	32,200	18,800	*0*
Total:	**1,227,600**	**1,172,000**	**1,608,700**	**1,636,900**	***1,625,700***
Full-Time Positions (FTP)	20.00	20.00	26.00	26.00	*26.00*

Division Description

The Idaho Commission for Pardons and Parole is charged with the responsibility for parole (inmates selected for release by the Commission after serving at least the minimum portion of their sentence), commutation (modification of an offender's sentence), and pardon (forgiveness of a sentence). The Commission's goal is to provide the highest degree of protection to society while providing offenders the opportunity to become responsible members of society. The five commission members are appointed by the Governor to five-year terms and are subject to Senate confirmation.

Commission for Pardons & Parole

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**26.00**	**1,588,400**	**1,608,700**	***26.00***	***1,588,400***	***1,608,700***
Removal of One-Time Expenditures	0.00	(32,200)	(32,200)	*0.00*	*(32,200)*	*(32,200)*
FY 2005 Base	**26.00**	**1,556,200**	**1,576,500**	***26.00***	***1,556,200***	***1,576,500***
Personnel Cost Rollups	0.00	31,100	31,100	*0.00*	*31,100*	*31,100*
Inflationary Adjustments	0.00	3,400	3,400	*0.00*	*0*	*0*
Replacement Items	0.00	18,800	18,800	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	(3,600)	(3,600)	*0.00*	*(3,600)*	*(3,600)*
Change in Employee Compensation	0.00	10,700	10,700	*0.00*	*21,700*	*21,700*
FY 2005 Total	**26.00**	**1,616,600**	**1,636,900**	***26.00***	***1,605,400***	***1,625,700***
Change from Original Appropriation	0.00	28,200	28,200	*0.00*	*17,000*	*17,000*
% Change from Original Appropriation		1.8%	1.8%		1.1%	1.1%

Commission for Pardons & Parole

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	26.00	1,588,400	20,300	0	1,608,700
Removal of One-Time Expenditures					
Agency Request	0.00	(32,200)	0	0	(32,200)
Governor's Recommendation	*0.00*	*(32,200)*	*0*	*0*	*(32,200)*
FY 2005 Base					
Agency Request	26.00	1,556,200	20,300	0	1,576,500
Governor's Recommendation	*26.00*	*1,556,200*	*20,300*	*0*	*1,576,500*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	31,100	0	0	31,100
Governor's Recommendation	*0.00*	*31,100*	*0*	*0*	*31,100*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	3,400	0	0	3,400
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Replacement Items include $9,000 for six personal computers @ $1,500 each, $4,500 for three printers @ $1,500 each, $3,500 for a network server, and $1,800 for a fax machine.					
Agency Request	0.00	18,800	0	0	18,800
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property/casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Risk management fees have been reduced by $3,600.					
Agency Request	0.00	(3,600)	0	0	(3,600)
Governor's Recommendation	*0.00*	*(3,600)*	*0*	*0*	*(3,600)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	10,700	0	0	10,700
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*21,700*	*0*	*0*	*21,700*
FY 2005 Total					
Agency Request	26.00	1,616,600	20,300	0	1,636,900
Governor's Recommendation	*26.00*	*1,605,400*	*20,300*	*0*	*1,625,700*

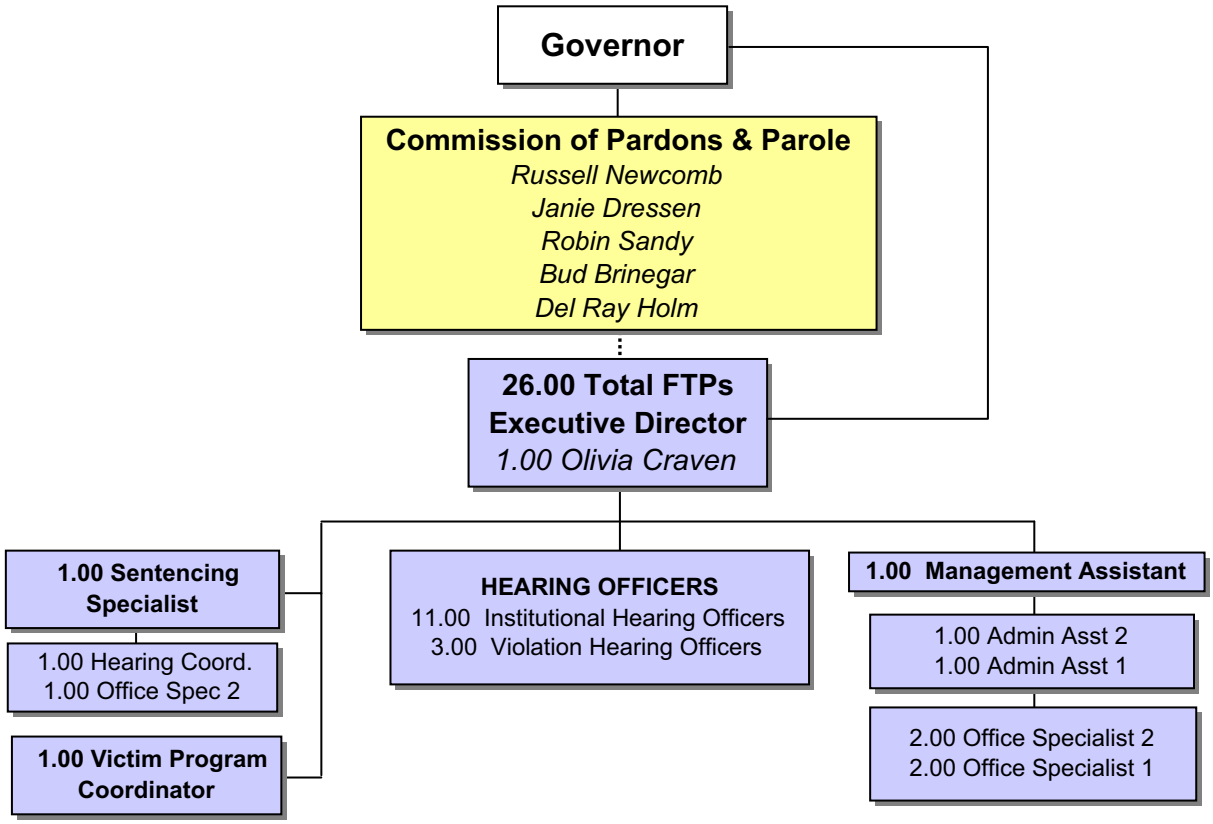
Commission for Pardons & Parole

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Agency Request					
Change from Original App	0.00	28,200	0	0	28,200
% Change from Original App	0.0%	1.8%	0.0%		1.8%
Governor's Recommendation					
Change from Original App	*0.00*	*17,000*	*0*	*0*	*17,000*
% Change from Original App	*0.0%*	*1.1%*	*0.0%*		*1.1%*

Commission for Pardons & Parole
Issues & Information

Organizational Chart



Blank Page

Judicial Branch

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Supreme Court	4,189,900	4,364,500	4,229,900	5,570,900	*5,570,900*
Law Library	663,300	494,300	662,500	500,400	*500,400*
District Courts	10,189,600	9,763,800	11,060,600	10,872,400	*10,872,400*
Magistrates Division	10,107,200	10,329,900	10,659,600	11,022,700	*11,022,700*
Judicial Council	115,600	90,700	111,300	113,400	*113,400*
Court of Appeals	1,102,800	1,105,300	1,115,500	1,148,300	*1,148,300*
Guardian Ad Litem Account	430,900	446,500	441,900	485,700	*485,700*
Snake River Basin Adjudication	798,800	745,100	783,700	900,200	*900,200*
Total:	**27,598,100**	**27,340,100**	**29,065,000**	**30,614,000**	***30,614,000***
BY FUND CATEGORY					
General	24,789,700	24,486,700	24,474,000	25,383,900	*25,383,900*
Dedicated	2,389,600	2,166,100	4,172,200	3,721,500	*3,721,500*
Federal	418,800	687,300	418,800	1,508,600	*1,508,600*
Total:	**27,598,100**	**27,340,100**	**29,065,000**	**30,614,000**	***30,614,000***
Percent Change:		(0.9%)	6.3%	5.3%	*5.3%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	22,332,600	21,762,500	0	22,935,200	*22,935,200*
Operating Expenditures	3,977,000	4,542,600	0	6,163,000	*6,163,000*
Capital Outlay	747,600	427,500	0	855,500	*855,500*
Trustee/Benefit	540,900	607,500	0	660,300	*660,300*
Lump Sum	0	0	29,065,000	0	*0*
Total:	**27,598,100**	**27,340,100**	**29,065,000**	**30,614,000**	***30,614,000***
Full-Time Positions (FTP)	247.00	247.00	247.00	247.00	*247.00*

Department Description

The Judicial Branch is made up of the following programs:
1) The Supreme Court of Idaho is the state's court of last resort. The Court hears appeals from final decisions of the District Court, as well as from orders of the PUC and the Industrial Commission.
2) The Law Library is the state repository for official publications received from other states and the federal government.
3) The District Courts have original jurisdiction over all civil and criminal cases, and appeals from the Magistrate Division, state agencies and boards.
4) The Magistrate Division has jurisdiction over cases involving domestic violence, domestic relations, juvenile cases, and civil cases under $10,000, felony preliminary hearings, criminal misdemeanors, and infractions.
5) The Idaho Judicial Council is empowered by statute to nominate persons to the Governor for appointment to vacancies on the Supreme Court, Court of Appeals, and District Courts and make recommendations to the Supreme Court for the removal, discipline and retirement of judicial officers.
6) The Court of Appeals provides another court to share the appellate caseload with the Idaho Supreme Court. The court has jurisdiction to hear and decide all cases assigned to it by the Supreme Court; except cases invoking the Supreme Court's original jurisdiction, appeals from the Industrial Commission, PUC, and death penalty cases.
7) Guardian Ad Litem grants are awarded to Court Appointed Special Advocate (CASA) programs to recruit, train and coordinate volunteers to act as court appointed special advocates for abused, neglected or abandoned children under the Child Protective Act.
8) The Snake River Basin Adjudication is a court process established to inventory all surface and ground water rights in the Snake River drainage.

Judicial Branch

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**247.00**	**24,474,000**	**29,065,000**	***247.00***	***24,474,000***	***29,065,000***
Non-Cognizable Funds and Transfers	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Estimated Expenditures	**247.00**	**24,474,000**	**29,065,000**	***247.00***	***24,474,000***	***29,065,000***
Removal of One-Time Expenditures	0.00	0	(721,000)	*0.00*	*0*	*(721,000)*
Base Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Base	**247.00**	**24,474,000**	**28,344,000**	***247.00***	***24,474,000***	***28,344,000***
Personnel Cost Rollups	0.00	324,300	325,600	*0.00*	*324,300*	*325,600*
Inflationary Adjustments	0.00	36,900	94,200	*0.00*	*36,900*	*94,200*
Replacement Items	0.00	55,500	55,500	*0.00*	*55,500*	*55,500*
Nonstandard Adjustments	0.00	(21,000)	1,262,900	*0.00*	*(21,000)*	*1,262,900*
Change in Employee Compensation	0.00	64,200	65,200	*0.00*	*64,200*	*65,200*
FY 2005 Program Maintenance	**247.00**	**24,933,900**	**30,147,400**	***247.00***	***24,933,900***	***30,147,400***
1. Expand Use of Senior Judges	0.00	248,500	248,500	*0.00*	*248,500*	*248,500*
2. Certified Court Interpreters	0.00	150,000	150,000	*0.00*	*150,000*	*150,000*
3. Increase Base Grant/Spend Interest	0.00	30,000	46,600	*0.00*	*30,000*	*46,600*
4. Increase in Water Right Decrees	0.00	21,500	21,500	*0.00*	*21,500*	*21,500*
FY 2005 Total	**247.00**	**25,383,900**	**30,614,000**	***247.00***	***25,383,900***	***30,614,000***
Change from Original Appropriation	0.00	909,900	1,549,000	*0.00*	*909,900*	*1,549,000*
% Change from Original Appropriation		3.7%	5.3%		3.7%	5.3%

Judicial Branch

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	247.00	24,474,000	4,172,200	418,800	29,065,000
Non-Cognizable Funds and Transfers					
Lump sum appropriation adjustments that net to zero.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Estimated Expenditures					
Agency Request	247.00	24,474,000	4,172,200	418,800	29,065,000
Governor's Recommendation	*247.00*	*24,474,000*	*4,172,200*	*418,800*	*29,065,000*
Removal of One-Time Expenditures					
Agency Request	0.00	0	(721,000)	0	(721,000)
Governor's Recommendation	*0.00*	*0*	*(721,000)*	*0*	*(721,000)*
Base Adjustments					
The Courts are transferring $170,700 in the General Fund from personnel costs into operating expenditures and trustee/benefits; and $52,500 from operating expenditures into capital outlay in the ISTARS Technology Fund. In addition, the Courts are reallocating General Funds from the Law Library ($174,200) and District Courts ($114,500) into the Supreme Court - $128,800, the Magistrates Division - $131,900, the Court of Appeals - $9,100, and the Snake River Basin Adjudication - $18,900.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	247.00	24,474,000	3,451,200	418,800	28,344,000
Governor's Recommendation	*247.00*	*24,474,000*	*3,451,200*	*418,800*	*28,344,000*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively. The Judicial Branch is requesting $302,000 in personnel costs for increased costs of health insurance and FICA, and $19,100 in trustee/benefits. An additional $13,300 is requested for the increased cost of life insurance for retired judges, and $5,800 for the increased cost of health care for senior judges.					
Agency Request	0.00	324,300	1,100	200	325,600
Governor's Recommendation	*0.00*	*324,300*	*1,100*	*200*	*325,600*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	36,900	49,300	8,000	94,200
The general inflation request is transmitted to the Legislature as received by the Governor. Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.					
Governor's Recommendation	*0.00*	*36,900*	*49,300*	*8,000*	*94,200*

Judicial Branch

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
Replacement Items					
The Courts are requesting funding for Replacement Items for the Snake River Basin Adjudication Program. This includes $1,500 for a fax machine, $7,000 for two printers, $20,000 for a copier, $4,500 for three computers, $13,500 for shelving, and $9,000 for recording equipment.					
Agency Request	0.00	55,500	0	0	55,500
The replacement item request is transmitted to the Legislature as received by the Governor. Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.					
Governor's Recommendation	*0.00*	*55,500*	*0*	*0*	*55,500*
Nonstandard Adjustments					
This request is to increase federal spending authority by $1,081,200 to match the growth in actual grants, and increase spending authority in the Court Services Fund by $202,700.					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property/casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Risk Management fees are reduced by $4,700, State Controller fees by $13,500, and State Treasurer fees by $2,800.					
Agency Request	0.00	(21,000)	202,700	1,081,200	1,262,900
Governor's Recommendation	*0.00*	*(21,000)*	*202,700*	*1,081,200*	*1,262,900*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions excluding members of the judiciary.					
Agency Request	0.00	64,200	600	400	65,200
The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.					
The Judicial Branch requested a 1% CEC (placeholder) in compliance with the Budget Development Manual. Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.					
Governor's Recommendation	*0.00*	*64,200*	*600*	*400*	*65,200*
FY 2005 Program Maintenance					
Agency Request	247.00	24,933,900	3,704,900	1,508,600	30,147,400
Governor's Recommendation	*247.00*	*24,933,900*	*3,704,900*	*1,508,600*	*30,147,400*

1. Expand Use of Senior Judges — **Supreme Court, Magistrates Division**

The Supreme Court requests funds for additional senior judge days (per diem, travel, and benefit costs for Plan A and Senior Magistrate Judges) to resolve disputes fairly and within the time standards adopted by the Supreme Court. A cadre of well-respected, experienced senior retired judges is available to be assigned to courts where the caseload needs are the greatest, or emergency circumstances exist. This enhancement will permit the Idaho courts to continue to resolve an increasing number of cases timely, and pursue further court innovations, without adding full-time judgeships. The request is $153,000 in personnel costs, $60,000 in operating expenditures for travel costs, and $35,500 in trustee/benefits for health insurance.

Agency Request	0.00	248,500	0	0	248,500
Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.					
Governor's Recommendation	*0.00*	*248,500*	*0*	*0*	*248,500*

Judicial Branch

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
2. Certified Court Interpreters					**Magistrates Division**
The Court believes that a regional strategy to attract certified court interpreters will allow the just and speedy resolution of criminal court cases involving non-English speaking defendants. This request proposes to distribute $30,000 to Judicial Districts 3, 4, 5, 6, and 7 to contract for certified interpreters.					
Agency Request	0.00	150,000	0	0	150,000
Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.					
Governor's Recommendation	*0.00*	*150,000*	*0*	*0*	*150,000*
3. Increase Base Grant/Spend Interest					**Guardian Ad Litem Account**
The grant recipients are requesting a funding increase of $30,000; and spending authority for expected interest income in the dedicated Guardian Ad Litem Fund.					
Agency Request	0.00	30,000	16,600	0	46,600
Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.					
Governor's Recommendation	*0.00*	*30,000*	*16,600*	*0*	*46,600*
4. Increase in Water Right Decrees					**Snake River Basin Adjudication**
Between now and FY 2005, the SRBA is expecting to receive the last 27 Director Reports from the Idaho Department of Water Resources, containing recommendations for approximately 25,000 irrigation claims. Of those, the SRBA expects approximately 20,000 to be decreed without objections. These estimates represent a very significant increase in volume, which will impact the quantity of basic operating expenses (postage, paper and other supplies, and some travel) needed to maintain the current pace of the adjudications.					
Agency Request	0.00	21,500	0	0	21,500
Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.					
Governor's Recommendation	*0.00*	*21,500*	*0*	*0*	*21,500*
FY 2005 Total					
Agency Request	247.00	25,383,900	3,721,500	1,508,600	30,614,000
Governor's Recommendation	*247.00*	*25,383,900*	*3,721,500*	*1,508,600*	*30,614,000*
Agency Request					
Change from Original App	0.00	909,900	(450,700)	1,089,800	1,549,000
% Change from Original App	0.0%	3.7%	(10.8%)	260.2%	5.3%
Governor's Recommendation					
Change from Original App	*0.00*	*909,900*	*(450,700)*	*1,089,800*	*1,549,000*
% Change from Original App	*0.0%*	*3.7%*	*(10.8%)*	*260.2%*	*5.3%*

IDAHO'S INTEGRATED COURT STRUCTURE

SUPREME COURT

Chief Justice and four Associate Justices. Staggered terms of 6 years after non-partisan, at-large election.

Original jurisdiction in:

(1) Claims against State (advisory opinions)
(2) Extraordinary writs

Appellate jurisdiction in:

(1) Appeals from interim orders and final judgment in district courts
(2) Direct appeals from certain administrative agencies

COURT OF APPEALS

Chief Judge and two Associate Judges. Staggered terms of 6 years after non-partisan, at-large state-wide election.

Jurisdiction limited to appeals from the district courts which are assigned by the Supreme Court.

DISTRICT COURTS

39 district judges presently authorized. Terms of 4 years after non-partisan election within the judicial district.

(indicates court to which appeals taken)

Original jurisdiction over civil and criminal cases including:

(1) Personal injury & other civil claims
(2) Contracts
(3) Property Disputes
(4) Felonies

Appellate jurisdiction:

(1) Appeals from Magistrates Division
(2) Appeals from state agencies and boards
(3) Appeals from small claims departments

MAGISTRATE DIVISIONS

82 magistrate judges authorized. Terms: Initial 18 months upon appointment by district magistrates commission; subsequent four-year terms by county retention election.

Jurisdiction, generally;

(1) Civil actions, i.e., personal injury, property disputes, contracts, etc., to $10,000
(2) Small claims
(3) Traffic cases
(4) Probate of decedent estates
(5) Juvenile correction proceedings
(6) Child protective proceedings
(7) Misdemeanors
(8) Arrest warrants; searches & seizures
(9) Preliminary hearings for probable cause on felony complaints
(10) Domestic relations

SMALL CLAIMS DEPARTMENTS

Magistrates sit for small claims.
Jurisdiction limited to civil actions up to $3,000 over defendants within the county.
Attorneys not allowed in the trial of small claims actions.
No jury trials in small claims cases.

Department of Juvenile Corrections

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Administration	2,474,500	2,214,300	2,657,800	2,709,900	*2,677,200*
Community Services	9,029,200	8,763,600	8,904,300	8,897,200	*8,903,000*
Institutions	28,901,300	27,147,800	28,425,500	29,084,000	*28,793,900*
Juvenile Justice Commission	3,259,500	3,259,500	4,217,900	4,286,000	*4,216,300*
Total:	**43,664,500**	**41,385,200**	**44,205,500**	**44,977,100**	***44,590,400***
BY FUND CATEGORY					
General	31,528,300	29,783,900	31,648,200	32,375,000	*32,273,100*
Dedicated	7,534,000	7,090,000	6,894,800	6,780,100	*6,565,100*
Federal	4,602,200	4,511,300	5,662,500	5,822,000	*5,752,200*
Total:	**43,664,500**	**41,385,200**	**44,205,500**	**44,977,100**	***44,590,400***
Percent Change:		(5.2%)	6.8%	1.7%	*0.9%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	15,650,100	15,245,000	16,109,100	16,830,400	*16,826,400*
Operating Expenditures	4,261,600	3,530,200	4,208,900	4,127,200	*3,881,400*
Capital Outlay	4,300	200,100	4,000	89,000	*18,100*
Trustee/Benefit	23,748,500	22,409,900	23,883,500	23,930,500	*23,864,500*
Total:	**43,664,500**	**41,385,200**	**44,205,500**	**44,977,100**	***44,590,400***
Full-Time Positions (FTP)	342.75	342.75	343.75	347.25	*344.25*

Department Description

1) The Administration program provides support for the Department of Juvenile Corrections. Services include fiscal, human resources, facilities management, information technology support and purchasing.

2) The Community Services program encompasses the functions of the district liaisons, county block grant and tobacco tax programs, the department's quality assurance, contract monitoring, county detention center certification, statewide probation and detention training coordination, education coordination, and statewide research and evaluation. District liaisons provide coalition building expertise to members of their region, coordinate between county juvenile justice entities, and are a resource for developing programs.

3) The Institutions program currently operates three facilities for juvenile offenders, and contracts with private operators for additional juvenile placements. Department programming is based on the balanced approach, and includes components of victim and community restoration, work projects, social skills development, and education. Youth are placed in either the Juvenile Corrections Center-St. Anthony, the Juvenile Corrections Center-Nampa, Juvenile Corrections Center-Lewiston, or one of the department's contract provider programs. All three state facilities are secure facilities.

4) The Juvenile Justice Commission was established by Executive Order 95-09 to administer funds received through the Federal Juvenile Justice and Delinquency Prevention (JJDP) Act of 1974 as amended.

Department of Juvenile Corrections

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**343.75**	**31,648,200**	**44,205,500**	***343.75***	***31,648,200***	***44,205,500***
Reappropriations	0.00	1,205,400	1,205,400	*0.00*	*1,205,400*	*1,205,400*
1. Remove Reappropriation	0.00	0	0	*0.00*	*(1,000,000)*	*(1,000,000)*
FY 2004 Total Appropriation	**343.75**	**32,853,600**	**45,410,900**	***343.75***	***31,853,600***	***44,410,900***
Non-Cognizable Funds and Transfers	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Estimated Expenditures	**343.75**	**32,853,600**	**45,410,900**	***343.75***	***31,853,600***	***44,410,900***
Removal of One-Time Expenditures	0.00	(1,205,400)	(1,209,400)	*0.00*	*(205,400)*	*(209,400)*
Base Adjustments	(1.00)	0	(122,000)	*(1.00)*	*0*	*(338,000)*
FY 2005 Base	**342.75**	**31,648,200**	**44,079,500**	***342.75***	***31,648,200***	***43,863,500***
Personnel Cost Rollups	0.00	383,300	397,300	*0.00*	*383,300*	*397,300*
Inflationary Adjustments	0.00	25,700	109,700	*0.00*	*8,900*	*18,900*
Replacement Items	0.00	49,600	64,600	*0.00*	*0*	*15,000*
Nonstandard Adjustments	0.00	(46,100)	(57,400)	*0.00*	*(46,100)*	*(57,400)*
Change in Employee Compensation	0.00	132,800	137,900	*0.00*	*268,800*	*279,100*
Fund Shifts	0.00	10,000	0	*0.00*	*10,000*	*0*
FY 2005 Program Maintenance	**342.75**	**32,203,500**	**44,731,600**	***342.75***	***32,273,100***	***44,516,400***
1. Education Program Manager	1.00	0	74,000	*1.00*	*0*	*74,000*
2. Therapy Supv. - JCC St. Anthony	1.00	55,700	55,700	*0.00*	*0*	*0*
3. Region 2 Juvenile Srvs. Coord.	1.00	77,600	77,600	*0.00*	*0*	*0*
4. Maintenance Craftsman	1.00	38,200	38,200	*0.00*	*0*	*0*
5. FTP for Sr. Cook Position	0.50	0	0	*0.50*	*0*	*0*
FY 2005 Total	**347.25**	**32,375,000**	**44,977,100**	***344.25***	***32,273,100***	***44,590,400***
Change from Original Appropriation	3.50	726,800	771,600	*0.50*	*624,900*	*384,900*
% Change from Original Appropriation		2.3%	1.7%		2.0%	0.9%

Department of Juvenile Corrections

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	343.75	31,648,200	6,894,800	5,662,500	44,205,500
Reappropriations					**Institutions**
Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority. Carryover spending authority from FY2003 into FY2004 was for contract provider payments.					
Agency Request	0.00	1,205,400	0	0	1,205,400
Governor's Recommendation	*0.00*	*1,205,400*	*0*	*0*	*1,205,400*
1. Remove Reappropriation					**Institutions**
Agency Request	0.00	0	0	0	0
Remove unneeded spending authority created by the one-time reappropriation.					
Governor's Recommendation	*0.00*	*(1,000,000)*	*0*	*0*	*(1,000,000)*
FY 2004 Total Appropriation					
Agency Request	343.75	32,853,600	6,894,800	5,662,500	45,410,900
Governor's Recommendation	*343.75*	*31,853,600*	*6,894,800*	*5,662,500*	*44,410,900*
Non-Cognizable Funds and Transfers					
Transfer $50,000 in spending authority from the Administration Program to the Institutions Program in the miscellaneous revenue fund for Regional Resource Coordinator contract fees. Regional Resource Coordinators will assure religious rights are met, communities are prepared for aftercare and that victims are helped.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Estimated Expenditures					
Agency Request	343.75	32,853,600	6,894,800	5,662,500	45,410,900
Governor's Recommendation	*343.75*	*31,853,600*	*6,894,800*	*5,662,500*	*44,410,900*
Removal of One-Time Expenditures					
Agency Request	0.00	(1,205,400)	0	(4,000)	(1,209,400)
The Governor is recommending that $1 million of the carryover be removed in a FY 2004 Rescission.					
Governor's Recommendation	*0.00*	*(205,400)*	*0*	*(4,000)*	*(209,400)*
Base Adjustments					
Remove one position and $27,000 in personnel cost spending authority in the miscellaneous revenue fund due to decreasing revenue in parental reimbursements. In addition, a total of $95,000 was transferred into the Institutions Program from the remaining programs to offset the loss of endowment revenue, and at the same time spending authority was reduced in the endowment fund by $95,000. $105,800 of training funds were transferred from other programs and consolidated into the Administration Program for a total of $141,000 to be available department-wide.					
Agency Request	(1.00)	0	(122,000)	0	(122,000)
The Governor recommends reducing spending authority for the endowment fund by an additional $216,000 in order to align spending authority with available revenue.					
Governor's Recommendation	*(1.00)*	*0*	*(338,000)*	*0*	*(338,000)*
FY 2005 Base					
Agency Request	342.75	31,648,200	6,772,800	5,658,500	44,079,500
Governor's Recommendation	*342.75*	*31,648,200*	*6,556,800*	*5,658,500*	*43,863,500*

Department of Juvenile Corrections

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	383,300	2,500	11,500	397,300
Governor's Recommendation	*0.00*	*383,300*	*2,500*	*11,500*	*397,300*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures, and a 3.5% increase for medical inflation in operating expenditures.					
Agency Request	0.00	25,700	10,000	74,000	109,700
A 3.5% increase for medical inflation is recommended.					
Governor's Recommendation	*0.00*	*8,900*	*10,000*	*0*	*18,900*
Replacement Items					
Administration Program: In the General Fund the request is to replace 30 personal computers at $1,400 each for a total of $42,000; and 4 laptop computers at $1,900 each for a total of $7,600. Spending authority of $15,000 in miscellaneous revenue is requested to purchase a passenger van.					
Agency Request	0.00	49,600	15,000	0	64,600
Governor's Recommendation	*0.00*	*0*	*15,000*	*0*	*15,000*
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property/casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Attorney General fees are reduced by $27,800, risk management fees by $8,400, State Controller fees by $19,000, and State Treasurer fees by $2,200.					
Agency Request	0.00	(46,100)	(11,100)	(200)	(57,400)
Governor's Recommendation	*0.00*	*(46,100)*	*(11,100)*	*(200)*	*(57,400)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	132,800	900	4,200	137,900
Governor's Recommendation	*0.00*	*268,800*	*1,900*	*8,400*	*279,100*
Fund Shifts					
Request to offset the medical inflation in the Endowment Funds with General Funds due to lack of anticipated revenue growth in FY 2005.					
Agency Request	0.00	10,000	(10,000)	0	0
Governor's Recommendation	*0.00*	*10,000*	*(10,000)*	*0*	*0*
FY 2005 Program Maintenance					
Agency Request	342.75	32,203,500	6,780,100	5,748,000	44,731,600
Governor's Recommendation	*342.75*	*32,273,100*	*6,565,100*	*5,678,200*	*44,516,400*
1. Education Program Manager					**Institutions**
This position will provide compliance with the federal No Child Left Behind Act.					
Agency Request	1.00	0	0	74,000	74,000
Governor's Recommendation	*1.00*	*0*	*0*	*74,000*	*74,000*

Department of Juvenile Corrections

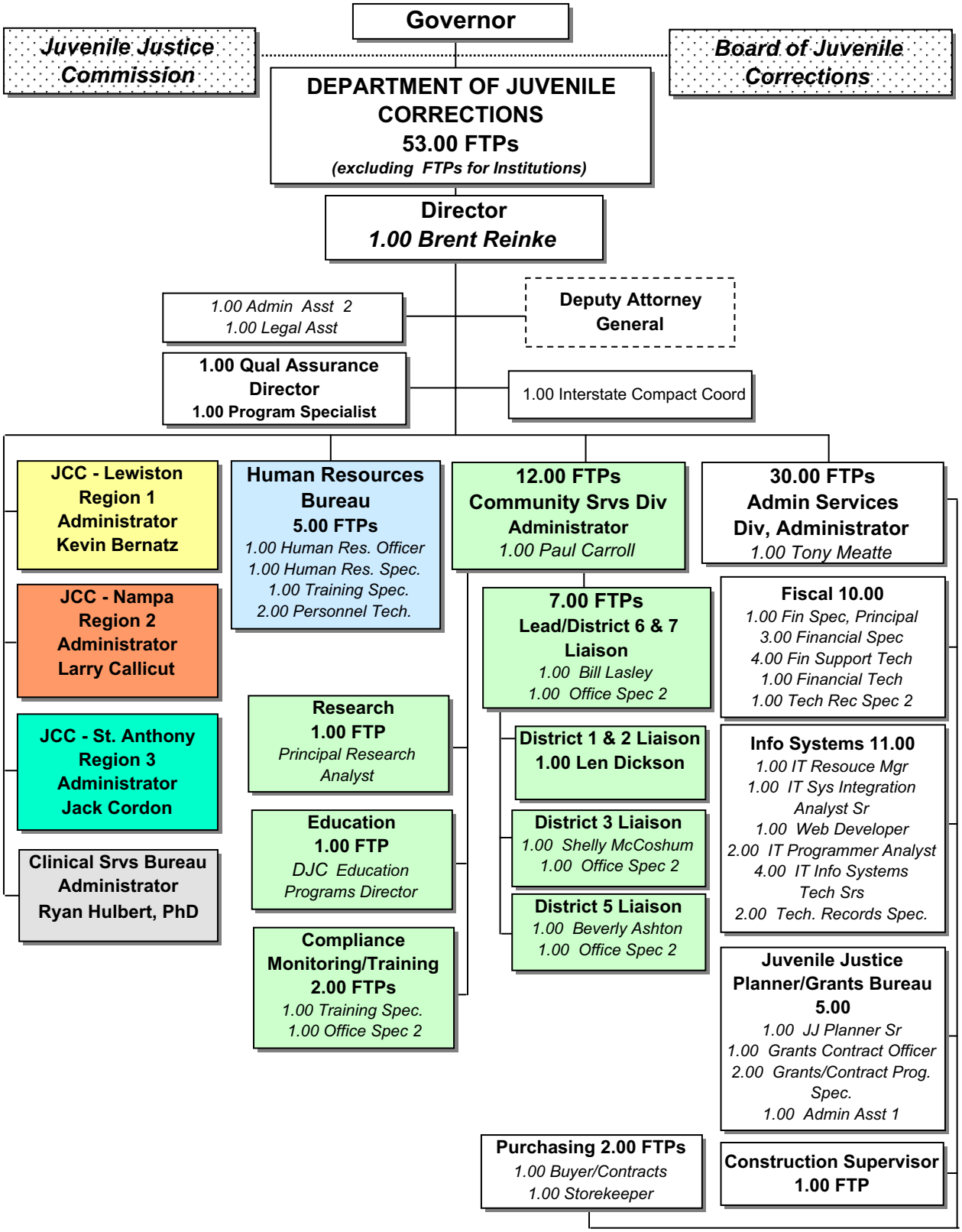
Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Therapy Supv. - JCC St. Anthony					**Institutions**
This position will provide supervision on one unit at JCC-St. Anthony. This position is necessary due to the reallocation of supervisory positions over recent years.					
Agency Request	1.00	55,700	0	0	55,700
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
3. Region 2 Juvenile Srvs. Coord.					**Institutions**
An additional juvenile services coordinator is requested for Region 2 in Boise.					
Agency Request	1.00	77,600	0	0	77,600
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
4. Maintenance Craftsman					**Institutions**
A maintenance craftsman position is requested for Nampa to keep up with the high volume of work that has been created with expansion.					
Agency Request	1.00	38,200	0	0	38,200
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
5. FTP for Sr. Cook Position					**Institutions**
This request is for .50 FTP to create a full-time position. The agency does not need additional funding to move this half-time position to full-time.					
Agency Request	0.50	0	0	0	0
Governor's Recommendation	*0.50*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	347.25	32,375,000	6,780,100	5,822,000	44,977,100
Governor's Recommendation	*344.25*	*32,273,100*	*6,565,100*	*5,752,200*	*44,590,400*
Agency Request					
Change from Original App	3.50	726,800	(114,700)	159,500	771,600
% Change from Original App	1.0%	2.3%	(1.7%)	2.8%	1.7%
Governor's Recommendation					
Change from Original App	*0.50*	*624,900*	*(329,700)*	*89,700*	*384,900*
% Change from Original App	*0.1%*	*2.0%*	*(4.8%)*	*1.6%*	*0.9%*

Department of Juvenile Corrections

Analyst: Holland-Smith

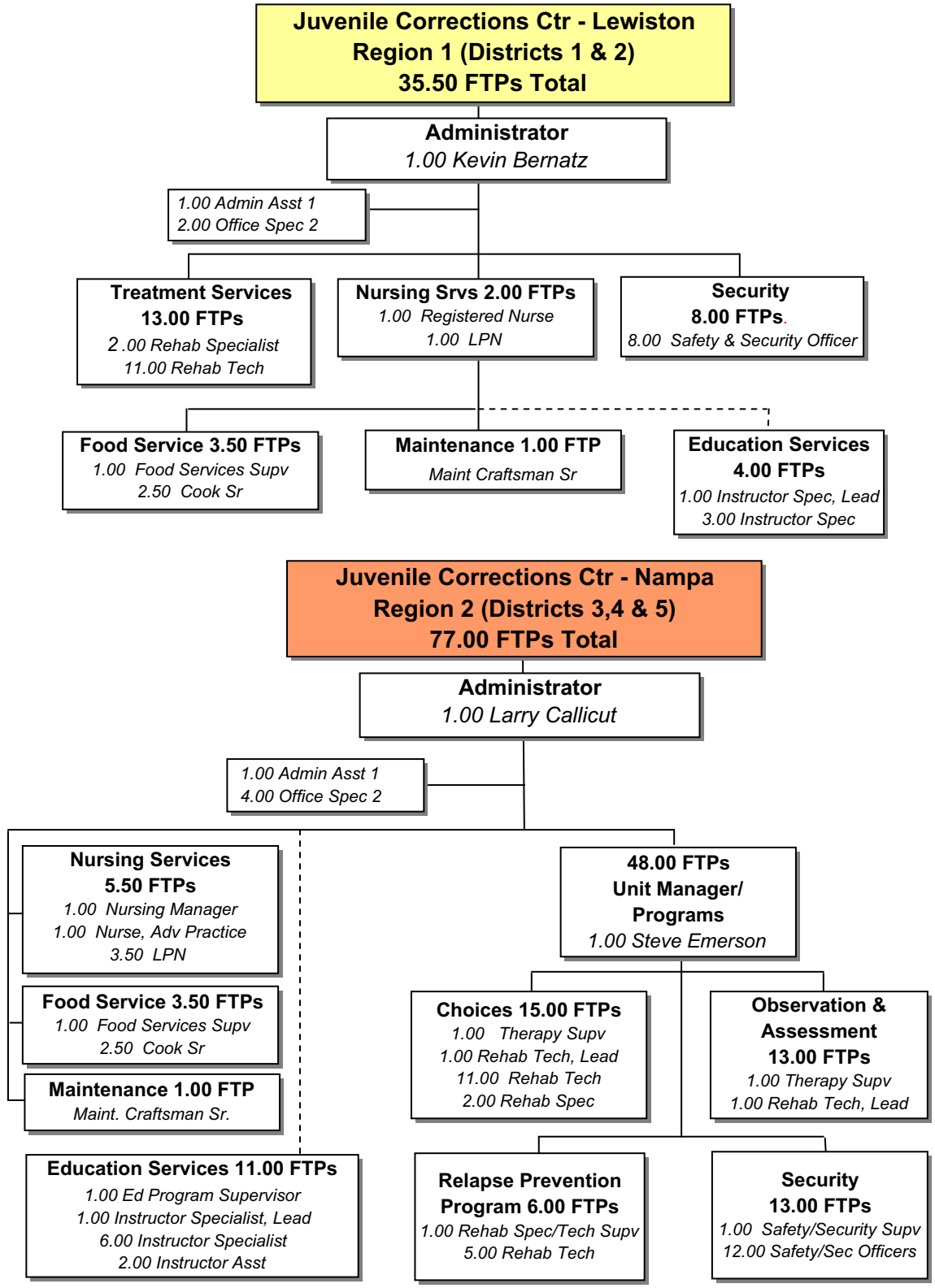
Issues & Information

Organizational Chart - FY 2005 Base



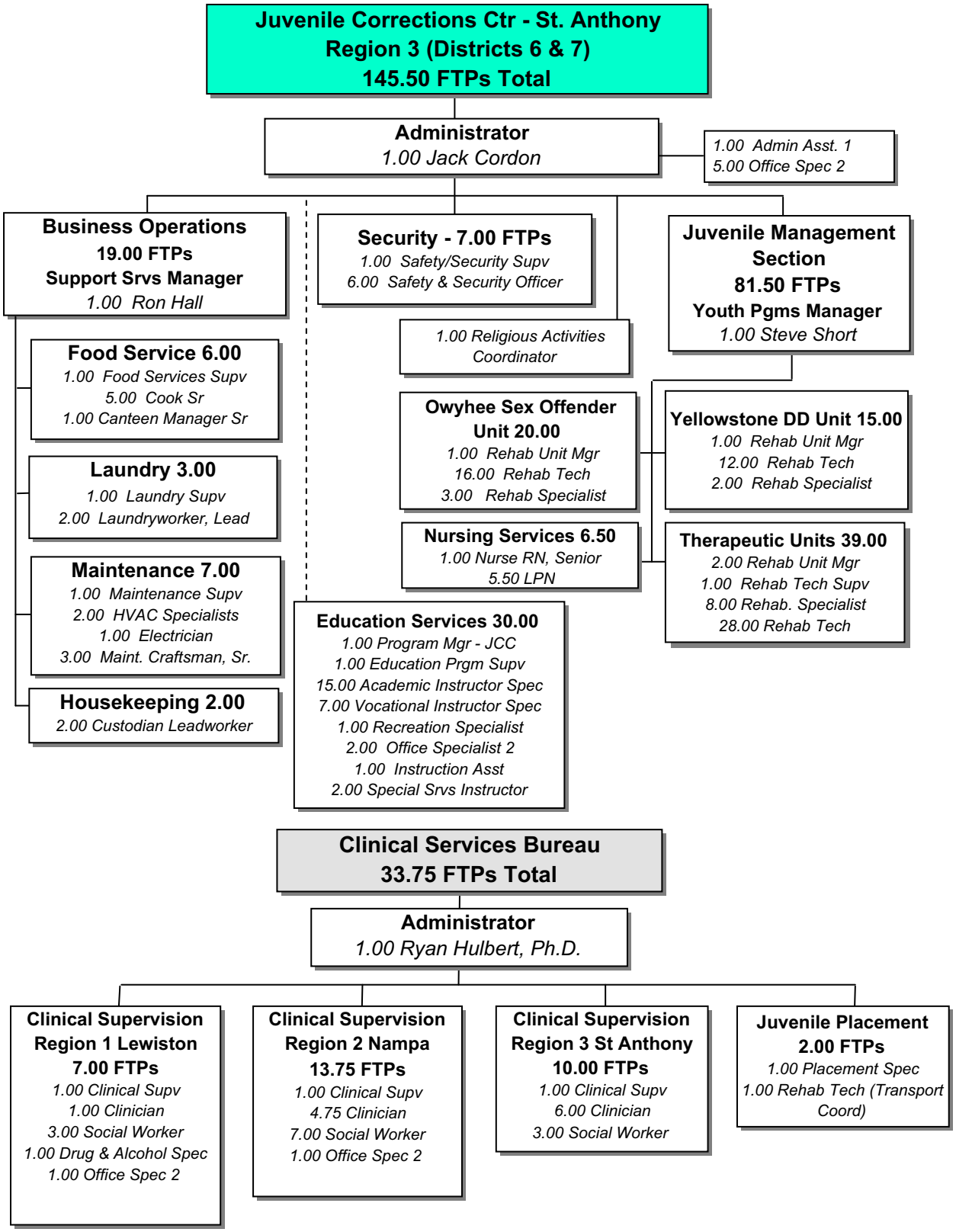
Department of Juvenile Corrections
Issues & Information

Organizational Chart - FY 2005 Base



Department of Juvenile Corrections
Issues & Information

Organizational Chart - FY 2005 Base



Idaho Legislative Budget Book

Idaho State Police

2004 Legislative Session

Brand Inspection ..... 3 - 55

Police, Division of Idaho State ..... 3 - 61

POST Academy ..... 3 - 71

Racing Commission ..... 3 - 77

Idaho State Police

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY DIVISION					
Brand Inspection	2,371,100	2,159,800	2,371,500	2,405,500	*2,417,200*
Police, Division of Idaho State	43,141,200	40,146,600	44,479,000	48,130,200	*45,648,200*
POST Academy	2,589,500	2,151,300	2,585,300	4,629,800	*3,007,900*
Racing Commission	759,200	582,000	788,600	775,800	*773,200*
Total:	**48,861,000**	**45,039,700**	**50,224,400**	**55,941,300**	***51,846,500***
BY FUND CATEGORY					
General	17,517,500	17,008,300	16,978,400	20,965,500	*16,979,300*
Dedicated	23,692,000	21,386,800	25,298,000	27,217,700	*27,187,300*
Federal	7,651,500	6,644,600	7,948,000	7,758,100	*7,679,900*
Total:	**48,861,000**	**45,039,700**	**50,224,400**	**55,941,300**	***51,846,500***
Percent Change:		(7.8%)	11.5%	11.4%	*3.2%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	31,574,100	29,613,100	31,760,400	34,160,000	*33,454,500*
Operating Expenditures	12,847,700	10,251,800	12,278,200	13,546,700	*12,640,100*
Capital Outlay	415,900	1,115,200	2,262,500	4,335,100	*1,922,600*
Trustee/Benefit	3,929,300	3,965,600	3,829,300	3,899,500	*3,829,300*
Lump Sum	94,000	94,000	94,000	0	*0*
Total:	**48,861,000**	**45,039,700**	**50,224,400**	**55,941,300**	***51,846,500***
Full-Time Positions (FTP)	526.07	526.07	527.07	547.07	*532.07*

Department Description

The Idaho State Police is comprised of four separate divisions all reporting to the director. These divisions are Brand Inspection, the Division of the Idaho State Police, POST Academy, and the Racing Commission.

Brand Inspection

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
Dedicated	2,371,100	2,159,800	2,371,500	2,405,500	*2,417,200*
Percent Change:		(8.9%)	9.8%	1.4%	*1.9%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,995,800	1,845,700	2,010,900	2,049,100	*2,066,000*
Operating Expenditures	273,300	273,300	275,100	270,900	*265,700*
Capital Outlay	102,000	40,800	85,500	85,500	*85,500*
Total:	**2,371,100**	**2,159,800**	**2,371,500**	**2,405,500**	***2,417,200***
Full-Time Positions (FTP)	40.82	40.82	40.82	40.82	*40.82*

Division Description

The Brand Inspection Program provides protection to the livestock industry from losses by theft and illegal slaughter.

Brand Inspection

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**40.82**	**0**	**2,371,500**	***40.82***	***0***	***2,371,500***
Removal of One-Time Expenditures	0.00	0	(86,300)	*0.00*	*0*	*(86,300)*
Base Adjustments	0.00	0	(25,000)	*0.00*	*0*	*(25,000)*
FY 2005 Base	**40.82**	**0**	**2,260,200**	***40.82***	***0***	***2,260,200***
Personnel Cost Rollups	0.00	0	46,700	*0.00*	*0*	*46,700*
Inflationary Adjustments	0.00	0	5,200	*0.00*	*0*	*0*
Replacement Items	0.00	0	86,300	*0.00*	*0*	*86,300*
Nonstandard Adjustments	0.00	0	(9,400)	*0.00*	*0*	*(9,400)*
Change in Employee Compensation	0.00	0	16,500	*0.00*	*0*	*33,400*
FY 2005 Total	**40.82**	**0**	**2,405,500**	***40.82***	***0***	***2,417,200***
Change from Original Appropriation	0.00	0	34,000	*0.00*	*0*	*45,700*
% Change from Original Appropriation			1.4%			1.9%

Brand Inspection

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	40.82	0	2,371,500	0	2,371,500
Removal of One-Time Expenditures					
Agency Request	0.00	0	(86,300)	0	(86,300)
Governor's Recommendation	*0.00*	*0*	*(86,300)*	*0*	*(86,300)*
Base Adjustments					
Reduces excess personnel costs by $25,000.					
Agency Request	0.00	0	(25,000)	0	(25,000)
Governor's Recommendation	*0.00*	*0*	*(25,000)*	*0*	*(25,000)*
FY 2005 Base					
Agency Request	40.82	0	2,260,200	0	2,260,200
Governor's Recommendation	*40.82*	*0*	*2,260,200*	*0*	*2,260,200*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	0	46,700	0	46,700
Governor's Recommendation	*0.00*	*0*	*46,700*	*0*	*46,700*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	0	5,200	0	5,200
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Replacement Items include $82,500 for five full-size 1/2 ton pickups at a cost of $16,500 each, and $3,800 for two personal computers.					
Agency Request	0.00	0	86,300	0	86,300
Governor's Recommendation	*0.00*	*0*	*86,300*	*0*	*86,300*
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property/casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Nonstandard Adjustments include a $5,200 decrease in risk management fees, $3,600 decrease in State Controller fees, and a $600 decrease in State Treasurer fees.					
Agency Request	0.00	0	(9,400)	0	(9,400)
Governor's Recommendation	*0.00*	*0*	*(9,400)*	*0*	*(9,400)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	16,500	0	16,500
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*33,400*	*0*	*33,400*

Brand Inspection

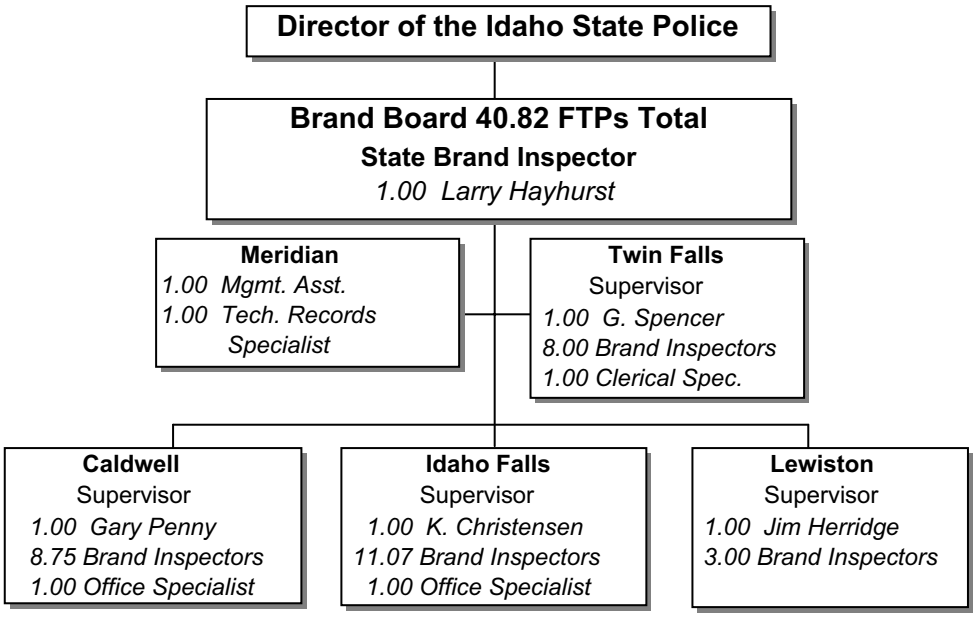
Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Total					
Agency Request	40.82	0	2,405,500	0	2,405,500
Governor's Recommendation	*40.82*	*0*	*2,417,200*	*0*	*2,417,200*
Agency Request					
Change from Original App	0.00	0	34,000	0	34,000
% Change from Original App	0.0%		1.4%		1.4%
Governor's Recommendation					
Change from Original App	*0.00*	*0*	*45,700*	*0*	*45,700*
% Change from Original App	*0.0%*		*1.9%*		*1.9%*

Brand Inspection
Issues & Information

Analyst: Holland-Smith

Organizational Chart



Blank Page

Division of Idaho State Police

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Director's Office	6,492,600	6,125,100	6,497,300	6,869,200	*6,762,500*
Executive Protection	265,000	238,100	293,300	300,100	*300,800*
Investigations	6,443,600	5,665,200	6,421,900	7,222,600	*6,639,800*
Patrol	19,032,000	17,461,900	20,690,700	21,858,300	*20,886,900*
Law Enforcement Programs	1,667,300	1,889,000	1,361,400	1,327,800	*1,299,000*
Support Services	6,581,600	6,378,800	6,549,700	7,165,300	*6,841,600*
Forensic Services	2,659,100	2,388,500	2,664,700	3,386,900	*2,917,600*
Total:	**43,141,200**	**40,146,600**	**44,479,000**	**48,130,200**	***45,648,200***
BY FUND CATEGORY					
General	17,517,500	17,008,300	16,978,400	19,361,000	*16,979,300*
Dedicated	18,387,500	16,704,700	19,767,900	21,256,600	*21,235,000*
Federal	7,236,200	6,433,600	7,732,700	7,512,600	*7,433,900*
Total:	**43,141,200**	**40,146,600**	**44,479,000**	**48,130,200**	***45,648,200***
Percent Change:		(6.9%)	10.8%	8.2%	*2.6%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	28,335,600	26,628,700	28,489,300	30,155,500	*29,836,300*
Operating Expenditures	10,906,000	8,608,200	10,278,300	10,803,700	*10,532,400*
Capital Outlay	303,500	987,900	2,015,300	3,500,400	*1,677,400*
Trustee/Benefit	3,502,100	3,827,800	3,602,100	3,670,600	*3,602,100*
Lump Sum	94,000	94,000	94,000	0	*0*
Total:	**43,141,200**	**40,146,600**	**44,479,000**	**48,130,200**	***45,648,200***
Full-Time Positions (FTP)	466.25	466.25	467.25	476.25	*469.25*

Division Description

Director's Office: provides administrative, policy and information systems to the entire department. Included within this program are the director's office, legal services, public affairs office, personnel bureau, financial services, procurement, and fleet management.

Executive Protection: Created in FY 2003 by the Legislature to separately track costs associated with protecting the Governor of Idaho.

Investigations: provides drug enforcement, internal police and governmental investigation.

Patrol: responsible for the protection of life and property on Idaho's highways and provides accident investigations and assistance to the motoring public and all law enforcement agencies in Idaho.

Law Enforcement Programs: includes the Alcohol Beverage Control function which administers the alcohol beverage laws of the state relating to licensing and compliance.

Support Services: includes the criminal identification section which provides wanted persons/stolen property information to law enforcement in the field, the training section, and data-processing, and officer equipment.

Forensic Services: assists law enforcement agencies through laboratory examinations, analysis and training.

Division of Idaho State Police

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**467.25**	**16,978,400**	**44,479,000**	***467.25***	***16,978,400***	***44,479,000***
1. Homeland Security ODP Grant	2.00	0	54,700	*2.00*	*0*	*54,700*
FY 2004 Total Appropriation	**469.25**	**16,978,400**	**44,533,700**	***469.25***	***16,978,400***	***44,533,700***
Non-Cognizable Funds and Transfers	(1.00)	0	(28,700)	*(1.00)*	*0*	*(28,700)*
FY 2004 Estimated Expenditures	**468.25**	**16,978,400**	**44,505,000**	***468.25***	***16,978,400***	***44,505,000***
Removal of One-Time Expenditures	(2.00)	(949,900)	(2,240,400)	*(2.00)*	*(949,900)*	*(2,240,400)*
FY 2005 Base	**466.25**	**16,028,500**	**42,264,600**	***466.25***	***16,028,500***	***42,264,600***
Personnel Cost Rollups	0.00	264,300	569,600	*0.00*	*264,300*	*569,600*
Inflationary Adjustments	0.00	53,500	231,800	*0.00*	*0*	*0*
Replacement Items	0.00	2,776,000	3,798,700	*0.00*	*560,300*	*1,923,200*
Nonstandard Adjustments	0.00	(99,100)	(160,100)	*0.00*	*(99,100)*	*(160,100)*
Change in Employee Compensation	0.00	111,200	259,300	*0.00*	*225,300*	*525,300*
FY 2005 Program Maintenance	**466.25**	**19,134,400**	**46,963,900**	***466.25***	***16,979,300***	***45,122,600***
1. Restore Funding for Pay Increases	0.00	81,200	81,200	*0.00*	*0*	*0*
2. Add Two ISP Detectives	2.00	145,400	145,400	*0.00*	*0*	*0*
3. Two Additional Patrol Troopers	2.00	0	134,100	*0.00*	*0*	*0*
4. Provide Overtime	0.00	0	225,000	*0.00*	*0*	*100,000*
5. Regional Communication Officers	3.00	0	155,000	*0.00*	*0*	*0*
6. Use Drug Enforcement Funds for DNA	0.00	0	100,000	*0.00*	*0*	*100,000*
7. Fingerprint Applicant Staff	1.00	0	88,300	*1.00*	*0*	*88,300*
8. Emergency Lighting for Vehicles	0.00	0	96,000	*0.00*	*0*	*96,000*
9. Homeland Security ODP Grant	2.00	0	141,300	*2.00*	*0*	*141,300*
FY 2005 Total	**476.25**	**19,361,000**	**48,130,200**	***469.25***	***16,979,300***	***45,648,200***
Change from Original Appropriation	9.00	2,382,600	3,651,200	*2.00*	*900*	*1,169,200*
% Change from Original Appropriation		14.0%	8.2%		0.0%	2.6%

Division of Idaho State Police

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	467.25	16,978,400	19,767,900	7,732,700	44,479,000

1. Homeland Security ODP Grant — **Director's Office**

This is a one-time supplemental for 2 FTPs and associated 100% federal spending authority for the balance of FY 2004. There is a corresponding enhancement 12.09 which would build these 2 positions and related federal funding into the Base.

The State of Idaho, as with all other states, has been charged by the President with coordination, training, and procurement of specialized equipment to implement a Department of Homeland Security strategy. Executive Order 2003-07 created the State Interoperability Executive Council (SIEC) to effectively address public safety wireless interoperability and to develop a plan to address wide-sweeping concerns of communication issues amongst emergency first responders in Idaho. At this same time the Federal Communications Commission is in the process of changing radio frequency requirements and equipment specifications which will also impact the emergency first responders. This request will fund a project manager and an administrative assistant position. Both positions are requested as limited service positions.

Agency Request	2.00	0	0	54,700	54,700
Governor's Recommendation	*2.00*	*0*	*0*	*54,700*	*54,700*
FY 2004 Total Appropriation					
Agency Request	469.25	16,978,400	19,767,900	7,787,400	44,533,700
Governor's Recommendation	*469.25*	*16,978,400*	*19,767,900*	*7,787,400*	*44,533,700*

Non-Cognizable Funds and Transfers

Transfers fleet management from the Support Services Program to the Director's Office with two FTP, $40,000 from the General Fund, and $74,100 from the Law Enforcement Fund; transfers $18,000 in operating expenditures from the Patrol Program to the Support Services Program; and transfers one FTP and $28,700 in personnel costs in federal fund spending authority to POST from the Support Services Program.

Agency Request	(1.00)	0	0	(28,700)	(28,700)
Governor's Recommendation	*(1.00)*	*0*	*0*	*(28,700)*	*(28,700)*
FY 2004 Estimated Expenditures					
Agency Request	468.25	16,978,400	19,767,900	7,758,700	44,505,000
Governor's Recommendation	*468.25*	*16,978,400*	*19,767,900*	*7,758,700*	*44,505,000*

Removal of One-Time Expenditures

Agency Request	(2.00)	(949,900)	(774,400)	(516,100)	(2,240,400)
Governor's Recommendation	*(2.00)*	*(949,900)*	*(774,400)*	*(516,100)*	*(2,240,400)*
FY 2005 Base					
Agency Request	466.25	16,028,500	18,993,500	7,242,600	42,264,600
Governor's Recommendation	*466.25*	*16,028,500*	*18,993,500*	*7,242,600*	*42,264,600*

Personnel Cost Rollups

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.

Agency Request	0.00	264,300	284,300	21,000	569,600
Governor's Recommendation	*0.00*	*264,300*	*284,300*	*21,000*	*569,600*

Division of Idaho State Police

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	53,500	82,000	96,300	231,800
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Please review Issues & Information page 3 - 67 for details on Replacement Items for this division.					
Agency Request	0.00	2,776,000	1,022,700	0	3,798,700
Governor's Recommendation	*0.00*	*560,300*	*1,362,900*	*0*	*1,923,200*
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property/casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Attorney General fees have been reduced by $46,500, risk management fees by $58,700, State Controller fees by $51,700, and State Treasurer fees by $3,200.					
Agency Request	0.00	(99,100)	(55,300)	(5,700)	(160,100)
Governor's Recommendation	*0.00*	*(99,100)*	*(55,300)*	*(5,700)*	*(160,100)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	111,200	131,000	17,100	259,300
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*225,300*	*265,300*	*34,700*	*525,300*
FY 2005 Program Maintenance					
Agency Request	466.25	19,134,400	20,458,200	7,371,300	46,963,900
Governor's Recommendation	*466.25*	*16,979,300*	*20,850,700*	*7,292,600*	*45,122,600*

1. Restore Funding for Pay Increases **Forensic Services**

Due to low salaries Forensic Services continues to have difficulty attracting and retaining qualified and competent scientists. A market survey completed in 2001 indicated that BFS bench scientists were paid 36% below the mountain states region median salaries. ISP management made a proposal to use $157,500 in General Funds from various sources that was approved by the Governor's Office to give pay increases to forensic scientists.

The sources of the funding were:
(1) the salary of a vacant forensic scientist position - $75,700,
(2) the deletion of an evidence specialist - $38,600,
(2) group funds - $20,400,
(3) a $14,000 transfer from the Director's Office,
(4) and a $8,800 fund shift to toxicology funds for forensic scientist work.

This DU is requesting $81,200 in order to reinstate the funding and fill the forensic scientist 2 position, and replace a portion of the group monies used for pay increases.

Agency Request	0.00	81,200	0	0	81,200
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Division of Idaho State Police

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Add Two ISP Detectives					**Investigations**
As Idaho continues to grow so does the number of requests from local law enforcement for assistance with criminal investigations. Due to staff shortage, ISP has been forced to decline some requests while increasing the amount of overtime worked by investigators in order to complete other requests. These positions will assist ISP in meeting the investigative needs of the state. This request is for $128,400 in personnel costs and $17,000 in operating expenditures.					
Agency Request	2.00	145,400	0	0	145,400
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
3. Two Additional Patrol Troopers					**Patrol**
As Idaho continues to grow so does the number of vehicle miles traveled each year. The staff shortage contributes to increasing overtime costs and an inability to properly respond to requests for service. These positions will assist ISP in meeting the patrol needs of the state. This request is for $106,100 in personnel costs and $28,000 in operating expenditures.					
Agency Request	2.00	0	134,100	0	134,100
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
4. Provide Overtime					**Investigations, Patrol**
ISP detectives and patrol officers routinely accumulate overtime from holidays and hours worked in excess of their scheduled shifts. Typically these hours are due to emergency situations that necessitate extended work hours. Examples of other situations are other agency assists, felony arrests and court appearances. The current appropriation is often expended within the first eight months of the fiscal year. The additional overtime will help ISP meet staffing needs during the last four months of the year. Investigations is requesting $100,000, and Patrol is requesting $125,000. Analyst's Comment: Within the Patrol Program the agency spent $633,900 in overtime covered by Fair Labor Standards Act (FLSA). Of that total, $900 was from the General Fund, $405,600 from the Law Enforcement Fund, and $227,400 from federal funds. The Investigations Program spent $160,400 in overtime covered by FLSA. Of that total, $82,400 was from the General Fund and $78,000 was from federal funds.					
Agency Request	0.00	0	225,000	0	225,000
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*100,000*	*0*	*100,000*
5. Regional Communication Officers					**Patrol, Support Services**
Three additional regional communication officers are requested for the Regional Communications Centers (RCC) to handle the increased workload. Some examples of additional duties are the CAD system, Amber Alert system, Interstate message board control and citation entry into the Records Management system. Homeland security has also placed additional responsibilities on the RCC. The new positions will be assigned to ISP Region One and Region Five.					
Agency Request	3.00	0	155,000	0	155,000
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
6. Use Drug Enforcement Funds for DNA					**Forensic Services**
The agency receives restitution from convicted drug defendants. These funds are deposited into the Drug Enforcement fund. The amount collected from restitution has increased recently. The increase in spending authority in operating expnditures will allow the bureau to spend these monies to help defray some of the increased costs in Idaho's DNA program.					
Agency Request	0.00	0	100,000	0	100,000
Governor's Recommendation	*0.00*	*0*	*100,000*	*0*	*100,000*

Division of Idaho State Police

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
7. Fingerprint Applicant Staff					**Support Services**

Many state and federal laws require national criminal history records checks for persons seeking licenses or certain positions of trust. The applicant unit processes and submits approximately 45,000 fingerprints to the FBI annually. Effective timely background screening is essential to meet the needs of the service population. The agency is requesting additional staffing to meet these needs in FY 2005. This request is for $58,300 to support one full-time office specialist 2, and two temporary positions. Also included is $1,500 for operating expenditures and $4,500 in one-time capital outlay for computer equipment and office furniture. An increase of $24,000 of spending authority in operating expenditures is also requested to cover FBI fees associated with background checks.

Agency Request	1.00	0	88,300	0	88,300
Governor's Recommendation	*1.00*	*0*	*88,300*	*0*	*88,300*

8. Emergency Lighting for Vehicles					**Investigations**

Currently ISP undercover vehicles are equipped with a headlight wigwag system that flashes the headlights off and on and a small blue rotating light that is placed on the dashboard or roof of the car. During high speeds, the magnetic mount is not sufficient to hold the light on, resulting in the light falling off the vehicle. Dealing with this lighting system interferes with detective's ability to focus all his attention on the incident. This is a one-time funding request to purchase a new lighting system to alleviate this problem.

Agency Request	0.00	0	96,000	0	96,000
Governor's Recommendation	*0.00*	*0*	*96,000*	*0*	*96,000*

9. Homeland Security ODP Grant					**Director's Office**

The State of Idaho, as with all other states, has been charged by the President with coordination, training, and procurement of specialized equipment to implement a Department of Homeland Security strategy. Executive Order 2003-07 created the State Interoperability Executive Council (SIEC) to effectively address public safety wireless interoperability and to develop a plan to address wide-sweeping concerns of communication issues amongst emergency first responders in Idaho. At this same time the Federal Communications Commission is in the process of changing radio frequency requirements and equipment specifications which will also impact the emergency first responders. This request will fund a project manager and an administrative assistant position. Both positions are requested as limited service positions.

Agency Request	2.00	0	0	141,300	141,300
Governor's Recommendation	*2.00*	*0*	*0*	*141,300*	*141,300*

FY 2005 Total					
Agency Request	476.25	19,361,000	21,256,600	7,512,600	48,130,200
Governor's Recommendation	*469.25*	*16,979,300*	*21,235,000*	*7,433,900*	*45,648,200*
Agency Request					
Change from Original App	9.00	2,382,600	1,488,700	(220,100)	3,651,200
% Change from Original App	1.9%	14.0%	7.5%	(2.8%)	8.2%
Governor's Recommendation					
Change from Original App	*2.00*	*900*	*1,467,100*	*(298,800)*	*1,169,200*
% Change from Original App	*0.4%*	*0.0%*	*7.4%*	*(3.9%)*	*2.6%*

Idaho State Police
Issues & Information

FY 2005 Replacement Items Request for the Idaho State Police by Program

	Equipped Vehicles		Forensic Lab Equip.	Weapons	Radar	Mtn Top Repeaters
DIRECTOR'S OFFICE						
INVESTIGATIONS	13	408,000				
PATROL	37	1,245,300		392,400	193,200	82,000
LAW ENFORCEMENT PROG						
SUPPORT SERVICES						
FORENSIC SERVICES			348,000			
TOTAL	50	$1,653,300	$348,000	$392,400	$193,200	$82,000

	Computer Equip	Law Enf. Equip.	Radios	Other	Total
DIRECTOR'S OFFICE	47,600				$47,600
INVESTIGATIONS	63,300	8,500	164,500		$644,300
PATROL	140,000	38,300			$2,091,200
LAW ENFORCEMENT PROG	30,600				$30,600
SUPPORT SERVICES	525,700				$525,700
FORENSIC SERVICES	42,500			68,800	$459,300
TOTAL	$849,700	$46,800	$164,500	$68,800	$3,798,700

***DIRECTOR'S OFFICE*:** Twenty-four desktop computers @ $1,900 for $45,600, two laser printers @ $1,000 each for a total of $2,000. *Not recommended by the Governor.*

***INVESTIGATIONS*:** Four 4-door passenger automobiles @ $27,400 each, one minivan @ $27,400, two utility vehicles @ $34,800 each, one pickup @ $27,400, and five pickups (4x4) @ $34,800 each. Funding is requested for 10 ballistic bullet proof vests @ $850 each for a total of $8,500, 27 PCs @ $1,900 for $51,300, six printers @ $2,000 for $12,000, and 47 portable radios @ $3,500 for $164,500. *Governor recommends using $164,500 in dedicated funds for the agency's priorities.*

***PATROL*:** Thirty-five equipped patrol vehicles @ $33,010; and 2 equipped 4x4 vehicles @ $44,950. Ten mountain top repeaters @ $8,200 for $82,000, 218 tactical rifles w/night sights @$1,800 for $392,400. Fifty-four desktop computers are requested @ $1,900 for $102,600, and 17 printers @ $2,200 for $37,400. Law Enforcement equipment is $38,300 for 45 ballistic bullet proof vests @ $850 each. Radar equipment is for 92 units @ $2,100 for a total of $193,200. *Governor recommends a combination of $560,300 from the General Fund, and $849,700 in Law Enforcement Funds for a total of $1,410,000 for 27 fully equipped patrol cars, and communications and safety equipment.*

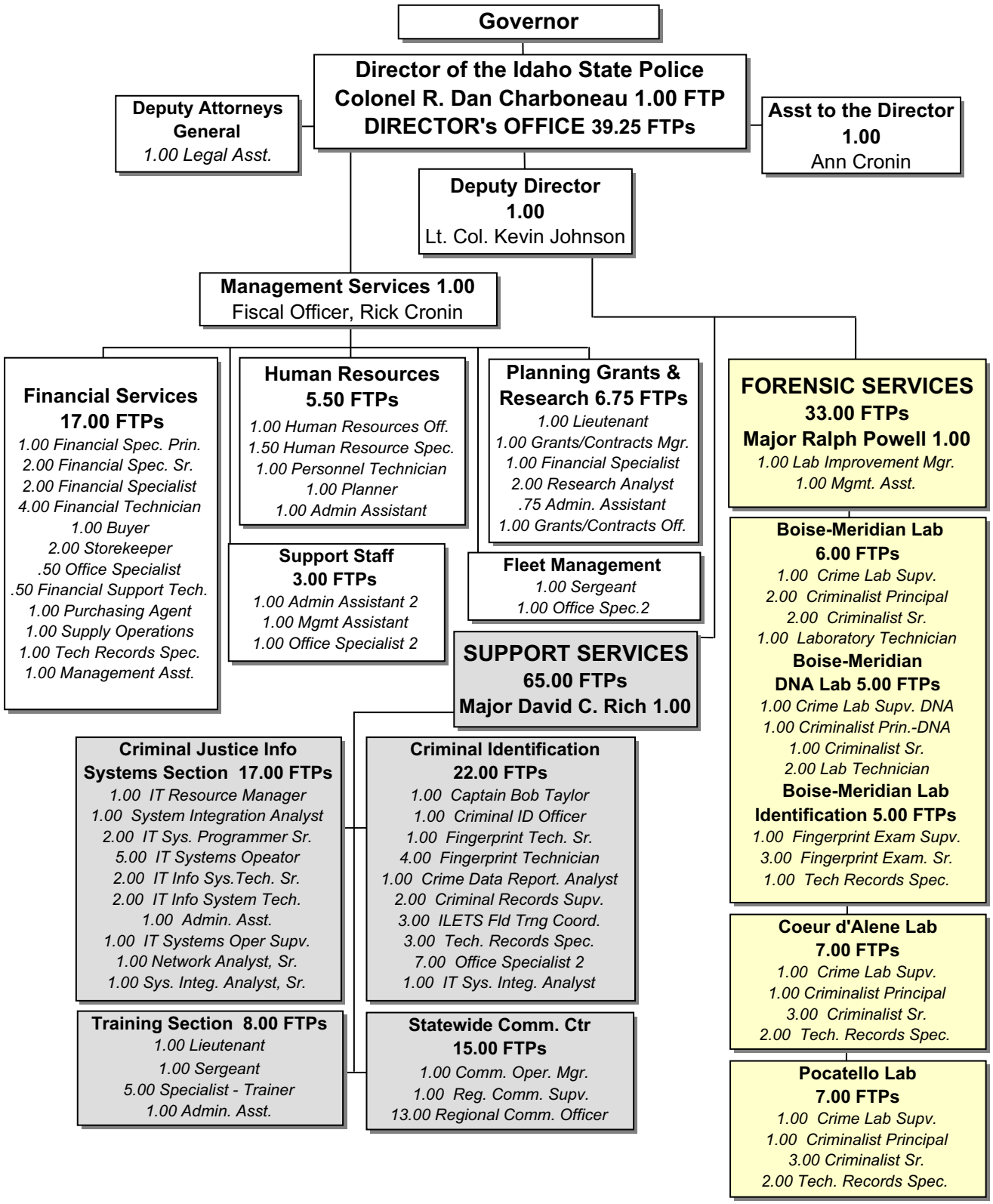
***LAW ENFORCEMENT PROGRAMS*:** Fourteen desktop computers @ $1,900 for $26,600, and two laser printers @ $2,000 for $4,000. *Not recommended by the Governor.*

***SUPPORT SERVICES*:** Four mid-range computer servers @ $25,000 for $100,000, seven print & file servers @ $8,000 for $56,000, 32 personal computers @ $1,900 for $60,800, nine laptop computers @ $2,900 for $26,100, twelve laser printers @ $2,000 for $24,000, eight dispatch monitors @ $1,100 for $8,800, and $250,000 for uniform crime reporting system software . *Governor recommends $250,000 in miscellaneous revenue for uniform crime reporting system software, and $4,800 from the ILETS Fund for computer equipment and software.*

***FORENSIC SERVICES*:** Fifteen computers @ $1,900 for $28,500, seven laser printers @ $2,000 for $14,000. Laboratory equipment includes a request for $348,000 for three gas chromatograph/mass spectrophotometer @ $116,000 each. Other equipment is $68,800 for a digital imaging system. *Governor recommends $68,800 from miscellaneous revenue for a digital imaging system.*

Idaho State Police
Issues & Information

Organizational Chart - FY 2005 Base



Idaho State Police
Issues & Information

Organizational Chart - FY 2005 Base

DEPUTY DIRECTOR
Lt. Col. Kevin Johnson

COMBINED NORTH
INVESTIGATIONS 39.50
Major Glen Schwarz .50
1.00 Management Assistant

PATROL 120.00 FTPs
Major Glen Schwarz .50
1.00 Office Spec. 2

Region 1 - C d' Alene
Investigations 13.00 FTPs
1.00 Capt. C. Rollins
2.00 Sergeant
9.00 Specialist - Detective
1.00 Admin. Asst. 1

Region 2 - Lewiston
Investigations 8.50 FTPs
.50 Capt. D. Kane
1.00 Sergeant
6.00 Specialist - Detective
1.00 Admin. Asst. 1

Region 3 - Boise
Investigations 17.50 FTPs
1.00 Capt. D. Van Cleave
1.00 Lieutenant
3.00 Sergeant
10.00 Specialist - Detective
1.00 Admin. Asst. 1
.50 Office Spec. 1
1.00 Admin. Asst. 2
1.00 Admin Asst. 1

Region 1 - C d' Alene
Patrol 49.00 FTPs
1.00 Capt. W. Longo
1.00 Lieutenant
4.00 Sergeant
27.00 Trooper
1.00 Reg. Comm. Supv.
11.00 Reg. Comm. Officer
1.00 Evidence Technician
1.00 Admin. Asst. 1
2.00 Office Spec. 2

Region 3 - Boise
Patrol 45.00 FTPs
1.00 Capt. Steve Jones
1.00 Lieutenant
5.00 Sergeant
33.00 Trooper
2.00 Specialist
1.00 Admin. Asst. 1
1.00 Office Spec. 2
1.00 Technical Records Spec.

COMBINED SOUTH
INVESTIGATIONS 28.50
Major Tom Thompson .50

PATROL 125.50 FTPs
Major Tom Thompson .50
1.00 Office Spec. 2

Region 4 - Twin Falls
Investigations 9.50 FTPs
.50 Capt. D. Neal
1.00 Sergeant
7.00 Specialist - Detective

Region 5 - Pocatello
Investigations 10.50 FTPs
.50 Capt. E. Gygli
1.00 Sergeant
8.00 Specialist - Detective

Region 6 - Idaho Falls
Investigations 8.00 FTPs
1.00 Capt. C. Peterson
1.00 Sergeant
5.00 Specialist - Detective

Region 4 - Twin Falls
Patrol 32.50 FTPs
.50 Capt. D. Neal
1.00 Lieutenant
3.00 Sergeant
1.00 Specialist
24.00 Trooper
1.00 Evidence Technician
1.00 Admin. Asst. 1

Region 5 - Pocatello
Patrol 36.50 FTPs
.50 Capt. Ed Gygli
1.00 Lieutenant
3.00 Sergeant
20.00 Trooper
1.00 Reg. Comm. Supv.
9.00 Reg. Comm. Officer
1.00 Admin. Asst. 1
1.00 Office Spec. 2

Region 2 - Lewiston
Patrol 24.50 FTPs
.50 Capt. D. Kane
1.00 Lieutenant
3.00 Sergeant
18.00 Trooper
1.00 Admin. Asst. 1
1.00 Office Spec. 2

LAW ENFORCEMENT PROGRAMS 17.00
EXEC. PROTECTION 2.50
1.00 Captain
1.00 Specialist - Detective
1.00 Management Asst.

Alcohol Beverage Control 7.50 FTPs
1.00 Lt. Bob Clements
1.00 Sergeant
2.00 Investigative Aide
1.00 Admin. Asst. 2
1.00 Tech. Records Spec. 1
1.50 Office Specialist

Executive Protection
.50 Lieutenant
2.00 Specialists - EP

Capitol Security
.50 Lieutenant
1.00 Sergeant

Financial Investigative Unit
1.00 Sergeant
1.00 Financial Specialist

Cyber Crime Unit
1.00 IT Security Spec.
1.00 Specialist - Detective

Region 6 - Idaho Falls
Patrol 27.00 FTPs
1.00 Capt. D. Bunderson
1.00 Lieutenant
3.00 Sergeant
20.00 Trooper
1.00 Admin. Asst. 1
1.00 Office Spec. 2

Commercial Vehicle Safety
28.00 FTPs
1.00 Capt. Lamont Johnston
1.00 Research Analyst
1.00 Admin Assistant
1.00 Office Spec. 2
1.00 Lieutenant
3.00 Sergeant
6.00 Specialist - Haz. Mat.
11.00 Specialist - CVS
3.00 Video Specialist

Blank Page

POST Academy

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	0	0	0	1,604,500	*0*
Dedicated	2,174,200	1,940,300	2,370,000	2,779,800	*2,761,900*
Federal	415,300	211,000	215,300	245,500	*246,000*
Total:	**2,589,500**	**2,151,300**	**2,585,300**	**4,629,800**	***3,007,900***
Percent Change:		(16.9%)	20.2%	79.1%	*16.3%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	894,200	832,400	908,100	1,599,600	*1,193,100*
Operating Expenditures	1,357,700	1,133,500	1,413,300	2,156,600	*1,532,400*
Capital Outlay	10,400	86,500	136,700	744,700	*155,200*
Trustee/Benefit	327,200	98,900	127,200	128,900	*127,200*
Total:	**2,589,500**	**2,151,300**	**2,585,300**	**4,629,800**	***3,007,900***
Full-Time Positions (FTP)	15.00	15.00	15.00	26.00	*18.00*

Division Description

Peace Officers' Standards and Training Academy delivers training and technical assistance to all levels of law enforcement throughout the state, by providing both basic and specialized training programs for all commissioned peace officers.

POST Academy

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**15.00**	**0**	**2,585,300**	***15.00***	***0***	***2,585,300***
Non-Cognizable Funds and Transfers	1.00	0	28,700	*1.00*	*0*	*28,700*
FY 2004 Estimated Expenditures	**16.00**	**0**	**2,614,000**	***16.00***	***0***	***2,614,000***
Removal of One-Time Expenditures	0.00	0	(150,200)	*0.00*	*0*	*(150,200)*
FY 2005 Base	**16.00**	**0**	**2,463,800**	***16.00***	***0***	***2,463,800***
Personnel Cost Rollups	0.00	0	19,000	*0.00*	*0*	*19,000*
Inflationary Adjustments	0.00	0	25,700	*0.00*	*0*	*0*
Replacement Items	0.00	0	133,800	*0.00*	*0*	*133,800*
Nonstandard Adjustments	0.00	0	(2,000)	*0.00*	*0*	*(2,000)*
Change in Employee Compensation	0.00	0	8,100	*0.00*	*0*	*16,400*
FY 2005 Program Maintenance	**16.00**	**0**	**2,648,400**	***16.00***	***0***	***2,631,000***
1. Correctional Offcr Training Facility	10.00	1,604,500	1,758,700	*2.00*	*0*	*154,200*
2. Enhanced Instructor Fees	0.00	0	90,000	*0.00*	*0*	*90,000*
3. Two Part-Time Investigators	0.00	0	70,300	*0.00*	*0*	*70,300*
4. POST Training Specialists Overtime	0.00	0	62,400	*0.00*	*0*	*62,400*
FY 2005 Total	**26.00**	**1,604,500**	**4,629,800**	***18.00***	***0***	***3,007,900***
Change from Original Appropriation	11.00	1,604,500	2,044,500	*3.00*	*0*	*422,600*
% Change from Original Appropriation			79.1%			16.3%

POST Academy

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	15.00	0	2,370,000	215,300	2,585,300
Non-Cognizable Funds and Transfers					
Transfer one position and spending authority from the Support Services Program within the Division of Idaho State Police.					
Agency Request	1.00	0	0	28,700	28,700
Governor's Recommendation	*1.00*	*0*	*0*	*28,700*	*28,700*
FY 2004 Estimated Expenditures					
Agency Request	16.00	0	2,370,000	244,000	2,614,000
Governor's Recommendation	*16.00*	*0*	*2,370,000*	*244,000*	*2,614,000*
Removal of One-Time Expenditures					
Agency Request	0.00	0	(150,200)	0	(150,200)
Governor's Recommendation	*0.00*	*0*	*(150,200)*	*0*	*(150,200)*
FY 2005 Base					
Agency Request	16.00	0	2,219,800	244,000	2,463,800
Governor's Recommendation	*16.00*	*0*	*2,219,800*	*244,000*	*2,463,800*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	0	18,000	1,000	19,000
Governor's Recommendation	*0.00*	*0*	*18,000*	*1,000*	*19,000*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	0	25,700	0	25,700
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Replacement operating expenditures include $1,900 for folding floor mats, $1,500 for ten strike bags, and $2,200 for 50 red training guns. Replacement capital outlay includes $50,000 for two vehicles, $36,000 for two used police vehicles for track training, $1,500 for three printers, $15,000 for ten personal computers including software, $3,600 for padded training suits, $15,000 for three portable projectors, $1,600 for shotguns, $3,000 for three VHS cameras, and $2,500 for a conference room telephone.					
Agency Request	0.00	0	133,800	0	133,800
Governor's Recommendation	*0.00*	*0*	*133,800*	*0*	*133,800*
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property/casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Nonstandard Adjustments provide for a decrease in State Controller fees.					
Agency Request	0.00	0	(2,000)	0	(2,000)
Governor's Recommendation	*0.00*	*0*	*(2,000)*	*0*	*(2,000)*

POST Academy

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	7,600	500	8,100
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*15,400*	*1,000*	*16,400*
FY 2005 Program Maintenance					
Agency Request	16.00	0	2,402,900	245,500	2,648,400
Governor's Recommendation	*16.00*	*0*	*2,385,000*	*246,000*	*2,631,000*

1. Correctional Offcr Training Facility

The agency is requesting staff, operating expenditures, and one-time capital outlay for the soon to be completed Correctional Officer Training Facility as part of the POST Academy. The total requested for personnel is $523,000.
1) One training manager and three training specialist positions are requested to coordinate and supervise the academies. The training manager will work directly with the Department of Correction's training council.
2) One office specialist 2 to assist in the administration of corrections programs.
3) Two trainer associates to prepare training materials, grade exams, maintain student records and files, and assist with instruction.
4) One technical records specialist for certification of officers and instructors.
5) One IT systems coordinator to maintain all of the systems necessary to support POST and corrections training.
6) One financial specialist for the Financial Services Office within the Division of Idaho State Police.

The request for operating expenditures is $433,400 for student training costs, $126,800 for staff operating costs, and $64,000 to operate and maintain the facility for a total of $624,200. A total of $175,500 is requested for office, classroom and training apartment furniture; $336,000 for computer and audio/visual equipment; and $100,000 for four vehicles for a capital outlay request of $611,500.

Agency Request	10.00	1,604,500	154,200	0	1,758,700
Provide staff and operating costs to coordinate transition to a new facility designed to accommodate the training needs of the Department of Correction. Full funding of necessary training personnel will be addressed in FY 2006.					
Governor's Recommendation	*2.00*	*0*	*154,200*	*0*	*154,200*

2. Enhanced Instructor Fees

Instructors for POST are critical for the success of the basic academy because POST has no full-time instructors on staff and contracts with over 100 instructors for every basic academy session. Instructors are law enforcement officers, attorneys, and other professionals who take time away from their regular jobs to teach at POST. The current maximum fee of $15 per hour has not been raised since 1997. Increasing the maximum fee to $25 will allow the academy to continue to provide quality programs for officers throughout the state.

Agency Request	0.00	0	90,000	0	90,000
Governor's Recommendation	*0.00*	*0*	*90,000*	*0*	*90,000*

3. Two Part-Time Investigators

Investigations for decertification of Idaho Peace officers has increased significantly. POST generally has 8 to 10 investigation requests at any given time. These are peace officers who have committed misdemeanor and felony crimes or are alleged to have committed an ethical violation. Each investigation needs to be comprehensive and provide for an administrative hearing. This funding will allow the agency to hire retired law enforcement investigators to conduct investigations on a part-time basis.

Agency Request	0.00	0	70,300	0	70,300
Governor's Recommendation	*0.00*	*0*	*70,300*	*0*	*70,300*

POST Academy

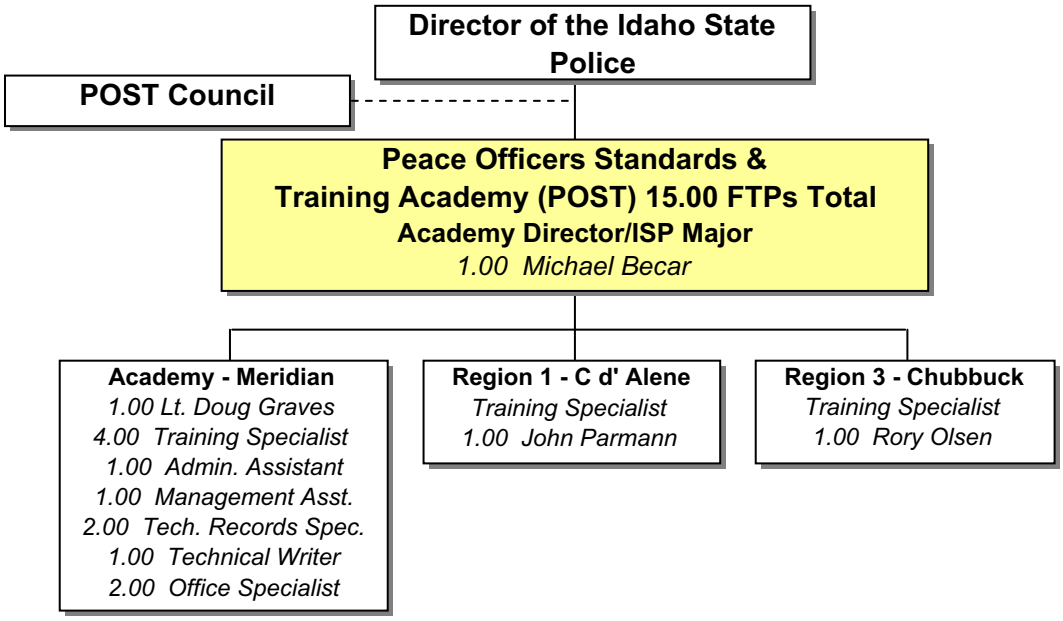
Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
4. POST Training Specialists Overtime					
This request is for funding to pay approximately 2,500 hours of overtime each year for six training specialists. The average hourly wage for the specialists is $21. This division paid zero overtime in FY 2003.					
Agency Request	0.00	0	62,400	0	62,400
Governor's Recommendation	*0.00*	*0*	*62,400*	*0*	*62,400*
FY 2005 Total					
Agency Request	26.00	1,604,500	2,779,800	245,500	4,629,800
Governor's Recommendation	*18.00*	*0*	*2,761,900*	*246,000*	*3,007,900*
Agency Request					
Change from Original App	11.00	1,604,500	409,800	30,200	2,044,500
% Change from Original App	73.3%		17.3%	14.0%	79.1%
Governor's Recommendation					
Change from Original App	*3.00*	*0*	*391,900*	*30,700*	*422,600*
% Change from Original App	*20.0%*		*16.5%*	*14.3%*	*16.3%*

POST Academy
Issues & Information

Analyst: Holland-Smith

Organizational Chart



Racing Commission

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
Dedicated	759,200	582,000	788,600	775,800	*773,200*
Percent Change:		(23.3%)	35.5%	(1.6%)	*(2.0%)*
BY OBJECT OF EXPENDITURE					
Personnel Costs	348,500	306,300	352,100	355,800	*359,100*
Operating Expenditures	310,700	236,800	311,500	315,500	*309,600*
Capital Outlay	0	0	25,000	4,500	*4,500*
Trustee/Benefit	100,000	38,900	100,000	100,000	*100,000*
Total:	**759,200**	**582,000**	**788,600**	**775,800**	***773,200***
Full-Time Positions (FTP)	4.00	4.00	4.00	4.00	*4.00*

Division Description

The Racing Commission maintains racing requirements that protect racing participants and the public from illegal actions surrounding racing operations. The Commission appoints a director and a secretary to perform the year-around operations, and state stewards, veterinarians, mutuel inspectors and licensing clerks during the racing season to ensure the honest operation of the pari-mutuel system and compliance with the Idaho Racing Act.

Racing Commission

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**4.00**	**0**	**788,600**	***4.00***	***0***	***788,600***
Removal of One-Time Expenditures	0.00	0	(25,000)	*0.00*	*0*	*(25,000)*
FY 2005 Base	**4.00**	**0**	**763,600**	***4.00***	***0***	***763,600***
Personnel Cost Rollups	0.00	0	400	*0.00*	*0*	*400*
Inflationary Adjustments	0.00	0	5,900	*0.00*	*0*	*0*
Replacement Items	0.00	0	4,500	*0.00*	*0*	*4,500*
Nonstandard Adjustments	0.00	0	(1,900)	*0.00*	*0*	*(1,900)*
Change in Employee Compensation	0.00	0	3,300	*0.00*	*0*	*6,600*
FY 2005 Total	**4.00**	**0**	**775,800**	***4.00***	***0***	***773,200***
Change from Original Appropriation	0.00	0	(12,800)	*0.00*	*0*	*(15,400)*
% Change from Original Appropriation			(1.6%)			(2.0%)

Racing Commission

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	4.00	0	788,600	0	788,600
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	(25,000)	0	(25,000)
Governor's Recommendation	*0.00*	*0*	*(25,000)*	*0*	*(25,000)*
FY 2005 Base					
Agency Request	4.00	0	763,600	0	763,600
Governor's Recommendation	*4.00*	*0*	*763,600*	*0*	*763,600*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	0	400	0	400
Governor's Recommendation	*0.00*	*0*	*400*	*0*	*400*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	0	5,900	0	5,900
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
This request is for three desktop computers @ $1,500 each.					
Agency Request	0.00	0	4,500	0	4,500
Governor's Recommendation	*0.00*	*0*	*4,500*	*0*	*4,500*
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property/casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Nonstandard Adjustments include a $100 decrease in risk management fees, a $900 decrease in State Controller fees, and a $900 decrease in State Treasurer fees.					
Agency Request	0.00	0	(1,900)	0	(1,900)
Governor's Recommendation	*0.00*	*0*	*(1,900)*	*0*	*(1,900)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	3,300	0	3,300
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*6,600*	*0*	*6,600*
FY 2005 Total					
Agency Request	4.00	0	775,800	0	775,800
Governor's Recommendation	*4.00*	*0*	*773,200*	*0*	*773,200*

Racing Commission

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Agency Request					
Change from Original App	0.00	0	(12,800)	0	(12,800)
% Change from Original App	0.0%		(1.6%)		(1.6%)
Governor's Recommendation					
Change from Original App	*0.00*	*0*	*(15,400)*	*0*	*(15,400)*
% Change from Original App	*0.0%*		*(2.0%)*		*(2.0%)*

Idaho Legislative Budget Book

Natural Resources

2004 Legislative Session

Environmental Quality, Department of ..... 4 - 3

Fish and Game, Department of ..... 4 - 13

Land, Board of Commissioners ..... 4 - 25

- **Investment Board, Endowment Fund** ..... 4 - 27
- **Lands, Department of** ..... 4 - 35

Parks and Recreation, Department of ..... 4 - 45

- **Lava Hot Springs** ..... 4 - 47
- **Parks & Recreation, Department of** ..... 4 - 51

Water Resources, Department of ..... 4 - 59

Blank Page

Department of Environmental Quality

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Administration and Support	6,328,200	6,384,500	6,672,700	6,586,200	*6,365,900*
Air Quality	5,431,500	5,508,300	5,438,400	5,467,200	*5,464,600*
Water Quality	16,392,700	15,165,400	18,054,900	18,878,700	*18,575,300*
Waste Mgmt and Remediation	8,421,200	8,772,400	9,405,900	17,120,600	*17,085,700*
INEEL Oversight	2,330,600	2,014,800	2,154,900	2,153,700	*2,145,400*
Total:	**38,904,200**	**37,845,400**	**41,726,800**	**50,206,400**	***49,636,900***
BY FUND CATEGORY					
General	15,119,900	14,668,900	15,146,000	15,627,200	*15,317,300*
Dedicated	8,042,600	5,767,700	8,374,900	7,562,700	*7,367,800*
Federal	15,741,700	17,408,800	18,205,900	27,016,500	*26,951,800*
Total:	**38,904,200**	**37,845,400**	**41,726,800**	**50,206,400**	***49,636,900***
Percent Change:		(2.7%)	10.3%	20.3%	*19.0%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	22,339,800	21,148,700	22,591,300	23,771,400	*23,833,100*
Operating Expenditures	11,013,500	11,793,200	12,870,700	19,844,400	*19,632,800*
Capital Outlay	181,800	553,700	163,000	471,000	*160,000*
Trustee/Benefit	5,369,100	4,349,800	6,101,800	6,119,600	*6,011,000*
Total:	**38,904,200**	**37,845,400**	**41,726,800**	**50,206,400**	***49,636,900***
Full-Time Positions (FTP)	369.55	369.55	369.55	371.55	*369.55*

Department Description

The Idaho legislature created the Department of Environmental Quality (DEQ) effective July 1, 2000, from Health and Welfare's Division of Environmental Quality, "to protect human health and the environment as its sole mission is in the public's interest" (§39-102A). The Department is organized into five budgetary programs.

Administration and Support Services develops division policies, legislation, and rules for permitting and regulatory programs; promotes public understanding of environmental issues and solicits public input; assesses program effectiveness in improving water and air quality; and services DEQ internal support needs.

The Air Quality program protects Idaho's air quality through an integrated "airshed" approach to air quality management. The airshed approach combines community involvement with the scientific method. The program uses ambient (encompassing) monitoring, permits, regulations and enforcement to protect Idaho's air quality.

The Water Quality program develops strategies to prevent, protect, and remediate areas so as to maintain or improve water quality and prevent impairment of beneficial uses. The program protects human health and biological integrity through watershed, drinking water, ground water, waste water, and grant and loan activities.

Waste Management and Remediation is responsible for ensuring that solid wastes are managed and disposed in a manner protective of human health and the environment. The program responds to existing releases of hazardous substances to surface waters, ground waters, or soils and works with active mines to ensure best management practices are followed and that bonding and closure requirements are met.

The primary responsibility of the Idaho National Engineering & Environmental Laboratory (INEEL) Oversight Program is to independently monitor INEEL operations and document transportation of radiological materials along transportation corridors. The objective is to assure the protection of Idaho's land, air, water, wildlife and public health and to provide Idahoans an independent, factual analysis of INEEL activities.

Department of Environmental Quality

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**369.55**	**15,146,000**	**41,726,800**	***369.55***	***15,146,000***	***41,726,800***
Non-Cognizable Funds and Transfers	0.00	0	8,878,400	*0.00*	*0*	*8,878,400*
FY 2004 Estimated Expenditures	**369.55**	**15,146,000**	**50,605,200**	***369.55***	***15,146,000***	***50,605,200***
Removal of One-Time Expenditures	(5.00)	0	(9,612,300)	*(5.00)*	*0*	*(9,612,300)*
FY 2005 Base	**364.55**	**15,146,000**	**40,992,900**	***364.55***	***15,146,000***	***40,992,900***
Personnel Cost Rollups	0.00	186,000	442,700	*0.00*	*186,000*	*442,700*
Inflationary Adjustments	0.00	95,100	297,400	*0.00*	*0*	*0*
Replacement Items	0.00	304,000	464,000	*0.00*	*0*	*160,000*
Nonstandard Adjustments	0.00	(192,000)	(486,400)	*0.00*	*(193,100)*	*(489,200)*
Change in Employee Compensation	0.00	88,100	208,400	*0.00*	*178,400*	*422,000*
Fund Shifts	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Program Maintenance	**364.55**	**15,627,200**	**41,919,000**	***364.55***	***15,317,300***	***41,528,400***
1. Ongoing Federal Grants	5.00	0	8,108,500	*5.00*	*0*	*8,108,500*
2. Develop NPDES Primacy	2.00	0	178,900	*0.00*	*0*	*0*
FY 2005 Total	**371.55**	**15,627,200**	**50,206,400**	***369.55***	***15,317,300***	***49,636,900***
Change from Original Appropriation	2.00	481,200	8,479,600	*0.00*	*171,300*	*7,910,100*
% Change from Original Appropriation		3.2%	20.3%		1.1%	19.0%

Department of Environmental Quality

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	369.55	15,146,000	8,374,900	18,205,900	41,726,800
Non-Cognizable Funds and Transfers					
Includes new non-cognizable federal funds in the amounts of $102,100 for administration and support, $55,000 for Water Quality, and $220,000 for Waste Management and Remediation. Includes a $7,731,400 noncognizable federal grant for the Coeur d'Alene Basin superfund cleanup. Includes $800,000 in noncognizable dedicated funds for the INEEL PIT 9 settlement. Includes the shift of $500,000 from the Air Quality Permitting Fund to federal funds to account for the expenditure of the federal grant from the Department of Energy instead of fees. Shifts 5.6 positions from Administration and Support, 2.34 positions from Air Quality, and one position from INEEL Oversight to Water Quality and Waste Management and Remediation. Shifts $218,900 to Water Quality from Air Quality, INEEL Oversight and Support Services. Eliminates $30,100 spending authority for the Agricultural Smoke Management program which was transferred to the Department of Agriculture last session.					
Agency Request	0.00	0	269,900	8,608,500	8,878,400
Governor's Recommendation	*0.00*	*0*	*269,900*	*8,608,500*	*8,878,400*
FY 2004 Estimated Expenditures					
Agency Request	369.55	15,146,000	8,644,800	26,814,400	50,605,200
Governor's Recommendation	*369.55*	*15,146,000*	*8,644,800*	*26,814,400*	*50,605,200*
Removal of One-Time Expenditures					
Removes non-cognizable federal and dedicated funds. Removes $163,000 provided for one-time replacement items. Removes $450,000 provided from the Bunker Hill Trust to cap mine waste tailings within the Bunker Hill Superfund site. Removes $90,800 provided from the Water Pollution Control Fund for the Rathdrum Praire Aquifer Protection program. Restores Air Quality Permitting Fund base.					
Agency Request	(5.00)	0	(870,800)	(8,741,500)	(9,612,300)
Governor's Recommendation	*(5.00)*	*0*	*(870,800)*	*(8,741,500)*	*(9,612,300)*
FY 2005 Base					
Agency Request	364.55	15,146,000	7,774,000	18,072,900	40,992,900
Governor's Recommendation	*364.55*	*15,146,000*	*7,774,000*	*18,072,900*	*40,992,900*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 percent of salary for regular members.					
Agency Request	0.00	186,000	64,500	192,200	442,700
Governor's Recommendation	*0.00*	*186,000*	*64,500*	*192,200*	*442,700*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	95,100	46,300	156,000	297,400
The Governor recommends no increase for inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Department of Environmental Quality

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
Replacement items include $201,000 for 99 computers, $90,000 for six ultra-low emission cars, $120,000 for six low emission trucks, $5,000 for alpha radiation instruments, and $48,000 for air quality monitoring equpment.					
Agency Request	0.00	304,000	26,000	134,000	464,000
The Governor does not recommend General Fund monies for replacement items. The recommendation funds 52 computers and includes $30,000 for three pieces of air monitoring equipment and $5,000 for two alpha radiation survey instruments. No funding for replacement vehicles is included.					
Governor's Recommendation	*0.00*	*0*	*26,000*	*134,000*	*160,000*
Nonstandard Adjustments					
This decision unit includes the following adjustments for the Statewide Cost Allocation Plan: $9,400 for Attorney General fees, $1,400 for risk management costs, ($502,300) for State Controller fees, and $2,300 for State Treasurer fees. Also, includes $2,800 for building service space charge increases. [Ongoing]					
Agency Request	0.00	(192,000)	(56,900)	(237,500)	(486,400)
The Governor recommends no adjustment to building space charges for state agencies.					
Governor's Recommendation	*0.00*	*(193,100)*	*(57,300)*	*(238,800)*	*(489,200)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	88,100	29,900	90,400	208,400
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*178,400*	*60,600*	*183,000*	*422,000*
Fund Shifts — **Administration and Support Services, Air Quality**					
Shifts $500,000 and six positions from the Title V - Air Quality Permitting Fund to federal funds to account for the expenditure of a federal grant from the Department of Energy instead of fees. This decision unit reduces the spending authority of the Air Quality Permitting Fund from $2.4 to $1.9 million. Back in FY 2002, JFAC approved a fund shift of 9.42 positions and $624,900 from federal funds to the Air Quality Permitting Fund to reflect a change in the INEEL payments as permitting fees. However, the FY 2002 and FY 2003 payments were made as grants and were not reflected in the Air Quality Permitting Fund. The expenditure adjustments in this budget request assume the INEEL-Department of Energy (DOE) grant will be received in FY 2004 and this decision unit presumes that future INEEL-DOE payments will be received in grant form rather than on a per ton of pollutant basis. [Ongoing]					
Agency Request	0.00	0	(500,000)	500,000	0
Governor's Recommendation	*0.00*	*0*	*(500,000)*	*500,000*	*0*
FY 2005 Program Maintenance					
Agency Request	364.55	15,627,200	7,383,800	18,908,000	41,919,000
Governor's Recommendation	*364.55*	*15,317,300*	*7,367,800*	*18,843,300*	*41,528,400*
1. Ongoing Federal Grants — **Admin Services, Water Quality, Waste Mgmt & Remediation**					
DEQ has received $7,270,000 for Coeur d'Alene Basin remedial action and $681,400 to improve the state waste management and remediation response or Brownfields program. The department will use $220,000 of that amount for four positions eliminated last session but left in the FTP count. The department has also received two new federal grants for oversight of construction of Wastewater and Drinking Water Facilities. The multi-year grants in the Water Quality Program will utilize $55,000 and one of the five positions eliminated last session but left in the FTP count. This decision unit also includes new federal indirect funds in the amount of $102,100 for administration and support. [Ongoing]					
Agency Request	5.00	0	0	8,108,500	8,108,500
Governor's Recommendation	*5.00*	*0*	*0*	*8,108,500*	*8,108,500*

Department of Environmental Quality

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Develop NPDES Primacy					**Water Quality**

The U.S. Environmental Protection Agency (EPA) currently retains "primacy" in Idaho for the National Pollutant Discharge Elimination System (NPDES). There are about 900 NPDES permits located throughout Idaho. Because of expressed interest from industries, municipalities, aquaculture, and confined animal feeding operations throughout the state for DEQ to take primacy of the program, DEQ formed a steering committee of interested parties in June 2000 to evaluate whether DEQ should take the NPDES permit program. The benefits would be more timely permits, better focus on local considerations, better local service delivery, permits that are more closely oriented towards DEQ standards, better coordination with DEQ's TMDL process, a focus of DEQ-style compliance assurance rather than EPA-style enforcement, a streamlined Endangered Species Act process with no permit-by-permit consultation and a resulting increase in overall program efficiency. The budget request includes funding for two positions, one manager at $81,400 including benefits and one engineering technician at $70,500 including benefits, $20,000 each for operating expenditures, and $3,500 each for one-time capital outlay. These positions would develop the primacy package, a transition plan, and start to develop state capacity in key areas like permit writing for a $1.8 million, 20 full-time position (FTP) program funded by permit fees, federal grants, and state moneys. This request is from the Water Pollution Control Fund. [Requires Legislation, 2 FTPs, $7,000 one-time, $171,900 ongoing]

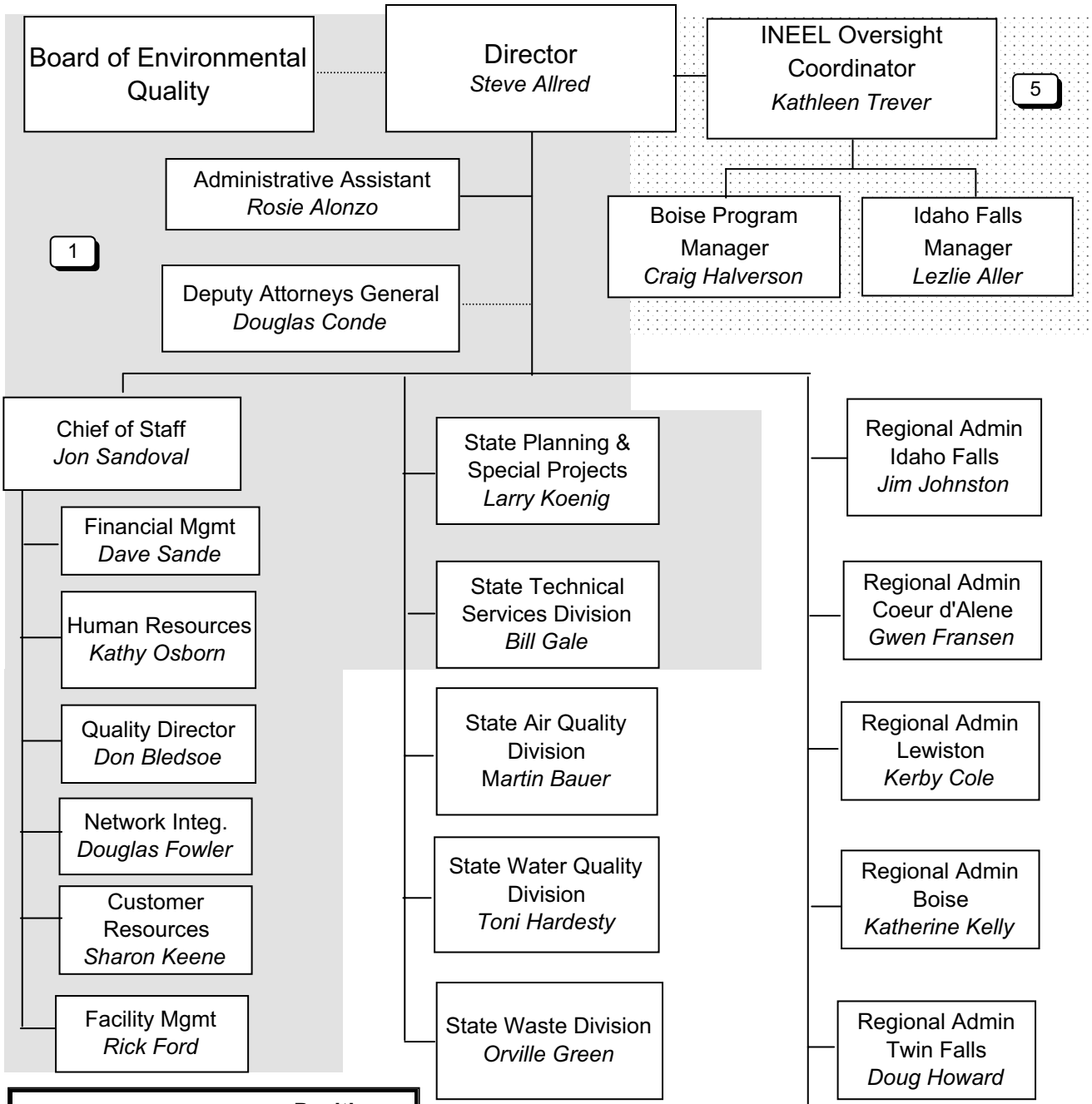
Agency Request	2.00	0	178,900	0	178,900

Not recommended. Complete takeover of the program could cost in excess of $2 million a year.

Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	371.55	15,627,200	7,562,700	27,016,500	50,206,400
Governor's Recommendation	*369.55*	*15,317,300*	*7,367,800*	*26,951,800*	*49,636,900*
Agency Request					
Change from Original App	2.00	481,200	(812,200)	8,810,600	8,479,600
% Change from Original App	0.5%	3.2%	(9.7%)	48.4%	20.3%
Governor's Recommendation					
Change from Original App	*0.00*	*171,300*	*(1,007,100)*	*8,745,900*	*7,910,100*
% Change from Original App	*0.0%*	*1.1%*	*(12.0%)*	*48.0%*	*19.0%*

Department of Environmental Quality
Issues & Information

Organizational Chart



FY 2005	Positions in Base
1. Admin. & Support	61.00
2. Air Quality	72.00
3. Water Quality	142.85
4. Waste Mgmt & Rem	71.50
5. INEEL Oversight	17.20
Total	**364.55**

Note: 7 Deputy Attorneys General and 3 support are paid through o.e. and are not in the FTP count.

Department of Environmental Quality
Issues & Information

Selected Fund Analysis

Description	FY 2001 Actual	FY 2002 Actual	FY 2003 Actual	FY 2004 Estimate	FY 2005 Gov's Rec
Water Pollution Control Fund 0200 and 0225-07					
Combined Beginning Balance	**10,601,700**	**5,173,800**	**5,880,800**	**1,840,500**	**654,200**
Encumbrances as of July 1	0	0	498,100	0	0
Sales and Use Tax	4,800,000	4,800,000	4,800,000	4,800,000	4,800,000
Estate Tax	0	0	0	0	0
Cigarette Taxes	0	0	0	0	0
Tobacco Taxes	0	0	0	0	0
Interest & Miscellaneous	328,000	227,000	68,600	30,400	9,700
Total Revenue Available	**15,729,700**	**10,200,800**	**11,247,500**	**6,670,900**	**5,463,900**
DEQ Program Costs	2,235,900	501,900	1,100,000	1,190,800	1,100,000
Prior Year Encumbrances	0	0	494,100	0	0
Dept. of Water Resources	0	0	892,900	1,405,900	456,400
Drinking Water Loan Fund	1,500,000	1,500,000	1,600,000	1,600,000	1,600,000
Wastewater Facility Loans	1,300,000	1,300,000	1,300,000	1,300,000	1,300,000
Environmental Remediation	520,000	520,000	520,000	520,000	520,000
Transfer to GF/Air Quality	5,000,000	0	3,500,000	0	0
Encumbrances as of June 30	0	498,100	0	0	0
Combined Ending Balance	**5,173,800**	**5,880,800**	**1,840,500**	**654,200**	**487,500**

Drinking Water State Revolving Fund (DWSRF) or Drinking Water Loan Fund 0532

The Idaho Drinking Water State Revolving Fund (DWSRF) was established pursuant to the Federal Safe Drinking Water Act in 1996 to assist public water systems to finance infrastructure costs. The Fund is being capitalized by the EPA though a series of grants that require States to provide an additional 20% match. Although some loans are zero interest, the effective interest rate of most loans is 2% to 4%. Loans are generally repaid over 20 years starting within one year after the project is completed. The Fund does not have any full-time employees. Instead, DEQ charges the Fund for time spent on DWSRF activities. As of June 30, 2003, Congress had authorized $60.3 million to Idaho requiring $12.1 million in matching funds for a total of $72.4 million. At year-end, the Fund had a cash balance of $8.9 million and outstanding loans of $18.4 million for a total of $27.3 million. It is continuously appropriated.

Clean Water State Revolving Fund (CWSRF) or Wastewater Facility Loan Fund 0529

The Idaho Clean Water State Revolving Fund (CWSRF) was established pursuant to Title VI of the Federal Water Quality Act of 1987 to finance publicly owned wastewater treatment facilities and pollution control projects. The Fund is being capitalized by the EPA though a series of grants that require States to provide an additional 20% match. Effective interest rates vary between 3.75% and 4.5% and are generally repaid over 20 years starting within one year after the project is completed. The Fund does not have any full-time employees. Instead, DEQ charges the Fund for time spent on CWSRF activities. As of June 30, 2003, Congress had authorized $102.5 million to Idaho requiring $20.5 million in matching funds for a total of $123.0 million. At year-end, the Fund had a cash balance of $71.1 million and outstanding loans of $66.1 million for a total of $137.2 million. It is continuously appropriated.

Department of Environmental Quality
Issues & Information

Selected Fund Analysis Continued

Description	FY 2001 Actual	FY 2002 Actual	FY 2003 Actual	FY 2004 Estimate	FY 2005 Estimate
Hazardous Waste Emergency Fund 0185 (compliance and court settlements, continuously appropriated)					
Beginning Balance	**835,400**	**910,400**	**498,800**	**425,800**	**298,400**
Cash Receipts & Transfers	106,500	187,000	113,800	113,800	113,800
Total Revenue Available	**941,900**	**1,097,400**	**612,600**	**539,600**	**412,200**
Expenditures & Transfers	31,500	598,600	186,800	241,200	241,000
Ending Balance	**910,400**	**498,800**	**425,800**	**298,400**	**171,200**
Note: Transferred $450,000 to the General Fund in FY 200					
Air Quality Permitting Fund 0186 and 0225-10 Combined (Clean Air Act, Title V permitting fees)					
Beginning Balance	**2,527,500**	**2,301,500**	**1,485,000**	**1,232,100**	**896,800**
Fees	1,177,600	1,036,900	956,700	1,448,000	1,448,000
Back Interest Repayment	510,000	0	500,000	0	0
Interest	93,600	68,000	62,100	62,100	40,000
Total Revenue Available	**4,308,700**	**3,406,400**	**3,003,800**	**2,742,200**	**2,384,800**
Expenditures	2,007,200	1,921,400	1,771,700	1,845,400	1,888,900
Ending Balance	**2,301,500**	**1,485,000**	**1,232,100**	**896,800**	**495,900**
Payette Lake Administration Fund 0187 (continuously appropriated to defray costs of administration)					
Beginning Balance	**10,400**	**11,200**	**15,800**	**20,000**	**22,000**
Cash Receipts	5,000	5,000	8,100	5,000	5,000
Total Revenue Available	**15,400**	**16,200**	**23,900**	**25,000**	**27,000**
Cash Expenditures	4,200	400	3,900	3,000	3,000
Ending Balance	**11,200**	**15,800**	**20,000**	**22,000**	**24,000**
Public Water Supervision Fund 0191 and 0225-04 Combined (public drinking water system fees)					
Beginning Balance	**918,100**	**883,700**	**694,100**	**1,161,800**	**825,000**
Cash Receipts & Transfers	1,253,100	1,060,400	1,353,200	1,290,000	1,290,000
Interest & Adjustments	40,200	25,000	33,300	33,300	18,300
Total Revenue Available	**2,211,400**	**1,969,100**	**2,080,600**	**2,485,100**	**2,133,300**
Expenditures & Transfers	1,327,700	1,275,000	918,800	1,660,100	1,701,400
Ending Balance	**883,700**	**694,100**	**1,161,800**	**825,000**	**431,900**
Environmental Remediation Fund 0201 (State's match for superfund grants)					
Beginning Balance	**6,707,600**	**7,243,000**	**7,206,100**	**7,564,800**	**7,569,100**
Interest Income	411,300	434,800	314,400	314,300	314,300
Cash Receipts & Transfers	520,000	520,000	773,200	520,000	520,000
Total Revenue Available	**7,638,900**	**8,197,800**	**8,293,700**	**8,399,100**	**8,403,400**
Expenditures	395,900	991,700	728,900	830,000	847,800
Ending Balance	**7,243,000**	**7,206,100**	**7,564,800**	**7,569,100**	**7,555,600**
Note: $253,200 transfer in from Silver Valley Natural Resource Trust in FY 20(					
Bunker Hill Trust Fund 0511 (receipts from Silver Valley mining companies)					
Beginning Balance	**1,963,300**	**1,929,800**	**1,937,200**	**2,428,600**	**1,758,900**
Interest Income	116,500	168,700	666,400	80,300	80,200
Total Revenue Available	**2,079,800**	**2,098,500**	**2,603,600**	**2,508,900**	**1,839,100**
Expenditures & Transfers	150,000	161,300	175,000	750,000	300,000
Ending Balance	**1,929,800**	**1,937,200**	**2,428,600**	**1,758,900**	**1,539,100**

Department of Environmental Quality
Issues & Information

Selected Fund Analysis Continued

Description	FY 2001 Actual	FY 2002 Actual	FY 2003 Actual	FY 2004 Estimate	FY 2005 Estimate
Agricultural Smoke Management 0183 (Balance transferred to Department of Agriculture in FY 04)					
Beginning Balance	**43,800**	**46,800**	**49,600**	**25,500**	**0**
Beginning Encumbrances	0	0	0	25,000	0
Receipts	7,300	7,300	5,500	0	0
Total Revenue Available	**51,100**	**54,100**	**55,100**	**50,500**	**0**
Expenditures	4,300	4,500	4,600	25,000	0
Transfer Balance to ISDA	0	0	0	25,500	0
Ending Encumbrances	0	0	25,000	0	0
Ending Balance	**46,800**	**49,600**	**25,500**	**0**	**0**
Note: FY 2003 encumbrance is contract with Washington State University					
Environmental Protection Trust 0489 (LUST, W. Boise Site, Pit 9, misc projects, spent through 0225-05)					
Beginning Balance	**1,499,700**	**1,601,600**	**1,483,300**	**2,314,200**	**1,476,500**
Interest	98,500	77,000	92,400	82,300	82,300
Receipts	0	0	825,000	0	0
Transfers In	3,400	0	0	0	0
Total Revenue Available	**1,601,600**	**1,678,600**	**2,400,700**	**2,396,500**	**1,558,800**
Transfers Out	0	195,300	86,500	920,000	120,000
Ending Balance	**1,601,600**	**1,483,300**	**2,314,200**	**1,476,500**	**1,438,800**
Department of Environmental Quality Fund (Receipts) 0225-05 & 09					
Beginning Balance	**376,300**	**(158,600)**	**125,700**	**278,300**	**342,800**
Cash Receipts	510,900	1,442,500	975,200	1,394,300	1,559,000
Stationary Source Permits	0	800	134,500	125,000	125,000
Transfers In from 0489	0	195,300	86,500	920,000	120,000
Total Revenue Available	**887,200**	**1,480,000**	**1,321,900**	**2,717,600**	**2,146,800**
Expenditures	1,045,800	1,354,300	1,043,600	2,374,800	1,609,300
Ending Balance	**(158,600)**	**125,700**	**278,300**	**342,800**	**537,500**
Department of Environmental Quality Fund (General and Federal) 0225-03 & 02					
Beginning Balance	**(1,421,300)**	**2,385,100**	**(1,395,500)**	**(1,172,500)**	**0**
Beginning Encumbrances	0	0	1,374,600	889,300	0
Transfers In General Fund	16,298,200	16,479,100	14,769,900	15,146,000	15,820,300
Transfers In Federal Funds	15,141,400	18,848,400	17,503,100	28,115,600	27,255,300
Total Revenue Available	**30,018,300**	**37,712,600**	**32,252,100**	**42,978,400**	**43,075,600**
Transfers Out	0	1,371,600	101,000	128,700	0
Expenditures General Fund	12,796,200	17,344,000	15,025,500	16,035,300	15,820,300
Expenditures Federal	14,837,000	19,017,900	17,408,800	26,814,400	27,255,300
Ending Encumbrances	0	1,374,600	889,300	0	0
Ending Free Fund Balance	**2,385,100**	**(1,395,500)**	**(1,172,500)**	**0**	**0**

Note: DEQ works on a reimbursement basis with most federal grants. Although individual free fund balances may drop below zero, actual overall cash balances may not.

Department of Environmental Quality
Issues & Information

Strategic Planning Act Performance Measures

Selected Measures	FY 2002 Act.	FY 2003 Act.	FY 2004 Est.	FY 2005 Est.
Administration & Support				
1. Procurement actions completed within 30 days	98%	98%	95%	95%
2. Number of computers and printers maintained	522	530	535	540
3. Percent of customers satisfied with services	97%	99.3%	100%	100%
4. Average position vacancy rate	3%	4.1%	4%	4%
Air Quality				
1. Operate and maintain monitoring sites	67	70	72	74
2. Issue permits to construct	81	49	75	75
3. Number of Tier 2 operating permits issued	16	38	16	16
4. Number of Title V (Tier 1) permits issued	6	48	16	16
5. Conduct inspections & compliance evaluations	155	141	122	122
Water Quality				
1. Number of water body sites monitored	500	436	350	350
2. Number of TMDLs completed	10	9	11	7
3. Number of public water systems in compliance	2,087	2,049	2,100	2,100
4. Percent of public water systems in compliance	98%	98%	95%	95%
5. Number of ground water protection plans completed	10	12	20	20
6. Number of source water assessments completed	1,042	974	125	35
7. Percent of inspected waste water facilities in substantial compliance	90%	85%	85%	85%
8. Drinking water loans and grants awarded	29	9	25	30
9. Wastewater loans and grants awarded	23	24	25	30
Waste Management & Remediation				
1. Acres of corrective water quality measures taken in the Coeur d'Alene River Basin	68	18	25	40
2. Percent of inspected hazardous waste facilities in compliance	82%	91%	80%	82%
3. Underground storage tank sites in compliance with rules	42%	47%	52%	62%
4. Phosphate mine sites undergoing cleanup	6	8	11	13
INEEL Monitoring				
1. Number of DOE operations monitored	16	39	39	25
2. Number of water samples analyzed	692	685	700	700
3. Number of air samples analyzed	1,179	2,273	2,000	2,000
4. Number of milk samples analyzed	128	115	120	120
5. Surveillance reports published	8	4	4	4
6. Number of newsletters published	5	5	6	6
7. Public presentations, exhibitions or meetings	22	22	25	25

Department of Fish and Game

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Administration	12,415,200	10,453,000	13,855,000	13,770,400	*13,526,000*
Enforcement	8,225,700	8,063,500	8,605,800	8,662,800	*8,688,500*
Fisheries	24,560,200	23,721,300	25,649,000	26,751,700	*26,671,800*
Wildlife	12,653,100	12,223,300	14,106,400	15,222,700	*15,168,100*
Communications	3,044,100	2,799,700	3,074,000	3,311,400	*3,310,800*
Engineering	1,052,300	974,500	900,000	900,900	*907,100*
Natural Resource Policy	2,586,900	2,034,400	2,857,000	3,543,800	*3,559,000*
Winter Feeding/Habitat Improv.	3,172,800	1,858,000	3,642,400	3,676,200	*3,625,400*
Total:	**67,710,300**	**62,127,700**	**72,689,600**	**75,839,900**	***75,456,700***
BY FUND CATEGORY					
Dedicated	38,968,200	34,470,800	41,547,300	43,305,600	*42,970,900*
Federal	28,742,100	27,656,900	31,142,300	32,534,300	*32,485,800*
Total:	**67,710,300**	**62,127,700**	**72,689,600**	**75,839,900**	***75,456,700***
Percent Change:		(8.2%)	17.0%	4.3%	*3.8%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	36,061,700	34,213,000	37,940,100	41,084,400	*41,349,900*
Operating Expenditures	22,540,800	19,900,900	26,778,700	27,620,500	*26,985,400*
Capital Outlay	8,343,300	7,709,500	7,206,300	6,406,900	*6,406,900*
Trustee/Benefit	764,500	304,300	764,500	728,100	*714,500*
Total:	**67,710,300**	**62,127,700**	**72,689,600**	**75,839,900**	***75,456,700***
Full-Time Positions (FTP)	518.00	518.00	518.00	522.00	*522.00*

Department Description

Idaho's first Territorial Legislature in 1864 passed laws to control the harvest of big game animals from February to July, although there was no enforcement provision in the Legislation. In 1899 the Fifth Idaho Legislature established the Fish and Game Department with a State Game Warden in charge, with deputy wardens in each county that were paid half of each fine for which they could get a conviction. The total department budget was $1,500. In 1938 Idaho's first voter initiative passed which created the Idaho Fish and Game Commission, under which the modern Fish and Game agency was born by establishing a merit system to hire competent professionals. Conservation officers also began wearing a green and gray uniform. Today there are 518 full-time equivalent employees in the Fish and Game Department which is organized into eight major programs (see table above) and funded primarily by licenses, fees and federal fund sources.

The department's policy making body is a seven member Commission, who are appointed by the Governor and confirmed by the Legislature for staggered four-year terms. The Commission appoints a Director, holds public hearings, establishes regulations and management controls on fish and wildlife, and approves departmental budgets for submission to the Legislature.

Department of Fish and Game

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**518.00**	**0**	**72,689,600**	***518.00***	***0***	***72,689,600***
Non-Cognizable Funds and Transfers	4.00	0	395,900	*4.00*	*0*	*395,900*
FY 2004 Estimated Expenditures	**522.00**	**0**	**73,085,500**	***522.00***	***0***	***73,085,500***
Removal of One-Time Expenditures	(4.00)	0	(9,056,200)	*(4.00)*	*0*	*(9,056,200)*
Base Adjustments	0.00	0	(385,300)	*0.00*	*0*	*(385,300)*
FY 2005 Base	**518.00**	**0**	**63,644,000**	***518.00***	***0***	***63,644,000***
Personnel Cost Rollups	0.00	0	996,000	*0.00*	*0*	*996,000*
Inflationary Adjustments	0.00	0	488,300	*0.00*	*0*	*0*
Replacement Items	0.00	0	4,590,500	*0.00*	*0*	*4,590,500*
Nonstandard Adjustments	0.00	0	(105,700)	*0.00*	*0*	*(105,700)*
Change in Employee Compensation	0.00	0	346,400	*0.00*	*0*	*701,500*
FY 2005 Program Maintenance	**518.00**	**0**	**69,959,500**	***518.00***	***0***	***69,826,300***
1. Subbasin Planning	4.00	0	393,500	*4.00*	*0*	*393,500*
2. Regional Office Leases Etc.	0.00	0	292,900	*0.00*	*0*	*192,900*
3. Maintain Computer Systems	0.00	0	566,600	*0.00*	*0*	*466,600*
4. Additional Equipment	0.00	0	51,500	*0.00*	*0*	*51,500*
5. Fish Hatchery Operations	0.00	0	361,100	*0.00*	*0*	*311,100*
6. Threatened & Endangered Fish	0.00	0	246,700	*0.00*	*0*	*246,700*
7. Fish Habitat and Fishing Access	0.00	0	1,337,100	*0.00*	*0*	*1,337,100*
8. Fish Research	0.00	0	165,700	*0.00*	*0*	*165,700*
9. Fish Management	0.00	0	765,500	*0.00*	*0*	*765,500*
10. Access Yes	0.00	0	300,000	*0.00*	*0*	*300,000*
11. Habitat Development & Management	0.00	0	204,000	*0.00*	*0*	*204,000*
12. Wolf Management Plan & Education	0.00	0	515,600	*0.00*	*0*	*515,600*
13. Nongame & Endangered Wildlife Cons.	0.00	0	259,400	*0.00*	*0*	*259,400*
14. Hunter & Fisher Education	0.00	0	217,300	*0.00*	*0*	*217,300*
15. Conservation Data Center	0.00	0	203,500	*0.00*	*0*	*203,500*
FY 2005 Total	**522.00**	**0**	**75,839,900**	***522.00***	***0***	***75,456,700***
Change from Original Appropriation	4.00	0	3,150,300	*4.00*	*0*	*2,767,100*
% Change from Original Appropriation			4.3%			3.8%

Department of Fish and Game

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	518.00	0	41,547,300	31,142,300	72,689,600
Non-Cognizable Funds and Transfers					**Natural Resource Policy, Wildlife**
Noncog $393,500 in Northwest Power Planning Council (federal) funds for Subbasin Planning contract. The Governor notified JFAC of the addition of four positions for FY 2004. This decision unit is removed before the base and requested as on-going in FY 2005. Transfer $23,100 in operating expenditures from Administration to Communications. Transfer $90,500 in personnel costs from Enforcement, Fisheries, Wildlife, Engineering, and Natural Resource Policy to Administration, Communications, and Winter Feeding. Also, non-cog $2,400 in personnel costs in Fish and Game Set-aside funds (Other) for the Wildlife program.					
Agency Request	4.00	0	2,400	393,500	395,900
Governor's Recommendation	*4.00*	*0*	*2,400*	*393,500*	*395,900*
FY 2004 Estimated Expenditures					
Agency Request	522.00	0	41,549,700	31,535,800	73,085,500
Governor's Recommendation	*522.00*	*0*	*41,549,700*	*31,535,800*	*73,085,500*
Removal of One-Time Expenditures					
Remove non-cognizable federal funds. Remove one-time funding provided for replacement items and one-time funding provided for FY 04 enhancements.					
Agency Request	(4.00)	0	(5,273,400)	(3,782,800)	(9,056,200)
Governor's Recommendation	*(4.00)*	*0*	*(5,273,400)*	*(3,782,800)*	*(9,056,200)*
Base Adjustments					
Reflects a voluntary reduction in spending authority to more closely reflect program needs. The underlying detail removes spending authority as follows: $297,000 from the Fish and Game Fund (Licenses), $200 from the Fish and Game Fund (Other), $57,900 from the Fish and Game Expendable Trust, and $30,200 from the Fish and Game Fund (Federal).					
Agency Request	0.00	0	(355,100)	(30,200)	(385,300)
Governor's Recommendation	*0.00*	*0*	*(355,100)*	*(30,200)*	*(385,300)*
FY 2005 Base					
Agency Request	518.00	0	35,921,200	27,722,800	63,644,000
Governor's Recommendation	*518.00*	*0*	*35,921,200*	*27,722,800*	*63,644,000*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	0	502,900	493,100	996,000
Governor's Recommendation	*0.00*	*0*	*502,900*	*493,100*	*996,000*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	0	284,000	204,300	488,300
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Department of Fish and Game

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
Includes $1,853,700 for 84 vehicles (3 vans, 3 suburbans, 4 SUVs, and 74 4x4 pickups), $398,500 for computer equipment, $1,647,200 for field equipment (including snowmobiles, ATVs, and other motorized equipment), $15,300 for office equipment and furniture, and includes $675,800 for facility repairs. The department continues the phase-in of the fleet management program including the continuation of phase I (passenger vehicles), the addition of phase II (large trucks) and phase III (snowmobiles, boats, ATV's and motorcycles). The department is seeing reduced repair and maintenance costs due to the fleet management program.					
Agency Request	0.00	0	3,709,800	880,700	4,590,500
Governor's Recommendation	*0.00*	*0*	*3,709,800*	*880,700*	*4,590,500*
Nonstandard Adjustments					
Includes the following adjustments for Statewide Cost Allocation: $70,400 for Attorney General fees, ($89,400) for risk management fees, ($81,000) for State Controller fees, and ($5,700) for State Treasurer fees. This decision unit also shifts $89,600 from operating expenditures to personnel costs.					
Agency Request	0.00	0	(58,400)	(47,300)	(105,700)
The Governor does not recommend the transfer of $66,500 from operating expenditures to personnel costs in the Wildlife program or $23,100 from operating to personnel costs in the Natural Resource Policy program.					
Governor's Recommendation	*0.00*	*0*	*(58,400)*	*(47,300)*	*(105,700)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	194,400	152,000	346,400
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*393,700*	*307,800*	*701,500*
FY 2005 Program Maintenance					
Agency Request	518.00	0	40,553,900	29,405,600	69,959,500
Governor's Recommendation	*518.00*	*0*	*40,469,200*	*29,357,100*	*69,826,300*

1. Subbasin Planning — **Natural Resource Policy**

This decision unit requests spending authority for ongoing federal contracts with the Northwest Power Planning Council (NWPPC) via the U.S. Department of Energy and the Bonneville Power Administration. The contracts provide for Subbasin Planning in the Upper Snake, Mid Snake, and Salmon River provinces. Subbasin planning documents habitat conditions and evaluates strategies to enhance, mitigate and protect the fish and wildlife populations that are adversely affected by the operation and maintenance of the Columbia River hydropower system. IDFG began subbasin planning in FY 2000 under contract with NWPPC. In March of 2003 IDFG received additional contracts to do subbasin planning in the three provinces which the Governor non-cogged. This decision unit requests ongoing spending authority for those contracts. The request includes four permanent positions and operating expenditures for the life of the three-year contracts. [Ongoing]

Agency Request	4.00	0	0	393,500	393,500
Governor's Recommendation	*4.00*	*0*	*0*	*393,500*	*393,500*

Department of Fish and Game

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total

2. Regional Office Leases Etc. — **Administration, Enforcement, Wildlife**

This decision unit requests funding as follows: 1) $250,000 (60%-40% license-federal) to lease additional office space in Salmon and Jerome, 2) $7,400 from federal funds for temporary customer relation specialists in Nampa, McCall and Boise, 3) $1,000 from federal funds for office supplies, 4) $9,500 from the meat processing fund (from fees assessed to violators) to pay for processing meat that can then be donated to charitable organizations, and 5) $25,000 from license fees to make-up for a shortfall in printing of the hunting regulation brochures. [Ongoing]

Agency Request	0.00	0	184,500	108,400	292,900

The Governor's recommendation reduces the requested Fish and Game Fund (licenses) operating spending authority by $100,000. The additional lease costs can be paid within existing spending authority. In FY 2003, the Administration program reverted $437,600 in operating expenditures and transferred $166,700 to capital outlay in this fund source.

Governor's Recommendation	*0.00*	*0*	*84,500*	*108,400*	*192,900*

3. Maintain Computer Systems — **All Programs**

The Department operates a statewide Wide Area Network/Local Area Network information system. These systems interface with the Employee Information System (EIS), Statewide Accounting and Reporting System (STARS) and other mission-critical systems. These systems support the operations of 518 permanent employees, about 350 temporary employees and over 500,000 license buyers. Some critical applications are outdated and require extensive maintenance. For example, the Department's financials are written in software that is no longer supported. The network is often overloaded, which causes delays and occasional system crashes. This decision unit requests funding as follows: $24,700 for a temporary IT support technician, $25,900 for software, $6,600 for communications, $141,400 for existing software maintenance, $261,500 for software licenses, $94,000 for software consultants to migrate the oracle platform to sequel, and $12,500 for computer equipment. Funding is 66% license fees and 34% federal funds. [$132,400 one-time and $434,300 ongoing]

Agency Request	0.00	0	373,300	193,300	566,600

The Governor's recommendation reduces the requested Fish and Game Fund (licenses) operating spending authority by $100,000. The additional computer maintenance costs can be paid within existing spending authority. In FY 2003, the Administration program reverted $437,600 in operating expenditures and transferred $166,700 to capital outlay in this fund source.

Governor's Recommendation	*0.00*	*0*	*273,300*	*193,300*	*466,600*

4. Additional Equipment — **Enforcement, Wildlife, Communications, Winter Feeding**

The Department requests funding for equipment in addition to the replacement items included in the maintenance portion of the budget request. The Enforcement Program requests $18,000 for eleven satellite phones, four portable radios, two blue lights, a generator, a GPS, a truck winch, and seven training rifles. The Wildlife Program requests $13,000 for two power augers, a wildlife guzzler, a projection unit, two remote cameras, and a welder. Finally, the Department requests $500 for a digital camera for the Winter Feeding and Habitat Improvement Program and $20,000 in federal funding for security cameras at the MK Nature Center. [One-time]

Agency Request	0.00	0	26,300	25,200	51,500
Governor's Recommendation	*0.00*	*0*	*26,300*	*25,200*	*51,500*

5. Fish Hatchery Operations — **Fisheries**

Funding is requested to repair and maintain state fish hatcheries and anadromous facilities funded by the United States Fish and Wildlife Service and Idaho Power Company. Unforeseen hatchery repairs may include maintaining water supplies and repairing raceways and buildings. This decision unit includes $34,900 in federal funds and $36,700 in Idaho Power funds for temporary personnel costs; $150,000 in license fees, $19,500 in federal funds, and $26,000 in Idaho Power funds for operating expenditures; and $94,000 in federal funds for capital outlay. [$94,000 one-time and $267,100 ongoing]

Agency Request	0.00	0	212,700	148,400	361,100

The recommendation reduces the dedicated license fund amount from $150,000 to $100,000.

Governor's Recommendation	*0.00*	*0*	*162,700*	*148,400*	*311,100*

Department of Fish and Game

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
6. Threatened & Endangered Fish					**Fisheries**
Federal funds in the amount of $210,800 from the U.S. Fish and Wildlife Service and $6,000 in Idaho Power funds are requested to increase monitoring of our endangered fish species by additional temporary seasonal employees. The decision unit also includes $21,600 for increased electrical and maintenance costs and $8,300 for capital costs to repair and maintain the Eagle Fish Hatchery's captive sockeye and Chinook program. [$8,300 one-time and $238,400 ongoing]					
Agency Request	0.00	0	6,000	240,700	246,700
Governor's Recommendation	*0.00*	*0*	*6,000*	*240,700*	*246,700*
7. Fish Habitat and Fishing Access					**Fisheries**
Funding is requested in the amount of $233,700 from license funds and $1,103,400 in U.S. Fish and Wildlife and Dingell-Johnson monies to improve fish habitat, increase fishing access, and support fish screening operations. Personnel funding in the amount of $53,600 will enhance the operation of the Salmon screen shop. Operating expenditures of $44,100 will be used for maintenance. Capital outlay in the amount of $1,239,400 is budgeted for access development, habitat restoration, improvements to fishing facilities, a photocopier, three desktop computers, two electro shockers, two GPS units, a laptop computer, and a printer. [$97,700 ongoing]					
Agency Request	0.00	0	233,700	1,103,400	1,337,100
Governor's Recommendation	*0.00*	*0*	*233,700*	*1,103,400*	*1,337,100*
8. Fish Research					**Fisheries**
Idaho has a number of species listed under the Endangered Species Act (ESA), including Chinook Salmon, Sockeye Salmon, Steelhead Trout, Bull Trout, and Kootenai River Sturgeon. Spending authority is requested to fulfill an ESA federal contract to monitor and evaluate listed species and develop plans and projects to assist in recovery efforts. The request includes $111,800 in personnel costs for seasonal employees. It also includes $53,900 to purchase an air compressor, analytical balance, coded wire detector, dry suit, pit tag scanner, portable generator, portable welder, satellite internet access, satellite phone, survival suit, and three split-beam hydroacoustic transducers at $10,000 each. [$53,900 one-time]					
Agency Request	0.00	0	0	165,700	165,700
Governor's Recommendation	*0.00*	*0*	*0*	*165,700*	*165,700*
9. Fish Management					**Fisheries**
This decision unit includes $354,300 in personnel costs for seasonal employees to address additional workloads required by federal fish management contracts. These additional staff and related operating funds will also be used to mark fish and collect information valuable to our native fish. Funding in the amount of $149,400 is requested for ongoing operating costs including $51,100 in license fees, $96,300 in federal funds and $2,000 in private utility funds. Also, $225,000 in license fee spending authority is included in one-time operating expenditures to do an Environmental Impact Statement and rejuvenate Cascade Reservoir. One-time capital outlay of $36,800 is requested from federal funds to purchase a centrifuge, otolith sectioning equipment, a storage shed, a travel trailer, and a video-microscope system. [$261,800 one-time and $503,700 ongoing]					
Agency Request	0.00	0	306,100	459,400	765,500
Governor's Recommendation	*0.00*	*0*	*306,100*	*459,400*	*765,500*

Department of Fish and Game

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total

10. Access Yes — **Wildlife**

Public access for hunting, fishing, trapping and wildlife viewing has declined nationwide over the last 20-30 years. Idaho has not been spared from this trend. Last year, the Department implemented a pilot "Access Yes" program in an effort to provide access to private and public lands for hunters, anglers, and non-consumptive wildlife users who enjoy Idaho's wildlife resources. The program provides economic rewards to landowners who provide access to the public. Currently there are 30 landowners enrolled who provide access to about 107,000 acres of private lands along with access to another 200,000 acres of public lands through their private lands. Funding of $220,000 is requested from license fees and $80,000 from habitat improvement set-aside funds (interest produced by the secondary big game depredation account) for a total of $300,000. These funds will be used to compensate landowners, purchase signage to identify participating properties, and pay administrative costs of the program. [Ongoing]

Agency Request	0.00	0	300,000	0	300,000
Governor's Recommendation	*0.00*	*0*	*300,000*	*0*	*300,000*

11. Habitat Development & Management — **Wildlife, Winter Feeding and Habitat Improvement**

The Wildlife program requests spending authority of $1,000 in dedicated license fees and $3,000 in federal funds to pay increases in lease rates to the Department of Lands. These properties provide fishing and wildlife habitat. This decision unit also includes spending authority in Habitat Improvement Set-asides of $200,000 ($2 from each hunting or combination license) to acquire new property or enhance existing lands managed by the Department. [$200,000 one-time and $4,000 ongoing]

Agency Request	0.00	0	201,000	3,000	204,000
Governor's Recommendation	*0.00*	*0*	*201,000*	*3,000*	*204,000*

12. Wolf Management Plan & Education — **Wildlife, Communications**

This request includes spending authority of $505,000 to begin the implementation of the State's Wolf Management Plan. The U.S. Fish and Wildlife Service (USFWS), Wildlife Services, and Nez Perce Tribe are currently managing the wolves. The Idaho Department of Fish and Game is coordinating with those agencies. The Department's current budget includes $100,000 for elk monitoring and $100,000 for statewide training and strategy development. This request includes $205,000 in personnel costs for two regional wildlife biologists and six part-time wildlife technicians. The state will begin wolf management, monitoring, outreach, information and education, control, and enforcement. The request also includes $300,000 in operating expenditures to lease vehicles and equipment through the fleet management program and to pay overhead expenses. The source of funding is from federal funds allocated by Congress on an annual basis through the USFWS. The funds are to be routed through the Idaho Office of Species Conservation and therefore appear as dedicated funds in this request. This decision unit also includes $10,600 in non-game license plate revenues for wolf education. [Ongoing]

Agency Request	0.00	0	515,600	0	515,600
Governor's Recommendation	*0.00*	*0*	*515,600*	*0*	*515,600*

13. Nongame & Endangered Wildlife Cons. — **Wildlife**

The Department lacks current information on the distribution, abundance, trend, and status of populations and habitats of certain at-risk nongame and endangered species. This decision unit requests temporary personnel and operating expenses to gather data targeted initially at bird species. Birds are useful indicators of environmental health, reflect the effects of current land-use practices and are easily detected and identified. The request includes one 8-month Wildlife Biologist, one 6-month Wildlife Technician and fifteen 4-month Wildlife Technicians (May-August). Funding is primarily from nongame set-aside funds but also includes $4,800 from the U.S. Fish and Wildlife Federal Assistance Program. [Ongoing]

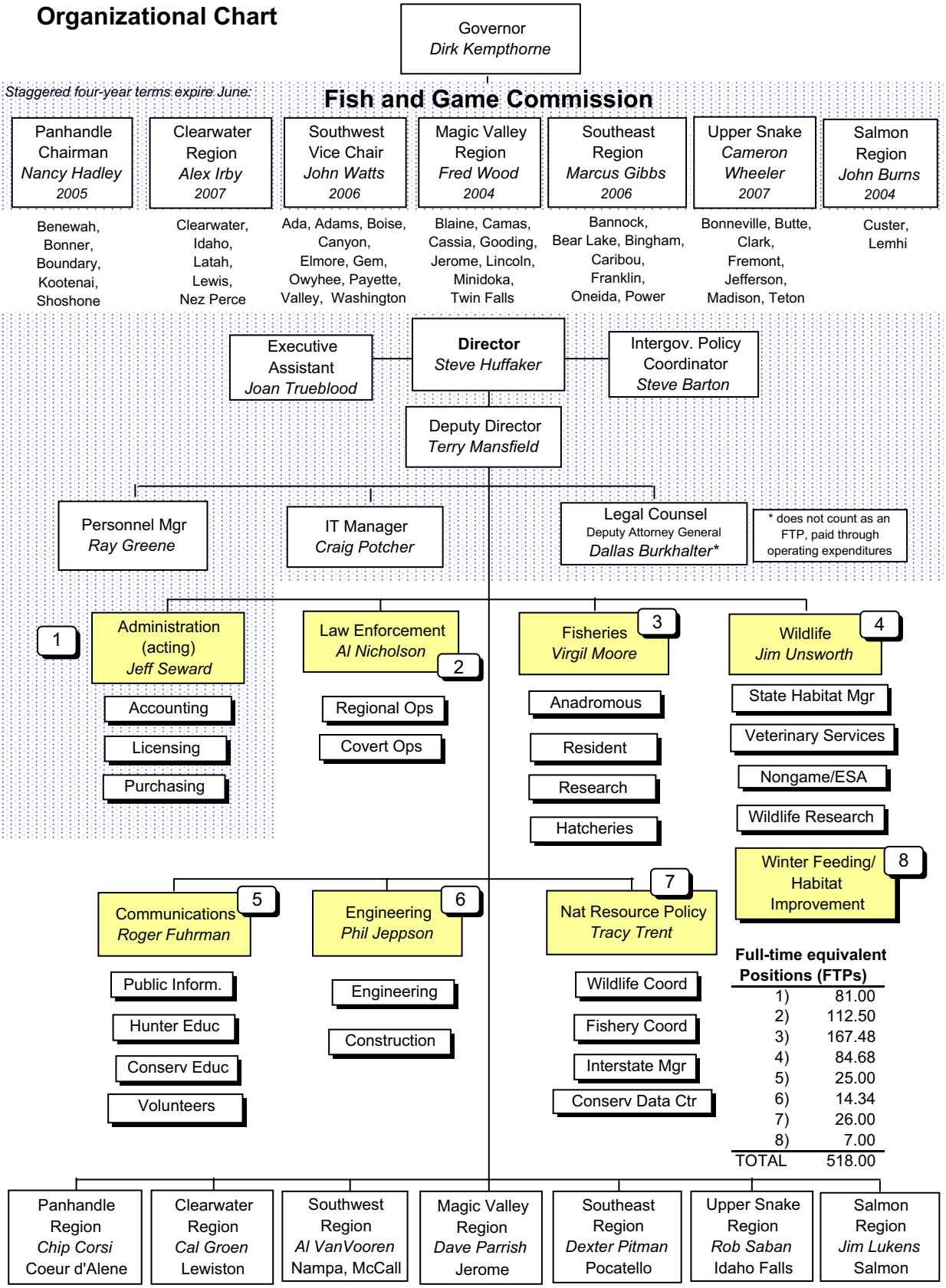
Agency Request	0.00	0	254,600	4,800	259,400
Governor's Recommendation	*0.00*	*0*	*254,600*	*4,800*	*259,400*

Department of Fish and Game

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
14. Hunter & Fisher Education					**Communications**
This request is to increase the ability to meet a growing demand for hunter and fisher education programs. Personnel funding of $71,300 will provide additional salary for temporary employees at the MK Nature Center. Operating expenditures are $26,000 for overhead costs. Capital outlay includes $60,000 for shooting range development, $25,000 for a scantron scanner, and $35,000 for other equipment. The source of the revenue is $10,000 from nongame license plates, $123,900 from federal Pittman-Robertson funds, $23,400 from federal Dingell-Johnson funds, and $60,000 from court ordered fines and forfeitures for violations of fish and game laws. [$120,000 one-time and $97,300 ongoing]					
Agency Request	0.00	0	70,000	147,300	217,300
Governor's Recommendation	*0.00*	*0*	*70,000*	*147,300*	*217,300*
15. Conservation Data Center					**Natural Resource Policy**
Additional federal grants are available for gathering, analyzing, storing, and disseminating information on wetlands, rare plant communities and rare animals. This decision unit requests $67,900 in spending authority from the nongame account to act as match for $135,600 in federal funds for a total of $203,500. [Ongoing]					
Agency Request	0.00	0	67,900	135,600	203,500
Governor's Recommendation	*0.00*	*0*	*67,900*	*135,600*	*203,500*
FY 2005 Total					
Agency Request	522.00	0	43,305,600	32,534,300	75,839,900
Governor's Recommendation	*522.00*	*0*	*42,970,900*	*32,485,800*	*75,456,700*
Agency Request					
Change from Original App	4.00	0	1,758,300	1,392,000	3,150,300
% Change from Original App	0.8%		4.2%	4.5%	4.3%
Governor's Recommendation					
Change from Original App	*4.00*	*0*	*1,423,600*	*1,343,500*	*2,767,100*
% Change from Original App	*0.8%*		*3.4%*	*4.3%*	*3.8%*

Department of Fish and Game
Issues & Information

Organizational Chart



Full-time equivalent Positions (FTPs)

1)	81.00
2)	112.50
3)	167.48
4)	84.68
5)	25.00
6)	14.34
7)	26.00
8)	7.00
TOTAL	518.00

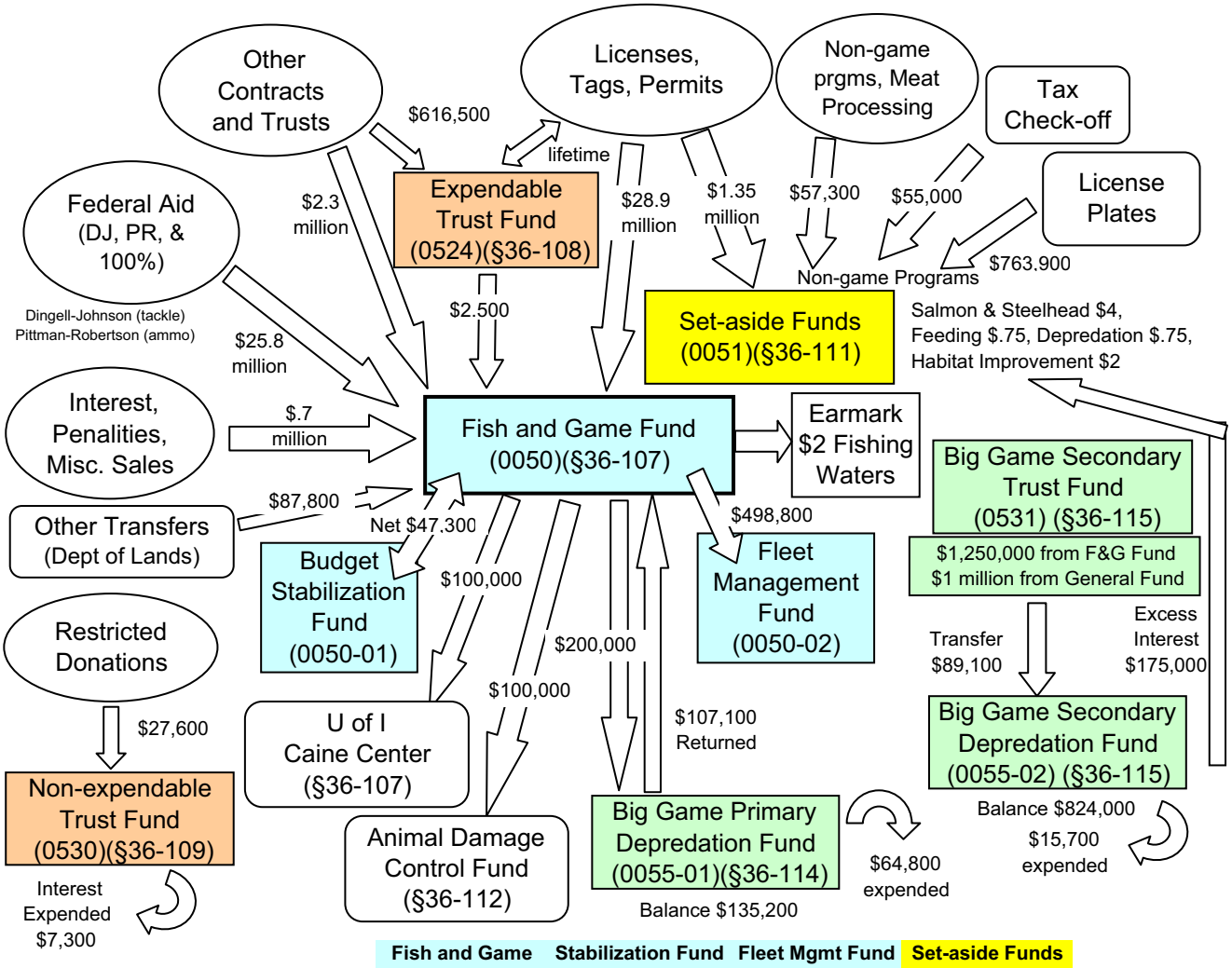
Regional boundaries follow wildlife management units.

Idaho Department of Fish and Game

Analyst: Houston

Issues & Information

Funding Web (FY 2003)



Fiscal Year 2003	Fish and Game Fund (0050)	Stabilization Fund (0050-01)	Fleet Mgmt Fund (0050-02)	Set-aside Funds (0051)	Subtotal
Beginning Free Fund Balance	912,700	2,889,800	4,173,200	1,651,000	9,626,700
Beginning Encumbrances	3,688,900	0	1,400	121,400	3,811,700
Receipts	57,659,200	146,700	498,800	1,403,600	59,708,300
Transfers In	516,100	370,000	0	993,900	1,880,000
Transfers Out	(770,000)	(322,700)	0	0	(1,092,700)
Expenditures	(58,783,100)	0	(748,400)	(1,697,500)	(61,229,000)
Ending Encumbrances	(3,426,800)	0	(104,000)	(305,500)	(3,836,300)
Ending Free Fund Balance	**(203,000)**	**3,083,800**	**3,821,000**	**2,166,900**	**8,868,700**

Fiscal Year 2003	Expendable Trust (0524)	Non-Expendable Trust (0530)	Depredation Funds (0055)	Depredation Fund (0531)	Subtotal
Beginning Free Fund Balance	6,294,600	493,500	989,700	2,259,800	10,037,600
Beginning Encumbrances	24,300	100	0	0	24,400
Receipts	616,500	27,600	43,000	115,100	802,200
Transfers In	0	0	289,100	0	289,100
Transfers Out	(2,500)	0	(282,100)	(89,100)	(373,700)
Expenditures	(488,600)	(7,300)	(80,500)	0	(576,400)
Ending Encumbrances	(23,800)	0	0	0	(23,800)
Ending Free Fund Balance	**6,420,500**	**513,900**	**959,200**	**2,285,800**	**10,179,400**
				Ending Free Fund Balance All Funds	**19,048,100**

Department of Fish and Game
Issues & Information

Fish and Game Receipts

Description	FY 2001 Actual	FY 2002 Actual	FY 2003 Actual	FY 2004 Estimate	FY 2005 Estimate
Fish and Game Fund					
Licenses & Permits	$27,472,700	$28,575,600	$28,859,500	$29,583,100	$29,907,300
Fleet Mgmt & Budget Stbl. Acct	205,100	628,000	645,500	631,200	667,900
Federal Reimbursements	19,111,900	22,841,400	25,764,500	30,496,100	32,500,900
Private and Local Reimburs.	1,994,600	2,154,100	2,316,700	3,341,300	4,131,000
Private and Local Trusts	957,700	922,700	644,100	660,200	676,700
Primary & Secondary Depred.	192,100	195,400	158,100	162,100	166,100
Miscellaneous Income	1,041,400	885,500	718,300	523,100	510,100
Total Fish & Game Fund	$50,975,500	$56,202,700	$59,106,700	$65,397,100	$68,560,000
Set-Aside Funds:					
Habitat Acq. and Devel.	443,000	418,700	540,700	434,200	449,300
Salmon and Steelhead Tag	383,200	202,900	411,700	347,900	337,400
Winter Feeding & Depred.	420,500	426,600	401,200	342,900	339,800
Non-game Programs	49,200	71,100	49,200	50,600	52,200
Meat Processing Charges	9,600	11,900	8,100	7,500	7,700
Interest and Adjustments	4,500	(13,700)	(7,200)	0	0
Total Set-Aside Funds:	$1,310,000	$1,117,500	$1,403,700	$1,183,100	$1,186,400
Total Receipts	$52,285,500	$57,320,200	$60,510,400	$66,580,200	$69,746,400

Fish and Game Expenditures, Appropriation, and Request*

Programs	Actual	Actual	Actual	Approp	Approp
Administration	$9,384,100	$10,217,700	$10,453,000	$13,855,000	$13,770,400
Enforcement	6,761,400	7,873,600	8,063,500	8,605,800	8,662,800
Fisheries	19,101,800	21,617,700	23,731,200	25,649,000	26,751,700
Wildlife	9,976,200	11,791,200	12,223,400	14,106,400	15,222,700
Communications	2,388,600	2,644,200	2,799,700	3,074,000	3,311,400
Engineering	726,400	909,900	974,600	900,000	900,900
Resource Policy	1,607,200	3,001,400	2,034,400	2,857,000	3,543,800
Winter Feeding/Habitat Improv.	1,534,500	2,462,200	1,858,100	3,642,400	3,676,200
Total Expenditures	$51,480,200	$60,517,900	$62,137,900	$72,689,600	$75,839,900

*Actual Expenditures reflect that year's cash expenditures and that year's encumbrances.

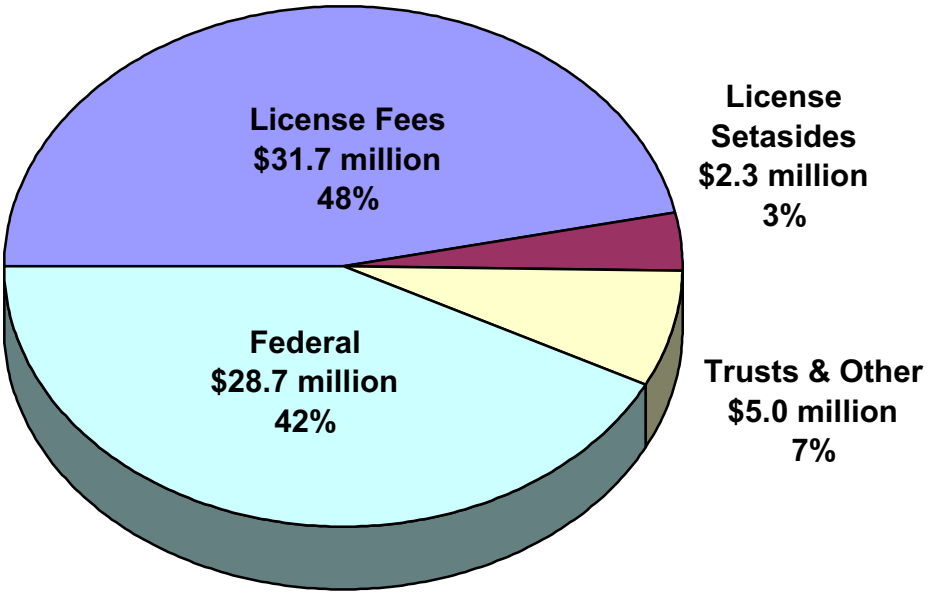
Consolidated Fund Analysis

	Description	Actual	Actual	Actual	Estimate	Estimate
	Beginning Free Fund Balance	$20,063,700	$21,728,300	$19,664,300	$19,048,100	$13,543,900
	Beginning Encumbrances	1,398,500	4,615,900	3,836,100	3,860,100	3,426,800
	Receipts	52,285,600	57,320,100	60,510,500	66,580,400	69,746,100
	Transfers In	5,169,000	4,725,300	2,169,100	1,083,500	2,137,400
	Transfers Out	(4,411,900)	(4,129,800)	(1,466,400)	(478,500)	(1,532,400)
**	Cash Expenditures	(48,160,700)	(60,759,400)	(61,805,400)	(73,122,900)	(75,839,900)
	Ending Encumbrances	(4,615,900)	(3,836,100)	(3,860,100)	(3,426,800)	(3,426,800)
	Ending Free Fund Balance	$21,728,300	$19,664,300	$19,048,100	$13,543,900	$8,055,100
	By Fund					
	Fish and Game Fund (0050)	2,922,400	912,700	(203,000)	(2,749,300)	(2,912,100)
	Stabilization Fund (0050-01)	2,750,000	2,889,800	3,083,800	3,278,000	2,353,400
	Fleet Mgmt Fund (0050-02)	3,205,100	4,173,200	3,821,000	3,612,400	2,785,100
	Set-aside Fund (0051)	2,187,000	1,651,000	2,166,900	(123,400)	(3,137,000)
	Expendable Trust Fund (0524)	7,094,400	6,294,600	6,420,500	5,832,300	5,339,600
	Non-Expendable Trust (0530)	473,300	493,500	513,900	491,800	469,900
	Non-Expend Depredation (0531)	2,299,900	2,259,800	2,285,800	2,403,800	2,524,700
	Depredation (0055)	796,200	989,700	959,200	798,300	631,500
	Ending Free Fund Balance	$21,728,300	$19,664,300	$19,048,100	$13,543,900	$8,055,100

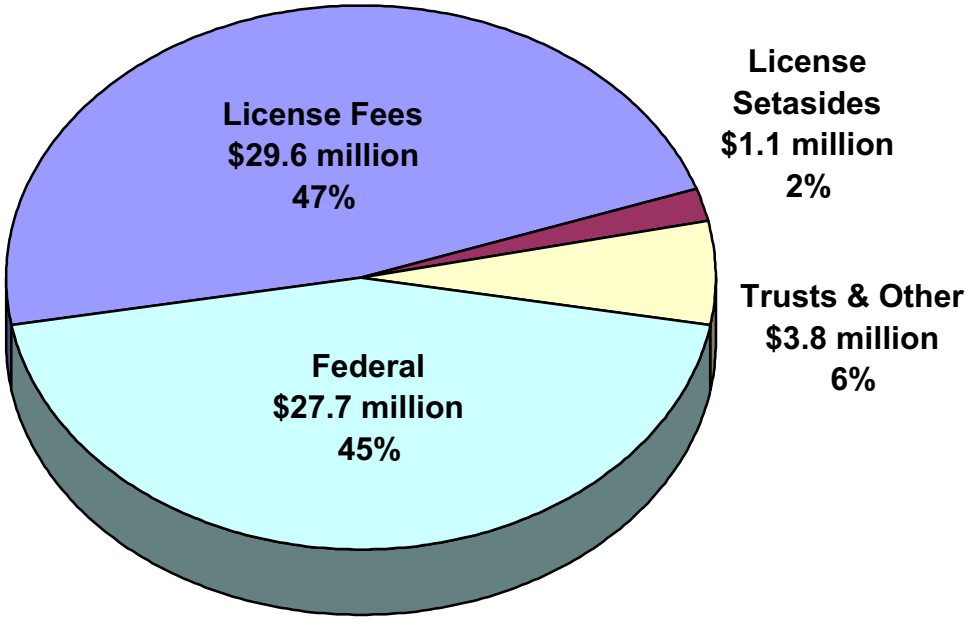
** May include liquidation of some prior year encumbrances

Idaho Department of Fish and Game
Issues & Information

FY 2003 Total Appropriation - $67.7 million



FY 2003 Actual Expenditures - $62.1 million



For FY 2003, the Department reverted (did not use) about $2.1 million in dedicated License Fee spending authority, $1.2 million in License Setaside funding, $1.2 million in Trusts and Other Funding, and $1.0 million in federal spending authority. The total actual expenditures were $5.5 million or 8.2% under budget.

Investment Board, Endowment Fund ..... 4 - 27

Lands, Department of ..... 4 - 35

Board of Land Commissioners

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY DIVISION					
Investment Board, Endow Fund	587,600	534,400	630,300	547,300	*550,200*
Lands, Department of	39,211,600	33,063,300	34,444,500	37,701,900	*36,471,000*
Total:	**39,799,200**	**33,597,700**	**35,074,800**	**38,249,200**	***37,021,200***
BY FUND CATEGORY					
General	4,600,100	4,400,200	4,773,000	5,295,100	*4,793,100*
Dedicated	30,077,400	24,943,200	24,637,000	27,193,100	*26,537,900*
Federal	5,121,700	4,254,300	5,664,800	5,761,000	*5,690,200*
Total:	**39,799,200**	**33,597,700**	**35,074,800**	**38,249,200**	***37,021,200***
Percent Change:		(15.6%)	4.4%	9.1%	*5.5%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	13,899,500	17,099,400	14,026,400	15,528,200	*15,410,600*
Operating Expenditures	9,113,800	11,375,700	9,969,300	10,498,600	*9,906,400*
Capital Outlay	976,500	1,196,600	497,300	1,412,000	*996,800*
Trustee/Benefit	721,300	3,926,000	721,300	721,300	*721,300*
Lump Sum	15,088,100	0	9,860,500	10,089,100	*9,986,100*
Total:	**39,799,200**	**33,597,700**	**35,074,800**	**38,249,200**	***37,021,200***
Full-Time Positions (FTP)	254.61	254.61	254.61	264.61	*263.61*

Department Description

Idaho Code §58-101 creates the Department of Lands: "The governor, secretary of state, attorney general, state controller, and superintendent of public instruction being constituted a state board of land commissioners by section 7 of article 9, of the constitution of the state, as such board, have the direction, control and disposition of the public lands of the state. The board shall exercise the said constitutional functions through the instrumentality of a department of lands which is hereby created." Idaho Code §67-2402 lists the Department of Lands as one of the 20 executive branch departments authorized by Section 20 of Article 4 of the state Constitution.

Idaho Code §57-718 places the Endowment Fund Investment Board under the Land Board, effective July 1, 2000: "There is hereby established in the state board of land commissioners an endowment fund investment board."

Endowment Fund Investment Board

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
Dedicated	587,600	534,400	630,300	547,300	*550,200*
Percent Change:		(9.1%)	17.9%	(13.2%)	*(12.7%)*
BY OBJECT OF EXPENDITURE					
Personnel Costs	390,000	335,400	408,800	335,800	*338,700*
Operating Expenditures	193,100	181,500	215,700	206,500	*206,500*
Capital Outlay	4,500	17,500	5,800	5,000	*5,000*
Total:	**587,600**	**534,400**	**630,300**	**547,300**	***550,200***
Full-Time Positions (FTP)	5.00	5.00	5.00	4.00	*4.00*

Division Description

The State Legislature created the Endowment Fund Investment Board in 1969 (Idaho Code §57-718), after the passage of a constitutional amendment in 1968. Through active management of the endowment funds (§57-721) and the State Insurance Fund (§72-912), the Endowment Fund Investment Board provides income to the funds' beneficiaries and growth of principal through realized gains. The board is also responsible for contracting the investment managers for the Judge's Retirement Fund (§1-2008).

The 1998 legislature approved four pieces of legislation (HJM 9, HJR 6, HJR 8, and HB 643aa) that began the latest round of "Endowment Reform". 1) HJM 9 requested that Congress allow proceeds from the sale of public school endowment lands to be deposited into a land bank to be used to purchase other lands. Congress later approved the memorial. 2) HJR 6 proposed amendments to the state constitution to change the word "disposal" to "sale" and to allow a land bank. Voters approved the constitutional amendment but the Supreme Court later invalidated the amendment, ruling that the amendment contained two questions and was not put properly before the people. The land board resubmitted the constitutional amendment regarding the land bank as HJR 1 in 2000 and the electorate approved the amendment in November of 2000. 3) HJR 8 proposed amendments to the State Constitution to allow the permanent fund to be invested rather than loaned, to create an earnings reserve, and to allow for payment of administrative costs from the earnings reserve. Voters approved that constitutional amendment in November of 1998. 4) HB 643aa of 1998 set up the distribution mechanisms necessary for the permanent funds, the earnings reserve and the income funds. The bill moved the Endowment Fund Investment Board from the Governor's Office to the Land Board effective July 1, 2000. Therefore, actual expenditures before FY 2001 are shown in the Executive Office of the Governor. The legislation also set up a land bank, and changed the makeup of the Board. The makeup of the nine member Board changed to remove the Superintendent of Public Instruction and the Director of the Department of Finance and replaced them with two "public members from the citizenry at large who are knowledgeable and experienced in financial matters and the placement or management of investment assets" (§57-718). SB 1107 of 1999 changed the effective date of certain sections of HB 643aa to allow investment in equities effective February 15, 1999.

Furthermore, HB 690aa of 1998 established the Capitol Commission and the Capitol Endowment from the former Public Building Endowment. The legislation became effective on July 1, 1998 creating a potential conflict with HB643aa which became effective July 1, 2000. However, during the 2000 session, the legislature resolved that conflict by repealing the Public Building Endowment.

Endowment Fund Investment Board

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**5.00**	**0**	**630,300**	***5.00***	***0***	***630,300***
Non-Cognizable Funds and Transfers	(1.00)	0	(54,000)	*(1.00)*	*0*	*(54,000)*
FY 2004 Estimated Expenditures	**4.00**	**0**	**576,300**	***4.00***	***0***	***576,300***
Removal of One-Time Expenditures	0.00	0	(5,800)	*0.00*	*0*	*(5,800)*
Base Adjustments	0.00	0	(27,000)	*0.00*	*0*	*(27,000)*
FY 2005 Base	**4.00**	**0**	**543,500**	***4.00***	***0***	***543,500***
Personnel Cost Rollups	0.00	0	5,200	*0.00*	*0*	*5,200*
Inflationary Adjustments	0.00	0	0	*0.00*	*0*	*0*
Replacement Items	0.00	0	5,000	*0.00*	*0*	*5,000*
Nonstandard Adjustments	0.00	0	(9,200)	*0.00*	*0*	*(9,200)*
Change in Employee Compensation	0.00	0	2,800	*0.00*	*0*	*5,700*
Fund Shifts	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Program Maintenance	**4.00**	**0**	**547,300**	***4.00***	***0***	***550,200***
1. Continuous Appropriation	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**4.00**	**0**	**547,300**	***4.00***	***0***	***550,200***
Change from Original Appropriation	(1.00)	0	(83,000)	*(1.00)*	*0*	*(80,100)*
% Change from Original Appropriation			(13.2%)			(12.7%)

Endowment Fund Investment Board

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	5.00	0	630,300	0	630,300
Non-Cognizable Funds and Transfers					
The Endowment Fund Investment Board decided to contract its bond investments and has eliminated one of the assistant investment manager positions. This decision unit anticipates the reversion of eight months of salary savings for that position for fiscal year 2004. The remaining portion is removed before the FY 2005 base. The costs of outsourcing the bond investments are funded through the continuous appropriation portion of the budget. The continuous appropriation is not statutory and must be considered each year.					
Agency Request	(1.00)	0	(54,000)	0	(54,000)
Governor's Recommendation	*(1.00)*	*0*	*(54,000)*	*0*	*(54,000)*
FY 2004 Estimated Expenditures					
Agency Request	4.00	0	576,300	0	576,300
Governor's Recommendation	*4.00*	*0*	*576,300*	*0*	*576,300*
Removal of One-Time Expenditures					
Removes $5,800 in one-time funding provided to purchase computer equipment.					
Agency Request	0.00	0	(5,800)	0	(5,800)
Governor's Recommendation	*0.00*	*0*	*(5,800)*	*0*	*(5,800)*
Base Adjustments					
The Endowment Fund Investment Board decided to contract its bond investments and has eliminated one of the assistant investment manager positions. This decision unit removes the remaining four months of salary savings for that position from the base. Full-year salary was $62,700 and benefits were $18,300 for the position for a total of $81,000. The costs of outsourcing the bond investments is funded through the continuous appropriation portion of the budget.					
Agency Request	0.00	0	(27,000)	0	(27,000)
Governor's Recommendation	*0.00*	*0*	*(27,000)*	*0*	*(27,000)*
FY 2005 Base					
Agency Request	4.00	0	543,500	0	543,500
Governor's Recommendation	*4.00*	*0*	*543,500*	*0*	*543,500*
Personnel Cost Rollups					
Includes the employer portion of estimated changes in employee benefit costs: $3,300 ($820 per position) for health insurance, $1,500 for retirement, $200 for unemployment, and $200 for workers compensation.					
Agency Request	0.00	0	5,200	0	5,200
Governor's Recommendation	*0.00*	*0*	*5,200*	*0*	*5,200*
Inflationary Adjustments					
The Endowment Fund Investment Board chose not to request additional funding for inflationary costs.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Replacement items include two computers at $1,500 each and $2,000 for office furniture.					
Agency Request	0.00	0	5,000	0	5,000
Governor's Recommendation	*0.00*	*0*	*5,000*	*0*	*5,000*

Endowment Fund Investment Board

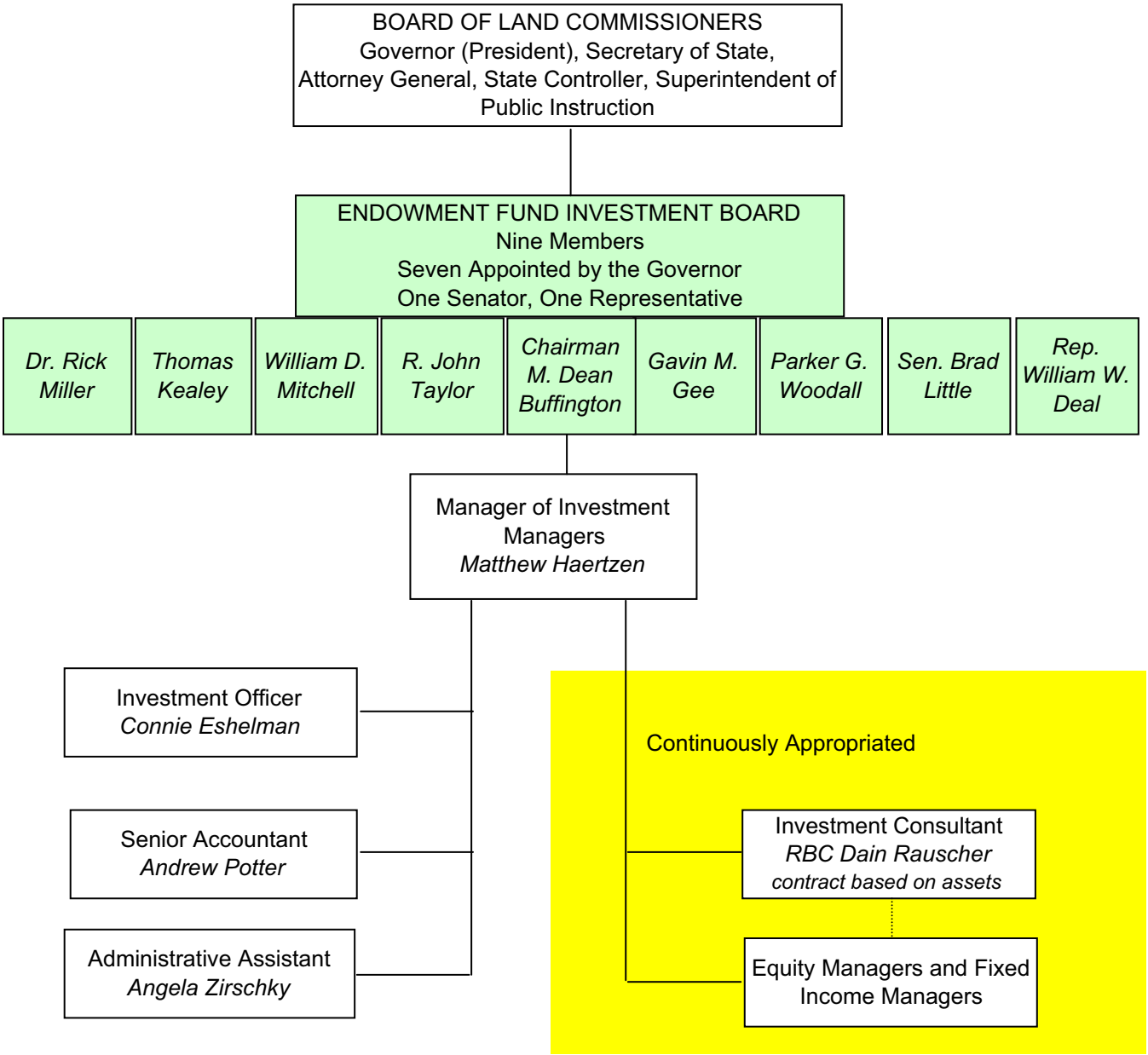
Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					
The agency requests a reduction of $10,700 in operating expenditures because of improved efficiencies due to outsourcing the fixed income investments and eliminating the portfolio management system. This decision unit also includes the following adjustments for Statewide Cost Allocation: $2,900 for Attorney General fees, ($100) for risk management costs, and ($1,300) for State Controller fees.					
Agency Request	0.00	0	(9,200)	0	(9,200)
Governor's Recommendation	*0.00*	*0*	*(9,200)*	*0*	*(9,200)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	0	2,800	0	2,800
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*5,700*	*0*	*5,700*
Fund Shifts					
The request includes a fund shift of $20,200 from the Endowment Administrative Fund to the State Insurance Fund to reflect an increase in the percentage of the State Insurance Fund's portion of the portfolio from 26.6% in FY 2003 to 30.1% in FY 2004.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Program Maintenance					
Agency Request	4.00	0	547,300	0	547,300
Governor's Recommendation	*4.00*	*0*	*550,200*	*0*	*550,200*
1. Continuous Appropriation					
The Endowment Fund Investment Board requests a continuous appropriation for consulting fees, bank custodial fees, and portfolio-related external costs. The variable costs associated with these services depend on the size of the portfolio and the turnover of investments. This uncertainty makes budgeting difficult. Legislative intent included in the appropriation bill allows the Legislature to re-evaluate the need for a continuous appropriation on an annual basis and to consider a fixed appropriation should the costs be determined to be more predictable. Actual costs paid through the continuous appropriation for FY 2001 were $1,327,421 (the first full-year after endowment reform), $3,215,995 for FY 2002, $2,528,072 for FY 2003, and are estimated to be about $3 million for FY 2004 and $3.2 million for FY 2005.					
Language Requested: The Endowment Fund Investment Board is hereby granted continuous appropriation authority for consulting fees, bank custodial fees, and portfolio-related external costs for the period July 1, 2004, through June 30, 2005.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	4.00	0	547,300	0	547,300
Governor's Recommendation	*4.00*	*0*	*550,200*	*0*	*550,200*
Agency Request					
Change from Original App	(1.00)	0	(83,000)	0	(83,000)
% Change from Original App	(20.0%)		(13.2%)		(13.2%)
Governor's Recommendation					
Change from Original App	*(1.00)*	*0*	*(80,100)*	*0*	*(80,100)*
% Change from Original App	*(20.0%)*		*(12.7%)*		*(12.7%)*

Endowment Fund Investment Board

Analyst: Houston

Issues & Information



Endowment Fund Investment Board

Analyst: Houston

Issues & Information

State Insurance Fund - Performance

All dollar figures are in millions	FY 2002 Actual	FY 2003 Actual	FY 2004 Estimate	FY 2005 Estimate
1. State Insurance Fund (book values)	$290.09	$311.77	$315.00	$320.00
2. State Insurance Fund - income earned	$15.64	$12.70	$13.00	$13.50
3. Cost of management by Endowment Fund Investment Board	$0.16	$0.14	$0.14	$0.15
4. Admin. cost as a percentage of funds under management (a basis point is 1/100 of 1%)	0.06%	0.04%	0.04%	0.05%
5. State Insurance Fund - percentage return*	5.4%	4.2%	4.1%	4.3%

* Percentage return calculated as the income earned divided by the average of the current and previous fiscal year-end fund values.

Endowment Funds - Performance

1. Public School Endowment Fund Value	$464.9	$451.1	$476.4	$500.2
2. Pooled Endowment Funds Value	$218.2	$211.7	$222.4	$233.5
3. Total Public School and Pooled Endowments	**$683.2**	**$662.8**	**$698.8**	**$733.7**
4. Public School Endowment Distribution **	$47.68	$37.06	$37.75	$34.90
5. Pooled Endowment Distribution	$21.97	$19.93	$17.36	$16.00
6. Public School and Pooled Distributions	**$69.64**	**$56.98**	**$55.11**	**$50.90**
7. Cost of outside consultants,equity managers, and bank fees	$3.22	$2.53	$3.00	$3.20
8. Cost of management by Endowment Fund Investment Board	$0.41	$0.40	$0.43	$0.39
9. Admin. cost as a percentage of funds under management (a basis point is 1/100 of 1%)	0.53%	0.44%	0.49%	0.49%
10. Beginning Value July 1	801.9	683.2	662.8	698.8
Net Contributions (Distributions) ***	(22.4)	(32.1)	(26.1)	(20.9)
Investment Gain (Loss)	(96.3)	11.7	62.1	55.8
Ending Value June 30	683.2	662.8	698.8	733.7
All Endowments - percentage return****	-12.0%	1.7%	9.4%	8.0%

** FY 2002 based on 8.5% spending policy; FY 2003 fell short of 8.0% by $6.2 million; FY 2004 & 05 based on 7.5% spending policy

*** Accounts for $35 million net Lands contributions in FY 2003 and assumes $29 million in FY 2004 and $30 million in FY 2005.

**** Percentage return calculated as the Investment Gain (Loss) over beginning value.

Endowment Fund Investment Board
Issues & Information

Analyst: Houston

Endowment Distributions to the Beneficiaries

The Endowment Fund Investment Board (EFIB) makes semiannual distributions to the Public School Income Fund and monthly distributions to the seven pooled beneficiaries. The EFIB was unable to make the entire July 2003 distribution to public schools. The actual distribution fell $6,256,500 short of the appropriation. Furthermore, the FY 2003 appropriation for Public Schools was already a $4,362,000 reduction from the FY 2002 all-time high distribution of $47,675,000.

Actual Endowment Distributions to the Beneficiaries

Institution (STARS Agency Code)	Actual Distributions FY 2000	FY 2001	FY 2002	Approp FY 2003	Actual FY 2003	Dollar Difference	Percent Diff
Public Schools (170)	$ 42,753,811	$ 44,700,000	$ 47,675,000	$ 43,313,000	$ 37,056,500	$ (6,256,500)	(14.4%)
Agricultural College (514)	964,277	1,127,000	1,280,000	1,139,000	1,139,000	-	0.0%
Charitable Institutions							
4/15 Idaho State University (513)	1,014,991	1,200,533	1,246,133	1,085,333	1,085,333	-	0.0%
4/15 State Juv Corr Center (286)	1,014,991	1,200,533	1,246,133	1,085,333	1,085,333	-	0.0%
4/15 State Hospital North (270)	1,014,991	1,200,533	1,246,133	1,085,333	1,085,333	-	0.0%
5/30 Veterans Home (444)	634,369	750,333	778,833	678,333	678,333	-	0.0%
1/30 School for Deaf & Blind (502)	126,874	150,067	155,767	135,667	135,667	-	0.0%
Normal School							
1/2 to ISU Col of Ed (513)	1,935,034	1,894,000	2,034,000	1,847,500	1,847,500	-	0.0%
1/2 to LCSC (511)	1,935,034	1,894,000	2,034,000	1,847,500	1,847,500	-	0.0%
Penitentiary (230)	1,251,157	1,521,000	1,566,000	1,358,000	1,358,000	-	0.0%
School of Science (514)	3,778,442	4,479,000	4,709,000	4,254,000	4,254,000	-	0.0%
Mental Hospital (270)	2,462,520	1,845,000	2,024,000	1,905,000	1,905,000	-	0.0%
University of Idaho (514)	3,092,604	3,488,000	3,645,000	3,504,000	3,504,000	-	0.0%
Total Public School and Pooled	$ 61,979,094	$ 65,450,000	$ 69,640,000	$ 63,238,000	$ 56,981,500	$ (6,256,500)	(9.9%)

On August 29, 2003, the Endowment Fund Investment Board (EFIB) submitted their budget request to the Division of Financial Management and the Legislative Services Office. The budget contains their endowment distribution recommendations for FY 2005 using a spending policy of 7.5% of the three-year average market value of the permanent fund. For public schools, the FY 2005 recommendation is $2.9 million less than the FY 2004 appropriation. Including the pooled endowments, the FY 2005 distribution is $4.2 million or 7.6% less than this year. The Governor's FY 2005 recommendation calls for a 5% spending rule for Public Schools and a 7% spending rule for the pooled endowments.

Projected Distributions to the Beneficiaries

Institution (STARS Agency Code)	Approp FY 2004	7.5% Dist FY 2005	Diff 7.5% FY 05-04	Percent Diff	Gov Rec FY 2005	Diff Rec FY 05-04	Percent Diff
Public Schools (170)	$ 37,750,000	$ 34,900,000	$ (2,850,000)	(7.5%)	$ 22,957,800	$ (14,792,200)	(39.2%)
Agricultural College (514)	960,000	827,000	(133,000)	(13.9%)	760,800	(199,200)	(20.8%)
Charitable Institutions							
4/15 Idaho State University (513)	914,700	816,000	(98,700)	(10.8%)	750,640	(164,060)	(17.9%)
4/15 State Juv Corr Center (286)	914,700	816,000	(98,700)	(10.8%)	750,640	(164,060)	(17.9%)
4/15 State Hospital North (270)	914,700	816,000	(98,700)	(10.8%)	750,640	(164,060)	(17.9%)
5/30 Veterans Home (444)	571,700	510,000	(61,700)	(10.8%)	469,150	(102,550)	(17.9%)
1/30 School for Deaf & Blind (502)	114,400	102,000	(12,400)	(10.8%)	93,830	(20,570)	(18.0%)
Normal School							
1/2 to ISU Col of Ed (513)	1,597,500	1,490,000	(107,500)	(6.7%)	1,370,650	(226,850)	(14.2%)
1/2 to LCSC (511)	1,597,500	1,490,000	(107,500)	(6.7%)	1,370,650	(226,850)	(14.2%)
Penitentiary (230)	1,215,000	1,233,000	18,000	1.5%	1,134,200	(80,800)	(6.7%)
School of Science (514)	3,785,000	3,410,000	(375,000)	(9.9%)	3,136,900	(648,100)	(17.1%)
Mental Hospital (270)	1,660,000	1,630,000	(30,000)	(1.8%)	1,499,400	(160,600)	(9.7%)
University of Idaho (514)	3,110,000	2,860,000	(250,000)	(8.0%)	2,630,900	(479,100)	(15.4%)
Total Public School and Pooled	$ 55,105,200	$ 50,900,000	$ (4,205,200)	(7.6%)	$ 37,676,200	$ (17,429,000)	(31.6%)

Blank Page

Department of Lands

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Support Services	3,807,700	3,310,400	4,327,700	5,015,100	*4,632,200*
Forest Resources Management	15,846,600	12,517,500	15,507,900	17,520,800	*16,820,400*
Land,Range,Mineral Mgmt	4,159,300	3,332,000	4,461,100	4,829,500	*4,784,000*
Forest & Range Fire Protection	15,088,100	13,707,300	9,860,500	10,089,100	*9,986,100*
Scaling Practices	309,900	196,100	287,300	247,400	*248,300*
Total:	**39,211,600**	**33,063,300**	**34,444,500**	**37,701,900**	***36,471,000***
BY FUND CATEGORY					
General	4,600,100	4,400,200	4,773,000	5,295,100	*4,793,100*
Dedicated	29,489,800	24,408,800	24,006,700	26,645,800	*25,987,700*
Federal	5,121,700	4,254,300	5,664,800	5,761,000	*5,690,200*
Total:	**39,211,600**	**33,063,300**	**34,444,500**	**37,701,900**	***36,471,000***
Percent Change:		(15.7%)	4.2%	9.5%	*5.9%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	13,509,500	16,764,000	13,617,600	15,192,400	*15,071,900*
Operating Expenditures	8,920,700	11,194,200	9,753,600	10,292,100	*9,699,900*
Capital Outlay	972,000	1,179,100	491,500	1,407,000	*991,800*
Trustee/Benefit	721,300	3,926,000	721,300	721,300	*721,300*
Lump Sum	15,088,100	0	9,860,500	10,089,100	*9,986,100*
Total:	**39,211,600**	**33,063,300**	**34,444,500**	**37,701,900**	***36,471,000***
Full-Time Positions (FTP)	249.61	249.61	249.61	260.61	*259.61*

Division Description

The Department of Lands has five budgeted programs. 1) The Support Services Program provides staff support to the State Board of Land Commissioners, and provides administrative and technical assistance in areas such as legal, data processing, personnel, fiscal and mapping. 2) The Division of Forest Resources has the responsibility to develop and supervise an annual timber sales program of 165,000,000 to 200,000,000 board feet on State endowment lands; develop and administer an intensive forest improvement program to enhance the productivity of state forest lands; and provide assistance to Idaho's cities and rural communities in the areas of the forest practices act, forest stewardship, and urban forestry programs. 3) The Land, Range, and Mineral Resource Management program maximizes income from cropland, grazing, mineral resources, recreation sites and special surface uses of State owned land. It provides environmental protection of the State's natural resources and public trust lands through active administration of the Lake Protection Act, Surface Mining Act, Dredge & Placer Mining Act, and the Oil & Gas Conservation Commission Act. The program administers a State land sale and exchange program and uses the land exchange program to consolidate State ownership for management efficiency while acquiring high value, high revenue producing property. 4) The Forest and Range Fire Protection program provides protection to the timbered and grazing lands and resources of the state through prevention, rapid detection and suppression of wildfire; and provides assistance to rural community fire departments. 5) The Board of Scaling Practices is charged with the responsibility of assuring that only competent and certified scalers are used by the forest products industry to scale (measure) forest products in a standard, uniform method statewide.

Department of Lands

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**249.61**	**4,773,000**	**34,444,500**	***249.61***	***4,773,000***	***34,444,500***
Reappropriations	0.00	0	234,600	*0.00*	*0*	*234,600*
Fire Suppression Deficiency Warrants	0.00	11,000,000	11,000,000	*0.00*	*11,600,000*	*11,600,000*
Other Approp Adjustments	0.00	(11,000,000)	(11,000,000)	*0.00*	*(11,600,000)*	*(11,600,000)*
FY 2004 Total Appropriation	**249.61**	**4,773,000**	**34,679,100**	***249.61***	***4,773,000***	***34,679,100***
Non-Cognizable Funds and Transfers	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Estimated Expenditures	**249.61**	**4,773,000**	**34,679,100**	***249.61***	***4,773,000***	***34,679,100***
Removal of One-Time Expenditures	0.00	(125,000)	(1,132,000)	*0.00*	*(125,000)*	*(1,132,000)*
Base Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Base	**249.61**	**4,648,000**	**33,547,100**	***249.61***	***4,648,000***	***33,547,100***
Personnel Cost Rollups	0.00	59,700	299,700	*0.00*	*59,700*	*299,700*
Inflationary Adjustments	0.00	33,400	286,700	*0.00*	*0*	*0*
Replacement Items	0.00	176,000	1,182,800	*0.00*	*0*	*850,800*
Nonstandard Adjustments	0.00	200	(8,700)	*0.00*	*(2,800)*	*(23,700)*
Change in Employee Compensation	0.00	25,800	160,100	*0.00*	*52,200*	*324,100*
FY 2005 Program Maintenance	**249.61**	**4,943,100**	**35,467,700**	***249.61***	***4,757,100***	***34,998,000***
1. Increase Timber Harvest	10.00	0	1,107,500	*10.00*	*0*	*1,107,500*
2. Endangered Species Response	1.00	300,000	650,000	*0.00*	*0*	*0*
3. Additional Equipment	0.00	0	56,500	*0.00*	*0*	*56,500*
4. Priest Lake Sewer Hookup	0.00	36,000	65,000	*0.00*	*36,000*	*65,000*
5. IT Disk Storage Units	0.00	16,000	80,000	*0.00*	*0*	*0*
6. Mine Bonding	0.00	0	100,000	*0.00*	*0*	*100,000*
7. Facility Alterations & Improvements	0.00	0	175,200	*0.00*	*0*	*144,000*
Lump-sum Request for Fire Mgmt	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**260.61**	**5,295,100**	**37,701,900**	***259.61***	***4,793,100***	***36,471,000***
Change from Original Appropriation	11.00	522,100	3,257,400	*10.00*	*20,100*	*2,026,500*
% Change from Original Appropriation		10.9%	9.5%		0.4%	5.9%

Department of Lands

Analyst: Houston

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	249.61	4,773,000	24,006,700	5,664,800	34,444,500
Reappropriations — **Land, Range, and Mineral Resource Management**					
The Idaho Abandoned Mine Reclamation Act (Idaho Code §47-1703) provides that any unencumbered and unexpended balance of the account remaining at the end of a fiscal year shall not lapse but shall be carried forward for the purposes of the act until expended or until the law is changed. The fiscal year 2003 appropriation from the Abandoned Mine Reclamation Fund was $251,500 of which $16,900 was actually expended. The source of revenues for this fund is from a portion of the Mine License Tax.					
Agency Request	0.00	0	234,600	0	234,600
Governor's Recommendation	*0.00*	*0*	*234,600*	*0*	*234,600*
Fire Suppression Deficiency Warrants — **Forest & Range Fire Protection**					
The Idaho Department of Lands (IDL) estimates the costs of fire suppression for the 2003 fire season at $11.0 million from the General Fund and $1.0 million in receipts received from cooperating agencies. The department participates in cooperative fire fighting agreements with federal, local and other state agencies. The state is then responsible for the costs incurred for fire suppression on lands protected by the state regardless of ownership. The department will provide a better estimate of costs in December that will be reflected in the Governor's Recommendation. [One-time]					
Agency Request	0.00	11,000,000	0	0	11,000,000
Provides for the estimated cost of fire suppression for 2003 fire season. Reimbursable fire revenue collected from outside entities is estimated at $900,000.					
Governor's Recommendation	*0.00*	*11,600,000*	*0*	*0*	*11,600,000*
Other Approp Adjustments					
Transfers the General Fund appropriation to the fire suppression deficiency warrant fund for actual expenditure.					
Agency Request	0.00	(11,000,000)	0	0	(11,000,000)
Governor's Recommendation	*0.00*	*(11,600,000)*	*0*	*0*	*(11,600,000)*
FY 2004 Total Appropriation					
Agency Request	249.61	4,773,000	24,241,300	5,664,800	34,679,100
Governor's Recommendation	*249.61*	*4,773,000*	*24,241,300*	*5,664,800*	*34,679,100*
Non-Cognizable Funds and Transfers					
Adjusts .45 FTPs between fund sources. Transfers $112,000 and 3.4 FTPs between programs.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Estimated Expenditures					
Agency Request	249.61	4,773,000	24,241,300	5,664,800	34,679,100
Governor's Recommendation	*249.61*	*4,773,000*	*24,241,300*	*5,664,800*	*34,679,100*
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	(125,000)	(1,007,000)	0	(1,132,000)
Governor's Recommendation	*0.00*	*(125,000)*	*(1,007,000)*	*0*	*(1,132,000)*

Department of Lands

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Base Adjustments					**Forest Resources Management**
Moves $295,400 in endowment earnings from operating expenditures to personnel costs to cover a shortfall due to an internal reorganization which shifted the FTPs without aligning the required funding. This shortfall in the Forest Resources Management Program is covered in the current year with personnel funding from the Fire Protection Program's Lump-sum budget.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	249.61	4,648,000	23,234,300	5,664,800	33,547,100
Governor's Recommendation	*249.61*	*4,648,000*	*23,234,300*	*5,664,800*	*33,547,100*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	59,700	237,500	2,500	299,700
Governor's Recommendation	*0.00*	*59,700*	*237,500*	*2,500*	*299,700*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	33,400	170,900	82,400	286,700
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Includes $576,100 for computer equipment, $358,000 for 16 pickups, $88,000 for two truck chassis, $55,000 for field equipment, and $77,700 for radios. Also, General Fund monies in the amount of $28,000 are requested to purchase repeater stations, mobile radios and portable radios for the Southern Idaho Timber Protective Association (SITPA) located in McCall. These radios will give SITPA the ability to move to the narrowband by 2005 as required by the Federal Communications Commission (FCC). An effective protection system includes radio communications between the Forest Service, Bureau of Land Management, Department of Lands and rural community fire departments. [One-time]					
Agency Request	0.00	176,000	1,006,800	0	1,182,800
The Governor's recommendation removes all General Fund monies for computer equipment replacement and reduces the dedicated fund request for computer equipment replacement by about half. It is believed that the department can and should use current year spending authority to address its information technology replacement plan. In FY 2003 the department reverted $544,900 in non-General Fund spending authority in the Support Services program. The recommendation also removes one vehicle and field equipment requested from the General Fund and eliminates the $28,000 SITPA request for radio equipment.					
Governor's Recommendation	*0.00*	*0*	*850,800*	*0*	*850,800*
Nonstandard Adjustments					
Includes adjustments in the following amounts: $2,600 for Legislative Audits, $12,400 for Building Space Charges, (24,600) for Risk Management costs, ($16,500) for State Controller fees, ($700) for Treasurer fees, and $18,100 for Attorney General fees for a net adjustment of ($8,700).					
Agency Request	0.00	200	(8,900)	0	(8,700)
No additional funding is recommended for Legislative Audits or building space charges.					
Governor's Recommendation	*0.00*	*(2,800)*	*(20,900)*	*0*	*(23,700)*

Department of Lands

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	25,800	123,000	11,300	160,100
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*52,200*	*249,000*	*22,900*	*324,100*
FY 2005 Program Maintenance					
Agency Request	249.61	4,943,100	24,763,600	5,761,000	35,467,700
Governor's Recommendation	*249.61*	*4,757,100*	*24,550,700*	*5,690,200*	*34,998,000*

1. Increase Timber Harvest — **Forest Resources Management**

This request is to increase the annual timber harvest by 20 million board feet beginning in FY 2006 and by another 10 million board feet per year beginning in FY 2007 for the next ten years. This would accelerate the annual harvest to improve forest health on Endowment lands and would capture the value in larger trees (greater than 24 inch diameter) while the milling capacity is still available. The additional capacity would be ramped up over the next two years from roughly 182 MMbf to 213 MMbf. The request includes $532,000 for 10 permanent full-time positions, $72,000 for temporary help, $223,000 for contractual services, $220,000 for vehicles, $1,600 for global positioning systems, $9,100 for radios, $2,800 for relaskop scales, $28,000 for all-terrain vehicles (ATVs), $4,000 for office furniture, and $15,000 for computers. The funding source is from the Endowment Earnings Reserve Fund. [$280,500 one-time, $827,000 ongoing]

Agency Request	10.00	0	1,107,500	0	1,107,500
Governor's Recommendation	*10.00*	*0*	*1,107,500*	*0*	*1,107,500*

2. Endangered Species Response — **Forest Resources Management**

The Department of Lands and private landowners continue to face litigation regarding endangered species issues. Funding is needed to coordinate and oversee endangered species issues and to develop agreements to provide incidental take coverage on Endowment and private forest lands under the Forest Practices Act. The request includes $67,600 for a permanent program manager, $182,400 for temporary help, and $400,000 for contractual services to develop and populate an automated database to track the relationships between forest management activities and endangered species. The funding request is 46% General Fund and 54% Endowment Earnings. [Ongoing]

Agency Request	1.00	300,000	350,000	0	650,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

3. Additional Equipment — **Land, Range, and Mineral Resource Management**

Due to a recent agency reorganization, the agency requests $50,000 for two new pickups and $6,500 for one ATV. The reorganization put more of the managers hours into the field. The funding source is the Endowment Earnings Reserve Fund. [One-time]

Agency Request	0.00	0	56,500	0	56,500
Governor's Recommendation	*0.00*	*0*	*56,500*	*0*	*56,500*

4. Priest Lake Sewer Hookup — **Support Services**

The Department provides endowment land management and regulatory oversight from its facilities near Priest Lake. The Coolin Sewer District is upgrading their system. As a result, the Department is being assessed a fee of $6,000 per equivalent residence unit. The Department has three equivalent units at the Coolin housing complex on public school endowment land and six at the Cavanaugh Bay administrative site on General Fund land. In addition, a trailer pad at the Coolin housing complex needs to be hooked up to the sewer system for a cost of $11,000. [One-time]

Agency Request	0.00	36,000	29,000	0	65,000
Governor's Recommendation	*0.00*	*36,000*	*29,000*	*0*	*65,000*

Department of Lands

Budget by Decision Unit

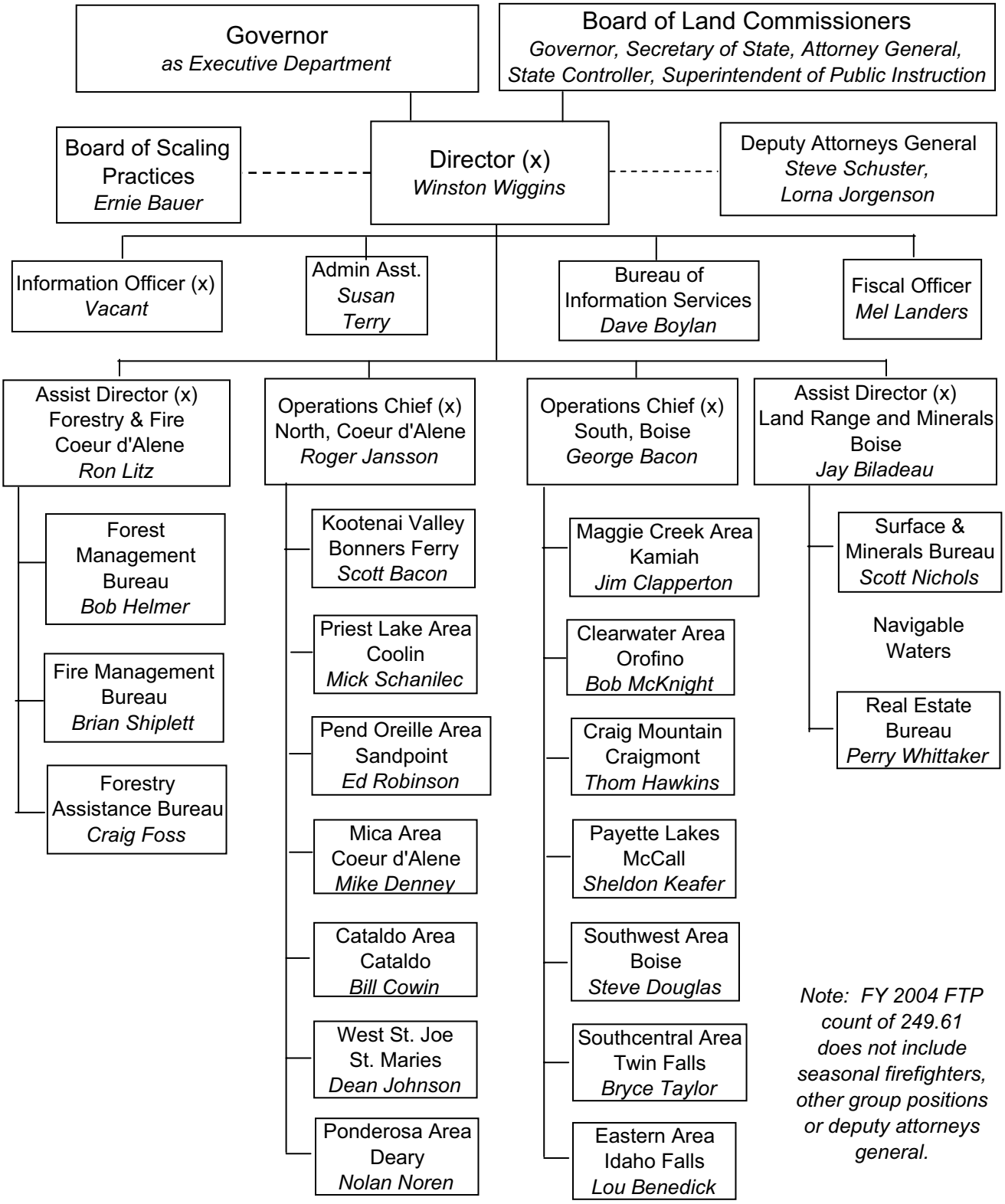
	FTP	General	Dedicated	Federal	Total
5. IT Disk Storage Units					**Support Services**
This decision unit addresses the need to expand disk space for continuing computer operations and planned improvements. These operations include accounting, geographic information, land records, real estate, land range and minerals leasing, web, e-mail, timber sales, compliance, and fire systems. Funding is requested in the amount of $16,000 from General Fund monies, $16,000 from dedicated fees, and $48,000 from endowment earnings reserve funds. [One-time]					
Agency Request	0.00	16,000	64,000	0	80,000
Not recommended. The request to expand disk space for continuing computer operations and planned activities can and should be met with current year spending authority.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
6. Mine Bonding					**Land, Range, and Mineral Resource Management**
Small mine operators make payments into the mine "Reclamation Fund" pursuant to Idaho Code §14-1803. Participation in the program began in May of 2003. Funds may be authorized by appropriation for mine reclamation, administration, and mineral education. This request is to pay the costs for an actuarial analysis to determine the appropriate level of funding to be maintained in reserve and to establish a base level of $100,000 to pay future mine reclamation expenses. [Ongoing]					
Agency Request	0.00	0	100,000	0	100,000
Governor's Recommendation	*0.00*	*0*	*100,000*	*0*	*100,000*
7. Facility Alterations & Improvements					**Forest Resources Management**
Several of the Department's administrative facilities no longer provide the space necessary for program staff. Meeting rooms have been converted to office space. This decision unit provides for 60% of the alteration and repair costs for three projects and 60% of the costs to build a vehicle storage shed at the Payette Lakes office. The request is broken down as follows: $48,000 to remodel a shop area into an office space at Cataldo, $92,000 to remodel the shop into office space and build a new shop at Mica, $100,000 to construct an addition to the Payette Lakes area office in McCall, and $52,000 to construct a vehicle storage shed at McCall. The total of these projects is $292,000. Sixty percent of the funding is requested from the Endowment Earnings Reserve fund with the remaining 40% requested from the Permanent Building Fund Advisory Council. This request only reflects those requested projects that require agency match. [One-time, requires PBFAC approval]					
Agency Request	0.00	0	175,200	0	175,200
The Permanent Building Fund Advisory Council did not recommend funding for the vehicle storage shed.					
Governor's Recommendation	*0.00*	*0*	*144,000*	*0*	*144,000*
Lump-sum Request for Fire Mgmt					**Forest & Range Fire Protection**
The Department of Lands requests a lump-sum appropriation for the Forest and Range Fire Protection Program only. This provides the department the flexibility to hire temporary seasonal labor, pay overtime, or contract for fire related activities.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	260.61	5,295,100	26,645,800	5,761,000	37,701,900
Governor's Recommendation	*259.61*	*4,793,100*	*25,987,700*	*5,690,200*	*36,471,000*
Agency Request					
Change from Original App	11.00	522,100	2,639,100	96,200	3,257,400
% Change from Original App	4.4%	10.9%	11.0%	1.7%	9.5%
Governor's Recommendation					
Change from Original App	*10.00*	*20,100*	*1,981,000*	*25,400*	*2,026,500*
% Change from Original App	*4.0%*	*0.4%*	*8.3%*	*0.4%*	*5.9%*

Department of Lands

Analyst: Houston

Issues & Information

Organizational Chart



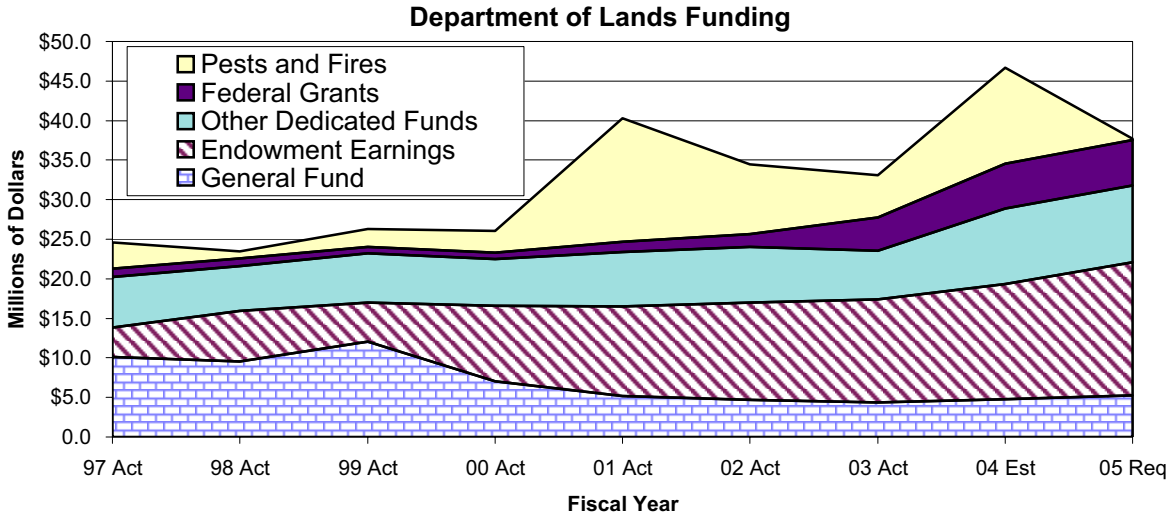
Note: FY 2004 FTP count of 249.61 does not include seasonal firefighters, other group positions or deputy attorneys general.

(x) = exempt position

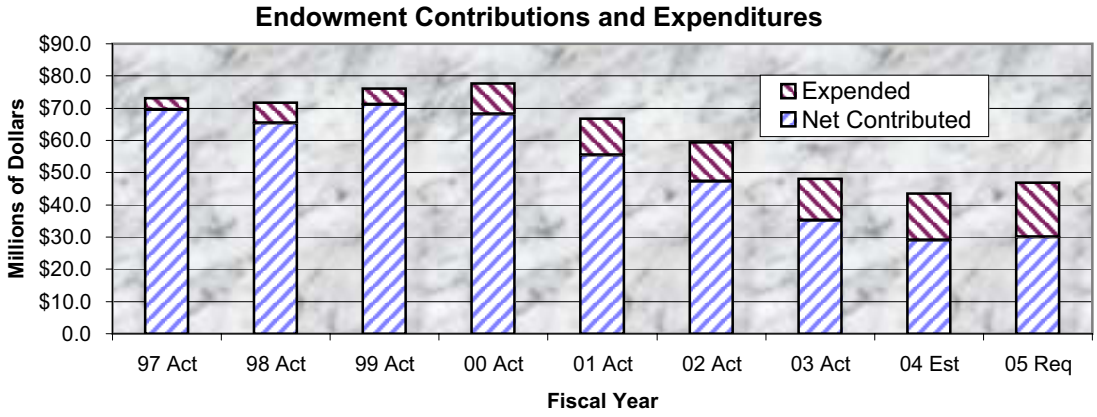
Department of Lands
Issues & Information

Analyst: Houston

Funding History



Endowment Reform: The legislature shifted $3.2 million in FY 2000 from the General Fund to the Land Improvement Fund and another $2.5 million in FY 2001 from the General Fund to the Endowment Administrative Fund. These were endowment related costs that had been subsidized by the General Fund. In addition to the fund shifts, the Endowment funded portion grew by $3.9 million from FY 1999 to FY 2004. The FY 2005 request would add another $2.2 million bringing the endowment portion of the budget to $16.8 million.



Endowment Contributions: Before Endowment reform, the Department took 10% of revenues to cover its costs. Since FY 2001, all revenues except land sales and mining revenues have gone to the Endowment Earnings Reserve and the full costs of operations have been paid from earnings. Lands net contributions decreased from the $60 to $70 million range in FY 1997 through FY 2000 to $46 million in FY 2002 and $35 million in FY 2003. Despite this reduction, the Department of Lands contributed three times more than its operating costs to the beneficiaries. FY 2003 and FY 2004 assume $29 and $30 million contributions after expenses. (Note: FY 2001 does not include the transfer to the Earnings Reserve Fund of $25 million, saved up over the years in the 10% fund.)

Strategic Plan 2004-2008

MISSION STATEMENT
We manage endowment lands to maximize long-term financial returns to the beneficiaries, and provide protection to Idaho's natural resources.

VISION STATEMENT
As the leader in natural resource management in Idaho, we will maximize revenue from state endowment lands, while providing natural resource protection services throughout the state.

GOAL ONE:
ANTICIPATE SOCIAL, POLITICAL AND ECONOMIC CHANGES AND RESPOND APPROPRIATELY WITHOUT COMPROMISING THE DEPARTMENT MISSION.

GOAL TWO:
PROVIDE TIMELY, CREDIBLE, DEFENSIBLE DATA TO SUPPORT DECISIONS OF THE STATE BOARD OF LAND COMMISSIONERS, GUIDE DEPARTMENT DECISIONS, AND HELP MEET THE NEEDS OF OTHER USERS.

GOAL THREE:
MAINTAIN HEALTHY FOREST AND RANGE LANDS.

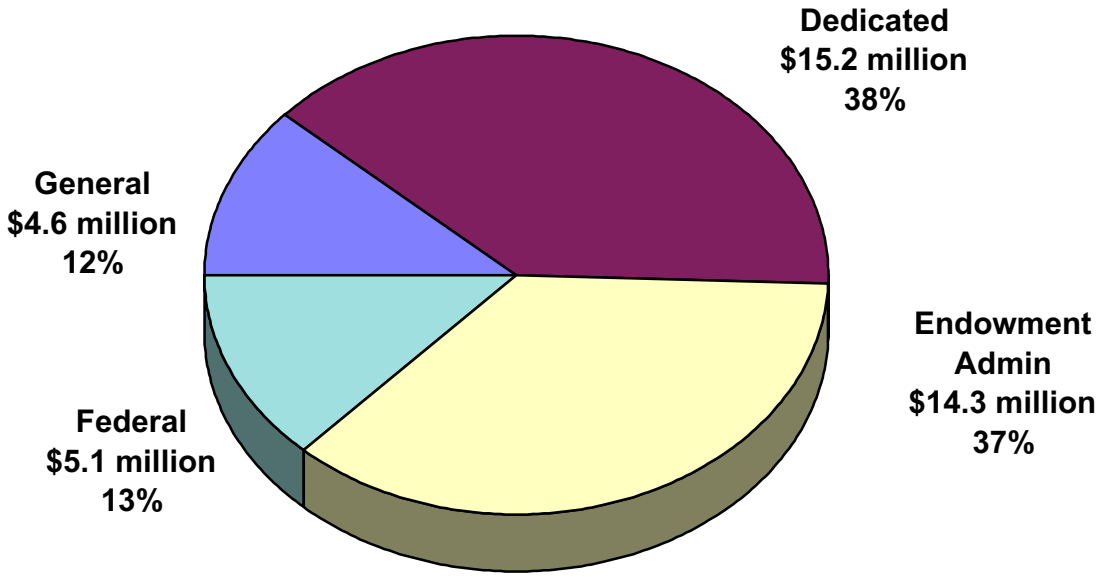
GOAL FOUR:
MANAGE ENDOWMENT LANDS IN A BIOLOGICALLY SOUND MANNER TO MEET FINANCIAL CRITERIA.

GOAL FIVE:
MAINTAIN A PRODUCTIVE, WELL-TRAINED WORKFORCE.

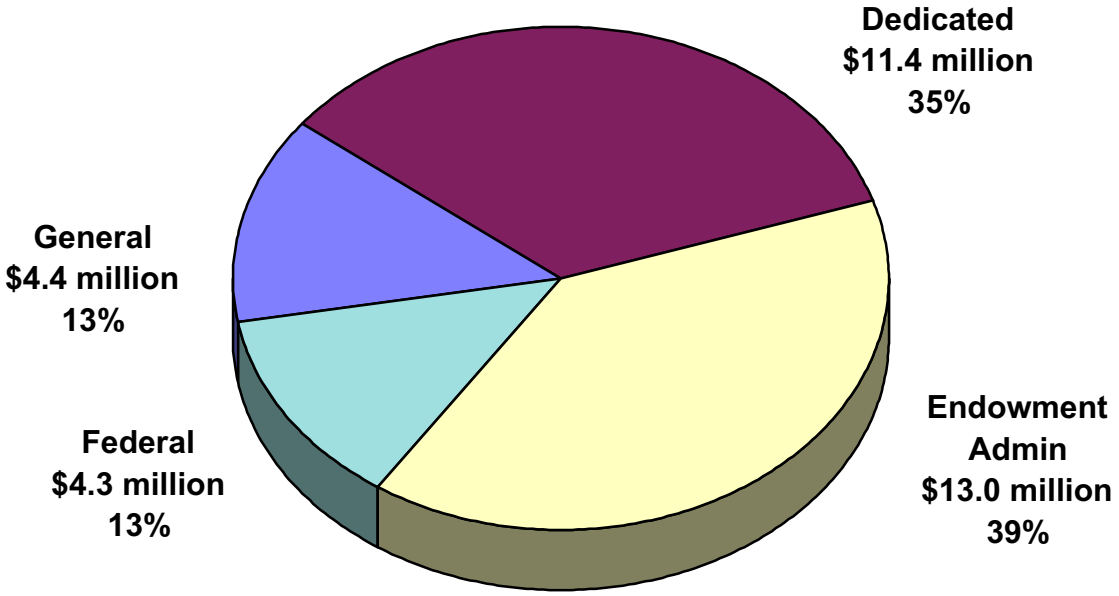
Note: See full *Strategic Plan 2004-2008* for obstacles and objectives. See *State of Idaho Performance Report* for major functions and targeted performance standards for each function.

Department of Lands
Issues & Information

FY 2003 Total Appropriation - $39.2 million



FY 2003 Actual Expenditures - $33.1 million



For FY 2003, the Department reverted (did not use) about $1.3 million in dedicated Endowment Administrative spending authority and $2.9 million in other dedicated spending authority. Also, the federal fund budget was $0.9 million higher than actual expenditures. All totaled, the Department reverted about $5.3 million or 13.5% of the total appropriation authorized by the Legislature.

Idaho Legislative Budget Book

Department of Parks and Recreation

2004 Legislative Session

Lava Hot Springs ..... 4 - 47

Parks & Recreation, Department of ..... 4 - 51

Department of Parks and Recreation

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY DIVISION					
Lava Hot Springs	1,123,500	973,700	1,327,100	1,694,400	*1,663,100*
Parks & Recreation, Dept of	37,809,900	28,186,900	30,474,800	35,838,000	*33,730,800*
Total:	**38,933,400**	**29,160,600**	**31,801,900**	**37,532,400**	***35,393,900***
BY FUND CATEGORY					
General	9,633,000	9,172,800	6,642,500	8,923,400	*6,819,300*
Dedicated	25,698,400	17,180,400	21,559,800	24,135,100	*24,101,800*
Federal	3,602,000	2,807,400	3,599,600	4,473,900	*4,472,800*
Total:	**38,933,400**	**29,160,600**	**31,801,900**	**37,532,400**	***35,393,900***
Percent Change:		(25.1%)	9.1%	18.0%	*11.3%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	10,647,400	9,398,900	10,962,900	11,273,800	*11,333,300*
Operating Expenditures	5,293,600	4,530,300	5,251,800	5,597,200	*5,314,200*
Capital Outlay	10,660,300	5,499,700	4,855,100	9,778,700	*7,863,700*
Trustee/Benefit	12,332,100	9,731,700	10,732,100	10,882,700	*10,882,700*
Total:	**38,933,400**	**29,160,600**	**31,801,900**	**37,532,400**	***35,393,900***
Full-Time Positions (FTP)	168.25	168.25	168.25	168.25	*168.25*

Department Description

Lava Hot Springs

Analyst: Youtz

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
Dedicated	1,123,500	973,700	1,327,100	1,694,400	*1,663,100*
Percent Change:		(13.3%)	36.3%	27.7%	*25.3%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	549,900	518,000	558,400	621,300	*600,000*
Operating Expenditures	536,300	445,900	527,400	519,300	*509,300*
Capital Outlay	37,300	9,800	241,300	553,800	*553,800*
Total:	**1,123,500**	**973,700**	**1,327,100**	**1,694,400**	***1,663,100***
Full-Time Positions (FTP)	10.00	10.00	10.00	10.00	*10.00*

Division Description

Land administered by the Lava Hot Springs Foundation, consisting of 178 acres along the Portneuf River in Bannock County, was purchased from the tribal government by the Federal Government in 1902. Later that year, the Federal Government ceded the land to the State of Idaho, with the provision that the State reserve the land for public use under such regulation as the State may prescribe. The State created the Foundation to manage the land. In 1962 and 1963, severe flooding damaged the Foundation's swimming pools and hot baths. Subsequently, the Foundation implemented a rebuilding program culminating in the construction of a new swimming pool recreation complex which was dedicated in August 1969.

Idaho Code, Section 67-4401, states that all right to operate, manage, and control Lava Hot Springs is vested in the Lava Hot Springs Foundation. Such Foundation shall consist of a five member board, appointed by the Governor, on a staggered basis, for six-year terms. The Foundation employs 10 full-time people and about 40 part-time people in the summer when the swimming pool is open. The pool is open from Friday before Memorial Day through Labor Day. The hot baths are open all year. The Lava Hot Springs Foundation is a self-sustaining financial operation with all operating revenues generated from hot baths and swimming pool entrance fees, swimsuit, towel, and locker rentals, miscellaneous merchandise sales, and lease agreements.

Lava Hot Springs

Analyst: Youtz

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**10.00**	**0**	**1,327,100**	***10.00***	***0***	***1,327,100***
Non-Cognizable Funds and Transfers	0.00	0	(200,000)	*0.00*	*0*	*(200,000)*
FY 2004 Estimated Expenditures	**10.00**	**0**	**1,127,100**	***10.00***	***0***	***1,127,100***
Removal of One-Time Expenditures	0.00	0	(41,300)	*0.00*	*0*	*(41,300)*
FY 2005 Base	**10.00**	**0**	**1,085,800**	***10.00***	***0***	***1,085,800***
Personnel Cost Rollups	0.00	0	9,400	*0.00*	*0*	*9,400*
Inflationary Adjustments	0.00	0	10,000	*0.00*	*0*	*0*
Replacement Items	0.00	0	48,800	*0.00*	*0*	*48,800*
Nonstandard Adjustments	0.00	0	(18,100)	*0.00*	*0*	*(18,100)*
Change in Employee Compensation	0.00	0	3,500	*0.00*	*0*	*7,200*
FY 2005 Program Maintenance	**10.00**	**0**	**1,139,400**	***10.00***	***0***	***1,133,100***
1. Dressing Room Replacement	0.00	0	500,000	*0.00*	*0*	*500,000*
2. Salary Increase	0.00	0	25,000	*0.00*	*0*	*0*
3. Part-time Clerical Support	0.00	0	30,000	*0.00*	*0*	*30,000*
FY 2005 Total	**10.00**	**0**	**1,694,400**	***10.00***	***0***	***1,663,100***
Change from Original Appropriation	0.00	0	367,300	*0.00*	*0*	*336,000*
% Change from Original Appropriation			27.7%			25.3%

Lava Hot Springs

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	10.00	0	1,327,100	0	1,327,100
Non-Cognizable Funds and Transfers					
This agency was appropriated $200,000 of their own dedicated funds to match Permanent Building Funds, the latter of which never became available. These funds will be used in FY 2005 for replacement of dressing rooms (Enhancement # 1).					
Agency Request	0.00	0	(200,000)	0	(200,000)
Governor's Recommendation	*0.00*	*0*	*(200,000)*	*0*	*(200,000)*
FY 2004 Estimated Expenditures					
Agency Request	10.00	0	1,127,100	0	1,127,100
Governor's Recommendation	*10.00*	*0*	*1,127,100*	*0*	*1,127,100*
Removal of One-Time Expenditures					
Removes funding provided for one-time replacement capital outlay.					
Agency Request	0.00	0	(41,300)	0	(41,300)
Governor's Recommendation	*0.00*	*0*	*(41,300)*	*0*	*(41,300)*
FY 2005 Base					
Agency Request	10.00	0	1,085,800	0	1,085,800
Governor's Recommendation	*10.00*	*0*	*1,085,800*	*0*	*1,085,800*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	0	9,400	0	9,400
Governor's Recommendation	*0.00*	*0*	*9,400*	*0*	*9,400*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	0	10,000	0	10,000
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Includes $9,800 for water pumps, $15,000 to replace all five of the agency's lawn tractors, $20,000 for deck repairs and replacement, $2,500 for computer replacement, and $1,500 for miscellaneous equipment.					
Agency Request	0.00	0	48,800	0	48,800
Governor's Recommendation	*0.00*	*0*	*48,800*	*0*	*48,800*
Nonstandard Adjustments					
Reflects reductions in interagency billings for attorney general, risk management, state controller and state treasurer fees.					
Agency Request	0.00	0	(18,100)	0	(18,100)
Governor's Recommendation	*0.00*	*0*	*(18,100)*	*0*	*(18,100)*

Lava Hot Springs

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	3,500	0	3,500
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*7,200*	*0*	*7,200*
FY 2005 Program Maintenance					
Agency Request	10.00	0	1,139,400	0	1,139,400
Governor's Recommendation	*10.00*	*0*	*1,133,100*	*0*	*1,133,100*
1. Dressing Room Replacement					**Lava Hot Springs Foundation**
This project was originally funded from Permanent Building Funds in FY 2002 but was one of the projects cancelled to help balance the state budget. The dressing room facilities at the Hot Pools were built in the 1960's and are in poor repair. The agency will initially seek Permanent Building Funds, but is prepared to use foundation funds if necessary to complete this high priority construction project. They have the capital improvement funds set aside to cover this expense.					
Agency Request	0.00	0	500,000	0	500,000
Governor's Recommendation	*0.00*	*0*	*500,000*	*0*	*500,000*
2. Salary Increase					**Lava Hot Springs Foundation**
Currently, five of nine employees who should be at the mid-point of their salary range because of longevity are not, due to the lack of personnel cost increases over the last two years. This request would move those employees toward midpoint.					
Agency Request	0.00	0	25,000	0	25,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
3. Part-time Clerical Support					**Lava Hot Springs Foundation**
This request would provide for a seasonal part-time office specialist position to handle the increased demand for clerical support during the high impact summer tourism season.					
Agency Request	0.00	0	30,000	0	30,000
Governor's Recommendation	*0.00*	*0*	*30,000*	*0*	*30,000*
FY 2005 Total					
Agency Request	10.00	0	1,694,400	0	1,694,400
Governor's Recommendation	*10.00*	*0*	*1,663,100*	*0*	*1,663,100*
Agency Request					
Change from Original App	0.00	0	367,300	0	367,300
% Change from Original App	0.0%		27.7%		27.7%
Governor's Recommendation					
Change from Original App	*0.00*	*0*	*336,000*	*0*	*336,000*
% Change from Original App	*0.0%*		*25.3%*		*25.3%*

Department of Parks & Recreation

Analyst: Youtz

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Management Srv	15,078,700	12,626,900	14,848,700	15,052,200	*14,957,300*
Park Operations	12,279,200	10,244,300	12,771,100	13,559,800	*13,252,500*
Capital Dev	10,452,000	5,315,700	2,855,000	7,226,000	*5,521,000*
Total:	**37,809,900**	**28,186,900**	**30,474,800**	**35,838,000**	***33,730,800***
BY FUND CATEGORY					
General	9,633,000	9,172,800	6,642,500	8,923,400	*6,819,300*
Dedicated	24,574,900	16,206,700	20,232,700	22,440,700	*22,438,700*
Federal	3,602,000	2,807,400	3,599,600	4,473,900	*4,472,800*
Total:	**37,809,900**	**28,186,900**	**30,474,800**	**35,838,000**	***33,730,800***
Percent Change:		(25.5%)	8.1%	17.6%	*10.7%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	10,097,500	8,880,900	10,404,500	10,652,500	*10,733,300*
Operating Expenditures	4,757,300	4,084,400	4,724,400	5,077,900	*4,804,900*
Capital Outlay	10,623,000	5,489,900	4,613,800	9,224,900	*7,309,900*
Trustee/Benefit	12,332,100	9,731,700	10,732,100	10,882,700	*10,882,700*
Total:	**37,809,900**	**28,186,900**	**30,474,800**	**35,838,000**	***33,730,800***
Full-Time Positions (FTP)	158.25	158.25	158.25	158.25	*158.25*

Division Description

The Department of Parks and Recreation was created by HB 138 of the 1965 Legislative Session. Prior to the creation of the department there existed areas designated "scenic and recreational", usually parks and campgrounds. Since 1907 these areas were administered by the State Land Board. In 1947, state parks were transferred to the Highway Department, and responsibility grew with the addition of a number of roadside rest areas. In 1949 control of the parks system was transferred back to the State Land Board, and in 1953 a Division of Parks was created within the Department of Lands, administered by a State Parks Director. The 1965 Legislation created a separate Department of Parks and Recreation, governed by a six member parks board appointed by the Governor.

The Department has grown rapidly from its relatively late start, as Idaho's citizens have demanded more recreational opportunities, and interest in protecting and managing the state's scenic, recreational and historical resources have become a priority. The Department now manages 27 State Parks, as well as administering many recreational programs including boating, recreational vehicles, and trails programs.

State General Funds support about 25% of this department, with about 65% of the departments activities and programs funded by fee-supported dedicated funds, and the balance, about 10% coming from federal funds.

Department of Parks & Recreation

Analyst: Youtz

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**158.25**	**6,642,500**	**30,474,800**	***158.25***	***6,642,500***	***30,474,800***
Reappropriations	0.00	411,700	6,348,100	*0.00*	*411,700*	*6,348,100*
FY 2004 Total Appropriation	**158.25**	**7,054,200**	**36,822,900**	***158.25***	***7,054,200***	***36,822,900***
Removal of One-Time Expenditures	0.00	(411,700)	(11,000,600)	*0.00*	*(411,700)*	*(11,000,600)*
Base Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Base	**158.25**	**6,642,500**	**25,822,300**	***158.25***	***6,642,500***	***25,822,300***
Personnel Cost Rollups	0.00	132,100	187,900	*0.00*	*132,100*	*187,900*
Inflationary Adjustments	0.00	18,000	86,200	*0.00*	*0*	*0*
Replacement Items	0.00	1,721,900	4,111,800	*0.00*	*0*	*2,425,000*
Nonstandard Adjustments	0.00	(55,700)	180,800	*0.00*	*(55,700)*	*180,800*
Change in Employee Compensation	0.00	49,600	79,000	*0.00*	*100,400*	*159,800*
FY 2005 Program Maintenance	**158.25**	**8,508,400**	**30,468,000**	***158.25***	***6,819,300***	***28,775,800***
1. Park Facility / Equipment Improvements	0.00	0	187,900	*0.00*	*0*	*187,900*
2. Improved and Expanded Park Services	0.00	0	182,100	*0.00*	*0*	*182,100*
3. Technology Support Contract	0.00	25,000	50,000	*0.00*	*0*	*25,000*
4. Site Planning and Feasibility Studies	0.00	40,000	375,000	*0.00*	*0*	*335,000*
5. Major Capital Projects	0.00	350,000	4,075,000	*0.00*	*0*	*3,725,000*
6. New Eastern Idaho Park	0.00	0	500,000	*0.00*	*0*	*500,000*
FY 2005 Total	**158.25**	**8,923,400**	**35,838,000**	***158.25***	***6,819,300***	***33,730,800***
Change from Original Appropriation	0.00	2,280,900	5,363,200	*0.00*	*176,800*	*3,256,000*
% Change from Original Appropriation		34.3%	17.6%		2.7%	10.7%

Department of Parks & Recreation

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	158.25	6,642,500	20,232,700	3,599,600	30,474,800
Reappropriations					
The department is provided two-year spending authority for capital facility construction projects. This reappropriation reflects the funds carried over from FY 2003 on projects that were not completed the first year.					
Agency Request	0.00	411,700	5,582,800	353,600	6,348,100
Governor's Recommendation	*0.00*	*411,700*	*5,582,800*	*353,600*	*6,348,100*
FY 2004 Total Appropriation					
Agency Request	158.25	7,054,200	25,815,500	3,953,200	36,822,900
Governor's Recommendation	*158.25*	*7,054,200*	*25,815,500*	*3,953,200*	*36,822,900*
Removal of One-Time Expenditures					
Reflects removal of one-time capital outlay expenditures.					
Agency Request	0.00	(411,700)	(9,430,300)	(1,158,600)	(11,000,600)
Governor's Recommendation	*0.00*	*(411,700)*	*(9,430,300)*	*(1,158,600)*	*(11,000,600)*
Base Adjustments					
Includes transfers between programs and transfers between expenditure classes.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	158.25	6,642,500	16,385,200	2,794,600	25,822,300
Governor's Recommendation	*158.25*	*6,642,500*	*16,385,200*	*2,794,600*	*25,822,300*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	132,100	44,300	11,500	187,900
Governor's Recommendation	*0.00*	*132,100*	*44,300*	*11,500*	*187,900*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	18,000	62,400	5,800	86,200
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Includes $496,000 for water systems, $665,000 for roadways and bridges, $654,000 for restroom replacement, $461,000 for shoreline, jetty and building repairs, $228,000 to replace eleven vehicles, $399,800 for computer equipment and software upgrades, $640,000 for replacement of oversnow vehicles for county snow grooming, $558,000 for miscellaneous park equipment, and $10,000 to upgrade the department's five-year strategic plan.					
Agency Request	0.00	1,721,900	2,187,400	202,500	4,111,800
Governor's Recommendation	*0.00*	*0*	*2,222,500*	*202,500*	*2,425,000*

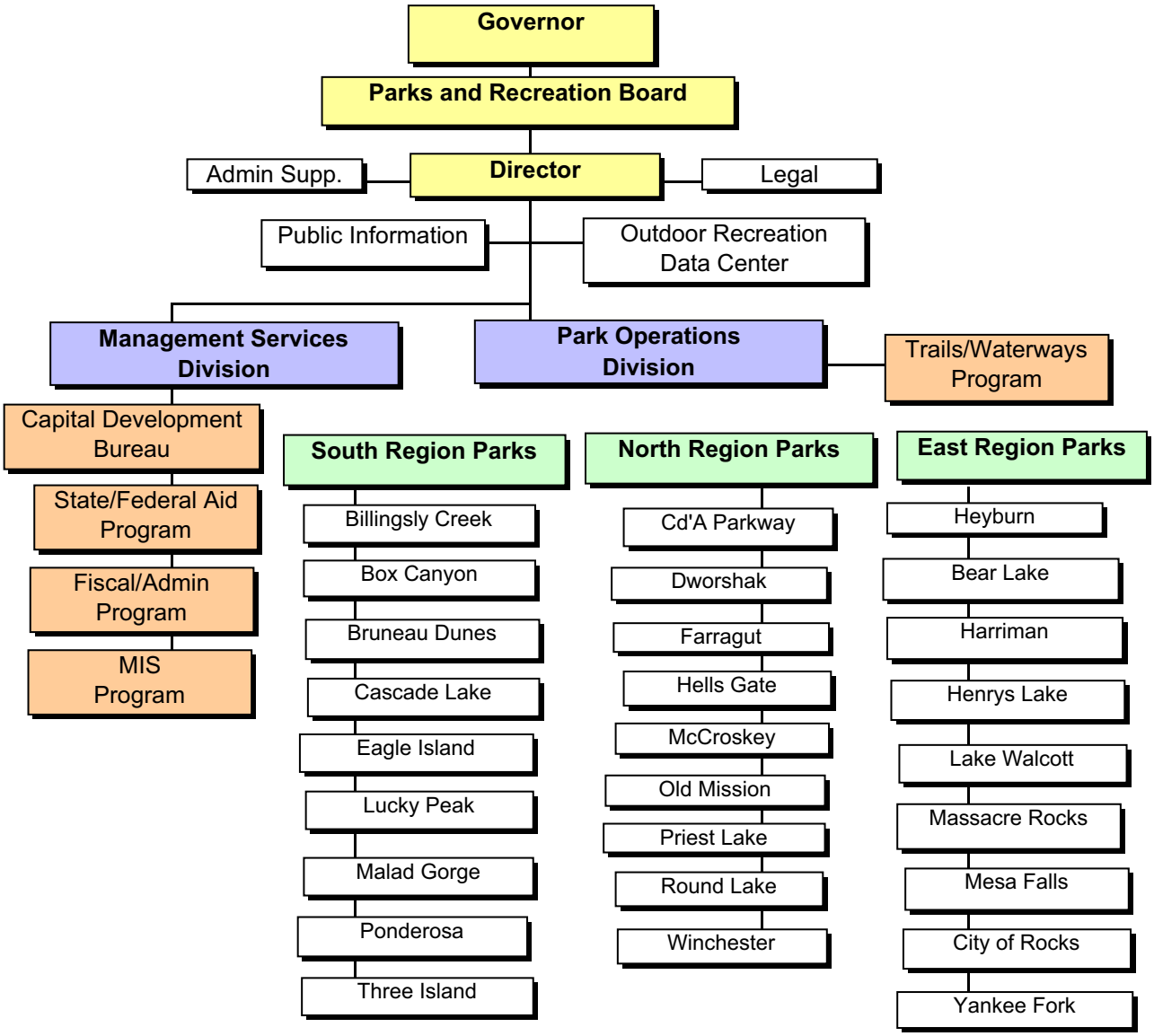
Department of Parks & Recreation

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					
Reflects adjustments in the statewide cost allocation plan for attorney general, risk management, state controller and state treasurer fees. Also included is spending authority for receipts from the Sawtooth National Recreation Area license plates ($10,000) and federal matching funds ($200,000) for pass through projects, and $45,000 to cover fees related to accepting credit card payments through the internet (merchant discount fee).					
Agency Request	0.00	(55,700)	36,500	200,000	180,800
Governor's Recommendation	*0.00*	*(55,700)*	*36,500*	*200,000*	*180,800*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	49,600	24,900	4,500	79,000
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*100,400*	*50,200*	*9,200*	*159,800*
FY 2005 Program Maintenance					
Agency Request	158.25	8,508,400	18,740,700	3,218,900	30,468,000
Governor's Recommendation	*158.25*	*6,819,300*	*18,738,700*	*3,217,800*	*28,775,800*
1. Park Facility / Equipment Improvements					**Park Operations**
This request would fund park facility and equipment upgrades including irrigation systems, sewer hook-ups, picnic tables, first aid items, a front end loader, and other miscellaneous equipment that will contribute to the enhancement of core services offered by various parks throughout the state.					
Agency Request	0.00	0	137,900	50,000	187,900
Governor's Recommendation	*0.00*	*0*	*137,900*	*50,000*	*187,900*
2. Improved and Expanded Park Services					**Park Operations**
This request would provide $81,700 in seasonal personnel costs and $100,400 in operating expenses from self generated park user fees to support the addition of camper cabins in several park locations, and to support the expanded services for RV users that have come about through the development of additional electricity, water, and pump out stations.					
Agency Request	0.00	0	182,100	0	182,100
Governor's Recommendation	*0.00*	*0*	*182,100*	*0*	*182,100*
3. Technology Support Contract					**Management Services**
This request would provide the funds to contract out for regional support and maintenance of the existing IT network infrastructure. Existing staff is unable to keep up with the demand for services in a system that has 27 different geographic locations around the state. The general public as well as agency staff have come to depend on computer applications to conduct day to day business, from making campsite reservations to coding bills for payment. As a result the demand is there to maintain the department's IT infrastructure on a "24 and 7" basis.					
Agency Request	0.00	25,000	25,000	0	50,000
Governor's Recommendation	*0.00*	*0*	*25,000*	*0*	*25,000*
4. Site Planning and Feasibility Studies					**Capital Development**
Reflects a request for $45,000 to fund a study to develop a large destination marina at Dworshak Reservoir; $200,000 for site planning and development of a marina at Heyburn State Park; $80,000 to develop a master plan for the Thousand Springs Complex; and $50,000 to develop plans for the Castle Rocks phase two campgrounds.					
Agency Request	0.00	40,000	250,000	85,000	375,000
Governor's Recommendation	*0.00*	*0*	*250,000*	*85,000*	*335,000*

Department of Parks & Recreation

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
5. Major Capital Projects					**Capital Development**
This request would fund major capital facility modifications and improvements to several parks throughout the state. It includes General Funds for an ADA compliant restroom at Billingsly Creek ($100,000) and marina improvements at Cascade Lake ($250,000). The dedicated funds include $305,000 for camping cabins, yurts and miscellaneous improvements; and $2,200,000 in park land trust donations: the Old Mission Sacred Encounters project ($1,200,000), the Bruneau Dunes Science Center, phase two ($500,000) and the Harriman State Park Welcome Center ($500,000). These latter three projects will only be funded if the donations that are sought actually materialize. In the case of the Harriman project the funds are available through an estate deed of trust gift.					
Agency Request	0.00	350,000	2,605,000	1,120,000	4,075,000
Governor's Recommendation	*0.00*	*0*	*2,605,000*	*1,120,000*	*3,725,000*
6. New Eastern Idaho Park					**Capital Development**
With the exception of Henry's Lake State Park near the Yellowstone area, and Bear Lake State Park near the Utah border, there is no state park serving eastern Idaho, and state outdoor recreational services to eastern Idaho residents are very limited. This request would provide spending authority from the park land trust fund to allow the IDPR Board to either purchase or lease a suitable parcel of land to serve eastern Idaho and preserve public access to high priority recreational areas.					
Agency Request	0.00	0	500,000	0	500,000
Governor's Recommendation	*0.00*	*0*	*500,000*	*0*	*500,000*
FY 2005 Total					
Agency Request	158.25	8,923,400	22,440,700	4,473,900	35,838,000
Governor's Recommendation	*158.25*	*6,819,300*	*22,438,700*	*4,472,800*	*33,730,800*
Agency Request					
Change from Original App	0.00	2,280,900	2,208,000	874,300	5,363,200
% Change from Original App	0.0%	34.3%	10.9%	24.3%	17.6%
Governor's Recommendation					
Change from Original App	*0.00*	*176,800*	*2,206,000*	*873,200*	*3,256,000*
% Change from Original App	*0.0%*	*2.7%*	*10.9%*	*24.3%*	*10.7%*

Department of Parks and Recreation Organization Chart



Parks and Recreation
Issues and Information

State Park Self-Support Index

State Park	[1]FY 2004 Base Budget	FY 2003 Park Receipts	Self Support Percent	Total Visitation CY 2003
Ashton/Tetonia	$27,419	0	0.0%	N/A
Bear Lake	246,319	75,361	30.6%	73,405
Bruneau Dunes	287,645	151,960	52.8%	94,536
[2]Cascade Lake	389,679	365,437	93.8%	56,004
Castle Rocks	22,500	14,735	65.5%	N/A
CD'A Lake Parkway	125,653	16,123	12.8%	203,690
Coeur D' Alene Trail	36,000	105,900	294.2%	N/A
[2] City of Rocks	501,167	402,536	80.3%	78,053
Dworshak	95,173	207,870	218.4%	33,406
Eagle Island	105,697	60,733	57.5%	36,217
Farragut	485,243	520,329	107.2%	256,987
Harriman	279,454	193,195	69.1%	70,136
Hells Gate	275,550	381,170	138.3%	160,919
Henrys Lake	107,393	85,987	80.1%	30,796
Heyburn	494,716	627,025	126.7%	190,796
Land of The Yankee Fork	190,328	39,277	20.6%	39,899
[3] Lucky Peak	489,609	355,408	72.6%	304,189
Massacre Rocks	214,120	78,854	36.8%	153,750
Mc Croskey	54,555	64,849	118.9%	10,768
Mesa Falls	10,000	18,163	181.6%	78,545
Old Mission	220,413	31,594	14.3%	92,932
Ponderosa & Lakeview	507,591	478,418	94.3%	205,191
Priest Lake	474,627	340,862	71.8%	51,171
Round Lake	177,745	79,593	44.8%	82,030
[4] Thousand Springs Complex	203,774	157,397	77.2%	112,063
Three Island	359,182	200,736	55.9%	108,843
[2]Walcott	118,006	105,193	89.1%	21,320
Winchester	159,843	103,294	64.6%	36,329
Total	$6,659,401	$5,261,998	79.0%	2,581,975

[1] Does not include allocations for capital outlay
[2] Includes other state & federal grant funds received
[3] Includes Lucky Peak, Spring Shores, Sandy Point and Barber Pool
[4] Includes Malad Gorge, Niagra Springs, Box Canyon, and Billingsley Creek

Department of Parks and Recreation
Issues & Information

Fee Schedule and Proposed Changes

Type of Fee	2003	2004
Annual motor vehicle entry fee	$25.00	$25.00
Second vehicle annual passport	5.00	5.00
Daily motor vehicle entry fee	3.00	4.00
Campers exempt	yes	no
Annual Park n' Ski permit	19.00	25.00
3-Day Park n' Ski permit	7.50	7.50
Nordic ski program fee (Harriman & Ponderosa)		
Per person/ day		2.00
Per family / year		25.00
Camping cabin per night (plus MVEF for 2004)	35.00	35.00
Park yurt per night (plus MVEF for 2004)	35.00	35.00
Backcountry yurt per night	72.00	72.00
Group shelter	25.00	25.00
Daily boat launch fee (Heyburn & Cd'A prkway)	3.00	3.00
Campsites per night (plus MVEF for 2004)		
Primitive (table, grill, vault toilet, no water)	7.00	7.00
Basic (includes central water)	9.00	9.00
Developed (includes flush toilets)	12.00	12.00
Deluxe (accommodates 2 RV's)	22.00	22.00
Electrical service fee (where available)	4.00	4.00
Additional sewer hook-up	2.00	2.00
Additional vehicle fee	5.00	5.00
Fee collection surcharge	5.00	5.00
Reservations		
Reservation fee (Idaho RV owners exempt)	6.00	6.00
Group facility reservation fee	25.00	25.00
Additional per person overnight fee	2.00	3.00
Modification/ Cancellation fee	10.00	10.00

Note:

In addition to the basic fee change there is also a change regarding sales tax collection. For 2003, those fee prices include the state sales tax. For 2004 the fee price *does not* include the 6% sales tax, which will be collected on top of the listed fee.

Department of Water Resources

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Management & Support Services	1,739,900	1,592,000	1,807,000	3,105,400	*2,677,300*
Planning and Technical Services	6,657,500	4,400,100	6,414,700	6,106,100	*6,067,400*
Energy Resources	4,554,900	2,118,600	4,029,200	4,133,900	*4,092,500*
Snake River Basin Adjudication	3,025,100	2,823,400	3,267,200	3,452,000	*3,162,800*
Water Management	4,911,400	4,588,300	4,954,500	5,192,200	*5,055,700*
Total:	**20,888,800**	**15,522,400**	**20,472,600**	**21,989,600**	***21,055,700***
BY FUND CATEGORY					
General	9,708,500	9,404,500	9,919,200	12,158,900	*10,328,200*
Dedicated	7,295,900	3,894,300	6,690,800	6,103,000	*6,975,600*
Federal	3,884,400	2,223,600	3,862,600	3,727,700	*3,751,900*
Total:	**20,888,800**	**15,522,400**	**20,472,600**	**21,989,600**	***21,055,700***
Percent Change:		(25.7%)	31.9%	7.4%	*2.8%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	9,949,700	10,456,300	10,736,100	*10,543,500*
Operating Expenditures	0	4,308,300	8,607,000	8,914,300	*8,637,000*
Capital Outlay	0	64,600	14,500	433,800	*24,000*
Trustee/Benefit	0	1,199,800	1,394,800	1,449,000	*1,394,800*
Lump Sum	20,888,800	0	0	456,400	*456,400*
Total:	**20,888,800**	**15,522,400**	**20,472,600**	**21,989,600**	***21,055,700***
Full-Time Positions (FTP)	175.00	175.00	175.00	175.00	*175.00*

Department Description

The Office of the State Engineer was created in 1895 to administer provisions of the Carey Act. Over the years, additional laws expanded the agency's duties, particularly with the increasing value, development, and use of Idaho's limited water resources. As the agency saw its responsibilities grow, it also saw its name change several times. In 1919 the agency became the Department of Reclamation; in 1943 the State Reclamation Engineer; and in 1970, the Department of Water Administration. Meanwhile, through amendment of the state constitution in 1964, the Water Resource Board was created to prepare the state water plan, a plan for optimum development of water resources in the public interest. The current name, the Department of Water Resources, resulted in 1974 from combining the Department of Water Administration with the Idaho Water Resource Board. The primary authority for the Department and its programs rests in Title 42, Idaho Code.

The department is divided into five major programs for budgeting purposes. The Management and Support Services program provides administrative, legal and information system support for the department; the Planning and Technical Services Division provides staff support for the Water Resources Board and provides planning, technical analysis and groundwater monitoring; the Energy Division provides financial assistance and technical assistance on energy conservation and alternative energy development issues; the Snake River Basin Adjudication program is responsible for completing a fair and accurate determination of the nature, extent and priority of Snake River Basin water rights; and the Water Management Division provides water resource protection through inspection and regulatory programs, and provides water allocation services through permits and water distribution programs.

Department of Water Resources

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**175.00**	**9,919,200**	**20,472,600**	***175.00***	***9,919,200***	***20,472,600***
1. Residential Energy Efficiency	0.00	0	41,000	*0.00*	*0*	*41,000*
FY 2004 Total Appropriation	**175.00**	**9,919,200**	**20,513,600**	***175.00***	***9,919,200***	***20,513,600***
Non-Cognizable Funds and Transfers	0.00	0	(62,900)	*0.00*	*0*	*(62,900)*
FY 2004 Estimated Expenditures	**175.00**	**9,919,200**	**20,450,700**	***175.00***	***9,919,200***	***20,450,700***
Removal of One-Time Expenditures	0.00	0	(502,000)	*0.00*	*0*	*(502,000)*
FY 2005 Base	**175.00**	**9,919,200**	**19,948,700**	***175.00***	***9,919,200***	***19,948,700***
Personnel Cost Rollups	0.00	141,200	207,700	*0.00*	*141,200*	*207,700*
Inflationary Adjustments	0.00	27,000	113,800	*0.00*	*0*	*0*
Replacement Items	0.00	324,800	348,800	*0.00*	*0*	*24,000*
Nonstandard Adjustments	0.00	42,300	34,100	*0.00*	*(2,400)*	*(10,600)*
Change in Employee Compensation	0.00	60,300	94,000	*0.00*	*122,100*	*190,500*
Fund Shifts	0.00	510,300	0	*0.00*	*101,000*	*(289,100)*
FY 2005 Program Maintenance	**175.00**	**11,025,100**	**20,747,100**	***175.00***	***10,281,100***	***20,071,200***
1. Idaho Water Center	0.00	642,100	668,100	*0.00*	*142,100*	*528,100*
2. Water Board Instream Flow Claims	0.00	373,700	456,400	*0.00*	*(95,000)*	*456,400*
3. Expand Eastern Regional Office	0.00	33,000	33,000	*0.00*	*0*	*0*
4. Document & GIS Data Management	0.00	85,000	85,000	*0.00*	*0*	*0*
Revenue Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**175.00**	**12,158,900**	**21,989,600**	***175.00***	***10,328,200***	***21,055,700***
Change from Original Appropriation	0.00	2,239,700	1,517,000	*0.00*	*409,000*	*583,100*
% Change from Original Appropriation		22.6%	7.4%		4.1%	2.8%

Department of Water Resources

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	175.00	9,919,200	6,690,800	3,862,600	20,472,600
1. Residential Energy Efficiency					**Energy Resources**
The Energy Division manages contracted inspections of manufactured homes to insure compliance with electric and natural gas energy efficiency standards. The Division also conducts training with manufacturers, installers and sales people of these homes as well as for site built homes that participate in the Northwest Energy Efficiency Alliance (NEEA) sponsored Energy Star Homes Program. New contracts with the Northwest Energy Efficiency Alliance and subcontracts with other states provide $41,000 in personnel funding. [Ongoing]					
Agency Request	0.00	0	41,000	0	41,000
Governor's Recommendation	*0.00*	*0*	*41,000*	*0*	*41,000*
FY 2004 Total Appropriation					
Agency Request	175.00	9,919,200	6,731,800	3,862,600	20,513,600
Governor's Recommendation	*175.00*	*9,919,200*	*6,731,800*	*3,862,600*	*20,513,600*
Non-Cognizable Funds and Transfers					
Reallocates two positions between programs and reduces $62,900 in federal funding for an Energy Program position.					
Agency Request	0.00	0	0	(62,900)	(62,900)
Governor's Recommendation	*0.00*	*0*	*0*	*(62,900)*	*(62,900)*
FY 2004 Estimated Expenditures					
Agency Request	175.00	9,919,200	6,731,800	3,799,700	20,450,700
Governor's Recommendation	*175.00*	*9,919,200*	*6,731,800*	*3,799,700*	*20,450,700*
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	(371,000)	(131,000)	(502,000)
Governor's Recommendation	*0.00*	*0*	*(371,000)*	*(131,000)*	*(502,000)*
FY 2005 Base					
Agency Request	175.00	9,919,200	6,360,800	3,668,700	19,948,700
Governor's Recommendation	*175.00*	*9,919,200*	*6,360,800*	*3,668,700*	*19,948,700*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively. Also includes an increase of .08% of salary for unemployment insurance and an increase of .09% of salary for workers' compensation.					
Agency Request	0.00	141,200	43,300	23,200	207,700
Governor's Recommendation	*0.00*	*141,200*	*43,300*	*23,200*	*207,700*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	27,000	72,500	14,300	113,800
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Department of Water Resources

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
Replacement Items			**Mgmt & Support, Energy Resources, Water Management**		
Replacement items include $165,000 for 7 vehicles, $159,800 for computer equipment, $12,000 for field equipment, $6,000 for office furniture, and $6,000 for office equipment.					
Agency Request	0.00	324,800	12,000	12,000	348,800
The Governor does not recommend General Fund monies for replacement items. Dedicated and federal spending authority is recommended for office furniture, office equipment, and testing equipment for the Energy program.					
Governor's Recommendation	*0.00*	*0*	*12,000*	*12,000*	*24,000*
Nonstandard Adjustments					
Includes adjustments to the Statewide Cost Allocation as follows: $15,000 for Attorney General fees, ($19,500) for State Controller fees, ($3,300) for Risk Management costs, and ($2,800) for State Treasurer fees. Also includes $44,700 to maintain the existing water measurement data program. The Department, in cooperation with the United States Geological Survey (USGS) and private entities, currently manages 65 stream gauging stations and 260 ground-water level monitoring sites. The Department pays $894,800 annually (excluded from regular inflation request) for this program and the USGS contributes nearly an equal amount of federal matching funds. Without this inflationary funding, about 5 percent of the measurement sites will be discontinued.					
Agency Request	0.00	42,300	(8,200)	0	34,100
The Governor does not recommend the $44,700 request to maintain the water measurement program.					
Governor's Recommendation	*0.00*	*(2,400)*	*(8,200)*	*0*	*(10,600)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	60,300	24,200	9,500	94,000
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*122,100*	*49,200*	*19,200*	*190,500*
Fund Shifts			**Planning & Technical Services, SRBA, Water Management**		
During the 2002 session, JFAC chose to reduce the impact of budget cutbacks (that would have permanently reduced the department's base) by shifting $492,700 from the General Fund to the Water Pollution Control Fund. Facing a continuing tight General Fund budget, last year the JFAC was unable to shift funding back to the General Fund. This request shifts 6.00 positions and $510,300 from the Water Pollution Control Fund to the General Fund as follows: .50 FTP and $35,100 in Planning and Technical Services, 4.00 FTPs and $286,400 in Snake River Basin Adjudication, and 1.5 FTPs and $188,800 in Water Management.					
Agency Request	0.00	510,300	(510,300)	0	0
The Governor's recommendation shifts $101,000 in operating expenditures from the Water Pollution Control Fund back to the General Fund. The Governor recommends a shift of funding for .5 position from the Water Pollution Control Fund to the Indirect Cost Recovery Fund, .5 position to the Water Administration Fund, .5 position to the Miscellaneous Revenue Fund, and .5 position to federal funds. The shift of $289,100 from the Water Pollution Control Fund to the General Fund is not recommended. The recommendation provides the entire Department with General fund reappropriation authority which could be used to mitigate the loss of some or all of the four positions related to that funding. For this reason the positions are not removed, just the dollars.					
Governor's Recommendation	*0.00*	*101,000*	*(418,900)*	*28,800*	*(289,100)*
FY 2005 Program Maintenance					
Agency Request	175.00	11,025,100	5,994,300	3,727,700	20,747,100
Governor's Recommendation	*175.00*	*10,281,100*	*6,038,200*	*3,751,900*	*20,071,200*

Department of Water Resources

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
1. Idaho Water Center					**All Programs**

The Department is scheduled to move its main office to the Idaho Water Center in October 2004. The Legislature approved the funding plan for the new office through House Concurrent Resolution 60 during the 2002 session. The Idaho State Building Authority has issued bonds and the Department is committed to repay a portion of the bonds through leases for the next 30 years. The main office houses administration and support for seven regional and satellite offices. The public may visit to research water right files, well driller reports and a variety of resource information. Most of the Water Resource Board meetings are conducted at the main office. Various hearings, meetings, and conferences are also held at this office. The Department has $424,900 in the base for the current lease of which $143,000 will be needed through October. This leaves $281,900 available. The new annual lease payment is $900,000 but half of that has been capitalized leaving a first year payment of $450,000. Thus the request is $168,100 for FY 2005 lease payments. A further annualization of $338,100 will be required in FY 2006. Although the Department is moving all usable furnishings and equipment, one-time costs of $500,000 are estimated for movable walls, records vault equipment, an upgraded security system, furnishings, office equipment, and moving expenses. [$500,000 one-time]

Agency Request	0.00	642,100	26,000	0	668,100

In addition to the ongoing lease costs, the Governor recommends $360,000 for one-time moving costs of which $240,000 would come from the Miscellaneous Revenue Fund and $120,000 from the Petroleum Price Violation Fund.

Governor's Recommendation	*0.00*	*142,100*	*386,000*	*0*	*528,100*

2. Water Board Instream Flow Claims					**Mgmt & Support Services, Snake River Basin Adjudication**

The Idaho Water Resource Board has four remaining instream flow water rights to be adjudicated in the Snake River Basin Adjudication. The water right licenses and associated claim filing fees in accordance with Title 42, Chapter 14, Section 14 Idaho Code total $1,521,200 as follows: Lemhi River (claim #74-14993) 35 cubic feet per second (at $100 per CFS) $3,500; Clearwater River (85-07583) 3,515 CFS $351,500; Clearwater River (86-0718) 5,750 CFS $575,000; Clearwater River (86-07345) $5,910 CFS $591,000, and $200 ($50 each) for claim filing fees. Idaho law provides that filing fees in excess of $1,000 may be spread over as many as five annual payments. Last session, the Legislature provided 40% of the claim filing fees. This decision unit requests 30% of the claim filing fees with the balance to be submitted in FY 2006. Payment of these fees is necessary to provide the resources to complete the majority of the Department's work by mid FY 2006 as planned. Direct General Fund support for SRBA is reduced by $82,700 through an ongoing fund shift resulting in a net General Fund request of $373,700. [One-time transfer of $456,400 to SRBA Fund for expenditure, need another $456,400 in FY 06]

Agency Request	0.00	373,700	82,700	0	456,400

The Governor recommends funding from the Water Pollution Control Fund. He also increases the shift from the General Fund by $12,300.

Governor's Recommendation	*0.00*	*(95,000)*	*551,400*	*0*	*456,400*

3. Expand Eastern Regional Office					**Water Management**

The existing office space for the Department of Water Resources regional office in Idaho Falls is insufficient. Furthermore, the existing space of 5,086 sq ft cannot be economically reconfigured for improvements to the Department's computer networking system. The current annual lease and utility payments are $54,700. An increase is requested in the amount of $21,500 for annual lease payment plus a one-time expenditure of $11,500 for remodeling, furnishings, and moving costs. Although JFAC funded this request with $36,700 in ongoing General Fund support in FY 2001, the Department delayed the move due to budget constraints. The expansion, which requires trading places with the Department of Environmental Quality's Idaho Nuclear Engineering and Environmental Laboratory (INEEL) oversight program, is calculated at 7,300 sq ft at $13 per sq foot, less the current rent, less $18,700 remaining in the base from the prior approval. INEEL oversight would see on offsetting savings of 2,214 sq feet at $13 per foot or $28,800. [$21,500 ongoing]

Agency Request	0.00	33,000	0	0	33,000

Not recommended by the Governor.

Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Department of Water Resources

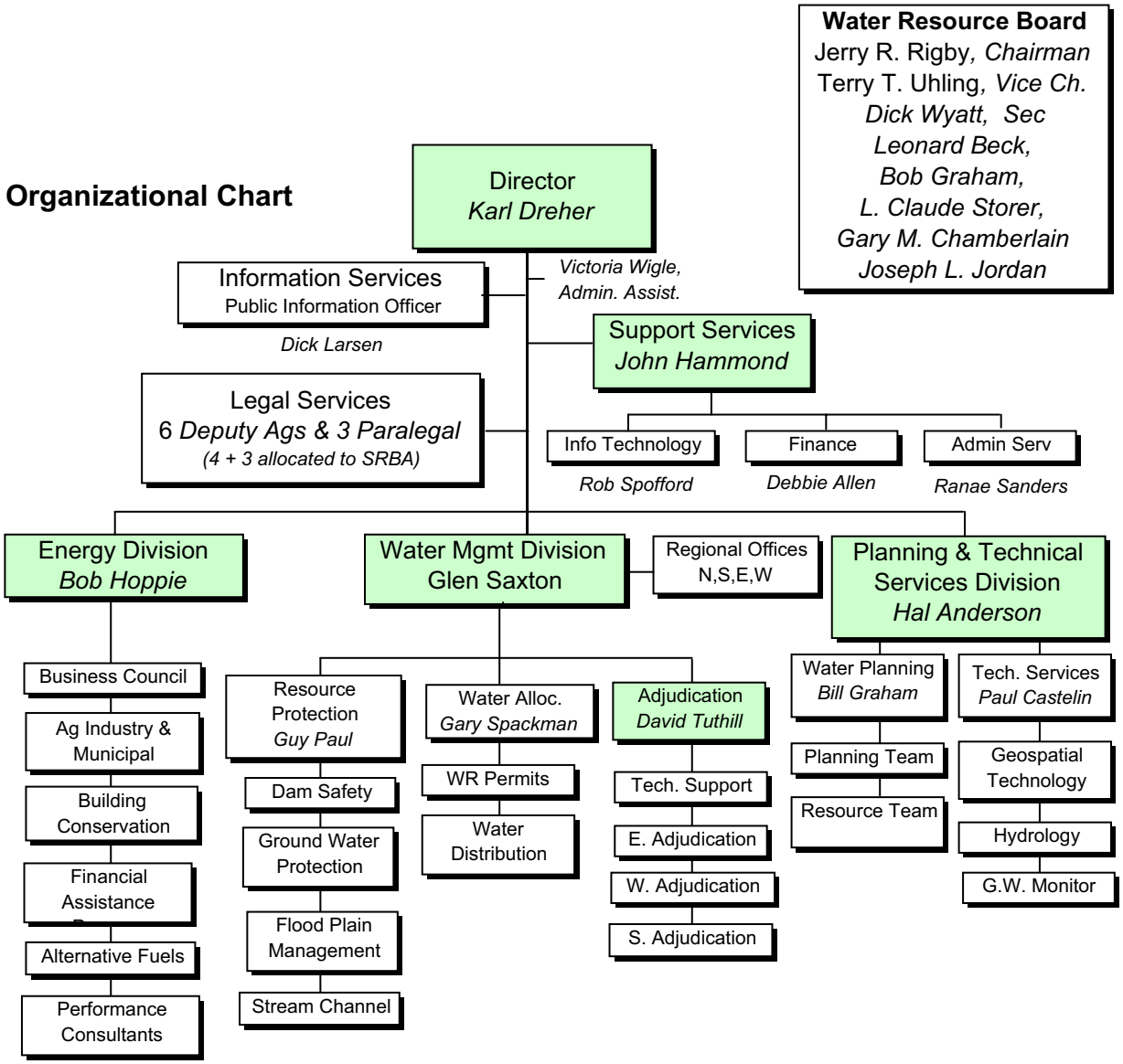
Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
4. Document & GIS Data Management					**Management and Support Services**
The department has already aquired the software to make electronic documents and data available via the internet. However, many documents and much of the data acquired by Water Resources are official records and are kept indefinitely. As the paper and microfilm documents are converted to digital format, additional storage is needed. [One-time]					
Agency Request	0.00	85,000	0	0	85,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Revenue Adjustments					
If JFAC approves enhancement #2, this decision unit will be used to reflect the transfer of General Fund dollars to the Adjudication Fund for expenditure.					
Agency Request	0.00	0	0	0	0
The Governor recommends the transfer of Water Pollution Control Funds to the Adjudication Fund to pay 30% of the Water Board's remaining instream flow claim costs.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	175.00	12,158,900	6,103,000	3,727,700	21,989,600
Governor's Recommendation	*175.00*	*10,328,200*	*6,975,600*	*3,751,900*	*21,055,700*
Agency Request					
Change from Original App	0.00	2,239,700	(587,800)	(134,900)	1,517,000
% Change from Original App	0.0%	22.6%	(8.8%)	(3.5%)	7.4%
Governor's Recommendation					
Change from Original App	*0.00*	*409,000*	*284,800*	*(110,700)*	*583,100*
% Change from Original App	*0.0%*	*4.1%*	*4.3%*	*(2.9%)*	*2.8%*

Department of Water Resources

Analyst: Houston

Issues and Information

Organizational Chart



Full-time Equivalent Positions in FY 2005 Base

Program	General	Dedicated	Federal	Total by Program	
1. Management & Support	12.77	5.23	0.00	**18.00**	10%
2. Planning and Technical Services	29.03	2.13	5.84	**37.00**	21%
3. Energy Resources	0.58	11.32	8.10	**20.00**	11%
4. Snake River Basin Adjudication	30.00	4.00	0.00	**34.00**	19%
5. Water Management	46.17	16.08	3.75	**66.00**	38%
Total by Fund Source	**118.55**	**38.76**	**17.69**	**175.00**	
	68%	22%	10%		

Excludes group positions. Also, Attorneys are paid through operating expenditures.

Department of Water Resources

Analyst: Houston

Issues and Information

FACILITY COST ESTIMATES FOR FY 2004 & 2005

Facility	Fiscal Year	Square Feet	Lease Rate per SqFt	Annual Cost	Work Areas	Notes
MAIN OFFICE	2005	41,224	$ 10.41	$ 428,951	144	Move to Water Ctr in FY05
1301 N. Orchard	2005	-41,224		-$ 281,900	(144)	Lease Expires Oct 31, 2004
Boise, ID 83706	2004	41,224	$ 10.31	$ 424,880	144	117 FTP's, 28 temps
	Change	-41,224	$ 0.10	-$ 277,829	(144)	includes 9 AGs & paralegals
IDAHO WATER CENTER	2005	50,000	$ 18.00	$ 900,000	144	Intend to occupy
Broadway & Front	2005	0		-$ 450,000	0	in October 2004
Boise, ID 83720	2004	0		$ 0	0	
	Change	50,000	$ 18.00	$ 450,000	144	
WESTERN REGION	2005	4,508	$ 15.46	$ 69,690	19	
2735 Airport Way	2004	4,508	$ 15.16	$ 68,324	19	15 FTP's, 4 temps
Boise, ID 83705	Change	0	$ 0.30	$ 1,366	0	
EASTERN REGION	2005	7,300	$ 13.00	$ 94,900	25	Shares building w/DEQ
900 N. Skyline	2004	5,086	$ 11.25	$ 57,218	25	20 FTP's, 7 Temps
Idaho Falls, ID 83402	Change	2,214	$ 1.75	$ 37,682	0	incl. 2 corps of engineers
SOUTHERN REGION	2005	4,320	$ 13.45	$ 58,104	18	
1341 Fillmore North	2004	4,320	$ 13.45	$ 58,104	18	15 FTP, 3 temps
Twin Falls, ID 83301	Change	0	$0.00	$ 0	0	
NORTHERN REGION	2005	2,236	$ 12.51	$ 27,972	9	
1910 Northwest Blvd.	2004	2,236	$ 12.21	$ 27,302	9	6 FTP's, 3 temps
Coeur d'Alene, ID 83814	Change	0	$ 0.30	$ 670	0	
SALMON SATELLITE	2005	500	$ 10.56	$ 5,280	1	
206 Van Dreff Ste B	2004	500	$ 10.56	$ 5,280	1	1 FTP
Salmon, ID 83501	Change	0	$0.00	$ 0	0	
LEWISTON SATELLITE	2005	390	$ 9.90	$ 3,861	1	Located in State Office Bldg
1118 F. St.	2004	390	$ 9.90	$ 3,861	1	1 FTP
Lewiston, ID 83501	Change	0	$0.00	$ 0	0	
SODA SPRINGS SAT	2005	396	$ 12.35	$ 4,889	1	Shares building w/DEQ
15 W. Center St.	2004	396	$ 12.16	$ 4,815	1	1 FTP, 1 temp
Soda Springs, ID 83276	Change	0	$ 0.19	$ 74	0	
	2005	69,650	$ 12.37	$ 861,747	218	176 FTP's, Temps vary
TOTALS	2004	58,660	$ 11.08	$ 649,784	218	+9 AGs & Paralegals
	Change	10,990	$ 1.30	$ 211,963	0	+2 Corp of engineers

Note: Facility plans call for expansion to McCall, Pocatello, and Grangeville in FY 2006

Summary: Idaho Code 67-5708B requires state agencies to submit a five-year facilities needs plan to the Department of Administration and to report such projected facilities needs at their annual budget hearings. The summary information in the table comes from that report.

The Department plan includes an increase of 8,776 square feet as the main office moves to the Idaho Water Center and an increase of 2,214 sq ft as space is added at Idaho Falls. The FY 2005 budget request includes $168,100 to cover additional lease costs of the Water Center. It also includes $21,500 for the Eastern Region lease costs after accounting for $18,700 remaining in the base from the move approved in FY 2001 but never made. The remaining increases in projected costs are covered by the inflationary decision unit. It should be noted that FY 2003 actual facility costs were $619,300 and no inflationary increases were approved for FY 2004.

Department of Water Resources
Issues & Information

Analyst: Houston

Strategic Planning Act Performance Measures

Selected Measures	FY 2002 Act	FY 2003 Act	FY 2004 Est	FY 2005 Est
Management and Support				
1. News releases to statewide media	80	81	80	80
2. Brochures, pamphlets, and posters prepared	30	40	30	30
3. Technical reports designed, edited and printed	10	15	10	10
4. Energy Hotline calls answered	1,500	1,400	1,500	1,500
5. Average number of Internet "hits" monthly	5,000	14,300	6,000	7,000
6. Water education program participants	17,000	17,000	18,000	18,000
Planning and Technical Services				
1. Conduct reviews of Comprehensive State Water Plan (CSWP) components as requested	0	0	0	0
2. No. of low cost loans for water projects	18	14	20	20
3. No. of grants for water project studies	8	2	15	20
4. Process applications for minimum streamflows	3	2	3	2
5. No. of groundwater quality sites/analyses	400/92	400/144	400/144	400/144
Energy Resources				
1. Number of energy efficiency tests conducted	26	37	25	25
2. Number of technical site visits	131	805	600	500
3. Number of loans requested	128	49	100	125
4. Number of loans funded	121	25	100	130
5. Amount of loans funded	$514,262	$304,885	$450,000	$500,000
6. Annual energy savings generated	$58,314	$22,767	$33,603	$37,500
Snake River Basin Adjudication				
1. Basins examined for irrigation/other large uses	4	6	4	2
2. Hard copy, microfilm files and electronic records maintained	161,200	161,200	161,200	161,200
3. Partial decrees prepared for uncontested claims	7,617	7,481	18,000	10,000
4. Supplemental Director's Reports prepared for the test basins and filed with the SRBA Court	3,879	3,515	5,000	4,000
5. Objections resolved by Department's participation as independent technical expert	2,375	1,305	1,000	500
Water Management				
1. No. of permit change applications received	359	380	350	350
2. No. of water right permit field exams conducted	197	108	200	200
3. Investigate reported diversion violations	140	217	260	150
4. Number of new wells constructed	4,400	4,181	4,500	4,500
5. Number of wells inspected	1,900	2,306	2,000	2,000
6. Number of injection wells permitted	75	42	100	100
7. Number of injection wells inspected	250	185	200	200
8. Number of shallow injection wells	6,920	7,370	7,500	7,750
9. Number of stream channel alterations	313	411	600	600
10. Number of vacuum dredge mining permits	331	414	400	400
11. No. of community floodplain assessment visits	20	21	20	20
12. No. of dam construction and special inspections	190	163	200	200

Department of Water Resources

Issues and Information

Snake River Basin Adjudication[1] Costs

Fiscal Year	Fund Source	IDWR[2]	Attorney General[3]	Judicial[4]	TOTAL	
1985	SRBA Fund	150,900	0	0	150,900	
1986	SRBA Fund	234,000	0	0	234,000	
1987	General	680,000	0	0	680,000	
	SRBA Fund	321,300	0	0	321,300	
1988	General	651,700	0	0	651,700	
	SRBA Fund	349,200	0	0	349,200	
1989	SRBA Fund	2,366,100	0	0	2,366,100	
1990	General	0	39,200	0	39,200	
	SRBA Fund	2,030,700	0	0	2,030,700	
1991	General	0	78,500	0	78,500	
	SRBA Fund	2,308,600	0	101,300	2,409,900	
1992	General	0	138,700	0	138,700	
	SRBA Fund	2,615,900	0	225,700	2,841,600	
1993	General	0	110,500	0	110,500	
	SRBA Fund	2,636,000	0	522,500	3,158,500	
1994	General	0	102,500	0	102,500	
	SRBA Fund	2,332,500	0	413,300	2,745,800	
1995	General	0	590,000	0	590,000	
	SRBA Fund	2,697,100	0	483,400	3,180,500	
1996	General	958,100	1,293,000	0	2,251,100	
	SRBA Fund	1,255,200	0	538,900	1,794,100	
1997	General	2,208,000	1,704,700	722,800	4,635,500	
	SRBA Fund	433,000	0	0	433,000	
1998	General	2,292,200	2,303,900	744,300	5,340,400	
	SRBA Fund	165,400	0	0	165,400	
1999	General	2,613,500	2,289,100	635,800	5,538,400	
	SRBA Fund	(2,100)	0	0	(2,100)	5
2000	General	2,484,300	1,732,700	730,400	4,947,400	
	SRBA Fund	142,300	0	0	142,300	
2001	General	2,560,000	489,500	727,000	3,776,500	
	SRBA Fund	247,600	0	0	247,600	
2002	General	2,654,900	260,300	801,500	3,716,700	
	SRBA Fund	429,300	0	0	429,300	
2003	General	2,510,300	163,600	745,100	3,419,000	
	SRBA Fund	313,100	0	0	313,100	6
2004 est	General	2,742,100	NA	783,700	3,525,800	7
	SRBA Fund	608,500	0	0	608,500	
2005 req	General	2,754,500	NA	899,800	3,654,300	7
	SRBA Fund	702,800	0	0	702,800	
TOTAL	General	25,109,600	11,296,200	6,790,400	43,196,200	
	SRBA Fund	22,337,400	0	2,285,100	24,622,500	8
	TOTAL	**47,447,000**	**11,296,200**	**9,075,500**	**67,818,700**	

Notes: 1) adjudicate *vb:* to settle judicially 2) The Idaho Department of Water Resources (IDWR) is primarily responsible for adjudicating state-based water rights (permits, licenses, and beneficial uses). 3) The Attorney General's office is primarily responsible for adjudicating the federal-based water rights (federal reservations and tribal rights). 4) The state Judicial system is responsible for adjudicating both state-based and federal-based water rights. 5) FY 1999 adjusted for $135,800 transfer-in from General Fund and $133,700 expenditures. 6) At the end of FY 2003, the free-fund balance in the SRBA Fund was $239,500. 7) Some estimates are "Not Available". 8) Water right filing fees are scheduled under §42-1414.

Idaho Legislative Budget Book

Economic Development

2004 Legislative Session

Agriculture, Department of ..... 5 - 3

Agriculture, Department of ..... 5 - 5

Soil Conservation Commission ..... 5 - 15

Commerce, Department of ..... 5 - 21

Finance, Department of ..... 5 - 31

Industrial Commission ..... 5 - 37

Insurance, Department of ..... 5 - 43

Labor, Department of ..... 5 - 51

Public Utilities Commission ..... 5 - 57

Self-Governing Agencies ..... 5 - 63

Building Safety, Division of ..... 5 - 65

General Boards ..... 5 - 73

Lottery, State ..... 5 - 79

Medical Boards ..... 5 - 85

Regulatory Boards ..... 5 - 93

State Appellate Public Defender ..... 5 - 101

Veterans Services, Division of ..... 5 - 107

Transportation Department, Idaho ..... 5 - 113

Blank Page

Idaho Legislative Budget Book

Department of Agriculture

2004 Legislative Session

Agriculture, Department of ..... 5 - 5

Soil Conservation Commission ..... 5 - 15

Department of Agriculture

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY DIVISION					
Agriculture, Dept of	26,650,800	22,068,300	26,134,500	27,280,900	*26,715,600*
Soil Conservation Commission	4,284,600	4,294,500	4,375,600	4,599,200	*4,435,200*
Total:	**30,935,400**	**26,362,800**	**30,510,100**	**31,880,100**	***31,150,800***
BY FUND CATEGORY					
General	9,545,800	9,527,500	9,357,400	10,262,600	*9,497,600*
Dedicated	17,057,700	12,558,300	17,703,500	17,980,200	*18,046,700*
Federal	4,331,900	4,277,000	3,449,200	3,637,300	*3,606,500*
Total:	**30,935,400**	**26,362,800**	**30,510,100**	**31,880,100**	***31,150,800***
Percent Change:		(14.8%)	15.7%	4.5%	*2.1%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	18,933,500	15,241,200	18,957,400	19,749,400	*19,857,800*
Operating Expenditures	6,374,600	4,990,700	6,139,600	6,411,600	*6,192,200*
Capital Outlay	350,600	375,400	628,800	1,055,000	*524,000*
Trustee/Benefit	5,276,700	5,755,500	4,784,300	4,664,100	*4,576,800*
Total:	**30,935,400**	**26,362,800**	**30,510,100**	**31,880,100**	***31,150,800***
Full-Time Positions (FTP)	207.56	207.56	202.60	207.60	*206.60*

Department Description

The Department of Agriculture contains the budget for nine programs. Eight of these programs are budgeted together: Administration, Animal Industries, Agricultural Resources, Plant Industries, Agricultural Inspections, Marketing and Development, Animal Damage Control, and the Sheep Commission. The Soil Conservation Commission's budget is developed and submitted by the Commission's five member board and is appropriated in a separate appropriation bill.

Department of Agriculture

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Administration	1,616,400	1,426,300	1,777,300	1,755,900	*1,745,100*
Animal Industries	5,228,900	4,922,500	5,669,600	6,182,800	*5,809,900*
Agricultural Resources	3,209,500	2,807,800	3,232,100	3,380,100	*3,384,700*
Plant Industries	3,241,600	2,842,200	3,598,400	3,834,400	*3,758,400*
Agricultural Inspections	10,137,100	7,213,800	10,265,700	10,511,900	*10,419,100*
Marketing and Development	2,662,000	2,343,300	993,500	1,027,000	*1,014,600*
Animal Damage Control	387,300	387,200	427,300	413,100	*407,300*
Sheep Commission	168,000	125,200	170,600	175,700	*176,500*
Total:	**26,650,800**	**22,068,300**	**26,134,500**	**27,280,900**	***26,715,600***
BY FUND CATEGORY					
General	5,665,300	5,675,200	5,603,000	6,297,600	*5,689,700*
Dedicated	17,017,100	12,517,700	17,572,900	17,847,100	*17,916,100*
Federal	3,968,400	3,875,400	2,958,600	3,136,200	*3,109,800*
Total:	**26,650,800**	**22,068,300**	**26,134,500**	**27,280,900**	***26,715,600***
Percent Change:		(17.2%)	18.4%	4.4%	*2.2%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	17,642,300	13,966,800	17,634,900	18,382,300	*18,475,700*
Operating Expenditures	5,564,000	4,186,600	5,199,000	5,265,600	*5,064,100*
Capital Outlay	350,600	361,000	628,800	934,000	*524,000*
Trustee/Benefit	3,093,900	3,553,900	2,671,800	2,699,000	*2,651,800*
Total:	**26,650,800**	**22,068,300**	**26,134,500**	**27,280,900**	***26,715,600***
Full-Time Positions (FTP)	184.56	184.56	181.60	186.60	*185.60*

Division Description

The goal of the Department of Agriculture is to guarantee that Idaho agricultural products are of high quality, disease-free, and meet federal and state laws, rules and regulations. The department protects consumers and producers from fraud and provides marketing assistance to the industry. There are eight budgeted programs. 1) The Administration program coordinates the accounting, payroll, legal, and personnel functions. 2) Animal Industries is responsible for veterinary services, vegetation management, livestock inspection, and animal waste management. 3) Agricultural Resources protects the public health, environment, livestock, and wildlife of the state from possible adverse effects resulting from the improper use of pesticides and fertilizers. 4) Plant Industries includes the Bureau of Laboratories and Plant Services, the Bureau of Seed Analysis, and the Honey Commission. 5) Agricultural Inspections includes the Bureau of Shipping Point Inspections, the Bureau of Warehouse Control, and the Bureau of Weights and Measures. 6) The Marketing and Development program assists Idaho food producers to increase their profitability by enhancing the marketing opportunities for their products. 7) The United States Department of Agriculture (USDA) Animal and Plant Health Inspection Service (APHIS) Wildlife Services program operates in Idaho under a memorandum of understanding with the Idaho State Animal Damage Control Board. 8) The Sheep Commission provides a comprehensive program involving disease and predator control to enable the sheep industry to maintain high production standards and economic returns.

The Soil Conservation Commission is part of the department but is budgeted in a separate appropriation bill.

Department of Agriculture

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**181.60**	**5,603,000**	**26,134,500**	***181.60***	***5,603,000***	***26,134,500***
1. Repay Interest to Federal Agency	0.00	147,200	147,200	*0.00*	*147,200*	*147,200*
Pest Control Deficiency Warrants	0.00	223,500	223,500	*0.00*	*223,500*	*223,500*
Other Approp Adjustments	0.00	(223,500)	(223,500)	*0.00*	*(223,500)*	*(223,500)*
FY 2004 Total Appropriation	**181.60**	**5,750,200**	**26,281,700**	***181.60***	***5,750,200***	***26,281,700***
Non-Cognizable Funds and Transfers	0.00	0	1,965,000	*0.00*	*0*	*1,965,000*
FY 2004 Estimated Expenditures	**181.60**	**5,750,200**	**28,246,700**	***181.60***	***5,750,200***	***28,246,700***
Removal of One-Time Expenditures	0.00	(147,200)	(2,798,800)	*0.00*	*(147,200)*	*(2,798,800)*
FY 2005 Base	**181.60**	**5,603,000**	**25,447,900**	***181.60***	***5,603,000***	***25,447,900***
Personnel Cost Rollups	0.00	84,900	223,600	*0.00*	*84,900*	*223,600*
Inflationary Adjustments	0.00	40,700	145,200	*0.00*	*0*	*0*
Replacement Items	0.00	262,000	734,700	*0.00*	*0*	*472,700*
Nonstandard Adjustments	0.00	(86,000)	(131,100)	*0.00*	*(86,000)*	*(131,100)*
Change in Employee Compensation	0.00	43,400	187,100	*0.00*	*87,800*	*378,600*
FY 2005 Program Maintenance	**181.60**	**5,948,000**	**26,607,400**	***181.60***	***5,689,700***	***26,391,700***
1. Ongoing Federal Grants	2.00	0	135,200	*2.00*	*0*	*135,200*
2. Crop Residue Disposal	0.00	94,500	94,500	*0.00*	*0*	*0*
3. Agricultural Odor Control	1.00	255,100	255,100	*0.00*	*0*	*0*
4. Feed & Fertilizer Program Manager	1.00	0	102,400	*1.00*	*0*	*102,400*
5. Agricultural Water Quality	1.00	0	86,300	*1.00*	*0*	*86,300*
FY 2005 Total	**186.60**	**6,297,600**	**27,280,900**	***185.60***	***5,689,700***	***26,715,600***
Change from Original Appropriation	5.00	694,600	1,146,400	*4.00*	*86,700*	*581,100*
% Change from Original Appropriation		12.4%	4.4%		1.5%	2.2%

Department of Agriculture

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	181.60	5,603,000	17,572,900	2,958,600	26,134,500

1. Repay Interest to Federal Agency **Administration**

The Department of Agriculture received a federal grant for the Specialty Crop Project in FY 2001. The grant funds were received in advance and deposited into the state treasury until disbursed. The interest was credited to the General Fund. However, the federal grant required that all interest on advances be reimbursed to the Commodity Credit Corporation (CCC). ISDA has since set up a special fund to accrue interest for repayment to the CCC; however, monies are needed to reimburse the federal agency for interest accrued before July 1, 2003. The original grant was over $4 million. The request is based on State Treasurer's interest rates and average quarterly balances from October 2001 through June 2003. [One-time]

Agency Request	0.00	147,200	0	0	147,200
Governor's Recommendation	*0.00*	*147,200*	*0*	*0*	*147,200*

Pest Control Deficiency Warrants

Idaho Code §22-2108 authorizes the State Board of Examiners to approve deficiency warrants against the General Fund for up to $500,000 to control agricultural pest and crop disease outbreaks within the state. In the spring of 2003, the Department provided bait as Mormon crickets became a nuisance to homeowners from the Boise foothills to Horseshoe Bend and damaged range and crops around Mayfield and Prairie. In addition to the pest control programs. The department uses this funding mechanism for the pest survey programs. The survey programs for Japanese Beetle, Leek Moth, European Pine Shoot Moth, Apple Maggot, and Cherry Fruit Fly protect the marketability of Idaho products. Fiscal year 2003 costs were $35,500 for the exotic pest survey program, $176,900 for Mormon cricket and grasshopper control, and $11,100 for gypsy moth survey. The request includes $75,400 for personnel costs (temporary staff), $146,700 for operating expenditures (travel and bait), and $1,400 for capital outlay. [One-time]

Agency Request	0.00	223,500	0	0	223,500
Governor's Recommendation	*0.00*	*223,500*	*0*	*0*	*223,500*

Other Approp Adjustments

Transfer General Fund monies to the pest deficiency warrant fund where actual costs were incurred.

Agency Request	0.00	(223,500)	0	0	(223,500)
Governor's Recommendation	*0.00*	*(223,500)*	*0*	*0*	*(223,500)*
FY 2004 Total Appropriation					
Agency Request	181.60	5,750,200	17,572,900	2,958,600	26,281,700
Governor's Recommendation	*181.60*	*5,750,200*	*17,572,900*	*2,958,600*	*26,281,700*

Non-Cognizable Funds and Transfers

Reflects $625,000 in non-cognizable federal spending authority for the Greater Yellowstone Interagency Brucellosis Committee (GYIBC) and for Emergency Preparedness grants; $100,000 for Agricultural Resources discretionary grants, $180,000 for pest management and emergency preparedness grants; and $1,060,000 in federal spending authority for specialty crop grants.

Agency Request	0.00	0	0	1,965,000	1,965,000
Governor's Recommendation	*0.00*	*0*	*0*	*1,965,000*	*1,965,000*
FY 2004 Estimated Expenditures					
Agency Request	181.60	5,750,200	17,572,900	4,923,600	28,246,700
Governor's Recommendation	*181.60*	*5,750,200*	*17,572,900*	*4,923,600*	*28,246,700*

Removal of One-Time Expenditures

Remove funding provided for one-time items and non-cognizable funding.

Agency Request	0.00	(147,200)	(645,600)	(2,006,000)	(2,798,800)
Governor's Recommendation	*0.00*	*(147,200)*	*(645,600)*	*(2,006,000)*	*(2,798,800)*

Department of Agriculture

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Base					
Agency Request	181.60	5,603,000	16,927,300	2,917,600	25,447,900
Governor's Recommendation	*181.60*	*5,603,000*	*16,927,300*	*2,917,600*	*25,447,900*
Personnel Cost Rollups					
Includes the employer portion of estimated changes in employee benefit costs. Includes $820 per position for health insurance, an increase of .62% of salary for retirement, an increase of .08% of salary for unemployment insurance, and an increase of .23% of salary for workers' compensation.					
Agency Request	0.00	84,900	124,700	14,000	223,600
Governor's Recommendation	*0.00*	*84,900*	*124,700*	*14,000*	*223,600*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	40,700	66,700	37,800	145,200
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Includes $318,000 for 15 vehicles, $110,000 for an equipped weights and measures truck, $216,100 for computer equipment, $9,000 for software, $77,100 for laboratory and field equipment, and $4,500 for office furniture.					
Agency Request	0.00	262,000	472,700	0	734,700
General Fund replacement items are not recommended. Removes $34,000 for computer equipment, $118,000 for five pickups and $110,000 for the weights and measures truck.					
Governor's Recommendation	*0.00*	*0*	*472,700*	*0*	*472,700*
Nonstandard Adjustments					
Includes adjustments for the statewide cost allocation plan as follows: ($58,900) for Attorney General fees, ($46,100) for risk management fees, and ($26,100) for State Controller fees for a total reduction of $131,100.					
Agency Request	0.00	(86,000)	(45,100)	0	(131,100)
Governor's Recommendation	*0.00*	*(86,000)*	*(45,100)*	*0*	*(131,100)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	43,400	132,600	11,100	187,100
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*87,800*	*268,300*	*22,500*	*378,600*
FY 2005 Program Maintenance					
Agency Request	181.60	5,948,000	17,678,900	2,980,500	26,607,400
Governor's Recommendation	*181.60*	*5,689,700*	*17,747,900*	*2,954,100*	*26,391,700*
1. Ongoing Federal Grants — **Animal Industries**					
A federal weed free hay program grant of $70,100 currently pays for a temporary employee and is requested to be included as an ongoing program. Also, one position and $65,100 in federal fund spending authority is requested to pay for a grant writer to aggressively pursue an increasing number of available animal grants. [$6,000 one-time]					
Agency Request	2.00	0	0	135,200	135,200
Governor's Recommendation	*2.00*	*0*	*0*	*135,200*	*135,200*

Department of Agriculture

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
2. Crop Residue Disposal					**Plant Industries**

Additional funding is requested to enforce the provisions of Title 22, Chapter 48, Idaho Code (Smoke Management and Crop Residue Disposal). Registration fees are inadequate to support the full-time nature of this program. Funding is requested in the amount of $41,000 to hire local representatives during the fall burning season (July through September) who will work with local growers to register fields to be burned, schedule the acres to be burned each day for each airshed, handle telephone inquiries and complaints, and investigate alleged violations of crop residue disposal by farmers. An additional $21,000 is requested in operating expenditures for travel and operating costs, $2,000 for toll-free hotline costs, $18,000 for meteorological data, and $12,500 for community outreach. [Ongoing]

Agency Request	0.00	94,500	0	0	94,500
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

3. Agricultural Odor Control					**Animal Industries**

The Department has been evaluating odors generated by agricultural operations for the past two years as required by the Agricultural Odor Management Act (Title 25, Chapter 28, Idaho Code). This request includes air quality monitoring equipment and a technician to enable the Department to use more advanced scientific methods to gather data to determine odor levels and other air quality parameters associated with agricultural operations across the state. The decision unit includes $57,100 salary and benefits, $50,000 in operating expenditures for maintenance and supplies, $125,000 for odor monitoring equipment, and $23,000 for a vehicle to pull the equipment. [$107,100 ongoing and $148,000 one-time]

Agency Request	1.00	255,100	0	0	255,100
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

4. Feed & Fertilizer Program Manager					**Plant Industries**

The feed, fertilizer, and soil and plant amendment laws provide for product registration, tonnage payments, and label reviews (Idaho Code, Title 22, Chapters 6 and 22, and Title 25, Chapter 27). All products must meet state and federal label and ingredient requirements. The division registers approximately 9,210 products for 1,003 companies each year and the label of each product must be reviewed for compliance. Unfortunately, the division only has one full-time employee trained to do this task. Even with part-time help and field staff the division is unable to check all products in a timely manner. Furthermore, the current staff is unable to adequately address enforcement activities, tonnage payment audits, and feed and fertilizer issues related to mad cow disease, heavy metals, mycotoxins and pesticide contamination. There is also an increasing emphasis being placed on food safety due to bioterrorism. This decision unit requests $67,400 in personnel cost funding to hire a feed and fertilizer program manager, $6,000 in operating expenditures, $3,000 for computer equipment, $4,000 for office equipment, and $22,000 for a vehicle. Funding is requested from the dedicated Feed and Fertilizer Fund. [$29,000 one-time]

Agency Request	1.00	0	102,400	0	102,400
A Legislative Services Office audit found the need for the department to improve registration response time.					
Governor's Recommendation	*1.00*	*0*	*102,400*	*0*	*102,400*

5. Agricultural Water Quality					**Agricultural Resources**

Significant progress has been made on the Agricultural Ground Water Quality Protection Program for Idaho since 1996. However, surface water pesticide monitoring and evaluation and the ground water work related to pesticides, dairies, and beef confined animal feeding operations are increasing. As these water quality protection demands have increased so have the demands on the technical staff. This request includes $57,000 for an Analyst to conduct field work regarding ground and surface water protection efforts, $4,000 in operating expenditures, $22,000 for a vehicle, $2,500 for a water sampler, and $800 for a digital camera. Dedicated funding is requested from fees charged for pesticide registration. Federal funding refects a commitment from the Environmental Protection Agency. [$61,000 ongoing and $25,300 one-time]

Agency Request	1.00	0	65,800	20,500	86,300
Governor's Recommendation	*1.00*	*0*	*65,800*	*20,500*	*86,300*

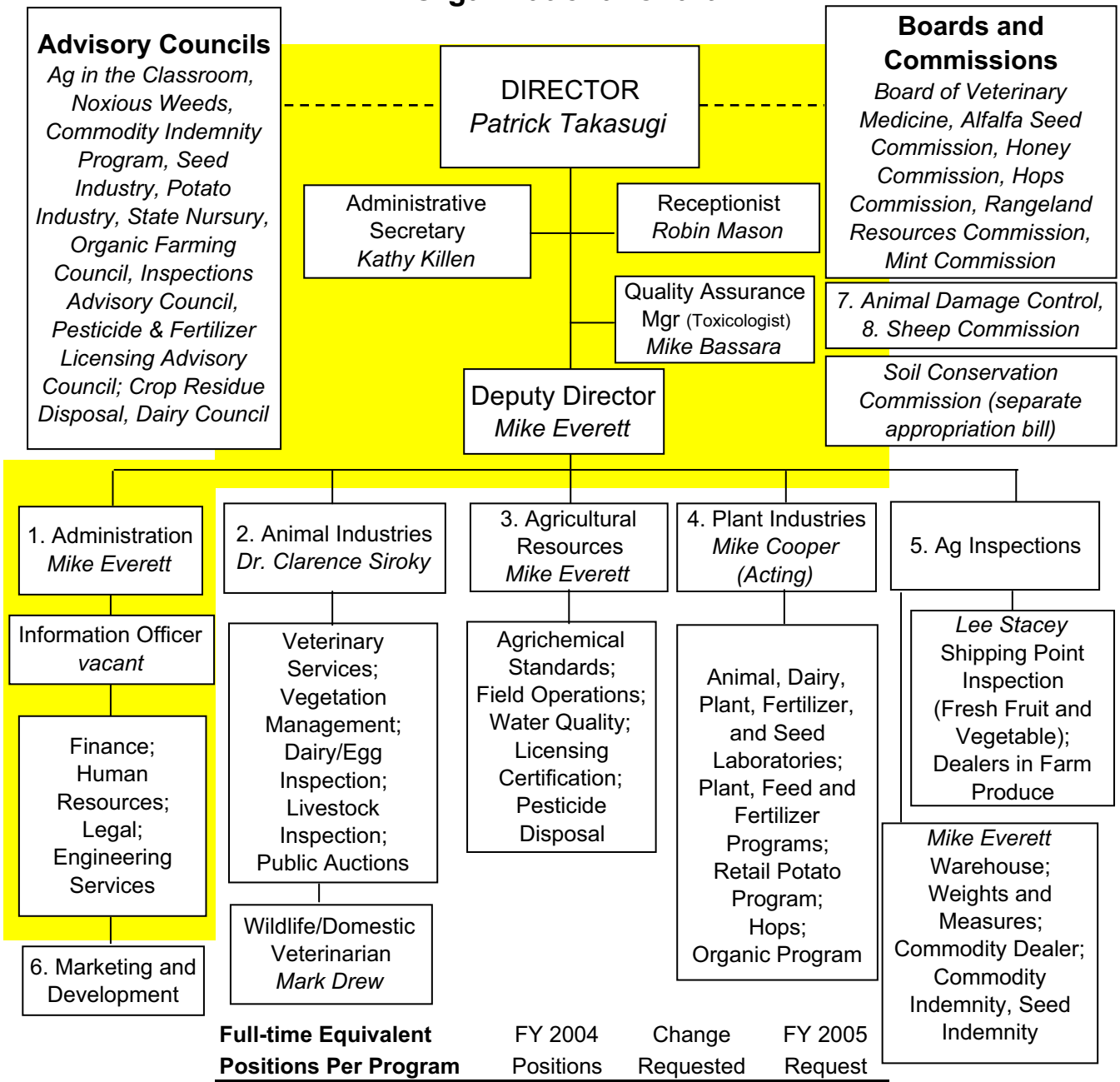
Department of Agriculture

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Total					
Agency Request	186.60	6,297,600	17,847,100	3,136,200	27,280,900
Governor's Recommendation	*185.60*	*5,689,700*	*17,916,100*	*3,109,800*	*26,715,600*
Agency Request					
Change from Original App	5.00	694,600	274,200	177,600	1,146,400
% Change from Original App	2.8%	12.4%	1.6%	6.0%	4.4%
Governor's Recommendation					
Change from Original App	*4.00*	*86,700*	*343,200*	*151,200*	*581,100*
% Change from Original App	*2.2%*	*1.5%*	*2.0%*	*5.1%*	*2.2%*

Department of Agriculture
Issues & Information

Organizational Chart



Full-time Equivalent Positions Per Program	FY 2004 Positions	Change Requested	FY 2005 Request
1. Administration	17.32	0.00	17.32
2. Animal Industries	42.85	3.00	45.85
3. Agricultural Resources	30.47	1.00	31.47
4. Plant Industries	38.65	1.00	39.65
5. Agricultural Inspections	39.60	0.00	39.60
6. Marketing & Develop	9.71	0.00	9.71
7. Animal Damage Control	0.00	0.00	0.00
8. Sheep Commission	3.00	0.00	3.00
Total	**181.60**	**5.00**	**186.60**

Does not include 600 to 700 seasonal employees, other group positions,or 5.65 Indemnity staff.

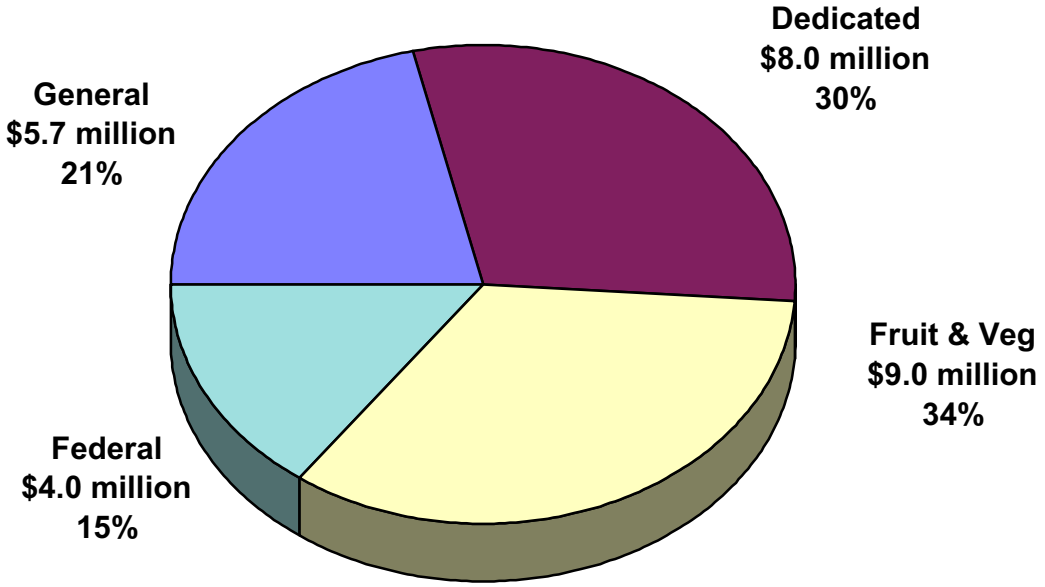
Department of Agriculture
Issues & Information

Strategic Planning Act Performance Measures

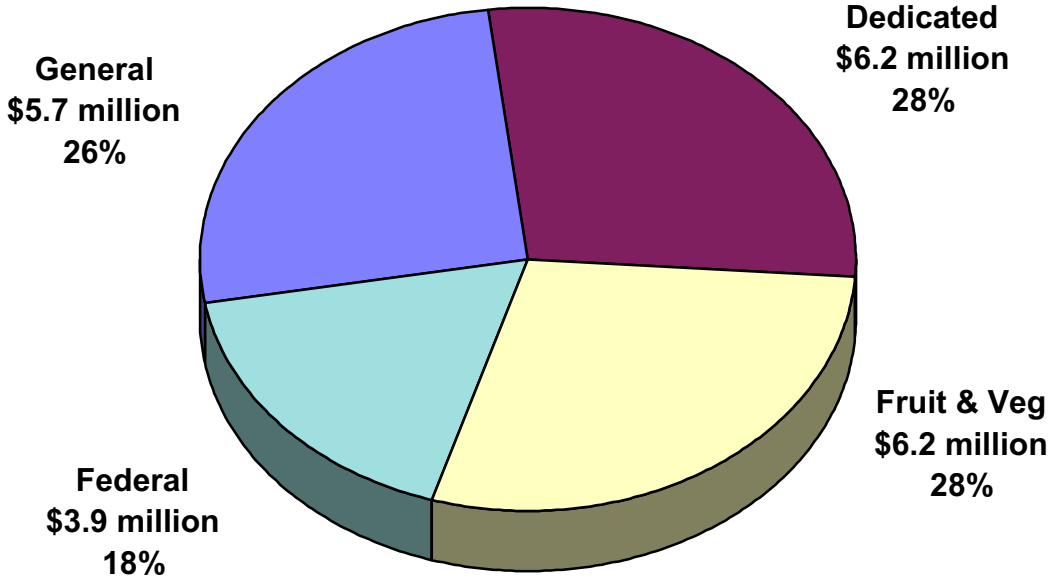
Selected Measures	FY 2002 Act	FY 2003 Act	FY 2004 Est	FY 2005 Est
Administration				
1. Increase by 25% efficiency within administration	15%	20%	25%	25%
Animal Industries				
1. Conduct surveillance for all program diseases	2,145,902	2,123,921	2,200,000	2,300,000
2. Investigate and test animals suspected of disease	272	1,065	1,200	1,200
3. Inspect all dairy farms and plants for compliance	3,834	3,851	3,800	3,700
4. Conduct grading of dairy & egg products	59,284,658	81,475,405	50,000,000	30,000,000
5. Test animals, animal tissue for regulatory diseases	277,008	380,762	340,000	330,000
6. Investigate cases of alleged animal abuse	159	220	300	300
7. Inspect beef cattle waste management systems	300	320	300	300
8 Conduct odor inspections of Agricultural operations	840	831	450	500
Agricultural Resources				
1. Issue pesticide applicator licenses	7,515	7,478	8,800	8,800
2. Pesticide inspections and investigations	365	258	250	250
3. Chemigation inspections	265	253	250	250
4. Ground water samples	4,066	3,522	3,500	3,500
5. Waste pesticides disposed (pounds)	93,580	90,000	80,000	80,000
6. Containers recycled	84,266	90,000	100,000	100,000
7. Develop & maintain Internet information database	100%	100%	100%	100%
Plant Industries				
1. Review/registration of feed labels and products	7,690	7,941	7,500	7,500
2. Collect commercial feed samples	786	978	1,160	1,160
3. Issue nurseryman/florist licenses	1,648	1,827	1,700	1,700
4. Inspect registered apiaries	3	1	5	5
5. Inspect fields for diseases (acres)	60,493	60,694	95,000	95,000
6. Collect seed samples to assure quality Idaho seed	130	133	150	150
7. Perform purity, germination testing certified seeds	16,194	15,539	18,000	18,000
8. Issue seed dealers licenses	576	592	580	580
Agricultural Inspections				
1. 100% target for licensing warehouses in Idaho	100%	100%	100%	100%
2. 100% target for licensing commodity dealers	100%	100%	100%	100%
3. Inspect and test all known consumer weighing and measuring devices	98%	98%	100%	100%
4. Test gasoline octane at pumps	30%	30%	10%	10%
5. License Weighmasters	100%	100%	100%	100%
6. Provide inspection service to applicants requesting such service	100%	100%	100%	100%
7. Develop electronic means to assist grading process	1	1	2	2
Marketing and Development				
1. Lead domestic & international trade missions	3	2	4	4
2. Participate in targeted domestic & internal trade shows	5	5	5	5
3. Disseminate market information and reports	115,713	117,745	110,000	110,000
4. Respond to customer requests for information	575	624	600	600
5. Host buyer delegations	16	13	15	15
6. Distribute trade leads to Idaho companies	345	298	375	375
7. Provide development loans to Idaho agriculture	$0	$70,000	$55,000	$55,000

Department of Agriculture
Issues & Information

FY 2003 Total Appropriation - $26.7 million



FY 2003 Actual Expenditures - $22.0 million



For FY 2003, the Department reverted (did not use) about $4.6 million in dedicated and Fresh Fruit and Vegetable (FF&G) spending authority. The federal fund budget was very close to actual expenditures. Dedicated funds other than FF&V include: Animal Damage Control, Admin & Accounting Services, Ag in the Classroom, Agricultural Inspection, Pest Eradication, Sheep Industry, Feed and Fertilizer, Pesticides, Livestock Disease Control, Dairy Inspection, Honey Advertising, Egg Inspection, Organic Food, Disease Indemnity, Seminars and Publications, and Agricultural Loans.

Department of Agriculture Including SCC

Analyst: Houston

Issues & Information

FACILITY COST ESTIMATES FOR FY 2004 & 2005

Facility	Fiscal Year	Square Feet	Lease Rate per SqFt	Annual Cost	Work Areas	Notes
MAIN BUILDING	2005	22,000		$ 0	90	Bldg owned by State
2270 Old Penitentiary Rd	2004	22,000		$ 0	90	95 FTPs and 10-30 temps
Boise, ID 83701	Change	0	$ 0.00	$ 0	0	Expand lower level in FY 04
TWIN FALLS REG OFFICE	2005	3,080	$ 9.74	$ 30,000	0	Lease Expires in June 2008
639 Washington Street	2004	3,080	$ 9.74	$ 30,000	0	
Twin Falls, ID 83301	Change	0	$ 0.00	$ 0	0	
TWIN FALLS PLANT OFFICE	2005	2,304	$ 4.04	$ 9,300	0	Lease Expires January 2005
434 Shoshone Street West	2004	2,304	$ 4.04	$ 9,300	0	
Twin Falls, ID 83301	Change	0	$ 0.00	$ 0	0	
POCATELLO REG OFFICE	2005	819	$ 11.28	$ 9,240	0	Lease Expires June 2006
845 West Center Street	2004	819	$ 10.84	$ 8,880	0	
Pocatello, ID 83201	Change	0	$ 0.44	$ 360	0	
NAMPA REGIONAL OFFICE	2005	1,380	$ 11.64	$ 16,068	0	Lease Expires Sept 2004
623 11th Ave. South	2004	1,380	$ 11.30	$ 15,600	0	
Nampa, ID 83651	Change	0	$ 0.34	$ 468	0	
IDAHO FALLS REG OFICE	2005	2,592	$ 14.66	$ 38,000	0	Lease Expires Oct 2007
1120C Linclon Road	2004	2,592	$ 14.66	$ 38,000	0	
Idaho Falls, ID 83401	Change	0	$ 0.00	$ 0	0	
COEUR D'ALENE REG OFFICE	2005	343	$ 13.99	$ 4,800	0	Lease Expires Oct 2004
2020 Government Way	2004	343	$ 13.99	$ 4,800	0	
Dalton, ID 83815	Change	0	$ 0.00	$ 0	0	
CALDWELL FF&V OFFICE	2005	1,372	$ 7.43	$ 10,200	0	Lease Expires Sept 2006
511 S. Kimball Ave	2004	1,372	$ 7.00	$ 9,600	0	
Caldwell, ID 83605	Change	0	$ 0.44	$ 600	0	
BLACKFOOT FF&V OFFICE	2005	1,700	$ 8.76	$ 14,892	0	Lease Expires Dec 2005
645 West Bridge Street	2004	1,700	$ 8.76	$ 14,892	0	
Blackfoot, ID 83405	Change	0	$0.00	$ 0	0	
BURLEY FF&V OFFICE	2005	2,400	$ 6.00	$ 14,400	0	Lease Expires Oct 2003
2181 Overland Ave.	2004	2,400	$ 5.50	$ 13,200	0	
Burley, ID 83313	Change	0	$ 0.50	$ 1,200	0	
SOIL CONSERVATION OFFICE	2005	620	$ 9.96	$ 6,175	5	Lease Expires June 2008
Fed Bldg. 220 E 5th, Rm 212A	2004	620	$ 9.96	$ 6,175	5	3 FTP and 2 contract
Moscow, ID 83843	Change	0	$ 0.00	$ 0	0	
SOIL CONSERVATION OFFICE	2005	2,125	$ 10.73	$ 22,800	7	Lease Expires June 2005
31 Hwy 93 North, Ste B	2004	2,125	$ 10.73	$ 22,800	7	3 FTP, 2 temps and
Salmon, ID 83467	Change	0	$0.00	$ 0	0	2 contract
	2005	40,735	$ 4.32	$ 175,875	102	181.6 FTPs plus 21 SCC
TOTALS	2004	40,735	$ 4.25	$ 173,247	102	600-700 temps
	Change	0	$ 0.07	$ 2,628	0	5.6 indemnity staff

Summary: Idaho Code 67-5708B requires state agencies to submit a five-year facilities needs plan to the Department of Administration and to report such projected facilities needs at their annual budget hearings.

The Department plan includes a remodel to expand office space in the Main Building in FY 2004 through the Permanent Building Fund. The FY 05 request to the PBFAC includes $67,500 to replace chillers and $55,000 to add a parking lot behind the main office. The FY 2005 lease increases are estimated at $2,628. The plan does not account for maintenance and operating costs at the Main Office and does not account for employees located at USDA or Department of Lands shared facilities.

Soil Conservation Commission

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	3,880,500	3,852,300	3,754,400	3,965,000	*3,807,900*
Dedicated	40,600	40,600	130,600	133,100	*130,600*
Federal	363,500	401,600	490,600	501,100	*496,700*
Total:	**4,284,600**	**4,294,500**	**4,375,600**	**4,599,200**	***4,435,200***
Percent Change:		0.2%	1.9%	5.1%	*1.4%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,291,200	1,274,400	1,322,500	1,367,100	*1,382,100*
Operating Expenditures	810,600	804,100	940,600	1,146,000	*1,128,100*
Capital Outlay	0	14,400	0	121,000	*0*
Trustee/Benefit	2,182,800	2,201,600	2,112,500	1,965,100	*1,925,000*
Total:	**4,284,600**	**4,294,500**	**4,375,600**	**4,599,200**	***4,435,200***
Full-Time Positions (FTP)	23.00	23.00	21.00	21.00	*21.00*

Division Description

The legislature transferred the Soil Conservation Commission from the Department of Lands to the Department of Agriculture effective July 1, 1997. The Commission's five members are appointed to staggered five-year terms by the Governor to assist the 51 Soil Conservation Districts (SCDs), Idaho Code §22-2718. The objectives of the Commission are to:

1. Improve the capabilities of the 51 SCDs by providing assistance to SCD elected officials in developing meaningful conservation programs and treatment measures.
2. Provide oversight and leadership to the commission staff enabling the organization to meet federal mandates, state program goals and local district natural resource priorities.
3. Improve the quality of surface and groundwater resources through implementation of local agricultural water quality projects and through application of best management practices.
4. Reduce soil erosion through state and local information programs for farmers and ranchers.
5. Provide soils information essential for all land management activities through participation in the national Cooperative Soil Survey.
6. Provide loans and grants for soil and water conservation projects through the Resource Conservation and Rangeland Development Fund.

Soil Conservation Commission

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**21.00**	**3,754,400**	**4,375,600**	***21.00***	***3,754,400***	***4,375,600***
Non-Cognizable Funds and Transfers	0.00	0	425,000	*0.00*	*0*	*425,000*
FY 2004 Estimated Expenditures	**21.00**	**3,754,400**	**4,800,600**	***21.00***	***3,754,400***	***4,800,600***
Removal of One-Time Expenditures	0.00	0	(425,000)	*0.00*	*0*	*(425,000)*
Base Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Base	**21.00**	**3,754,400**	**4,375,600**	***21.00***	***3,754,400***	***4,375,600***
Personnel Cost Rollups	0.00	27,000	29,900	*0.00*	*27,000*	*29,900*
Inflationary Adjustments	0.00	49,500	58,000	*0.00*	*0*	*0*
Replacement Items	0.00	121,000	121,000	*0.00*	*0*	*0*
Change in Employee Compensation	0.00	13,100	14,700	*0.00*	*26,500*	*29,700*
FY 2005 Total	**21.00**	**3,965,000**	**4,599,200**	***21.00***	***3,807,900***	***4,435,200***
Change from Original Appropriation	0.00	210,600	223,600	*0.00*	*53,500*	*59,600*
% Change from Original Appropriation		5.6%	5.1%		1.4%	1.4%

Soil Conservation Commission

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	21.00	3,754,400	130,600	490,600	4,375,600
Non-Cognizable Funds and Transfers					
Reflects non-cognizable spending authority for additional federal grants. The U.S. Fish and Wildlife Service has a new Fisheries Restoration and Irrigation Management Act (FRIMA) program which the SCC has initiated in the Upper Salmon Basin Watershed Project (USBWP) area to complement the Bonneville Power Administration (BPA) programs. The SCC has a signed agreement with the USFWS to move the money through to landowner projects in Custer and Lemhi SWCD's. The other $490,600 of federal funding in the base is for ongoing work in the USBWP and Clearwater Basin. [One-time]					
Agency Request	0.00	0	0	425,000	425,000
Governor's Recommendation	*0.00*	*0*	*0*	*425,000*	*425,000*
FY 2004 Estimated Expenditures					
Agency Request	21.00	3,754,400	130,600	915,600	4,800,600
Governor's Recommendation	*21.00*	*3,754,400*	*130,600*	*915,600*	*4,800,600*
Removal of One-Time Expenditures					
Remove non-cognizable spending authority.					
Agency Request	0.00	0	0	(425,000)	(425,000)
Governor's Recommendation	*0.00*	*0*	*0*	*(425,000)*	*(425,000)*
Base Adjustments					
This decision unit moves $187,500 in General Fund support from trustee and benefit payments to operating expenditures. The current FY 2004 appropriation provides pass-through technical assistance through the districts. This change will allow the commission better oversight and fiscal accountability through contracts with the Association of Soil Conservation Districts instead of the individual districts. The total funding for technical assistance (TA) remains unchanged: $63,000 for positions in Burley, Preston and Bruneau, $30,000 for TA in Twin Falls, $45,000 for TA in Nez Perce, and $49,500 for TA in Cascade.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	21.00	3,754,400	130,600	490,600	4,375,600
Governor's Recommendation	*21.00*	*3,754,400*	*130,600*	*490,600*	*4,375,600*
Personnel Cost Rollups					
Includes the employer portion of estimated changes in employee benefit costs. Includes $820 per position for health insurance, an increase of .62% of salary for retirement, an increase of .08% of salary for unemployment insurance, and an increase of .23% of salary for workers' compensation.					
Agency Request	0.00	27,000	0	2,900	29,900
Governor's Recommendation	*0.00*	*27,000*	*0*	*2,900*	*29,900*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	49,500	2,500	6,000	58,000
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Soil Conservation Commission

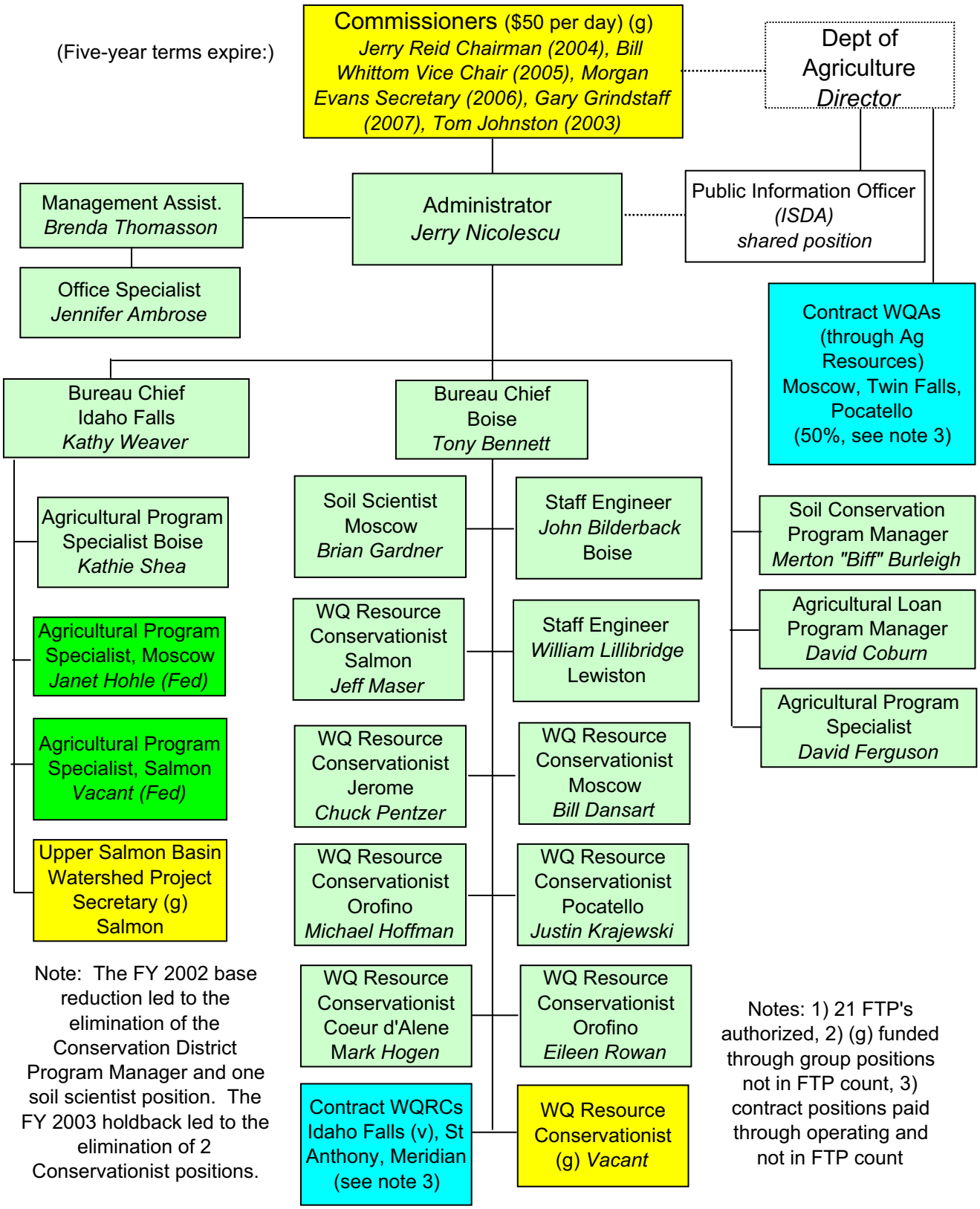
Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
Includes replacement funding of $100,000 for five vehicles, $14,000 for seven computers, $1,000 for two digital cameras, and $6,000 for an infocus projector. The five vehicles to be replaced and their mileages as of June 30, 2003 follow: 1) 1993 Crown Victoria (133,947 miles) with Jeep Cherokee or similar, 2) 1992 Ford Tempo (51,830 miles) with Dodge Durango or similar, 3) 1992 Chevrolet S-10 (117,106 miles) with Dodge Durango or similar, 4) 1988 Chevrolet 1/2 ton pickup (126,278 miles) with Chevrolet 4x4 or similar, and 5) 1988 1/2 ton pickup (120,378 miles) with Chevrolet 4x4 or similar.					
Agency Request	0.00	121,000	0	0	121,000
General Fund replacement items are not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	13,100	0	1,600	14,700
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*26,500*	*0*	*3,200*	*29,700*
FY 2005 Total					
Agency Request	21.00	3,965,000	133,100	501,100	4,599,200
Governor's Recommendation	*21.00*	*3,807,900*	*130,600*	*496,700*	*4,435,200*
Agency Request					
Change from Original App	0.00	210,600	2,500	10,500	223,600
% Change from Original App	0.0%	5.6%	1.9%	2.1%	5.1%
Governor's Recommendation					
Change from Original App	*0.00*	*53,500*	*0*	*6,100*	*59,600*
% Change from Original App	*0.0%*	*1.4%*	*0.0%*	*1.2%*	*1.4%*

Soil Conservation Commission
Issues & Information

Analyst: Houston

Organizational Chart [1]



Note: The FY 2002 base reduction led to the elimination of the Conservation District Program Manager and one soil scientist position. The FY 2003 holdback led to the elimination of 2 Conservationist positions.

Notes: 1) 21 FTP's authorized, 2) (g) funded through group positions not in FTP count, 3) contract positions paid through operating and not in FTP count

Soil Conservation Commission

Analyst: Houston

Issues & Information

Strategic Planning Act

Major Functions (Targeted Performance Standards for each Function are available upon request)

1. Provide technical assistance in cooperation with USDA Natural Resource Conservation Service.
2. Provide administrative support and leadership to staff and districts.
3. Provide financial planning review, implementation, and guidance to the Commission and districts.
4. Provide personnel management support and leadership to Commission members and staff.
5. Provide assistance to districts in becoming proficient in recognizing their roles, accomplishing their responsibilities, and exercising their powers.
6. Implement processes for financial integrity, accounting, and protection of assets.
7. Provide district personnel guidance and assistance.
8. Improve the effectiveness of Commission staff addressing water quality issues through training, coordination, staffing plans, financial development, and strategic planning.
9. Strengthen Commission and District capacity to achieve state and local water quality goals and other major natural resource goals through identification and prioritization of concerns, securing needed resources, providing oversight and accountability, and identifying appropriate state and federal programs.
10. Enhance interagency relationships and coordination efforts to integrate multiple programs by discussion and cooperative training.
11. Enhance water quality programs information and education support through dissemination of policy, guidance and interagency program integration.
12. Strengthen water quality monitoring and evaluation efforts.
13. Soil survey state and private acres.
14. Provide complete modern soil surveys for all counties in Idaho.
15. Administer program providing long term, low interest loans for conservation improvements.
16. Provide grant funding for innovative projects improving range or riparian areas.

Resource Conservation & Rangeland Develop. Fund	FY 2002 Act	FY 2003 Act	FY 2004 Est	FY 2005 Est
Beginning Free Fund Balance	$119,400	$1,288,700	$1,949,000	$1,898,400
Encumbrances & Obligations as of July 1	358,000	0	0	0
Loan Principal Repaid	1,063,200	1,032,600	900,000	900,000
Loan Interest	345,300	320,300	350,000	350,000
State Treasurer Interest from pooled funds	36,100	58,700	50,000	50,000
Miscellaneous Receipts	0	200	0	0
Total Available for Year	1,922,000	2,700,500	3,249,000	3,198,400
Transfer out for loans	592,700	710,900	1,300,000	1,300,000
Cash Expenditures for Administration & Programs	40,600	40,600	50,600	51,600
Ending Free Fund Balance	$1,288,700	$1,949,000	$1,898,400	$1,846,800
Outstanding Loans:	$6.2 million	$5.9 million	$6.3 million	$6.6 million

Clean Water State Revolving (CWSRF) - SCC Fund	FY 2002 Act	FY 2003 Act	FY 2004 Est	FY 2005 Est
Beginning Free Fund Balance	$0	$0	$0	$0
Loan Principal Repaid	0	0	170,000	170,000
Loan Interest	0	0	80,000	80,000
State Treasurer Interest from pooled funds	0	0	0	1,500
Transfer in from DEQ	0	942,000	1,500,000	1,500,000
Total Available for Year	0	942,000	1,750,000	1,751,500
Transfer out for loans	0	942,000	1,670,000	1,670,000
Transfers & Expenditures for Interest & Admin.	0	0	80,000	80,000
Ending Free Fund Balance	$0	$0	$0	$1,500
Outstanding Loans:		$.9 million	$2.4 million	$3.9 million

Department of Commerce

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Commerce	28,766,400	24,605,900	28,573,100	29,453,800	*29,652,100*
Idaho Rural Partnership	165,700	14,400	278,600	284,200	*281,700*
Total:	**28,932,100**	**24,620,300**	**28,851,700**	**29,738,000**	***29,933,800***
BY FUND CATEGORY					
General	6,453,800	6,292,500	6,242,500	6,474,000	*7,067,400*
Dedicated	6,445,100	5,214,400	6,555,000	6,787,600	*6,680,600*
Federal	16,033,200	13,113,400	16,054,200	16,476,400	*16,185,800*
Total:	**28,932,100**	**24,620,300**	**28,851,700**	**29,738,000**	***29,933,800***
Percent Change:		(14.9%)	17.2%	3.1%	*3.8%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	3,072,400	2,583,500	3,204,300	3,295,300	*3,323,700*
Operating Expenditures	4,218,200	3,434,700	4,253,900	4,589,700	*4,560,600*
Capital Outlay	10,000	2,600	12,000	127,000	*18,000*
Trustee/Benefit	21,631,500	18,599,500	21,381,500	21,726,000	*22,031,500*
Total:	**28,932,100**	**24,620,300**	**28,851,700**	**29,738,000**	***29,933,800***
Full-Time Positions (FTP)	54.00	54.00	54.00	54.00	*54.00*

Department Description

The Department of Commerce is comprised of five divisions.

Economic Development: helps existing businesses expand, encourages the start-up of new Idaho businesses, and helps bring about economic diversification by attracting new businesses to Idaho. Assists local development efforts, and develops, maintains, and disseminates economic and demographic data.

Rural and Community Development: provides financial and technical assistance to Idaho's cities and counties in the construction and rehabilitation of critical infrastructure to support economic diversification, expansion, and sense of community.

International Business: assists Idaho businesses export goods and services, helps develop access to new markets, and increases foreign awareness and acceptance of Idaho products and services.

Tourism Development: helps expand Idaho's tourism and recreation industry by marketing Idaho travel opportunities at home and abroad, distributing grants to communities to promote tourism, and developing the state's film industry.

Administration: provides fiscal, personnel, and administrative support services to the department and its operational divisions.

The Idaho Rural Partnership (IRP), also housed within the Department of Commerce, is a managed network aimed at streamlining work on rural issues among federal, state, local and tribal government agencies, and the private and nonprofit sectors. The IRP serves as a nonpartisan forum for clarifying rural issues. It works to reduce the geographic and intellectual isolation of rural leaders by serving as an information clearinghouse and referral center for rural programs and policies.

Department of Commerce

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**54.00**	**6,242,500**	**28,851,700**	***54.00***	***6,242,500***	***28,851,700***
Non-Cognizable Funds and Transfers	0.00	0	260,000	*0.00*	*0*	*260,000*
FY 2004 Estimated Expenditures	**54.00**	**6,242,500**	**29,111,700**	***54.00***	***6,242,500***	***29,111,700***
Removal of One-Time Expenditures	0.00	0	(272,000)	*0.00*	*0*	*(272,000)*
FY 2005 Base	**54.00**	**6,242,500**	**28,839,700**	***54.00***	***6,242,500***	***28,839,700***
Personnel Cost Rollups	0.00	40,600	63,200	*0.00*	*40,600*	*63,200*
Inflationary Adjustments	0.00	16,500	422,100	*0.00*	*0*	*0*
Replacement Items	0.00	154,100	172,100	*0.00*	*0*	*18,000*
Nonstandard Adjustments	0.00	2,400	113,100	*0.00*	*(1,900)*	*106,700*
Change in Employee Compensation	0.00	17,900	27,800	*0.00*	*36,200*	*56,200*
FY 2005 Program Maintenance	**54.00**	**6,474,000**	**29,638,000**	***54.00***	***6,317,400***	***29,083,800***
1. Increase Spending Authority	0.00	0	100,000	*0.00*	*0*	*100,000*
2. Office of Technology	0.00	0	0	*0.00*	*100,000*	*100,000*
3. Restore Rural Grant Funding	0.00	0	0	*0.00*	*650,000*	*650,000*
FY 2005 Total	**54.00**	**6,474,000**	**29,738,000**	***54.00***	***7,067,400***	***29,933,800***
Change from Original Appropriation	0.00	231,500	886,300	*0.00*	*824,900*	*1,082,100*
% Change from Original Appropriation		3.7%	3.1%		13.2%	3.8%

Department of Commerce

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	54.00	6,242,500	6,555,000	16,054,200	28,851,700
Non-Cognizable Funds and Transfers					**Commerce**
This reflects a noncognizable increase for a U.S. Economic Development Administration grant ($150,000) for the Inland Northwest Economic Adjustment Strategy project, and for a Department of Defense cooperative agreement grant ($110,000) for the Idaho Business Network Program.					
Agency Request	0.00	0	0	260,000	260,000
Governor's Recommendation	*0.00*	*0*	*0*	*260,000*	*260,000*
FY 2004 Estimated Expenditures					
Agency Request	54.00	6,242,500	6,555,000	16,314,200	29,111,700
Governor's Recommendation	*54.00*	*6,242,500*	*6,555,000*	*16,314,200*	*29,111,700*
Removal of One-Time Expenditures					**Commerce**
Remove funding provided for one-time items and noncognizable funds.					
Agency Request	0.00	0	(6,000)	(266,000)	(272,000)
Governor's Recommendation	*0.00*	*0*	*(6,000)*	*(266,000)*	*(272,000)*
FY 2005 Base					
Agency Request	54.00	6,242,500	6,549,000	16,048,200	28,839,700
Governor's Recommendation	*54.00*	*6,242,500*	*6,549,000*	*16,048,200*	*28,839,700*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	40,600	12,200	10,400	63,200
Governor's Recommendation	*0.00*	*40,600*	*12,200*	*10,400*	*63,200*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	16,500	111,400	294,200	422,100
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					**Commerce**
Capital Outlay: 38 PCs ($57,000), 38 monitors ($28,500), 30 hard drives ($3,000), 1 tape drive ($4,500), memory ($5,000), 4 laptops ($7,200), 2 laser printers ($8,000), 1 network switch ($3,500), 3 servers ($6,000), 2 digital cameras ($1,300), 1 scanner ($2,000), and 4 cell phones ($1,000). Operating Expenses: Upgrade software applications ($33,000), non-capital computer equipment ($3,000), and Microsoft Office site license ($9,100).					
Agency Request	0.00	154,100	9,000	9,000	172,100
General Fund replacement items not recommended by the Governor. Dedicated and federal funds would fund the replacement of 8 CPUs and 8 PC monitors.					
Governor's Recommendation	*0.00*	*0*	*9,000*	*9,000*	*18,000*

Department of Commerce

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					**Commerce**
Reflects an adjustment in Attorney General, Controller and Treasurer fees pursuant to the Statewide Cost Allocation Plan. Also reflects a reduction in Risk Management property/casualty rates.					
The U.S. Department of Defense is increasing the funding level for the various states which administer Procurement Technical Assistance Centers, which has resulted in an increase in federal funds to the State of Idaho in the amount of $110,000.					
Agency Request	0.00	2,400	500	110,200	113,100
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*(1,900)*	*(700)*	*109,300*	*106,700*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	17,900	5,500	4,400	27,800
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*36,200*	*11,100*	*8,900*	*56,200*
FY 2005 Program Maintenance					
Agency Request	54.00	6,474,000	6,687,600	16,476,400	29,638,000
Governor's Recommendation	*54.00*	*6,317,400*	*6,580,600*	*16,185,800*	*29,083,800*
1. Increase Spending Authority					**Commerce**
In 2003, the Legislature passed SB 1082 which authorized the production and sale of a white water rafting motor vehicle license plate beginning January 1, 2004. Revenue generated from the sale of this plate is to be deposited into the Department of Commerce's Tourism and Promotion Fund and used for the general education and promotion of Idaho's white water rivers and rafting industries. This enhancement would provide the additional spending authority needed to carry out the legislative mandate.					
Agency Request	0.00	0	100,000	0	100,000
Governor's Recommendation	*0.00*	*0*	*100,000*	*0*	*100,000*
2. Office of Technology					**Commerce**
Agency Request	0.00	0	0	0	0
This enhancement would provide additional funding for an Office of Technology. The office would be committed to the advancement of science, technology, and innovative economic development throughout the state.					
Governor's Recommendation	*0.00*	*100,000*	*0*	*0*	*100,000*
3. Restore Rural Grant Funding					**Commerce**
Agency Request	0.00	0	0	0	0
This enhancement would replace funding removed from the Rural Grants program during FY 2004. This program provides grant funding for local economic development in rural communities and encourages local private sector participation.					
Governor's Recommendation	*0.00*	*650,000*	*0*	*0*	*650,000*
FY 2005 Total					
Agency Request	54.00	6,474,000	6,787,600	16,476,400	29,738,000
Governor's Recommendation	*54.00*	*7,067,400*	*6,680,600*	*16,185,800*	*29,933,800*

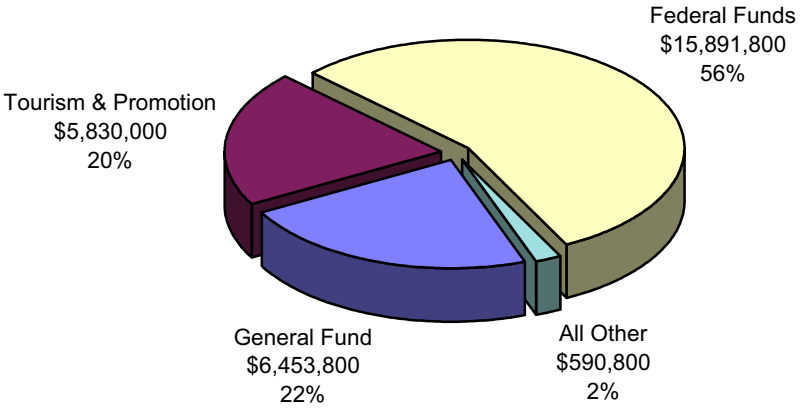
Department of Commerce

Analyst: Freeman

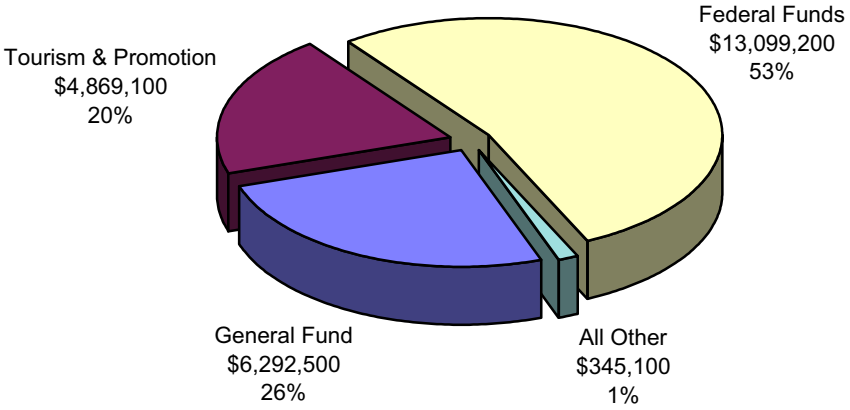
Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Agency Request					
Change from Original App	0.00	231,500	232,600	422,200	886,300
% Change from Original App	0.0%	3.7%	3.5%	2.6%	3.1%
Governor's Recommendation					
Change from Original App	*0.00*	*824,900*	*125,600*	*131,600*	*1,082,100*
% Change from Original App	*0.0%*	*13.2%*	*1.9%*	*0.8%*	*3.8%*

Department of Commerce
Issues & Information

FY 2003 Appropriation
$28,766,400



FY 2003 Expenditures
$24,605,900



Tourism & Promotion Fund

A 2% "bed" tax collected on sales by an establishment which provides lodging to members of the public for a fee, including hotels, motels, private campgrounds, RV parks, etc. is deposited to the Tourism & Promotion Fund. Revenue from the tax is distributed as follows: 45% Statewide Programs, 45% Regional Organizations, and 10% administrative expenses.

Statewide Programs	Year round operations (staff, public & industry relations, toll free phone numbers), advertising and promotions (statewide ad campaigns), special promotions, publications, education & research, $25,000 for Gateway Visitor Centers.
Regional Organizations	Distributed via competitive grants back to non-profit travel and promotional organizations within the 7 travel regions. The tax revenue generated in a particular region must go back to that region.
Administration	For administrative and fixed operating costs e.g. staff, rent, phone, legal, audit, workshops and training, memberships.

The Tourism & Promotion Fund also receives $25 of the initial fee and $15 of the annual renewal fee for the Idaho snowskier and white water rafting vehicle license plates.

Department of Commerce
Issues & Information

Idaho Rural Initiative

The Department of Commerce administers the Idaho Rural Initiative, which is composed of three programs: Rural Economic Development Grants, Gem Community Grants, and Rural Economic Development Professionals.

Rural Economic Development Grants are awarded annually for "public facility improvements necessary for job creation and business expansion. Communities are selected based on local economic conditions, project readiness and number of jobs created." The following is a list of grants awarded since the inception of this program:

FY 2002			
Community	**Project**	**Amount**	**Jobs**
Cascade	The Ashley Inn	406,500	30
Council	Business Park Phase II	489,100	22
Firth	Downtown Redevelopment	500,000	20
Mackay	Business Park	186,000	29
Salmon	Business Park	500,000	50
Sandpoint	Lighthouse Foods/Downtwon	300,700	10
Shoshone County	TSI/Business Park	115,300	48
St. Anthony	ML Technologies	500,000	50
		2,997,600	**259**

FY 2003			
Community	**Project**	**Amount**	**Jobs**
Bonneville County	Anheuser-Busch	500,000	25
Bonneville County	Grupo-Modelo	500,000	10
Gem County	Liberty Canyon Boys Ranch	360,000	36
Hagerman	Downtown Improvements	253,500	15
New Plymouth	Business Park	245,000	30
Orofino	Plumber One	55,000	10
Rupert	Idahoan Foods	345,000	74
Shoshone	Rocky Mountain Hardware	141,500	10
Shoshone County	Golf Course (Superfund site)	500,000	30
		2,900,000	**240**

FY 2004 (year-to-date)			
Community	**Project**	**Amount**	**Jobs**
Hazelton	Reed Grain	305,000	6
New Meadows	Business Park	500,000	11
		805,000	**17**

Note: "While direct job creation is occuring, additional benefits include significant secondary job creation, an increased tax base, and increased agriculture production and tourism in the state."

Source: Department of Commerce publications

Department of Commerce
Issues & Information

Idaho Rural Initiative (continued)

Gem Community Implementation Grants: "Communities with one-year action plans are eligible for grants of up to $50,000 to carry out economic development activities that create jobs and expand the local economy." The following is a list of grants awarded since the inception of this program:

FY 2002		
Community	**Project**	**Amount**
Adams County	Sirolli Entrepreneurship Contract	50,000
Dubois	Downtown Improvement	50,000
Fairfield	Industrial Park Planning	50,000
Hagerman	New Grocery Store/City Parking	50,000
Kamiah	Camas Railroad Study	10,000
Leadore	Equestrian Events Center	50,000
McCall	Holiday Inn/Pancake House	50,000
Pierce	Downtown Improvement	50,000
Washington County	Industrial Park Planning	18,100
		378,100

FY 2003		
Community	**Project**	**Amount**
Gem County	County Business Park	50,000
Rupert	Project Mutual Telephone	50,000
		100,000

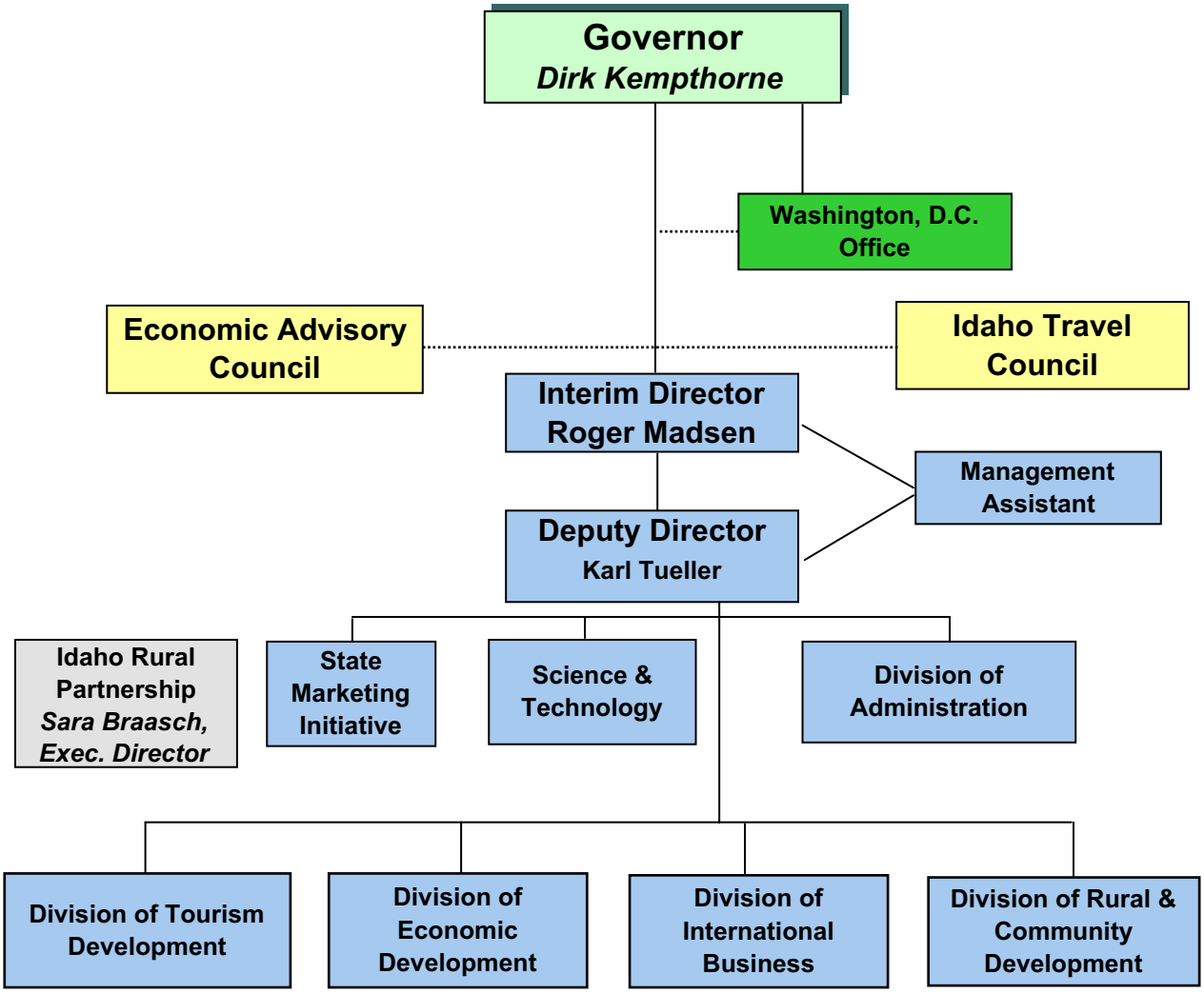
FY 2004 (year-to-date)		
Community	**Project**	**Amount**
Hayden	Empire Air - Airport Improvements	50,000

Rural Economic Development Professionals: The Governor "awards $500,000 to 12 areas of the state each year to fund local economic development professionals. These specialists work on local business retention, expansion and economic diversification." The following is a list of the 12 professionals and their respective areas of responsibility:

County	Professional
Boundary	Robin Ponsness
Shoshone	Vince Rinaldi
Clearwater	Rene Gingrich
Idaho, Lewis	Shaun Maxey
Valley, Boise (Northern)	John Blaye
Adams, Washington	Lisa Wolfe
Payette	*vacant*
Gem, Boise (Southern)	Morris Huffman
Gooding, Lincoln, Jerome	James Scott
Franklin, Oneida, Bear Lake, and Caribou	Richard Westerberg
Clark, Fremont	Peter Gladstone
Lemhi, Custer	Gynii Gilliam

Source: Department of Commerce publications

Organizational Chart



Blank Page

Department of Finance

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
Dedicated	3,349,600	2,984,600	3,443,800	3,624,600	*3,637,100*
Percent Change:		(10.9%)	15.4%	5.3%	*5.6%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,589,300	2,305,300	2,626,000	2,755,400	*2,779,800*
Operating Expenditures	673,600	647,600	712,800	760,200	*748,300*
Capital Outlay	86,700	31,700	105,000	109,000	*109,000*
Total:	**3,349,600**	**2,984,600**	**3,443,800**	**3,624,600**	***3,637,100***
Full-Time Positions (FTP)	43.00	43.00	43.00	44.00	*44.00*

Department Description

The Department of Finance regulates the enterprises in this state that provide financial services to Idaho consumers. It protects Idaho consumer buyers and borrowers against unfair lending and collection practices, and protects Idaho investors against deceptive and fraudulent investment practices.

The department is given broad discretionary authority to charter and regulate the activities of banks, bank holding companies, business and industrial development corporations, credit unions, trust companies, and savings banks. The department examines the books, records and operations of these institutions' assets, operations, and management to determine what actions the state will take to assure the safety of funds of Idaho citizens. (Idaho Code 67-2701)

The Department of Finance is the licensing authority for residential mortgage brokers and bankers, regulated lenders, collection agencies and retail sellers of goods and services extending credit to their customers, securities issuers, broker/dealers, salesmen, investment advisers, endowed care cemeteries and continuing care providers. Licensing and regulation of these activities includes the review of securities offerings to ensure full disclosure, and examination of the books, records and business practices for compliance with state and federal laws, rules and regulations. The commodity code gives the department enforcement authority to resolve mortgage related consumer complaints. The department issues rulings in connection with attempts by corporations to acquire control of publicly held Idaho corporations pursuant to purchases of a controlling number of equity securities.

The department administers and enforces the Bank Act, Savings Bank Act, Mortgage Company Act, Business and Industrial Development Corporation Act, Credit Union Act, Idaho Credit Code, Securities Act, Commodity Code, Corporate Take-Over Laws (Idaho Control Share Acquisition Act, Idaho Business Combination Law), Collection Agency Act, Residential Mortgage Practices Act, Continuing Care Disclosure Act, and the Endowed Care Cemetery Act.

Department of Finance

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**43.00**	**0**	**3,443,800**	***43.00***	***0***	***3,443,800***
Removal of One-Time Expenditures	0.00	0	(135,000)	*0.00*	*0*	*(135,000)*
FY 2005 Base	**43.00**	**0**	**3,308,800**	***43.00***	***0***	***3,308,800***
Personnel Cost Rollups	0.00	0	52,600	*0.00*	*0*	*52,600*
Inflationary Adjustments	0.00	0	7,000	*0.00*	*0*	*0*
Replacement Items	0.00	0	136,500	*0.00*	*0*	*136,500*
Nonstandard Adjustments	0.00	0	(30,100)	*0.00*	*0*	*(35,000)*
Change in Employee Compensation	0.00	0	23,800	*0.00*	*0*	*48,200*
FY 2005 Program Maintenance	**43.00**	**0**	**3,498,600**	***43.00***	***0***	***3,511,100***
1. Financial Examiner/Investigator	1.00	0	70,000	*1.00*	*0*	*70,000*
2. Attorney General Fees for Paralegal	0.00	0	56,000	*0.00*	*0*	*56,000*
FY 2005 Total	**44.00**	**0**	**3,624,600**	***44.00***	***0***	***3,637,100***
Change from Original Appropriation	1.00	0	180,800	*1.00*	*0*	*193,300*
% Change from Original Appropriation			5.3%			5.6%

Department of Finance

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	43.00	0	3,443,800	0	3,443,800
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	(135,000)	0	(135,000)
Governor's Recommendation	*0.00*	*0*	*(135,000)*	*0*	*(135,000)*
FY 2005 Base					
Agency Request	43.00	0	3,308,800	0	3,308,800
Governor's Recommendation	*43.00*	*0*	*3,308,800*	*0*	*3,308,800*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	0	52,600	0	52,600
Governor's Recommendation	*0.00*	*0*	*52,600*	*0*	*52,600*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	0	7,000	0	7,000
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Capital Outlay: 10 PCs ($50,000), 2 servers ($20,500), 3 printers ($12,000) and 1 vehicle ($20,000). Operating Expenses: 4 software upgrades ($34,000)					
Agency Request	0.00	0	136,500	0	136,500
Governor's Recommendation	*0.00*	*0*	*136,500*	*0*	*136,500*
Nonstandard Adjustments					
Reflects reductions in Attorney General, Controller and Treasurer fees pursuant to the Statewide Cost Allocation Plan. Also reflects a reduction in Risk Management property/casualty rates and an increase in building services space charge.					
Agency Request	0.00	0	(30,100)	0	(30,100)
Funding for Building Services space charge is not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*(35,000)*	*0*	*(35,000)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	23,800	0	23,800
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*48,200*	*0*	*48,200*
FY 2005 Program Maintenance					
Agency Request	43.00	0	3,498,600	0	3,498,600
Governor's Recommendation	*43.00*	*0*	*3,511,100*	*0*	*3,511,100*

Department of Finance

Analyst: Freeman

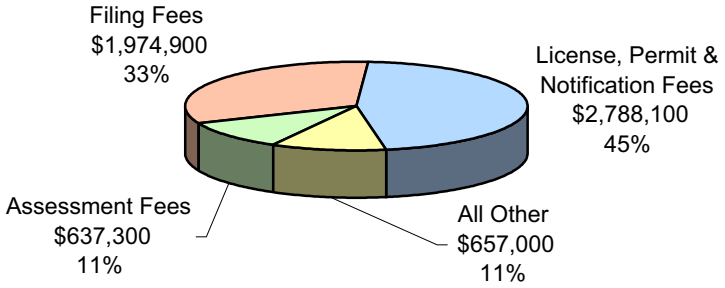
Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. Financial Examiner/Investigator					
This enhancement would provide 1 FTP and related ongoing and one-time funding for a Financial Examiner / Investigator position. This request derives from a significant increase in the number of persons and companies regulated by the Department, and the need for examination of those companies. In addition, a new Payday Loan law came into effect July 1, 2003 which requires the Department to implement a separate licensing and examination procedure for payday lenders.					
Agency Request	1.00	0	70,000	0	70,000
Governor's Recommendation	*1.00*	*0*	*70,000*	*0*	*70,000*
2. Attorney General Fees for Paralegal					
The Department of Finance has requested the addition of a paralegal to their legal staff. Two deputy attorneys general are currently assigned to this agency, and in addition to normal advice and legal services, their litigation caseload has increased significantly. The Department has established a policy goal to increase collection of court-ordered restitution for injured investors. The services of a paralegal, to assist the deputies, would substantially further that goal and allow more efficient use of attorney time. The Office of the Attorney General and the Department of Finance are proposing to have the Department of Finance provide funds for the first year's costs directly with a cash transfer into the General Fund, and then to move to the General Fund for a revenue neutral solution in the following years. The General Fund will be reimbursed in future years from the Department of Finance through statewide cost allocation.					
Agency Request	0.00	0	56,000	0	56,000
Governor's Recommendation	*0.00*	*0*	*56,000*	*0*	*56,000*
FY 2005 Total					
Agency Request	44.00	0	3,624,600	0	3,624,600
Governor's Recommendation	*44.00*	*0*	*3,637,100*	*0*	*3,637,100*
Agency Request					
Change from Original App	1.00	0	180,800	0	180,800
% Change from Original App	2.3%		5.3%		5.3%
Governor's Recommendation					
Change from Original App	*1.00*	*0*	*193,300*	*0*	*193,300*
% Change from Original App	*2.3%*		*5.6%*		*5.6%*

Department of Finance
Issues & Information

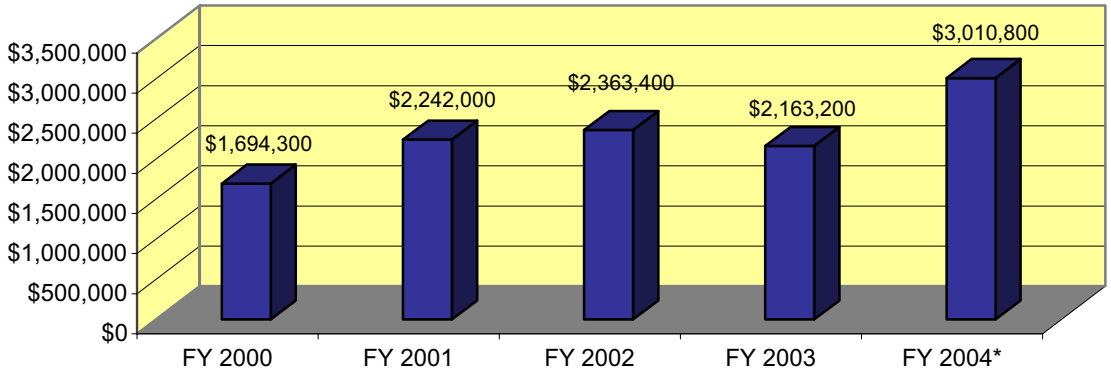
Analyst: Freeman

FY 2003 Actual Revenues

Total - $6,057,300

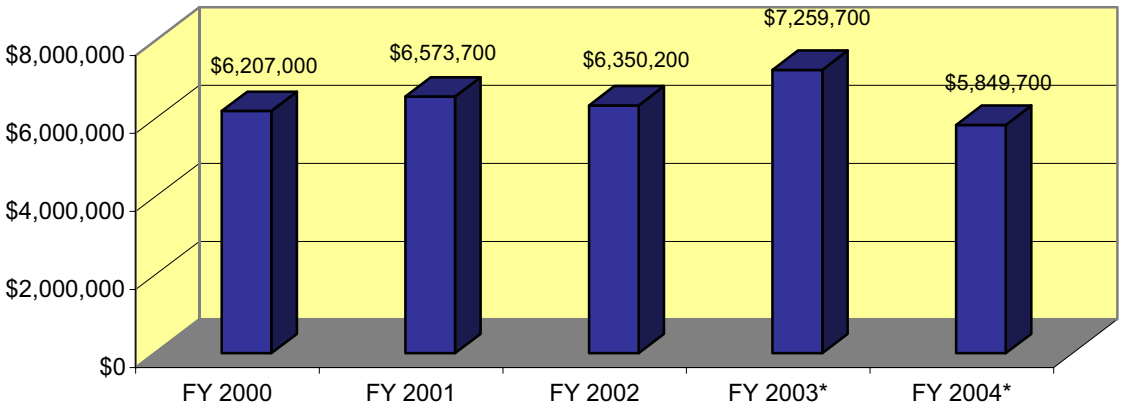


Transfers to General Fund



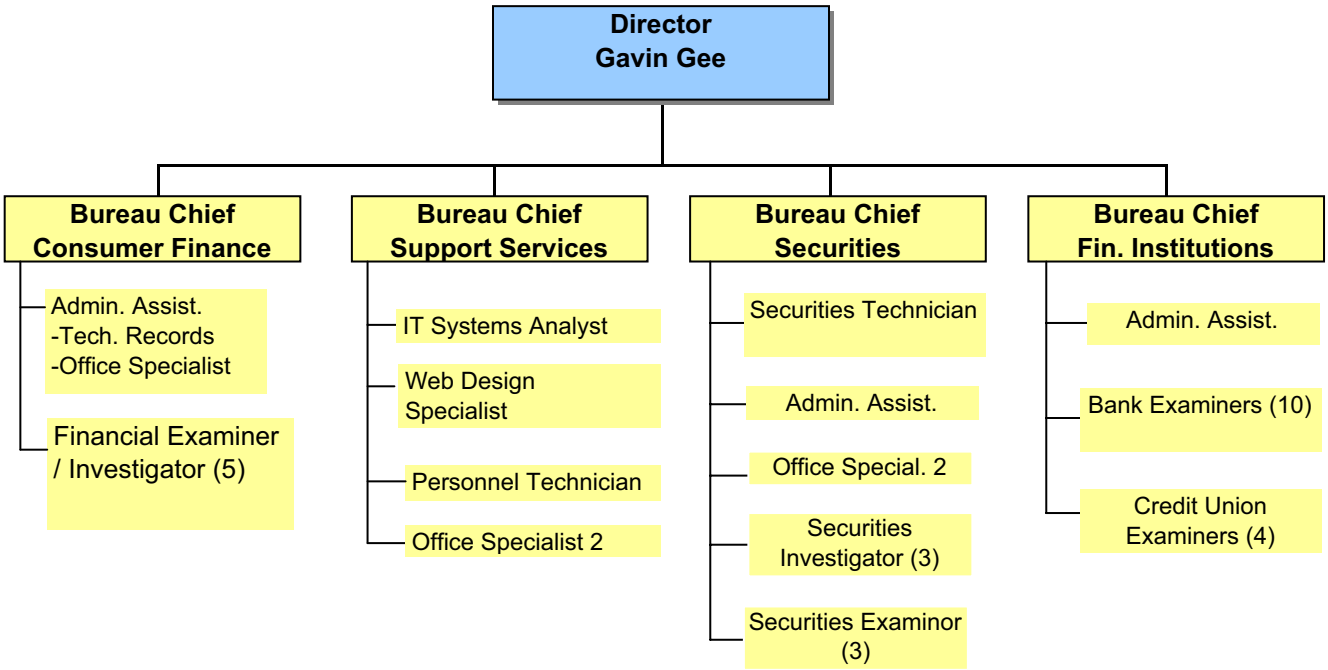
At the beginning of each fiscal year, those moneys in the financial administration account which exceed the current year's appropriation plus any residual encumbrances made against the prior year's appropriations by 25% or more shall be transferred to the general fund. Idaho Code §67-2702(2)(f)

Financial Administration Fund Balance



* Figures are based on revenue projections.

Organizational Chart



Performance Measures

Selected Measures	FY02	FY03	FY04 Est.	FY05 Est.
1. Examine state				
a. Examine banks.	27	31	33	28
b. Examine savings banks.	1	1	0	2
c. Examine credit unions.	38	29	40	40
d. Examine collection agencies.	31	43	50	50
2. License individuals				
a. Money transmitters.	40	42	44	44
b. Those extending consumer credit.	2,527	2,730	2,800	2,800
c. Collection agencies (permit renewals).	436	480	500	500
d. Solicitors/Collectors.	31,235	43,253	44,000	44,000
e. Securities broker/dealers.	1,555	1,480	1,500	1,500
f. Securities salesmen agents.	60,945	56,480	57,000	58,000
g. Securities investment advisors.	610	639	650	650
h. Securities investment advisor agents.	822	1,007	1,050	1,050
i. Residential mortgage broker/lenders.	1,150	1,372	1,400	1,400

Industrial Commission

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Compensation	4,648,300	3,868,900	4,513,900	4,797,700	*4,798,700*
Rehabilitation	3,390,700	2,967,400	3,363,100	3,393,100	*3,402,300*
Crime Victims Compensation	3,236,100	2,405,200	3,393,900	3,764,500	*3,763,800*
Adjudication	1,841,000	1,529,300	1,849,500	1,855,600	*1,853,300*
Total:	**13,116,100**	**10,770,800**	**13,120,400**	**13,810,900**	***13,818,100***
BY FUND CATEGORY					
Dedicated	12,586,400	10,496,300	12,590,700	12,985,000	*12,992,200*
Federal	529,700	274,500	529,700	825,900	*825,900*
Total:	**13,116,100**	**10,770,800**	**13,120,400**	**13,810,900**	***13,818,100***
Percent Change:		(17.9%)	21.8%	5.3%	*5.3%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	6,569,900	6,089,100	6,736,000	6,943,700	*7,000,900*
Operating Expenditures	2,336,000	1,440,200	2,387,700	2,349,200	*2,296,300*
Capital Outlay	203,900	135,100	69,200	74,900	*74,900*
Trustee/Benefit	4,006,300	3,106,400	3,927,500	4,443,100	*4,446,000*
Total:	**13,116,100**	**10,770,800**	**13,120,400**	**13,810,900**	***13,818,100***
Full-Time Positions (FTP)	136.50	136.50	137.50	137.50	*137.50*

Department Description

The Industrial Commission was established in 1918 to ensure that Idaho's Workers' Compensation Law is impartially and efficiently administered. It encourages safe working environments, prompt and accurate benefit payments, timely dispute resolution, and quality vocational rehabilitation services. The Commission maintains files of all industrial accidents and illnesses and keeps records of employers and their workers compensation insurance companies.

The COMPENSATION PROGRAM includes benefits administration, employer compliance, fiscal, information systems, and the human resources section. Responsibilities of the Compensation Program include evaluating insurance carriers and employers wishing to become self-insured; enforcing the coverage requirements; and monitoring benefit payments. This program also funds the Logging Safety and Industrial Safety Programs at the Division of Building Safety. Industrial Safety provides inspections of state, school district, county and city facilities to ensure safe working conditions. The Logging Safety Program seeks to improve safety in logging operations across the state.

The REHABILITATION PROGRAM is a neutral party that supports a worker's medical recovery and assists in reducing their period of temporary disability resulting from an industrial injury. This program facilitates returning the worker to gainful employment at as close as possible to their pre-injury status and wage. The Rehabilitation Program is concerned with both physical and vocational rehabilitation with special emphasis on job placement. Consultants serve injured workers from ten field offices across the state.

The CRIME VICTIMS COMPENSATION PROGRAM was established in 1986 to help offset the out-of pocket expenses incurred by innocent victims of crime. Benefits are paid only for costs such as medical and mental health care, lost wages, loss of support, and funeral expenses up to a maximum of $25,000 per victim per crime. Property damages are not eligible. Funds are generated by surcharges on convictions or pleadings of guilt. Certain restitution and prison payment programs are also directed to the fund.

The ADJUDICATION PROGRAM consists of three commissioners appointed by the Governor who sit as a judicial body to hear and adjudicate disputes arising between injured workers and employers, and to provide judicial review of decisions from the Department of Labor. The Commission also provides a mediation process which is available at any stage of the claim to assist the parties in reaching a successful resolution of a dispute.

Industrial Commission

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**137.50**	**0**	**13,120,400**	***137.50***	***0***	***13,120,400***
Transfers Between Programs	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Estimated Expenditures	**137.50**	**0**	**13,120,400**	***137.50***	***0***	***13,120,400***
Removal of One-Time Expenditures	0.00	0	(69,200)	*0.00*	*0*	*(69,200)*
FY 2005 Base	**137.50**	**0**	**13,051,200**	***137.50***	***0***	***13,051,200***
Personnel Cost Rollups	0.00	0	152,000	*0.00*	*0*	*152,000*
Inflationary Adjustments	0.00	0	135,400	*0.00*	*0*	*95,200*
Replacement Items	0.00	0	64,900	*0.00*	*0*	*64,900*
Nonstandard Adjustments	0.00	0	49,700	*0.00*	*0*	*39,900*
Change in Employee Compensation	0.00	0	55,700	*0.00*	*0*	*112,900*
FY 2005 Program Maintenance	**137.50**	**0**	**13,508,900**	***137.50***	***0***	***13,516,100***
1. Commission Seminars	0.00	0	4,200	*0.00*	*0*	*4,200*
2. Crime Victims Grant Increase	0.00	0	277,800	*0.00*	*0*	*277,800*
3. Mirroring Software	0.00	0	10,000	*0.00*	*0*	*10,000*
4. Laptop PCs	0.00	0	4,000	*0.00*	*0*	*4,000*
5. Additional Data Storage	0.00	0	6,000	*0.00*	*0*	*6,000*
FY 2005 Total	**137.50**	**0**	**13,810,900**	***137.50***	***0***	***13,818,100***
Change from Original Appropriation	0.00	0	690,500	*0.00*	*0*	*697,700*
% Change from Original Appropriation			5.3%			5.3%

Industrial Commission

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	137.50	0	12,590,700	529,700	13,120,400
Transfers Between Programs					
Reflects the transfer of 3.0 FTPs and salary (2.0 FTPs from the Rehabilitation Division and 1.0 FTP from the Adjudication Division) to the Compensation Division to account for workload. This establishes 2.0 FTP compliance investigator positions and a 1.0 FTP administrative assistant position.					
Agency Request	0.00	0	0	0	0
The Governor concurs with this transfer.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Estimated Expenditures					
Agency Request	137.50	0	12,590,700	529,700	13,120,400
Governor's Recommendation	*137.50*	*0*	*12,590,700*	*529,700*	*13,120,400*
Removal of One-Time Expenditures					
This reflects the removal of one-time expenditures including miscellaneous computer equipment and upgrades, office equipment, and three vehicles.					
Agency Request	0.00	0	(69,200)	0	(69,200)
Governor's Recommendation	*0.00*	*0*	*(69,200)*	*0*	*(69,200)*
FY 2005 Base					
Agency Request	137.50	0	12,521,500	529,700	13,051,200
Governor's Recommendation	*137.50*	*0*	*12,521,500*	*529,700*	*13,051,200*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39%.					
Agency Request	0.00	0	152,000	0	152,000
Governor's Recommendation	*0.00*	*0*	*152,000*	*0*	*152,000*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee and benefit payments. Also includes Medical Inflation of 3.5% for the Crime Victims Division ($95,200 in dedicated and Federal funds).					
Agency Request	0.00	0	117,000	18,400	135,400
The Governor recommends no increase for general inflation. A 3.5% increase for medical inflation is recommended.					
Governor's Recommendation	*0.00*	*0*	*76,800*	*18,400*	*95,200*

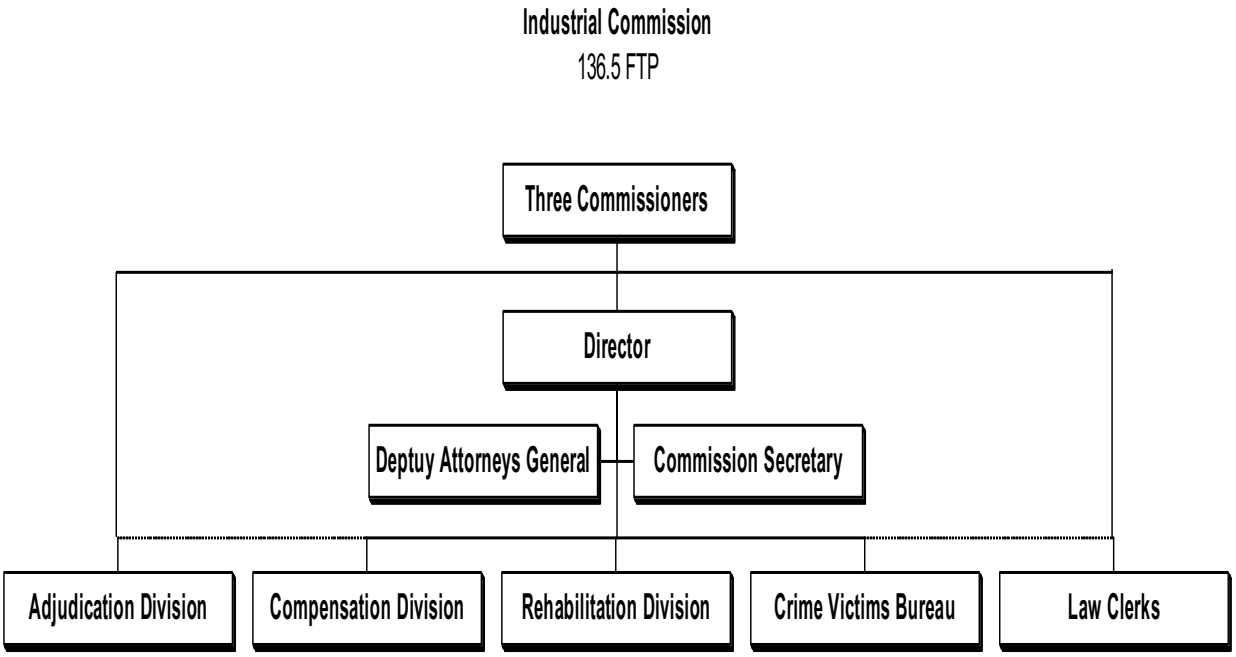
Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
Includes spending authority for the following:					
COMPENSATION DIVISION: one server ($12,000) and four PCs ($1,000 each).					
REHABILITATION DIVISION: one car ($16,000--the vehicle to be replace was purchased in 1991 and has about 91,000 miles); one server ($12,000); four PCs ($1,000 each); seven cameras ($200 each).					
CRIME VICTIMS COMPENSATION DIVISION: one server ($13,500).					
ADJUDICATION DIVISION: two PCs ($1,000 each).					
Agency Request	0.00	0	64,900	0	64,900
Governor's Recommendation	*0.00*	*0*	*64,900*	*0*	*64,900*
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Attorney General fees are reduced by $95,300, State Controller fees are reduced by $8,300 and State Treasurer fees are reduced by $2,900. Also included are changes in property/casualty insurance premiums (increase of $900) and the cost of office space leased to state agencies by the Department of Administration (increase of $12,700).					
This also provides additional funds ($142,600) for the Division of Building Safety's Industrial Safety Program. This adjustment stems from increased costs of the program. The Industrial Safety program is financed via a transfer of funds from the Industrial Commission to the Division of Building Safety. The Industrial Safety program is charged with inspecting state, school district, county and city facilities and is also charged with managing the statewide elevator and boiler safety programs.					
Agency Request	0.00	0	49,700	0	49,700
The Governor recommends no adjustment to building space charges for state agencies. The recommendation provides funds for the Industrial Safety Program administered by the Division of Building Safety. The increased funding is a result of increased costs of administering the program.					
Governor's Recommendation	*0.00*	*0*	*39,900*	*0*	*39,900*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	55,700	0	55,700
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*112,900*	*0*	*112,900*
FY 2005 Program Maintenance					
Agency Request	137.50	0	12,960,800	548,100	13,508,900
Governor's Recommendation	*137.50*	*0*	*12,968,000*	*548,100*	*13,516,100*
1. Commission Seminars					
This request will provide $4,200 in dedicated fund spending authority for classes conducted by the Commission. In addition to the annual workers' compensation seminar the Commission now provides three adjuster training classes each year. The added revenue and expenditures stemming from these additional classes has created the need for this additional spending authority.					
Agency Request	0.00	0	4,200	0	4,200
Governor's Recommendation	*0.00*	*0*	*4,200*	*0*	*4,200*

Industrial Commission

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Crime Victims Grant Increase					
This request provides additional spending authority for the Crime Victims Grant program. Congress has recently increased the amount of funding available to state victim compensation programs by increasing the federal contribution from 40% to 60% of certified state expenditures. This enhancement provides spending authority necessary to utilize these additional federal dollars.					
Agency Request	0.00	0	0	277,800	277,800
Governor's Recommendation	*0.00*	*0*	*0*	*277,800*	*277,800*
3. Mirroring Software					
This will provide spending authority allowing the Commission's Network Analyst to put security patches on the Commission's servers while allowing other Commission staff to continue to retrieve information with little down time. Otherwise, if a server problem develops, Commission automated information retrieval will be impacted.					
Agency Request	0.00	0	10,000	0	10,000
Governor's Recommendation	*0.00*	*0*	*10,000*	*0*	*10,000*
4. Laptop PCs					
This will allow the Commission to purchase two laptop PCs ($2,000 each) to be used by the Division in Burley and Kellogg. There is no clerical assistance in these two offices and because the nature of the work requires some mobility desktop PCs are not a viable alternative.					
Agency Request	0.00	0	4,000	0	4,000
Governor's Recommendation	*0.00*	*0*	*4,000*	*0*	*4,000*
5. Additional Data Storage					
The Commission is replacing an obsolete operating system with a new server-based system. As this project has begun it has been determined that significantly more Commission-related data needs to be stored and saved (and for a longer period) to allow for the conversion to the new system. This request will provide $6,000 in dedicated fund spending authority to increase accessible storage and will allow the conversion to continue uninterrupted.					
Agency Request	0.00	0	6,000	0	6,000
Governor's Recommendation	*0.00*	*0*	*6,000*	*0*	*6,000*
FY 2005 Total					
Agency Request	137.50	0	12,985,000	825,900	13,810,900
Governor's Recommendation	*137.50*	*0*	*12,992,200*	*825,900*	*13,818,100*
Agency Request					
Change from Original App	0.00	0	394,300	296,200	690,500
% Change from Original App	0.0%		3.1%	55.9%	5.3%
Governor's Recommendation					
Change from Original App	*0.00*	*0*	*401,500*	*296,200*	*697,700*
% Change from Original App	*0.0%*		*3.2%*	*55.9%*	*5.3%*

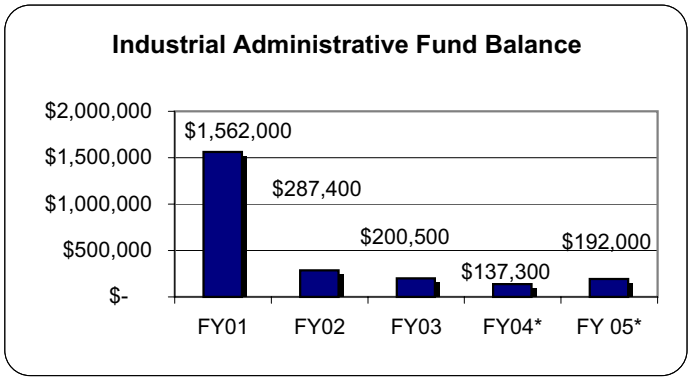
Industrial Commission
Issues & Information

Analyst: Milstead



INDUSTRIAL ADMINISTRATION FUND
FY 2003 ACTUAL REVENUE

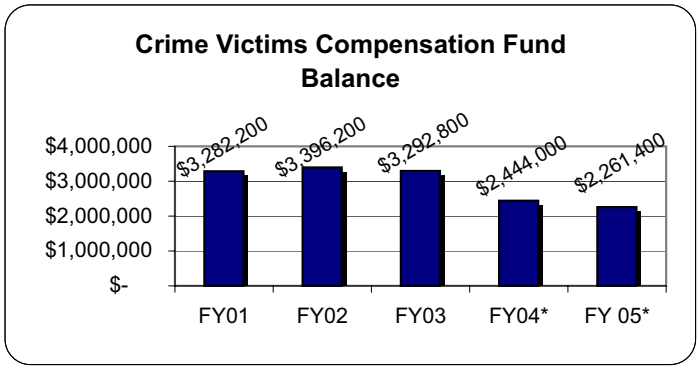
Source	Amount	%
Workers Comp Premium Tax	$7,057,700	89.8%
Interest Earnings	$236,400	3.0%
Penalties	$271,700	3.5%
Technical Services	$255,500	3.2%
All Other	$41,700	0.5%
TOTAL	$7,863,000	



CRIME VICTIMS COMPENSATION FUND
FY 2003 ACTUAL REVENUE

Source	Amount	%
Fines*	$1,646,500	81.2%
Restitution	$171,700	8.5%
Subrogation	$152,100	7.5%
Donations	$48,900	2.4%
All Other	$9,400	0.5%
TOTAL	$2,028,600	

*Surcharge on convictions: $25 for misdemeanors, $50 for felonies, $200 additional for any sex offense.



* Figures are based on revenue projections for FY 2004 & FY 2005.

Department of Insurance

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Insurance Regulation	5,096,600	4,697,800	5,170,800	5,487,300	*5,531,000*
State Fire Marshal	833,300	753,500	842,000	935,000	*934,200*
Total:	**5,929,900**	**5,451,300**	**6,012,800**	**6,422,300**	***6,465,200***
BY FUND CATEGORY					
Dedicated	5,775,100	5,296,500	5,858,000	6,255,000	*6,247,100*
Federal	154,800	154,800	154,800	167,300	*218,100*
Total:	**5,929,900**	**5,451,300**	**6,012,800**	**6,422,300**	***6,465,200***
Percent Change:		(8.1%)	10.3%	6.8%	*7.5%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	3,796,100	3,618,000	3,856,200	4,035,200	*4,120,800*
Operating Expenditures	2,019,800	1,779,700	2,038,600	2,235,100	*2,192,400*
Capital Outlay	111,500	51,100	115,500	149,500	*149,500*
Trustee/Benefit	2,500	2,500	2,500	2,500	*2,500*
Total:	**5,929,900**	**5,451,300**	**6,012,800**	**6,422,300**	***6,465,200***
Full-Time Positions (FTP)	68.50	68.50	68.50	69.50	*70.50*

Department Description

The Department of Insurance has two budgeted programs: Insurance Regulation and the State Fire Marshal.

The Insurance Regulation Program consists of three bureaus:
(1) The Company Activities Bureau is charged with monitoring the financial condition of all insurance entities licensed or approved to sell insurance in this state to ensure that each will be able to meet its obligations to policyholders and creditors. This bureau reviews insurance policy rates and forms to assure compliance with Idaho Code, and collects insurance premium taxes and audits insurance tax and fee returns. The Company Activities Bureau also collects the arson, fire and fraud assessment used to fund the State Fire Marshal.

(2) The Consumer Services Bureau licenses insurance agents, brokers, insurance counselors, third party administrators, adjusters, and managing general agents. This bureau provides information to those who need assistance in insurance matters, analyzes consumer and industry complaints, and investigates alleged criminal and administrative violations of the law. Investigators work with state and local law enforcement agencies in the prosecution of those violations. The Consumer Services Bureau is also is responsible for the Senior Health Insurance Benefits Advisors (SHIBA), a network of volunteers that provides information and counseling to senior citizens.

(3) The Support Services Bureau provides fiscal, purchasing, information technology, and personnel services to the Division of Insurance and the Division of the State Fire Marshal.

The State Fire Marshal focuses on fire prevention and arson investigation. This is done by enforcing the Uniform Fire Code, investigating suspected arson or fraud, and educating the public in matters of fire prevention and hazardous conditions in buildings or premises.

Department of Insurance

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**68.50**	**0**	**6,012,800**	***68.50***	***0***	***6,012,800***
1. Medicare Education Partnership	0.00	0	0	*1.00*	*0*	*16,100*
FY 2004 Total Appropriation	**68.50**	**0**	**6,012,800**	***69.50***	***0***	***6,028,900***
Non-cognizable Increase	0.00	0	10,700	*0.00*	*0*	*10,700*
FY 2004 Estimated Expenditures	**68.50**	**0**	**6,023,500**	***69.50***	***0***	***6,039,600***
Removal of One-Time Expenditures	0.00	0	(126,200)	*0.00*	*0*	*(127,700)*
FY 2005 Base	**68.50**	**0**	**5,897,300**	***69.50***	***0***	***5,911,900***
Personnel Cost Rollups	0.00	0	78,000	*0.00*	*0*	*78,000*
Inflationary Adjustments	0.00	0	30,400	*0.00*	*0*	*0*
Replacement Items	0.00	0	146,300	*0.00*	*0*	*146,300*
Nonstandard Adjustments	0.00	0	(33,200)	*0.00*	*0*	*(44,500)*
Medicare Education Partnership	0.00	0	0	*0.00*	*0*	*36,000*
Change in Employee Compensation	0.00	0	33,200	*0.00*	*0*	*67,200*
FY 2005 Program Maintenance	**68.50**	**0**	**6,152,000**	***69.50***	***0***	***6,194,900***
1. Replace Database	0.00	0	200,000	*0.00*	*0*	*200,000*
2. Statewide Prevention & Ed. Position	1.00	0	70,300	*1.00*	*0*	*70,300*
FY 2005 Total	**69.50**	**0**	**6,422,300**	***70.50***	***0***	***6,465,200***
Change from Original Appropriation	1.00	0	409,500	*2.00*	*0*	*452,400*
% Change from Original Appropriation			6.8%			7.5%

Department of Insurance

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	68.50	0	5,858,000	154,800	6,012,800
1. Medicare Education Partnership					**Insurance Regulation**
Agency Request	0.00	0	0	0	0
Provide additional spending authority and 1 FTP to administer a federal grant awarded to the Office on Aging to create and implement a Medicare Education Partnership for the citizens of Idaho. This free service will provide the following services: educate beneficiaries in understanding and analyzing their Medicare billing information; teach how to organize medical bills, payments and visits; teach the steps to follow when a billing error is discovered; dispute Medicare charges; teach how to write appeals; and be a liaison between the provider and beneficiary. This request is only for the remaining portion of FY 2004.					
Governor's Recommendation	*1.00*	*0*	*0*	*16,100*	*16,100*
FY 2004 Total Appropriation					
Agency Request	68.50	0	5,858,000	154,800	6,012,800
Governor's Recommendation	*69.50*	*0*	*5,858,000*	*170,900*	*6,028,900*
Non-cognizable Increase					
Reflects a non-cognizable increase in a federal grant for the Senior Health Insurance Benefits Advisors (SHIBA) program.					
Agency Request	0.00	0	0	10,700	10,700
Governor's Recommendation	*0.00*	*0*	*0*	*10,700*	*10,700*
FY 2004 Estimated Expenditures					
Agency Request	68.50	0	5,858,000	165,500	6,023,500
Governor's Recommendation	*69.50*	*0*	*5,858,000*	*181,600*	*6,039,600*
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	(115,500)	(10,700)	(126,200)
Governor's Recommendation	*0.00*	*0*	*(115,500)*	*(12,200)*	*(127,700)*
FY 2005 Base					
Agency Request	68.50	0	5,742,500	154,800	5,897,300
Governor's Recommendation	*69.50*	*0*	*5,742,500*	*169,400*	*5,911,900*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	0	78,000	0	78,000
Governor's Recommendation	*0.00*	*0*	*78,000*	*0*	*78,000*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	0	29,500	900	30,400
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Department of Insurance

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
Insurance Capital Outlay: 25 PCs ($41,300), 2 laptops ($6,000), 2 servers ($60,000), 5 printers ($5,700), 2 photocopiers ($9,800), 2 fax machines ($3,600), 1 digital camera ($900).					
Fire Marshal Capital Outlay: 3 PCs ($5,000), 2 laptops ($6,000), 3 printers ($3,500), 1 workstation ($4,500).					
Agency Request	0.00	0	146,300	0	146,300
Governor's Recommendation	*0.00*	*0*	*146,300*	*0*	*146,300*
Nonstandard Adjustments					
Reflects reductions in Attorney General, Controller and Treasurer fees pursuant to the Statewide Cost Allocation Plan. Also reflects a reduction in Risk Management property/casualty rates and an increase in building services space charge. Reflects an ongoing increase in a federal grant for the Senior Health Insurance Benefits Advisors (SHIBA) program.					
Agency Request	0.00	0	(43,700)	10,500	(33,200)
Funding for Building Services space charge is not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*(55,000)*	*10,500*	*(44,500)*
Medicare Education Partnership					**Insurance Regulation**
Agency Request	0.00	0	0	0	0
This decision unit would annualize the full cost of the Medicare Education Partnership program, assuming the program receives partial year funding from the corresponding supplemental. A decrease in operating expenses will be recognized as the full-time position will be located in the Treasure Valley, thus reducing previous travel costs.					
Governor's Recommendation	*0.00*	*0*	*0*	*36,000*	*36,000*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	32,100	1,100	33,200
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*65,000*	*2,200*	*67,200*
FY 2005 Program Maintenance					
Agency Request	68.50	0	5,984,700	167,300	6,152,000
Governor's Recommendation	*69.50*	*0*	*5,976,800*	*218,100*	*6,194,900*
1. Replace Database					**Insurance Regulation**
This enhancement would provide $200,000 in one-time operating expenses for the replacement of the Department's Insurance Information Database System. The current database is outdated (the software has been out of production for 6 years) and is no longer supported by the vendor. This enhancement would fund the purchase of a software license for Idaho-specific insurance database software and vendor support with program implementation and training of Department personnel. This request is for spending authority only -- the Department currently has adequate dedicated fund revenue to pay for this request. Note: The Department intends to contract with a consultant in FY 2004 to determine the database software specifications for the purpose of developing a RFP for software and vendor selection. .					
Agency Request	0.00	0	200,000	0	200,000
Governor's Recommendation	*0.00*	*0*	*200,000*	*0*	*200,000*

Department of Insurance

Analyst: Freeman

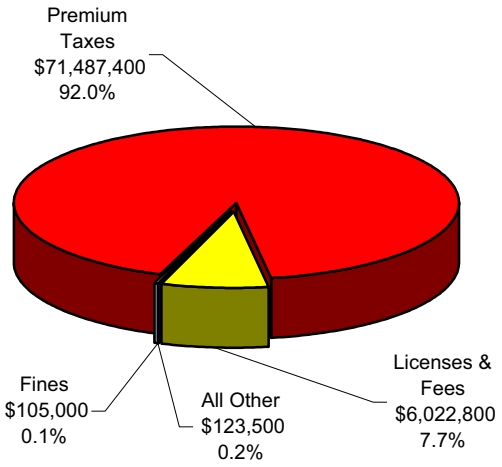
Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Statewide Prevention & Ed. Position					**State Fire Marshal**
This enhancement would provide 1 FTP and related funding in the office of the State Fire Marshal. The addition of this position would free up existing deputy fire marshals to assist local fire departments with sprinkler inspections which are going to increase due to the adoption of the International Building and Fire Codes.					
Agency Request	1.00	0	70,300	0	70,300
Governor's Recommendation	*1.00*	*0*	*70,300*	*0*	*70,300*
FY 2005 Total					
Agency Request	69.50	0	6,255,000	167,300	6,422,300
Governor's Recommendation	*70.50*	*0*	*6,247,100*	*218,100*	*6,465,200*
Agency Request					
Change from Original App	1.00	0	397,000	12,500	409,500
% Change from Original App	1.5%		6.8%	8.1%	6.8%
Governor's Recommendation					
Change from Original App	*2.00*	*0*	*389,100*	*63,300*	*452,400*
% Change from Original App	*2.9%*		*6.6%*	*40.9%*	*7.5%*

Department of Insurance
Issues & Information

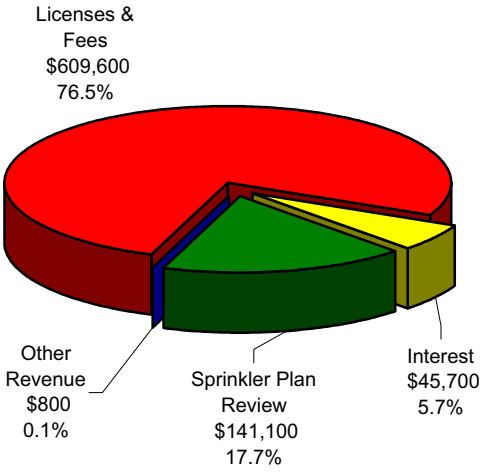
Analyst: Freeman

REVENUES

Insurance Administrative Fund
FY03 Actual Revenue
Total: $77,738,700

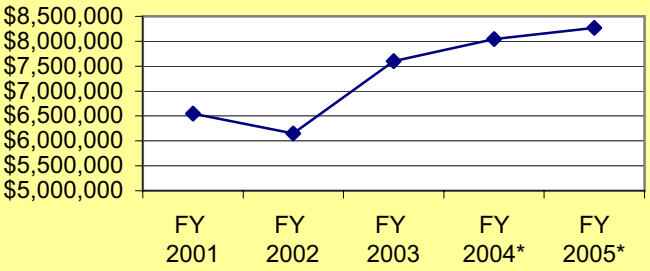


Arson Fire & Fraud Fund
FY03 Actual Revenue
Total: $797,200

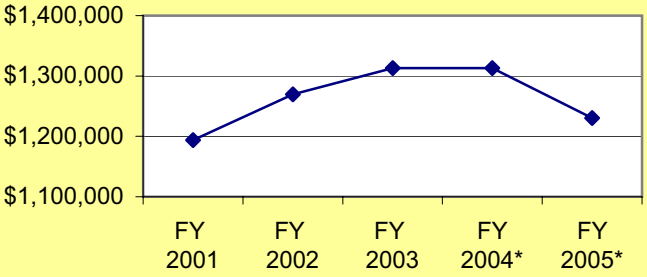


FREE FUND BALANCES

Insurance Administrative Fund**
FY 2003 Actual - $7,598,300



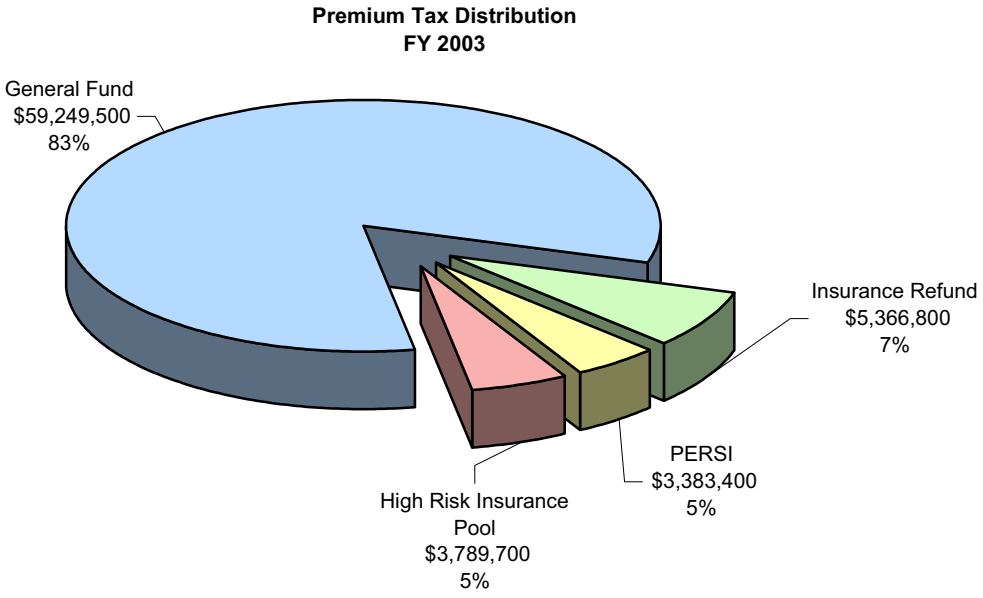
Arson Fire & Fraud Fund
FY 2003 Actual - $1,313,200



* Figures are based on revenue projections for FY 2004 & FY 2005.

** Idaho Code §41-401(3)(e) provides that "at the beginning of each fiscal year, those moneys in the insurance administrative account which exceed the current year's appropriation plus any residual encumbrances made against prior years' appropriations by twenty-five percent (25%) or more shall be transferred to the general [fund]."

Department of Insurance
Issues & Information



Revenue from the premium tax is distributed to the following funds:

INSURANCE REFUND: Used to reimburse insurers for overpayment of taxes, fines, penalties, etc.

PERSI: 50% of the gross tax on fire insurance premiums is used to partially fund the firefighter retirement system.

HIGH RISK INSURANCE POOL: If premium tax revenue exceeds $45 million after all other deductions, 25% of the excess goes into the Individual High Risk Insurance Pool to pay the costs associated with providing health insurance coverage to high risk individuals regardless of health status or claims experience.

IDAHO HEALTH INSURANCE ACCESS CARD: If premium tax revenue exceeds $55 million, 25% of the excess goes to the Idaho Health Insurance Access Card Fund, with 80% going to CHIP Plan B and the children's access card program, and 20% (not to exceed $1.2 million) to the small business health insurance pilot program. The CHIP Plan B and the children's access card program shall be implemented by July 1, 2004 (FY 2005). Implementation of the small business health insurance pilot program shall begin on July 1, 2005 (FY 2006).

GENERAL FUND: the balance of the premium tax, fines and penalties are distributed to the General Fund.

Premium Tax Revenues

FY02 Act.	FY03 Act.	FY04 Est.	FY05 Est.
$ 65,933,700	$ 71,487,400	$ 73,970,000	$ 76,367,600

Distribution of Premium Tax Revenues

	FY02 Act.	FY03 Act.	FY04 Est.	FY05 Est.
General Fund	$ 56,716,800	$ 59,249,500	$ 60,555,600	$ 61,982,100
Insurance Refund	$ 5,294,200	$ 5,366,800	$ 4,526,300	$ 4,648,700
PERSI	$ 3,150,100	$ 3,383,400	$ 3,468,000	$ 3,554,700
High Risk Insurance Pool	$ 2,388,800	$ 3,789,700	$ 5,526,200	$ 6,289,300

Blank Page

Department of Labor

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	527,100	527,100	435,800	548,200	*492,000*
Dedicated	10,400	16,400	10,400	10,400	*10,400*
Total:	**537,500**	**543,500**	**446,200**	**558,600**	***502,400***
Percent Change:		1.1%	(17.9%)	25.2%	*12.6%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	369,400	369,400	375,500	400,800	*415,300*
Operating Expenditures	168,100	174,100	70,700	157,800	*87,100*
Total:	**537,500**	**543,500**	**446,200**	**558,600**	***502,400***
Full-Time Positions (FTP)	8.00	8.00	8.00	7.00	*7.00*

Department Description

The WAGE AND HOUR SECTION administers Idaho laws regarding the payment of minimum wage and claims for unpaid wages. This program provides redress to citizens for Wage and Hour law violations, and dispenses information and assistance to employers on Wage and Hour law provisions.

THIS IS THE ONLY APPROPRIATED PROGRAM IN THE DEPARTMENT OF LABOR. All other department programs operate on a continuous appropriation of federal funds and funds generated by administration of the employment security law and unemployment insurance taxes.

.

Department of Labor

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**8.00**	**435,800**	**446,200**	***8.00***	***435,800***	***446,200***
Base Adjustments	(1.00)	100,000	100,000	*(1.00)*	*50,000*	*50,000*
FY 2005 Base	**7.00**	**535,800**	**546,200**	***7.00***	***485,800***	***496,200***
Personnel Cost Rollups	0.00	7,600	7,600	*0.00*	*7,600*	*7,600*
Inflationary Adjustments	0.00	900	900	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	500	500	*0.00*	*(8,300)*	*(8,300)*
Change in Employee Compensation	0.00	3,400	3,400	*0.00*	*6,900*	*6,900*
FY 2005 Total	**7.00**	**548,200**	**558,600**	***7.00***	***492,000***	***502,400***
Change from Original Appropriation	(1.00)	112,400	112,400	*(1.00)*	*56,200*	*56,200*
% Change from Original Appropriation		25.8%	25.2%		12.9%	12.6%

Department of Labor

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	8.00	435,800	10,400	0	446,200
Base Adjustments					
Reflects the restoration of $100,000 in General Funds for FY 2005. In FY 2004, the Department shifted these expenditures from the General Fund to the Employment Services Penalty and Interest Fund as a way to help with the state's General Fund budget situation. This FY 2005 adjustment restores the traditional funding source for the Wage and Hour Program. Also, the reduction of 1.0 FTP reflects the elimination of a permanent position that has not been filled.					
Agency Request	(1.00)	100,000	0	0	100,000
The Employment Services Penalty and Interest fund has been subsidizing the General Fund during FY 2004. This recommendation replaces a portion (50%) of the funding with General Fund.					
Governor's Recommendation	*(1.00)*	*50,000*	*0*	*0*	*50,000*
FY 2005 Base					
Agency Request	7.00	535,800	10,400	0	546,200
Governor's Recommendation	*7.00*	*485,800*	*10,400*	*0*	*496,200*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 percent of salary.					
Agency Request	0.00	7,600	0	0	7,600
Governor's Recommendation	*0.00*	*7,600*	*0*	*0*	*7,600*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	900	0	0	900
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Reflects increases in IT maintenance and increased communication costs of $8,800. Also reflects adjustments in State Controller fees (reduction of $500) and Attorney General fees (reduction of $7,700) pursuant to the Statewide Cost Allocation Plan and an adjustment made for Risk Management property/casualty rates (reduction of $100).					
Agency Request	0.00	500	0	0	500
The Governor does not recommend requested increases in IT maintenance and communication costs.					
Governor's Recommendation	*0.00*	*(8,300)*	*0*	*0*	*(8,300)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase.					
Agency Request	0.00	3,400	0	0	3,400
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*6,900*	*0*	*0*	*6,900*
FY 2005 Total					
Agency Request	7.00	548,200	10,400	0	558,600
Governor's Recommendation	*7.00*	*492,000*	*10,400*	*0*	*502,400*

Department of Labor

Analyst: Milstead

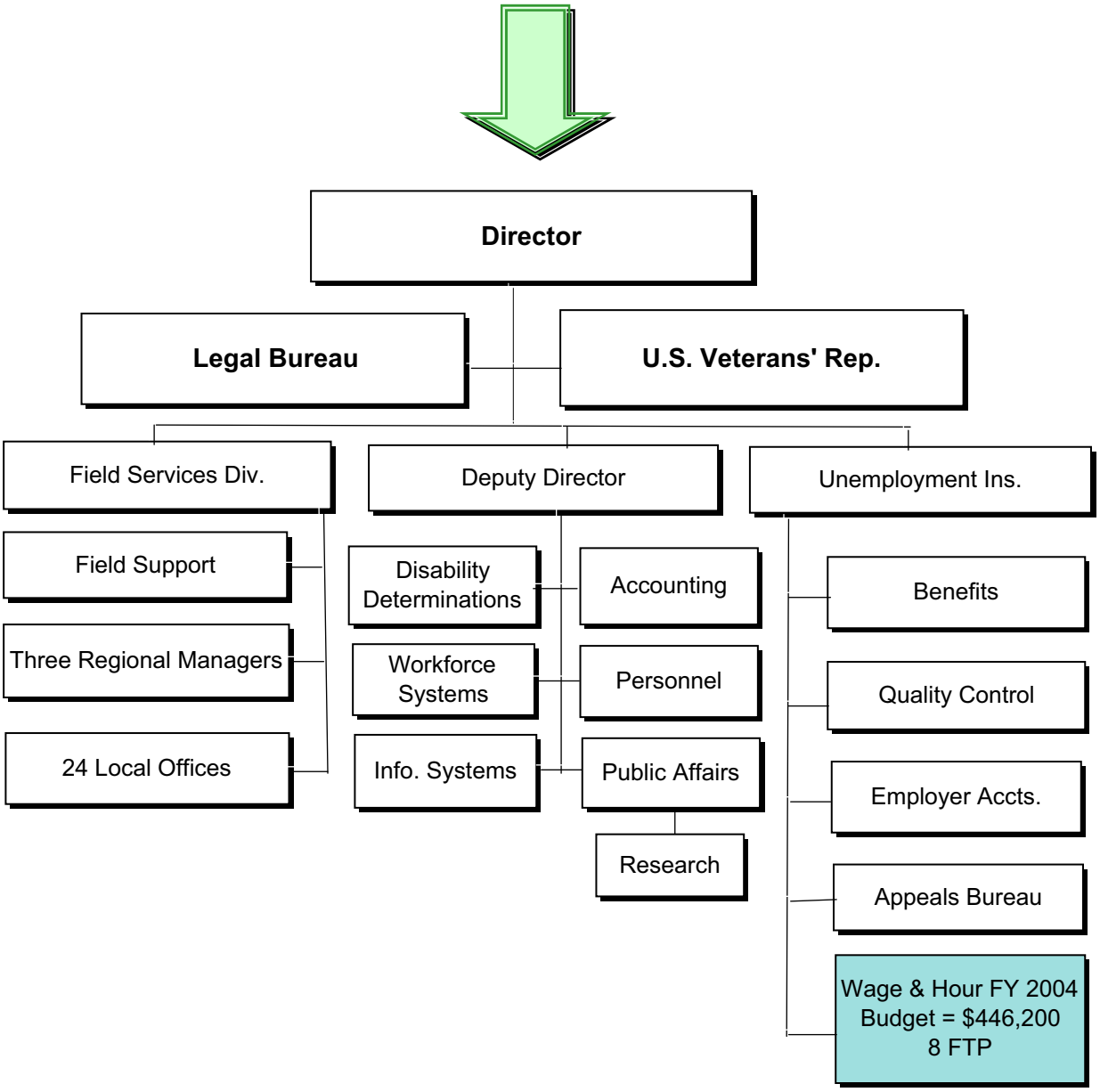
Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Agency Request					
Change from Original App	(1.00)	112,400	0	0	112,400
% Change from Original App	(12.5%)	25.8%	0.0%		25.2%
Governor's Recommendation					
Change from Original App	*(1.00)*	*56,200*	*0*	*0*	*56,200*
% Change from Original App	*(12.5%)*	*12.9%*	*0.0%*		*12.6%*

Department of Labor
Issues & Information

Analyst: Milstead

Most of the Department of Labor operates under a continuous appropriation. Funded with unemployment insurance taxes, federal grants, monies generated by administration of the employment security law, and some miscellaneous revenue, the Department administers unemployment benefits, provides job training and referrals, and monitors the state labor economy.

The lower right-hand box in the organization chart below (Wage and Hour) represents the only appropriated program in the Department of Labor consisting of a total of $446,200 and 8 FTP for FY 2004. The Employment Services Division, which operates on a continuous appropriation, has estimated that FY 2004 expenditures will be $246,200,400 with 604 FTP.



Blank Page

Public Utilities Commission

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
Dedicated	4,344,100	3,932,000	4,516,400	4,494,000	*4,511,500*
Federal	55,300	0	65,400	70,000	*70,400*
Total:	**4,399,400**	**3,932,000**	**4,581,800**	**4,564,000**	***4,581,900***
Percent Change:		(10.6%)	16.5%	(0.4%)	*0.0%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	3,082,800	2,900,800	3,125,500	3,203,400	*3,228,500*
Operating Expenditures	1,312,600	1,031,200	1,456,300	1,337,000	*1,329,800*
Capital Outlay	4,000	0	0	23,600	*23,600*
Total:	**4,399,400**	**3,932,000**	**4,581,800**	**4,564,000**	***4,581,900***
Full-Time Positions (FTP)	49.00	49.00	49.00	49.00	*49.00*

Department Description

The Idaho Public Utilities Commission was established by the 12th Session of the Idaho Legislature and was organized on May 8, 1913. The Commission oversees the intrastate operation of investor-owned electric, gas, water, and telecommunications utilities, pipelines, and railroads. The Commission does not regulate publicly owned municipal, or cooperative utilities. The Commission serves the citizens and utilities of Idaho by determining fair, just and reasonable rates for utility commodities and services to be delivered safely, reliably, and efficiently, and by ensuring safe and adequate rail services within the state.

After the legislature removed the motor carrier function from the Commission, the Administration, Utilities and Regulated Carriers programs were combined into one program for budgeting purposes. The commissioners are supported by two policy analysts, legal counsel, the utilities division, and an administrative division.

The Administration Division has management, fiscal, personnel and public affairs, pipeline, and railroad carrier responsibilities. It provides support services for the agency (Sections 61-301:337, Idaho Code). The railroad carriers function is responsible to assure that railroads operate safely and that the public is provided adequate rail service (Section 61-509, Idaho Code).

The Utilities Division includes: Accounting, Engineering, Economic, Telecommunications, and Consumer Assistance. The Accounting Section advises the Commission on auditing, accounting, financing, income tax and security issues. It participates in all rate cases to determine proper income, expenses, rate bases and revenue requirements. The Engineering, Economic, and Telecommunications Sections are primarily responsible for economic and engineering analysis of rates, rate design, and cost of service and technical evaluations of company proposals. The Consumer Assistance Section is responsible for handling customer complaints and specialized information requests.

Programs are funded by the Public Utilities Commission Fund which consists of fees collected from the regulated utilities (telephone, power, natural gas, and water corporations) in the amount of not more than 0.3% (currently .2384%) of their intrastate revenues (Section 61-1004, Idaho Code) and from railroad corporations not more than 1% (currently .7823%) of the gross operating revenues derived from the intrastate business. In prior years, General Fund expenditures for the salaries and benefits of the commissioners (section 61-1009, Idaho Code) were reimbursed to the General Fund at year end from the Public Utilities Commission Fund. However, beginning in FY 2001, the law was changed and Commissioner's salaries are now paid from the PUC Fund.

Public Utilities Commission

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**49.00**	**0**	**4,581,800**	***49.00***	***0***	***4,581,800***
FY 2005 Base	**49.00**	**0**	**4,581,800**	***49.00***	***0***	***4,581,800***
Personnel Cost Rollups	0.00	0	53,400	*0.00*	*0*	*53,400*
Inflationary Adjustments	0.00	0	7,200	*0.00*	*0*	*0*
Replacement Items	0.00	0	23,600	*0.00*	*0*	*23,600*
Nonstandard Adjustments	0.00	0	(126,500)	*0.00*	*0*	*(126,500)*
Change in Employee Compensation	0.00	0	24,500	*0.00*	*0*	*49,600*
Fund Shifts	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**49.00**	**0**	**4,564,000**	***49.00***	***0***	***4,581,900***
Change from Original Appropriation	0.00	0	(17,800)	*0.00*	*0*	*100*
% Change from Original Appropriation			(0.4%)			0.0%

Public Utilities Commission

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	49.00	0	4,516,400	65,400	4,581,800
FY 2005 Base					
Agency Request	49.00	0	4,516,400	65,400	4,581,800
Governor's Recommendation	*49.00*	*0*	*4,516,400*	*65,400*	*4,581,800*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 percent of salary.					
Agency Request	0.00	0	52,700	700	53,400
Governor's Recommendation	*0.00*	*0*	*52,700*	*700*	*53,400*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	0	7,200	0	7,200
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Replaces 16 of 52 PCs ($900 each); two of five laptops ($1,800 each); and LAN components ($5,600).					
Agency Request	0.00	0	23,600	0	23,600
Governor's Recommendation	*0.00*	*0*	*23,600*	*0*	*23,600*
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. For the Commission, the FY 2005 assessment reflects a substantial reduction of $123,200 in Attorney General fees to account for an overcharge in FY 2004, reduction of $2,600 in Controller fees and an increase of $100 in Treasurer fees . Also included are changes in property/casualty insurance premiums (reduction of $800).					
Agency Request	0.00	0	(126,500)	0	(126,500)
Governor's Recommendation	*0.00*	*0*	*(126,500)*	*0*	*(126,500)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	24,100	400	24,500
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*48,800*	*800*	*49,600*
Fund Shifts					
Reflects a shift to the federal fund due to an increased allocation of time to the Pipeline Safety Program.					
Agency Request	0.00	0	(3,500)	3,500	0
Governor's Recommendation	*0.00*	*0*	*(3,500)*	*3,500*	*0*
FY 2005 Total					
Agency Request	49.00	0	4,494,000	70,000	4,564,000
Governor's Recommendation	*49.00*	*0*	*4,511,500*	*70,400*	*4,581,900*

Public Utilities Commission

Analyst: Milstead

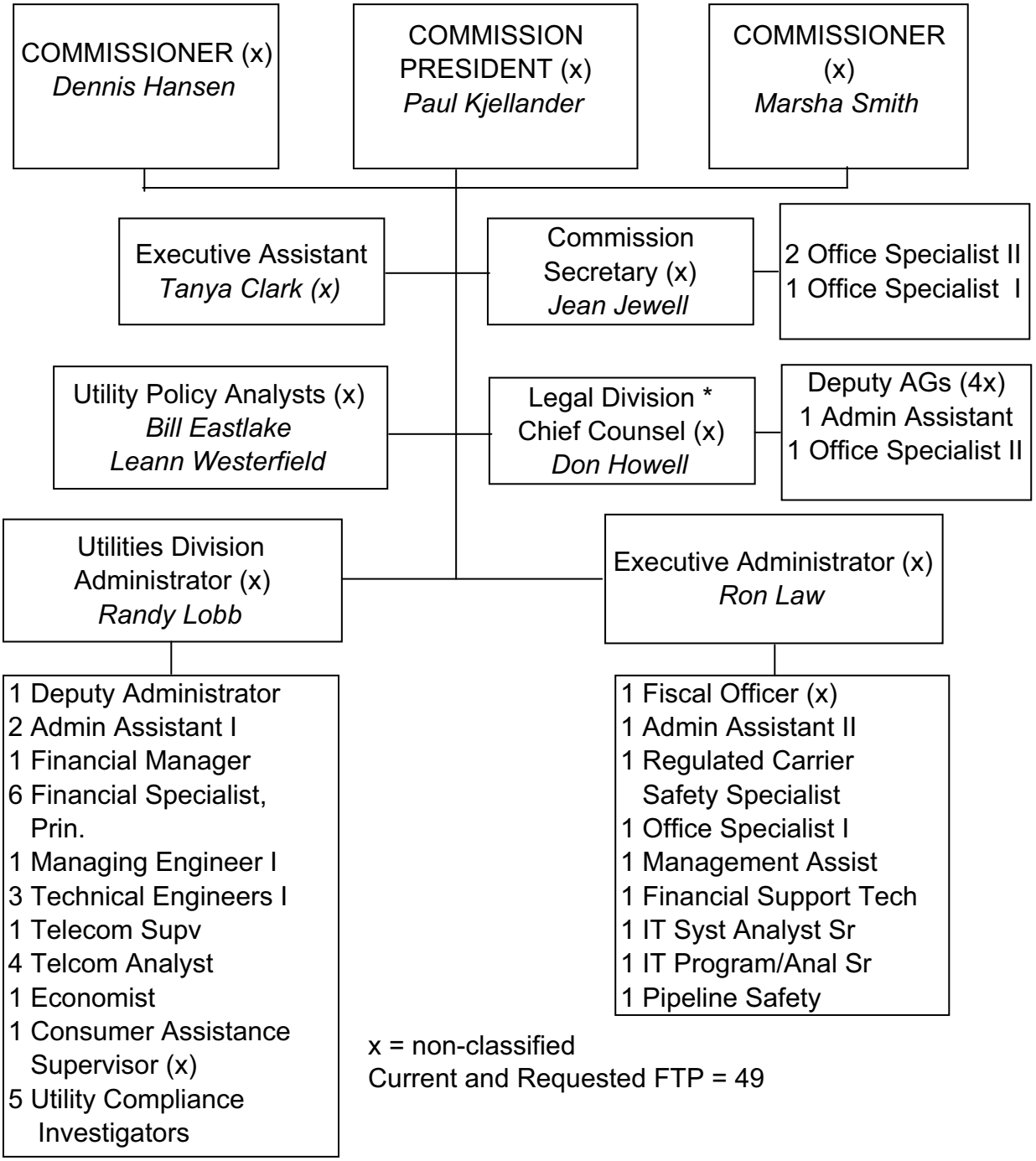
Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Agency Request					
Change from Original App	0.00	0	(22,400)	4,600	(17,800)
% Change from Original App	0.0%		(0.5%)	7.0%	(0.4%)
Governor's Recommendation					
Change from Original App	*0.00*	*0*	*(4,900)*	*5,000*	*100*
% Change from Original App	*0.0%*		*(0.1%)*	*7.6%*	*0.0%*

Public Utilities Commission

Analyst: Milstead

Issues & Information

Organizational Chart



x = non-classified
Current and Requested FTP = 49

*Note: Attorneys General are paid through o.e. by contract with the AG's office and do not count as FTPs in this agency.

Public Utilities Commission

Analyst: Milstead

Issues & Information

Strategic Planning Act Performance Measures

Selected Measures	FY 2002 Act	FY 2003 Act	FY 2004 Est	FY 2005 Est
1. Number of formal workshops/public hearings	68	28	68	68
2. Number of informal complaints	5,301	3,581	3,600	3,600
3. Number of informal complaints investigated	3,562	2,509	2,500	2,500
4. Number of cases overturned	0	0	0	0
5. Number of cases filed	182	197	182	182
6. Resolve issues using alternative dispute resolution	5,269	3,548	3,500	3,500
7. Number of gas pipeline inspections	40	40	55	55
8. Percent of complaints where commission reversed or modified the company's action	40.0%	41.0%	40.0%	40.0%
9. Average number of days to resolve complaints	6	6	6	6
10. Number of formal complaint investigations initiated	5	10	5	5
11. Number of formal complaints	6,881	4,708	5,000	5,000
12. Conduct railroad crossing safety inspections	199	130	130	130
13. Investigate railroad crossing accidents	33	8	35	35
14. Correct railroad crossing deficiencies	28	33	NA	NA
15. Conduct hazardous materials inspections of railroad tankcars	685	1,229	957	957

Fund Information	FY 2002 Act	FY 2003 Act	FY 2004 Est	FY 2005 Est
Public Utilities Commission Fund				
Beginning Free Fund Balance	$3,650,500	$3,924,700	$4,425,700	$4,158,200
Regulatory Utility Fees (.2577% of intrastate rev)	4,229,600	4,261,600	4,120,500	4,244,000
Utilities Security Issuance Fees	10,300	7,100	8,000	8,000
Railroad Regulatory Fees (.8171% gross op rev)	213,600	112,800	119,400	130,000
Miscellaneous Receipts (sale of copies, etc.)	900	3,800	1,000	1,000
Total Available for Year	8,104,900	8,310,000	8,674,600	8,541,200
Cash Expenditures	4,180,200	3,884,300	4,516,400	4,690,700
Encumbrances as of June 30	0	0	0	0
Ending Free Fund Balance*	$3,924,700	$4,425,700	$4,158,200	$3,850,500

*The PUC needs to retain a Free Fund Balance of about 50% of the appropriation for cash-flow purposes.

Idaho Legislative Budget Book

Self-Governing Agencies

2004 Legislative Session

Building Safety, Division of ..... 5 - 65

General Boards ..... 5 - 73

Lottery, State ..... 5 - 79

Medical Boards ..... 5 - 85

Regulatory Boards ..... 5 - 93

State Appellate Public Defender ..... 5 - 101

Veterans Services, Division of ..... 5 - 107

Self-Governing Agencies

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY DIVISION					
Building Safety, Division of	9,257,000	7,878,900	9,226,800	11,155,200	*11,177,000*
General Boards	358,500	323,400	337,300	302,300	*293,800*
Lottery, State	10,520,100	9,779,800	10,470,700	11,269,400	*10,845,900*
Medical Boards	3,218,400	2,898,000	3,203,000	3,493,800	*3,446,800*
Regulatory Boards	3,999,300	3,593,200	3,915,500	4,132,400	*4,117,600*
State Appellate Public Def	1,217,700	1,175,100	1,228,800	1,358,400	*1,262,900*
Veterans Services, Division of	16,101,500	17,218,900	16,782,800	17,261,900	*17,312,600*
Total:	**44,672,500**	**42,867,300**	**45,164,900**	**48,973,400**	***48,456,600***
BY FUND CATEGORY					
General	3,342,500	2,587,100	3,421,700	3,532,500	*3,443,900*
Dedicated	34,477,300	31,080,000	36,512,500	40,355,700	*39,887,600*
Federal	6,852,700	9,200,200	5,230,700	5,085,200	*5,125,100*
Total:	**44,672,500**	**42,867,300**	**45,164,900**	**48,973,400**	***48,456,600***
Percent Change:		(4.0%)	5.4%	8.4%	*7.3%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	13,993,100	24,205,500	14,377,000	15,654,700	*15,754,000*
Operating Expenditures	13,743,100	17,809,693	13,670,700	14,452,200	*14,095,100*
Capital Outlay	740,300	709,507	260,700	1,526,500	*1,217,000*
Trustee/Benefit	94,500	112,600	73,700	78,100	*77,900*
Lump Sum	16,101,500	30,000	16,782,800	17,261,900	*17,312,600*
Total:	**44,672,500**	**42,867,300**	**45,164,900**	**48,973,400**	***48,456,600***
Full-Time Positions (FTP)	564.29	564.54	572.32	589.32	*589.07*

Department Description

The Department of Self-Governing Agencies includes: Regulatory Boards, Medical Boards, General Boards, Idaho State Lottery, Division of Building Safety, Division of Veterans Services and the State Appellate Public Defender.

Division of Building Safety

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Administration	565,200	507,200	572,900	693,600	*697,200*
Building Safety	8,691,800	7,371,700	8,653,900	10,461,600	*10,479,800*
Total:	**9,257,000**	**7,878,900**	**9,226,800**	**11,155,200**	***11,177,000***
BY FUND CATEGORY					
Dedicated	9,210,400	7,768,100	9,079,000	11,003,600	*11,025,700*
Federal	46,600	110,800	147,800	151,600	*151,300*
Total:	**9,257,000**	**7,878,900**	**9,226,800**	**11,155,200**	***11,177,000***
Percent Change:		(14.9%)	17.1%	20.9%	*21.1%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	6,562,500	5,944,100	6,848,400	7,801,000	*7,856,400*
Operating Expenditures	2,252,000	1,594,700	2,232,100	2,526,400	*2,492,800*
Capital Outlay	442,500	340,100	146,300	827,800	*827,800*
Total:	**9,257,000**	**7,878,900**	**9,226,800**	**11,155,200**	***11,177,000***
Full-Time Positions (FTP)	119.10	119.10	122.10	136.10	*136.10*

Division Description

The Division of Building Safety consists of two budgeted programs: Administration and Building Safety.

The Administration Program provides general guidance and administrative, financial, personnel, secretarial, and information technology services to all division bureaus.

The Building Safety Program includes the following bureaus: Building, Electrical, Logging & Industrial Safety, Plumbing, Public Works Contractor Licensing ,and Heating, Ventilation & Air Conditioning. This Bureau also houses the Public Works Contractor Licensing Board which licenses all contractors doing public works projects in the State of Idaho.

The Building Bureau provides minimum levels of building, fire, and life safety for Idaho citizens by administering various building code programs involving the construction of state facilities, schools, prefabricated structures, and manufactured homes. Activities include plan checking, site inspections, in-plant inspections of manufactured homes and prefabricated structures, HUD dealer lot manufactured home inspections, consumer records audits and complaint inspections. The Bureau also administers programs that develop, promote, implement and enforce energy codes for commercial and residential buildings.

The Electrical Bureau licenses all electricians and contractors, registers apprentices, issues permits, and reviews plans and inspects all electrical installations to ensure code compliance.

The Logging and Industrial Safety Bureau has a dual mission. The Industrial Safety Section inspects state facilities and school districts to ensure safe working conditions, and manages the statewide elevator and boiler safety programs. The Logging Safety Section exists to reduce the frequency and severity of accidents in the logging industry by conducting first aid safety classes and on-the-job safety meetings for loggers, providing safety training for management, and inspecting of on-going logging operations. The safety programs are funded by transfers from the Industrial Commission.

The Plumbing Bureau licenses plumbers and contractors, registers apprentices, issues permits, conducts inspections, and approves plans.

The Heating, Ventilation & Air Conditioning Bureau was created by the 2003 Legislature (SB1133). This bureau will establish qualifications and issue certificates of competency for HVAC installers. The Division will hire Inspectors to conduct inspections of HVAC systems across the state.

Division of Building Safety

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**122.10**	**0**	**9,226,800**	***122.10***	***0***	***9,226,800***
Non-Cognizable Funds and Transfers	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Estimated Expenditures	**122.10**	**0**	**9,226,800**	***122.10***	***0***	***9,226,800***
Removal of One-Time Expenditures	0.00	0	(146,300)	*0.00*	*0*	*(146,300)*
FY 2005 Base	**122.10**	**0**	**9,080,500**	***122.10***	***0***	***9,080,500***
Personnel Cost Rollups	0.00	0	174,600	*0.00*	*0*	*174,600*
Inflationary Adjustments	0.00	0	33,600	*0.00*	*0*	*0*
Replacement Items	0.00	0	564,900	*0.00*	*0*	*564,900*
Nonstandard Adjustments	0.00	0	(34,400)	*0.00*	*0*	*(34,400)*
Change in Employee Compensation	0.00	0	54,000	*0.00*	*0*	*109,400*
FY 2005 Program Maintenance	**122.10**	**0**	**9,873,200**	***122.10***	***0***	***9,895,000***
1. Information System Tech.	1.00	0	53,900	*1.00*	*0*	*53,900*
2. New Inspector Positions	5.00	0	389,500	*5.00*	*0*	*389,500*
3. HVAC Licensing & Permitting	8.00	0	838,600	*8.00*	*0*	*838,600*
FY 2005 Total	**136.10**	**0**	**11,155,200**	***136.10***	***0***	***11,177,000***
Change from Original Appropriation	14.00	0	1,928,400	*14.00*	*0*	*1,950,200*
% Change from Original Appropriation			20.9%			21.1%

Division of Building Safety

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	122.10	0	9,079,000	147,800	9,226,800
Non-Cognizable Funds and Transfers					
Reflects a 0.5 FTE transfer from Public Works Contractor Licensing to Administration to accommodate changes in work load.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Estimated Expenditures					
Agency Request	122.10	0	9,079,000	147,800	9,226,800
Governor's Recommendation	*122.10*	*0*	*9,079,000*	*147,800*	*9,226,800*
Removal of One-Time Expenditures					
Reflects the removal of one-time expenditures for computer-related equipment, six vehicles, and start-up equipment for the HVAC bureau.					
Agency Request	0.00	0	(145,500)	(800)	(146,300)
Governor's Recommendation	*0.00*	*0*	*(145,500)*	*(800)*	*(146,300)*
FY 2005 Base					
Agency Request	122.10	0	8,933,500	147,000	9,080,500
Governor's Recommendation	*122.10*	*0*	*8,933,500*	*147,000*	*9,080,500*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 percent of salary.					
Agency Request	0.00	0	173,100	1,500	174,600
Governor's Recommendation	*0.00*	*0*	*173,100*	*1,500*	*174,600*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	0	32,600	1,000	33,600
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
ADMINISTRATION: Reflects spending authority of $26,900 for the replacement of 12 of 12 PCs and replacement of 2 of 7 printers. The Division is on a 5-year PC replacement cycle wherein all PCs are replaced every 5 years. This keeps technology consistent within the Division.					
BUILDING SAFETY: Reflects spending authority of $388,000 for 19 replacement vehicles at an average cost of $20,421 per vehicle. These vehicles (primarily pick-ups and some SUVs) are used by the various bureau inspectors to haul equipment to job sites for inspections. Average mileage on the vehicles to be replaced is estimated to be 122,700 miles at the end of FY 2004. This decision unit also includes spending authority of $150,000 to replace PCs and printers on the Division's 5-year replacement schedule.					
Agency Request	0.00	0	563,700	1,200	564,900
Governor's Recommendation	*0.00*	*0*	*563,700*	*1,200*	*564,900*

Division of Building Safety

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Attorney General fees are reduced by $29,300, State Controller fees are reduced by $15,300, and Treaurer fees are reduced by $300. Also included are changes in property/casualty insurance premiums (reduction of $3,600) and a lease increase of $14,100.					
Agency Request	0.00	0	(33,900)	(500)	(34,400)
Governor's Recommendation	*0.00*	*0*	*(33,900)*	*(500)*	*(34,400)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	53,400	600	54,000
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*108,100*	*1,300*	*109,400*
FY 2005 Program Maintenance					
Agency Request	122.10	0	9,722,400	150,800	9,873,200
Governor's Recommendation	*122.10*	*0*	*9,744,500*	*150,500*	*9,895,000*
1. Information System Tech.					
This enhancement reflects a new position for the Administration Information Technology section. The current staff of two is accruing overtime and not able to provide timely and efficient computer and networking support for 122 employees in two main offices and numerous out-lying offices throughout the state. The Division states that the demand for IT support has significantly increased as the work environment has become more automated.					
Agency Request	1.00	0	53,100	800	53,900
Governor's Recommendation	*1.00*	*0*	*53,100*	*800*	*53,900*
2. New Inspector Positions					
This reflects spending authority of $389,500 for the following: 3 new inspectors for the Electrical Bureau and 2 new inspectors for the Plumbing Bureau. The Division states that these are needed to meet the demands of timely inspections throughout the state. The construction industry has been active across the state causing some inspectors in several areas to accrue overtime. Construction growth is expected to continue over the next several years. This request is broken down in the following manner: $264,500 for salaries and benefits for 5 new positions; $25,000 for operating expenses; $100,000 (one-time) for five new inspection vehicles.					
Agency Request	5.00	0	389,500	0	389,500
Governor's Recommendation	*5.00*	*0*	*389,500*	*0*	*389,500*
3. HVAC Licensing & Permitting					
The Division requests 8 new FTPs and $838,600 in dedicated fund spending authority ($619,100 on-going; $219,500 one-time). This request reflects fully implementing the HVAC program created by last year's Senate Bill 1133. Licensing and permitting will be starting on or after July 1, 2004 and the Division states it requires eight new positions for clerical and inspector positions. There are currently three approved FTPs for the start-up of the HVAC bureau with the remainder of staff awaiting the Legislature's authorization. Specifically, this request includes the following: 3.0 Office Specialists and 5.0 HVAC Inspectors ($413,600 in salaries and benefits); $264,100 in operating expenditures; $160,900 in capital outlay for 6 vehicles ($120,000) and computer and office equipment ($40,900).					
Agency Request	8.00	0	838,600	0	838,600
Governor's Recommendation	*8.00*	*0*	*838,600*	*0*	*838,600*

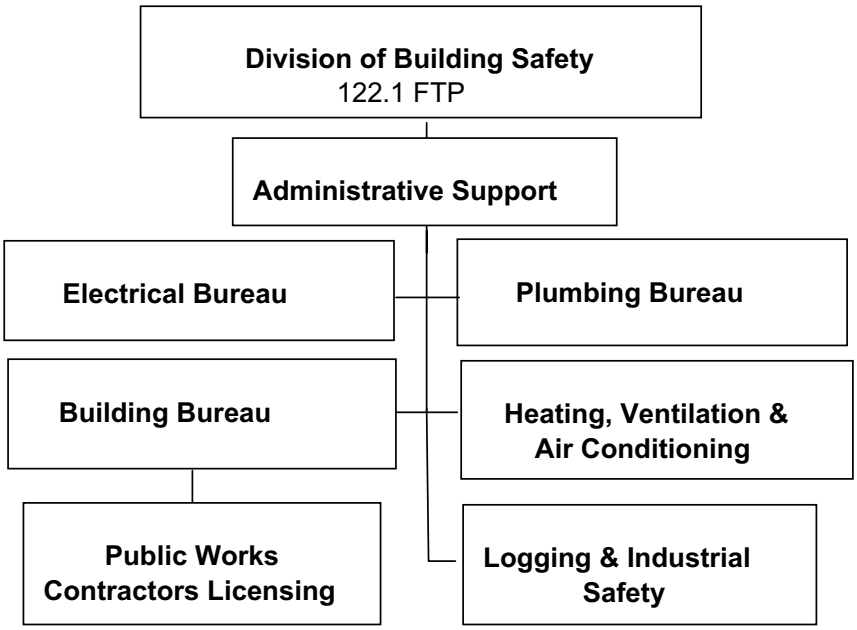
Division of Building Safety

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Total					
Agency Request	136.10	0	11,003,600	151,600	11,155,200
Governor's Recommendation	*136.10*	*0*	*11,025,700*	*151,300*	*11,177,000*
Agency Request					
Change from Original App	14.00	0	1,924,600	3,800	1,928,400
% Change from Original App	11.5%		21.2%	2.6%	20.9%
Governor's Recommendation					
Change from Original App	*14.00*	*0*	*1,946,700*	*3,500*	*1,950,200*
% Change from Original App	*11.5%*		*21.4%*	*2.4%*	*21.1%*

Division of Building Safety
Issues & Information

Analyst: Milstead



FY 2003 Actual Revenue Fund		Revenue	Percentage
Building Safety	$	698,200	7.9%
Electrical Bureau	$	4,030,600	45.9%
Federal Grants	$	145,800	1.7%
HVAC Bureau***	$	-	0.0%
Industrial Safety*	$	893,100	10.2%
Logging Safety*	$	338,700	3.9%
Manufactured Housing	$	49,800	0.6%
NCSBCS**	$	22,800	0.3%
Plumbing Bureau	$	2,248,800	25.6%
Public Works Contractor Licensing	$	359,200	4.1%
TOTAL	$	8,787,000	100.0%

* The Industrial and Logging Safety programs are funded entirely via Trustee and Benefit Payments from the Industrial Commission's compensation program. The compensation program is funded with a 2.5% premium tax on workers compensation policies.

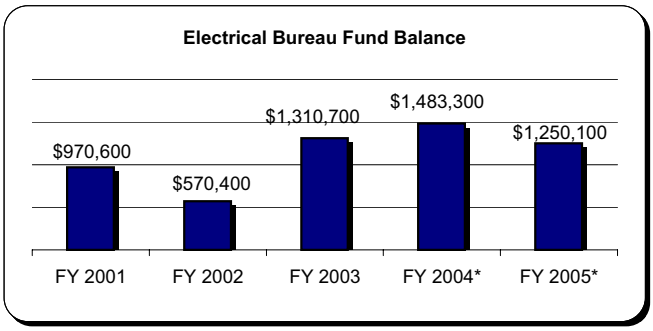
** Monies in this fund are used to fulfill requirements of the U.S. Department of Housing and Urban Development Interstate Monitoring Program via a contract with the National Conference of States on Building Codes and Standards (NCSBCS).

***The HVAC Bureau was created by the 2003 Legislature and will begin generating revenue during FY 2005.

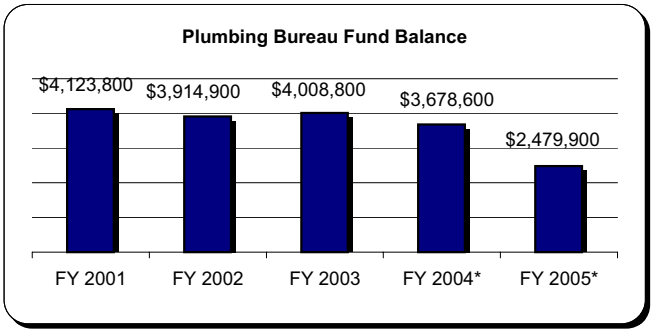
Division of Building Safety
Issues & Information

Analyst: Milstead

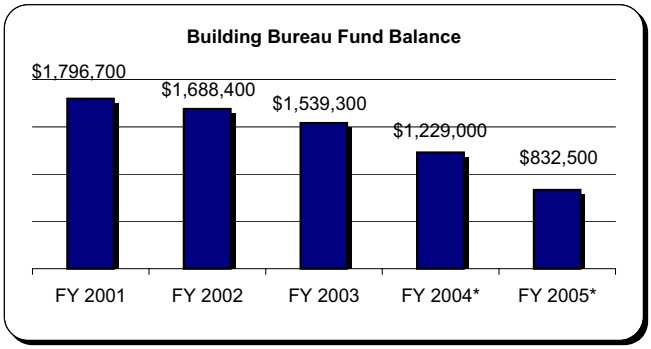
Electrical Bureau		
FY 2003 Actual Revenue		
Source	Amount	Percentage
Inspection Fees	$ 3,201,100	81%
Licenses	$ 628,200	16%
All Other	$ 134,400	3%
TOTAL	$ 3,963,700	100%



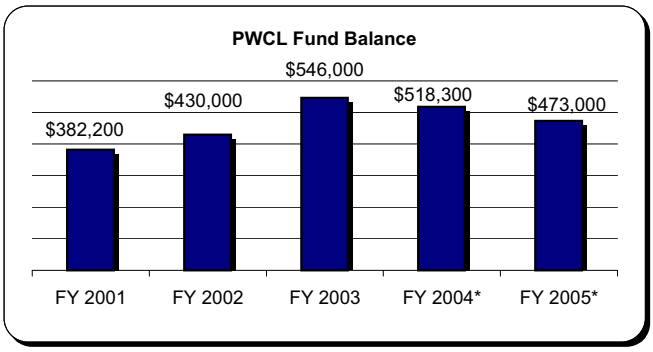
Plumbing Bureau		
FY 2003 Actual Revenue		
Source	Amount	Percentage
Inspection Fees	$ 2,121,900	94%
Licenses	$ 74,500	3%
All Other	$ 52,400	1%
TOTAL	$ 2,248,800	100%



Building Bureau		
FY 2003 Actual Revenue		
Source	Amount	Percentage
Inspection Fees	$ 332,800	48%
Tech. Services	$ 339,900	49%
All Other	$ 15,300	2%
TOTAL	$ 688,000	100%



Public Works Contractor Licensing		
FY 2003 Actual Revenue		
Source	Amount	Percentage
Licenses	$ 348,600	99%
All Other	$ 10,500	1%
TOTAL	$ 339,800	100%



* FY04 and FY05 Fund Balances based on estimates

Division of Building Safety
Issues & Information

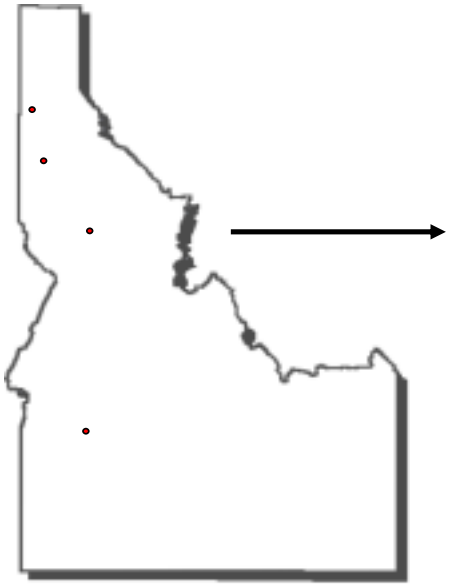
BUILDING SAFETY - VEHICLE INFORMATION

Bureau	Vehicles in stock	Replacement vehicles requested	Additional vehicles requested	Number of employees using State vehicles	FY 2004 vehicles replaced
Building	9	2	0	9	2
Electrical	37	6	3	37*	2
Industrial & Logging	12	4	0	12	2
Plumbing	27	7	2	25*	3
HVAC	0	0	6	0*	0

*Employee count does not include requested enhancements: 2 plumbing inspectors; 3 electrical inspectors; 8 HVAC positions (including 5 inspectors)

BUILDING SAFETY - FY 2005 VEHICLES TO BE REPLACED

Bureau	Vehicle type	Date acquired	Mileage	Vehicle type	Date acquired	Mileage
Building	Jeep	1997	114,000	Sedan	1997	154,000
	--	--	--	--	--	--
Electrical	4X4 Pickup	1997	119,000	4X4 Pickup	2000	118,000
	4X4 Pickup	1999	106,000	4X4 Pickup	2002	115,000
	4X4 Pick-up	2000	118,000	Jeep	2000	115,000
	--	--	--	--	--	--
Industrial & Logging	Blazer	2000	125,000	Explorer	2001	128,400
	Jeep	2000	122,000	Taurus	1997	118,000
Plumbing	4X4 Pick-up	1999	106,000	4X4 Pick-up	2000	129,000
	4X4 Pick-up	1999	118,000	4X4 Pick-up	2000	130,000
	GMC Jimmy	2000	104,000	4X4 Pick-up	2000	170,000
	GMC Jimmy	2000	122,000	--	--	--



Logging Safety Advisors Cover Four Regions of the State

Coeur d'Alene: St. Maries north to the Canadian border
Potlatch: St. Maries south to North Forth of the Clearwater
Kamiah: North Forth of the Clearwater south to Riggins
Horseshoe Bend: Riggins to southern and eastern borders.

General Boards

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Board of Examiners	26,600	26,600	5,800	18,600	*10,000*
Commission on Hispanic Affairs	331,900	296,800	331,500	283,700	*283,800*
Total:	**358,500**	**323,400**	**337,300**	**302,300**	***293,800***
BY FUND CATEGORY					
General	132,400	122,700	107,900	134,500	*126,300*
Dedicated	110,300	86,600	111,100	94,300	*94,000*
Federal	115,800	114,100	118,300	73,500	*73,500*
Total:	**358,500**	**323,400**	**337,300**	**302,300**	***293,800***
Percent Change:		(9.8%)	4.3%	(10.4%)	*(12.9%)*
BY OBJECT OF EXPENDITURE					
Personnel Costs	192,700	163,400	212,100	183,900	*184,800*
Operating Expenditures	123,800	119,200	104,000	92,800	*83,600*
Trustee/Benefit	42,000	40,800	21,200	25,600	*25,400*
Total:	**358,500**	**323,400**	**337,300**	**302,300**	***293,800***
Full-Time Positions (FTP)	4.00	4.00	4.00	4.00	*4.00*

Division Description

The General Boards in the Department of Self-Governing Agencies consist of those boards and commissions that are non-regulatory in nature, and not easily grouped with the other entities in the Self-Governing Agencies. The General Boards consist of the Commission on Hispanic Affairs and the Board of Examiners.

The Commission on Hispanic Affairs provides services to the Hispanic community and serves as a liaison between the community and government entities. Working toward economic, educational, and social equality, the Commission identifies and monitors programs and legislation, and researches problems and issues facing Idaho's Hispanic community. The Commission identifies solutions and provides recommendations to the governor, legislature, and other organizations concerning issues facing the State's Hispanic population.

The Commission's Substance Abuse Program recruits and monitors Hispanic college students pursuing careers in substance abuse counseling.

The Commission's Substance Abuse Prevention Liaison provides a liaison between the Idaho Commission on Hispanic Affairs, School Districts and the Hispanic community seeking to better serve Hispanic children through the Safe and Drug Free Schools & Communities program under the State Department of Education. This collaboration strengthens the services being offered to Hispanic students, families and communities by the School Districts.

The Board of Examiners is created in Idaho Constitution art. IV, § 18, and consists of the Governor, Secretary of State, and Attorney General, with the State Controller serving as a non-voting Secretary of the Board. Claims against the state are recorded by the State Controller and audited by the Legislature. The Board examines the audited claims, except those dealing with salaries or compensation of officers, and performs other duties as prescribed in Idaho Code § 67-2001 - 2027.

General Boards

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**4.00**	**107,900**	**337,300**	***4.00***	***107,900***	***337,300***
1. Examiners--Sheriff/Prosecutor Payments	0.00	8,500	8,500	*0.00*	*8,500*	*8,500*
FY 2004 Total Appropriation	**4.00**	**116,400**	**345,800**	***4.00***	***116,400***	***345,800***
Expenditure Adjustments	0.00	0	(63,400)	*0.00*	*0*	*(63,400)*
FY 2004 Estimated Expenditures	**4.00**	**116,400**	**282,400**	***4.00***	***116,400***	***282,400***
Removal of One-Time Expenditures	(1.00)	(4,300)	(84,300)	*(1.00)*	*(4,300)*	*(84,300)*
FY 2005 Base	**3.00**	**112,100**	**198,100**	***3.00***	***112,100***	***198,100***
Personnel Cost Rollups	0.00	2,600	3,700	*0.00*	*2,600*	*3,700*
Inflationary Adjustments	0.00	500	1,000	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	10,200	10,200	*0.00*	*10,200*	*10,200*
Change in Employee Compensation	0.00	700	900	*0.00*	*1,400*	*1,800*
FY 2005 Program Maintenance	**3.00**	**126,100**	**213,900**	***3.00***	***126,300***	***213,800***
1. Examiners--Web-site	0.00	8,400	8,400	*0.00*	*0*	*0*
2. Hispanic Comm.--Prevention Specialist	1.00	0	80,000	*1.00*	*0*	*80,000*
FY 2005 Total	**4.00**	**134,500**	**302,300**	***4.00***	***126,300***	***293,800***
Change from Original Appropriation	0.00	26,600	(35,000)	*0.00*	*18,400*	*(43,500)*
% Change from Original Appropriation		24.7%	(10.4%)		17.1%	(12.9%)

General Boards

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	4.00	107,900	111,100	118,300	337,300

1. Examiners--Sheriff/Prosecutor Payments

This Supplemental request will provide $8,500 to pay for claims submitted by Ada County for the prosecution and transportation of State Penitentiary inmates. The Board's FY 2004 appropriation was $5,800. At the beginning of FY 2004, the Board paid claims of $4,300, leaving $1,500 to cover requests for the remainder of the fiscal year. This supplemental is needed to cover claims arising during the balance of this fiscal year. A part of this supplemental--$4,200--is requested as on-going to provide a budget base of $10,000 for similar claims in FY 2005. The Board states that this increase will allow the Board of Examiners to pay claims to these entities in a timely manner. There are times these county agencies have to wait as long as 18 months for payment.

[ANALYST NOTE: The Board of Examiners is billed by Ada County for the prosecution and transportation of State Penitentiary inmates. When an inmate in a state correctional facility commits a crime, the inmate is prosecuted by the county in which the correctional facility is located. Idaho Code 18-2507 provides that the county can subsequently submit a claim for reimbursement of "all costs incurred by the county for the prosecution of such case, and for the guarding and keeping" of the inmate. The county's claim must be certified by the trial judge and the claim is then submitted to the Board of Examiners. The Board has the claim audited by Legislative Audit, then the Board submits a request to the Legislature for an appropriation to pay the claim.]

Agency Request	0.00	8,500	0	0	8,500
Governor's Recommendation	*0.00*	*8,500*	*0*	*0*	*8,500*
FY 2004 Total Appropriation					
Agency Request	4.00	116,400	111,100	118,300	345,800
Governor's Recommendation	*4.00*	*116,400*	*111,100*	*118,300*	*345,800*

Expenditure Adjustments — **Commission on Hispanic Affairs**

Reflects a reduction of federal funds for the Department of Health and Welfare grant (Alcohol and Drug Abuse Prevention). Also, reflects the discontinuation of the Prevention Contract for the Tobacco Abuse Prevention Program as well as an adjustment to more closely tie expenditures to revenues.

Agency Request	0.00	0	(17,100)	(46,300)	(63,400)
Governor's Recommendation	*0.00*	*0*	*(17,100)*	*(46,300)*	*(63,400)*
FY 2004 Estimated Expenditures					
Agency Request	4.00	116,400	94,000	72,000	282,400
Governor's Recommendation	*4.00*	*116,400*	*94,000*	*72,000*	*282,400*

Removal of One-Time Expenditures

Removal of one-time expenditures, including:
HISPANIC COMMISSION: Reflects the removal of one-time Prevention Specialist Funding and the corresponding FTP.
BOARD OF EXAMINERS: Reflects the removal on trustee-benefit payments ($4,300).

Agency Request	(1.00)	(4,300)	(80,000)	0	(84,300)
Governor's Recommendation	*(1.00)*	*(4,300)*	*(80,000)*	*0*	*(84,300)*
FY 2005 Base					
Agency Request	3.00	112,100	14,000	72,000	198,100
Governor's Recommendation	*3.00*	*112,100*	*14,000*	*72,000*	*198,100*

General Boards

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 percent of salary.					
Agency Request	0.00	2,600	0	1,100	3,700
Governor's Recommendation	*0.00*	*2,600*	*0*	*1,100*	*3,700*
Inflationary Adjustments					
Includes a general inflationary adjustment of 1.9% for operating expenditures.					
Agency Request	0.00	500	300	200	1,000
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Attorney General fees are increased by $12,000, Controller fees are reduced by $1,400, and Treasurer fees are reduced by $300. Also included are changes in property/casualty insurance premiums (reduction of $100).					
Agency Request	0.00	10,200	0	0	10,200
Governor's Recommendation	*0.00*	*10,200*	*0*	*0*	*10,200*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	700	0	200	900
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*1,400*	*0*	*400*	*1,800*
FY 2005 Program Maintenance					
Agency Request	3.00	126,100	14,300	73,500	213,900
Governor's Recommendation	*3.00*	*126,300*	*14,000*	*73,500*	*213,800*

1. Examiners--Web-site

This request is for $8,400 from the General Fund for operating expenditures to upgrade and maintain the Board's web-site. Currently, the Board is using the State Controller's website for posting minutes, meeting announcements, surplus property declarations, etc. The Computer Service Center (CSC) has been providing the expertise to develop and maintain the Board's use of the Controller's website. The CSC is not billing the Board for these services because the Board has no spending authority to pay such bills. The Board points out that this situation means that all user agencies of computer services are subsidizing the Board of Examiners in this regard. The Board will use this enhancement to pay their share of CSC expenses.

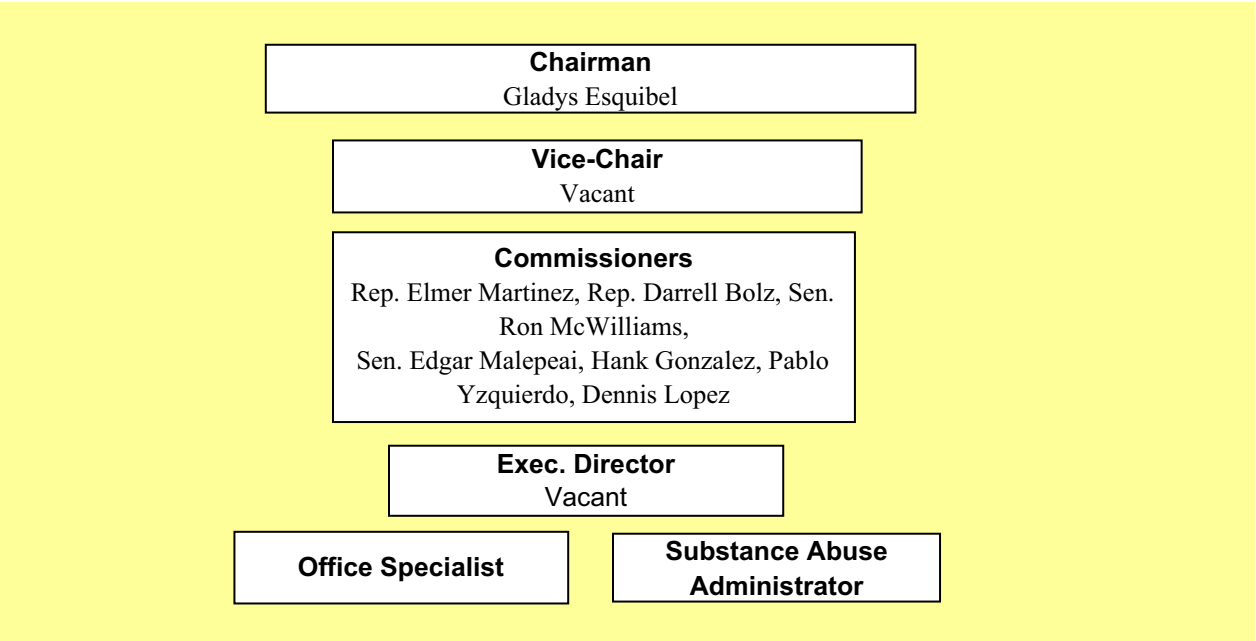
The CSC estimates that 120 hours (estimated at $7,200) have been spent creating and upgrading the Board's portion of the Controller's web-site. The Board states that this enhancement will be used to pay for one-time development services as well as on-going maintenance and upgrades. The request includes $5,000 to complete the necessary one-time work and $3,400 for on-going maintenance and service.

Agency Request	0.00	8,400	0	0	8,400
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

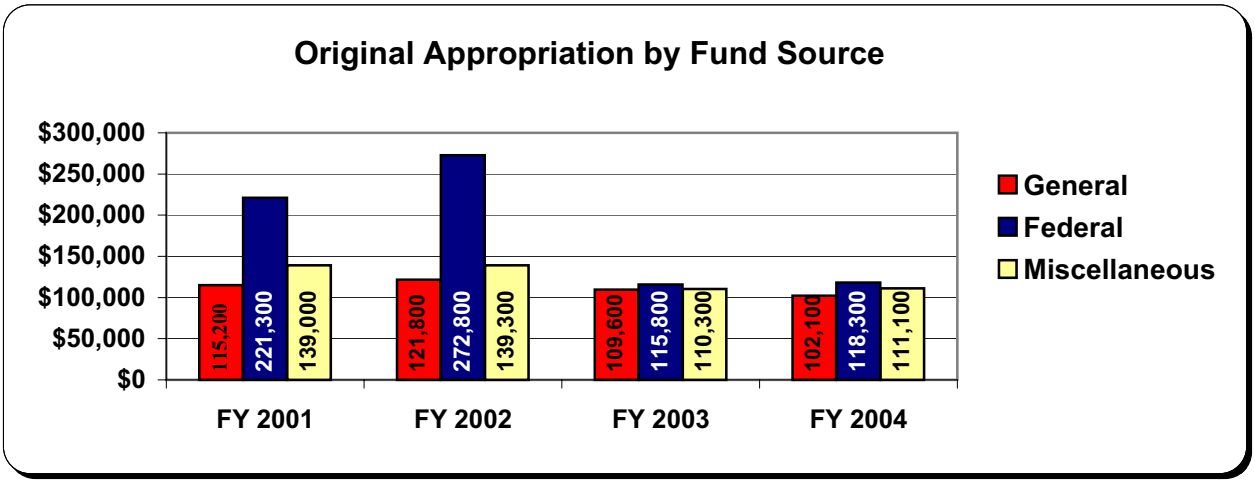
Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Hispanic Comm.--Prevention Specialist					
This request reflects the annual support for the Commission's substance abuse specialist position. The program is funded year-to-year via cigarette tax receipts transferred through legislative intent language from the Department of Education. The program provides a liaison between the Commission on Hispanic Affairs, School Districts, and the Hispanic communities by serving Hispanic children through the Safe and Drug Free Schools and Communities program under the State Department of Education. This cooperative effort strengthens the services being offered to Hispanic students, families, and communities by the school districts.					
Agency Request	1.00	0	80,000	0	80,000
Governor's Recommendation	*1.00*	*0*	*80,000*	*0*	*80,000*
FY 2005 Total					
Agency Request	4.00	134,500	94,300	73,500	302,300
Governor's Recommendation	*4.00*	*126,300*	*94,000*	*73,500*	*293,800*
Agency Request					
Change from Original App	0.00	26,600	(16,800)	(44,800)	(35,000)
% Change from Original App	0.0%	24.7%	(15.1%)	(37.9%)	(10.4%)
Governor's Recommendation					
Change from Original App	*0.00*	*18,400*	*(17,100)*	*(44,800)*	*(43,500)*
% Change from Original App	*0.0%*	*17.1%*	*(15.4%)*	*(37.9%)*	*(12.9%)*

Division of General Boards
Issues & Information

Analyst: Milstead



Commission on Hispanic Affairs - Funding History



State Lottery

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
Dedicated	10,520,100	9,779,800	10,470,700	11,269,400	*10,845,900*
Percent Change:		(7.0%)	7.1%	7.6%	*3.6%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,341,100	2,266,700	2,412,300	2,523,100	*2,545,100*
Operating Expenditures	8,011,700	7,376,900	7,996,000	8,129,200	*7,983,700*
Capital Outlay	167,300	136,200	62,400	617,100	*317,100*
Total:	**10,520,100**	**9,779,800**	**10,470,700**	**11,269,400**	***10,845,900***
Full-Time Positions (FTP)	47.00	47.00	47.00	48.00	*48.00*

Division Description

In 1988, the Legislature authorized a vote by the electorate of Idaho for a constitutional amendment repealing the constitutional ban on lotteries. The constitutional amendment passed by 51%.

The mission of the Idaho Lottery is to maximize net income and the resulting annual dividend payments for Idaho public schools and buildings. Since its inception 14 years ago, the Lottery has produced more than $245 million in dividends. The Idaho Lottery Commission is a five-member board appointed by the Governor and serves five-year terms. The Commission adopts rules for the agency, approves contracts and monitors all Lottery operations.

State Lottery

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**47.00**	**0**	**10,470,700**	***47.00***	***0***	***10,470,700***
Removal of One-Time Expenditures	0.00	0	(9,000)	*0.00*	*0*	*(9,000)*
FY 2005 Base	**47.00**	**0**	**10,461,700**	***47.00***	***0***	***10,461,700***
Personnel Cost Rollups	0.00	0	53,400	*0.00*	*0*	*53,400*
Inflationary Adjustments	0.00	0	145,500	*0.00*	*0*	*0*
Replacement Items	0.00	0	263,700	*0.00*	*0*	*263,700*
Nonstandard Adjustments	0.00	0	(12,300)	*0.00*	*0*	*(12,300)*
Change in Employee Compensation	0.00	0	21,400	*0.00*	*0*	*43,400*
FY 2005 Program Maintenance	**47.00**	**0**	**10,933,400**	***47.00***	***0***	***10,809,900***
1. Graphics Design Position	1.00	0	36,000	*1.00*	*0*	*36,000*
2. Additional Machines	0.00	0	300,000	*0.00*	*0*	*0*
FY 2005 Total	**48.00**	**0**	**11,269,400**	***48.00***	***0***	***10,845,900***
Change from Original Appropriation	1.00	0	798,700	*1.00*	*0*	*375,200*
% Change from Original Appropriation			7.6%			3.6%

State Lottery

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	47.00	0	10,470,700	0	10,470,700
Removal of One-Time Expenditures					
Reflects the removal of one-time capital outlay expenditures.					
Agency Request	0.00	0	(9,000)	0	(9,000)
Governor's Recommendation	*0.00*	*0*	*(9,000)*	*0*	*(9,000)*
FY 2005 Base					
Agency Request	47.00	0	10,461,700	0	10,461,700
Governor's Recommendation	*47.00*	*0*	*10,461,700*	*0*	*10,461,700*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39.					
Agency Request	0.00	0	53,400	0	53,400
Governor's Recommendation	*0.00*	*0*	*53,400*	*0*	*53,400*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	0	145,500	0	145,500
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
This provides spending authority for the Security Division for control panels, card readers, wiring and cameras for a new security system ($41,900). It also provides spending authority for the Information Systems Division for 25 new PCs ($25,000); one Macintosh Computer for ticket design ($5,000); four system processors ($24,000); one email network box ($9,000); one power distribution unit ($8,800); and one pull-tab ticket vending machine ($150,000).					
Agency Request	0.00	0	263,700	0	263,700
Governor's Recommendation	*0.00*	*0*	*263,700*	*0*	*263,700*
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Attorney General fees are reduced by $11,100, Controller fees are reduced by $1,900 and Treasurer fees are reduced by $4,000. Also included are changes in property/casualty insurance premiums (reduction of $2,300) and an increase in office lease of $7,000.					
Agency Request	0.00	0	(12,300)	0	(12,300)
Governor's Recommendation	*0.00*	*0*	*(12,300)*	*0*	*(12,300)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	21,400	0	21,400
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*43,400*	*0*	*43,400*
FY 2005 Program Maintenance					
Agency Request	47.00	0	10,933,400	0	10,933,400
Governor's Recommendation	*47.00*	*0*	*10,809,900*	*0*	*10,809,900*

State Lottery

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. Graphics Design Position					
This provides spending authority for a new FTP-- an in-house graphic design specialist position. Over the past two fiscal years, the Lottery has experienced increased sales, especially with the scratch-ticket products. The agency states that the majority of the sales increase is attributable to attractive ticket art and an increased use of other point-of-sale related print advertising. The Lottery estimates the cost of outsourcing the required art work to be approximately $180,000 annually. The creation of this in-house position would represent an annual savings to the advertising budget of approximately $144,000.					
Agency Request	1.00	0	36,000	0	36,000
Governor's Recommendation	*1.00*	*0*	*36,000*	*0*	*36,000*
2. Additional Machines					
This request provides spending authority for the purchase of 40 scratch-ticket vending machines at $7,500 each. Approximately 25% of the Lottery's scratch-ticket sales and 100% of pull-tab tickets are made from vending machines. Many lottery retailers, such as grocery stores, find vending machines the only practical method of selling scratch tickets. By combining the planned additions for both years into a single order, the Lottery believes that it can negotiate a lower overall price.					
Agency Request	0.00	0	300,000	0	300,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	48.00	0	11,269,400	0	11,269,400
Governor's Recommendation	*48.00*	*0*	*10,845,900*	*0*	*10,845,900*
Agency Request					
Change from Original App	1.00	0	798,700	0	798,700
% Change from Original App	2.1%		7.6%		7.6%
Governor's Recommendation					
Change from Original App	*1.00*	*0*	*375,200*	*0*	*375,200*
% Change from Original App	*2.1%*		*3.6%*		*3.6%*

State Lottery
Issues & Information

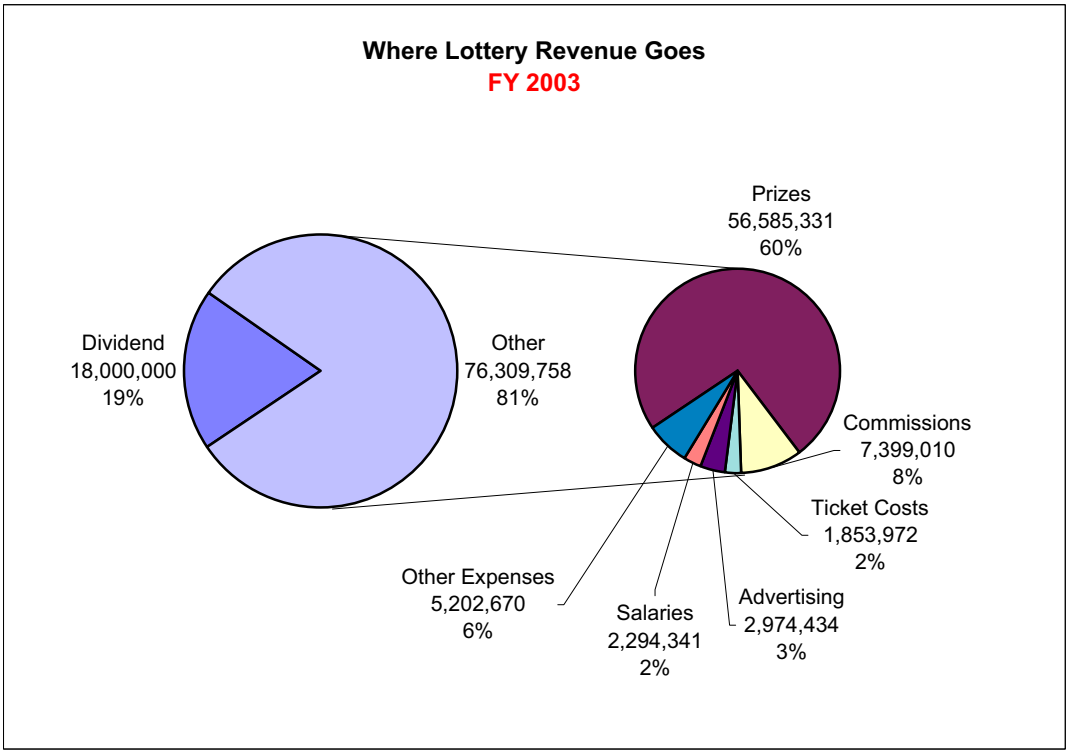
Analyst: Milstead

Statutory Requirements

Prize payout shall be no less than 45% of lottery revenues.

Administrative costs shall not exceed 15% of lottery revenue during any fiscal year.

Advertising & promotional costs shall not exceed 3.5% of lottery revenue during any fiscal year.



Annual Dividends Paid to the Permanent Building Fund and Public Schools by Lottery Since its Inception

FY	Revenues	Dividend	Schools	Building Fund
1990	66,267,849	17,225,000	8,612,500	8,612,500
1991	51,486,306	17,225,000	8,612,500	8,612,500
1992	51,979,833	12,000,000	6,000,000	6,000,000
1993	57,151,555	14,000,000	7,000,000	7,000,000
1994	72,515,013	18,000,000	9,000,000	9,000,000
1995	88,443,288	18,500,000	9,250,000	9,250,000
1996	91,664,011	19,000,000	9,500,000	9,500,000
1997	87,646,154	20,000,000	10,000,000	10,000,000
1998	90,177,091	19,500,000	9,750,000	9,750,000
1999	91,007,996	20,500,000	10,250,000	10,250,000
2000	87,118,459	20,600,000	10,300,000	10,300,000
2001	86,061,554	18,000,000	9,000,000	9,000,000
2002	92,671,287	15,000,000	7,500,000	7,500,000
2003	98,168,854	18,000,000	9,000,000	9,000,000
	1,112,359,250	247,550,000	123,775,000	123,775,000

Blank Page

Medical Boards

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Board of Dentistry	274,400	257,600	284,400	318,300	*317,200*
Board of Medicine	1,239,700	1,107,000	1,213,400	1,326,800	*1,323,100*
Board of Nursing	731,600	651,600	689,400	669,400	*669,300*
Board of Optometry	57,000	32,900	56,900	57,800	*56,800*
Board of Pharmacy	741,000	713,700	789,800	944,700	*905,600*
Board of Veterinary Medicine	174,700	135,200	169,100	176,800	*174,800*
Total:	**3,218,400**	**2,898,000**	**3,203,000**	**3,493,800**	***3,446,800***
BY FUND CATEGORY					
Dedicated	3,218,400	2,898,000	3,203,000	3,493,800	*3,446,800*
Percent Change:		(10.0%)	10.5%	9.1%	*7.6%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,683,400	1,567,700	1,712,600	1,844,900	*1,838,900*
Operating Expenditures	1,470,500	1,262,493	1,458,100	1,590,400	*1,549,400*
Capital Outlay	64,500	67,807	32,300	58,500	*58,500*
Total:	**3,218,400**	**2,898,000**	**3,203,000**	**3,493,800**	***3,446,800***
Full-Time Positions (FTP)	35.00	35.25	35.00	36.00	*35.75*

Division Description

The Division of Medical Boards includes six boards that regulate various medically-related professions in Idaho. Brief descriptions of each board are as follows:

The Board of Dentistry ensures and maintains quality dental services for the citizens of Idaho by the licensure and regulation of dentists and dental hygienists. Revenues are generated from licensing, regulatory fees, photocopying and fines.

The Board of Medicine assures the public health, safety and welfare in the state by the licensure and regulation of physicians and other persons providing medical services in Idaho. Revenues are generated from licensing/registration, exam fees, printed materials and subscriptions/rosters.

The Board of Nursing ensures the delivery of safe, quality nursing care to the citizens of Idaho through the regulation and oversight of the profession. Revenues are generated from licensing, exam fees, endorsement, and renewal and reinstatement fees.

The Board of Optometry regulates optometrists and promotes the profession of optometry in Idaho. Revenues are generated from licenses and permits, fees and fines.

The Board of Pharmacy protects public health through regulation of persons and establishments manufacturing, distributing, and dispensing drugs. The board also monitors the prescription and distribution of controlled substances. Revenues are generated from licensing, exam fees, fines, controlled substance duplicate prescription forms, and practitioner lists.

The Board of Veterinary Medicine administers and enforces state laws regarding licensure of persons providing veterinary medical services and upholds the quality of those services in Idaho. Revenues are generated from licensing, exam fees, certifications, and fines.

Medical Boards

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**35.00**	**0**	**3,203,000**	***35.00***	***0***	***3,203,000***
Expenditure Adjustments	(1.00)	0	(25,400)	*(1.00)*	*0*	*(25,400)*
FY 2004 Estimated Expenditures	**34.00**	**0**	**3,177,600**	***34.00***	***0***	***3,177,600***
Removal of One-Time Expenditures	0.00	0	(54,400)	*0.00*	*0*	*(54,400)*
Base Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Base	**34.00**	**0**	**3,123,200**	***34.00***	***0***	***3,123,200***
Personnel Cost Rollups	0.00	0	37,100	*0.00*	*0*	*37,100*
Inflationary Adjustments	0.00	0	18,500	*0.00*	*0*	*0*
Replacement Items	0.00	0	117,900	*0.00*	*0*	*117,900*
Nonstandard Adjustments	0.00	0	(9,500)	*0.00*	*0*	*(9,500)*
Change in Employee Compensation	0.00	0	14,100	*0.00*	*0*	*28,700*
FY 2005 Program Maintenance	**34.00**	**0**	**3,301,300**	***34.00***	***0***	***3,297,400***
1. Dentistry--Office Specialist	0.75	0	25,900	*0.75*	*0*	*25,900*
2. Dentistry--Upgrade Frame Relay	0.00	0	2,800	*0.00*	*0*	*2,800*
3. Medicine--Database Hardware	0.00	0	2,300	*0.00*	*0*	*2,300*
4. Medicine--Database Software	0.00	0	2,700	*0.00*	*0*	*2,700*
5. Pharmacy--License Software	0.00	0	49,000	*0.00*	*0*	*49,000*
6. Pharmacy--Space Increase	0.00	0	12,500	*0.00*	*0*	*0*
7. Pharmacy--Investigator Position	1.00	0	50,000	*1.00*	*0*	*50,000*
8. Pharmacy--Position to Full-Time	0.25	0	11,700	*0.00*	*0*	*0*
9. Pharmacy--Additional Vehicle	0.00	0	16,700	*0.00*	*0*	*16,700*
10. Pharmacy--Merit Increases	0.00	0	16,200	*0.00*	*0*	*0*
11. Vet. Med.--Position Upgrade	0.00	0	2,700	*0.00*	*0*	*0*
FY 2005 Total	**36.00**	**0**	**3,493,800**	***35.75***	***0***	***3,446,800***
Change from Original Appropriation	1.00	0	290,800	*0.75*	*0*	*243,800*
% Change from Original Appropriation			9.1%			7.6%

Medical Boards

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	35.00	0	3,203,000	0	3,203,000
Expenditure Adjustments					**Board of Nursing**
BOARD OF NURSING: Eliminates one FTP and reduces excess spending authority to reflect a vacated receptionist position.					
Agency Request	(1.00)	0	(25,400)	0	(25,400)
Governor's Recommendation	*(1.00)*	*0*	*(25,400)*	*0*	*(25,400)*
FY 2004 Estimated Expenditures					
Agency Request	34.00	0	3,177,600	0	3,177,600
Governor's Recommendation	*34.00*	*0*	*3,177,600*	*0*	*3,177,600*
Removal of One-Time Expenditures					
Reflects the removal of spending authority provided for one-time items.					
Agency Request	0.00	0	(54,400)	0	(54,400)
Governor's Recommendation	*0.00*	*0*	*(54,400)*	*0*	*(54,400)*
Base Adjustments					**Board of Pharmacy**
Agency Request	0.00	0	0	0	0
The Governor recommends transferring $10,000 in dedicated fund spending authority from Operating Expenditures to Personnel Costs to cover an existing shortfall at the Board of Pharmacy. The Board has been able to eliminate an outside vendor contract and reduce their Operating Expenditures.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	34.00	0	3,123,200	0	3,123,200
Governor's Recommendation	*34.00*	*0*	*3,123,200*	*0*	*3,123,200*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	0	37,100	0	37,100
Governor's Recommendation	*0.00*	*0*	*37,100*	*0*	*37,100*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	0	18,500	0	18,500
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Medical Boards

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
Includes the following replacement items:					
BOARD OF DENTISTRY: one network router which was originally purchased in 1998 ($2,500).					
BOARD OF MEDICINE: one printer ($600); four monitors ($1,600); two computer work stations ($3,500) and one laptop ($2,000). Also, includes spending authority to replace three different DOS database systems by upgrading to a single, integrated Microsoft system ($40,000). This integrated system will require upgrades to server software and memory ($3,500), copier software ($1,200) and technical support ($32,500) to accomplish the change.					
BOARD OF NURSING: upgrade internal drives ($3,000); scanner ($3,500); 3 PCs (@ $1,700 each); one printer ($1,000); software for internal drive upgrade ($1,000); maintenance agreement ($200).					
BOARD OF PHARMACY: one replacement vehicle for a vehicle purchased in FY 1999 that has 78,000 miles ($16,700)					
.					
Agency Request	0.00	0	117,900	0	117,900
Governor's Recommendation	*0.00*	*0*	*117,900*	*0*	*117,900*
Nonstandard Adjustments					
Reflects adjustments in Attorney General, Controller, and Treasurer fees pursuant to the Statewide Cost Allocation Plan. Attorney General fees are reduced by $1,800, Controller fees are reduced by $5,300, and Treasurer fees are reduced by $3,200. Also reflects an adjustment for Risk Management property/casualty rates (reduction of $400). Other adjustments include the following:					
BOARD OF DENTISTRY: $1,200 in dedicated fund spending authority to cover increases in lease costs. The current three-year lease (which began in January 2003) includes a provision for an annual increase.					
Agency Request	0.00	0	(9,500)	0	(9,500)
Governor's Recommendation	*0.00*	*0*	*(9,500)*	*0*	*(9,500)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase.					
Agency Request	0.00	0	14,100	0	14,100
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*28,700*	*0*	*28,700*
FY 2005 Program Maintenance					
Agency Request	34.00	0	3,301,300	0	3,301,300
Governor's Recommendation	*34.00*	*0*	*3,297,400*	*0*	*3,297,400*

Medical Boards

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total

1. Dentistry--Office Specialist — **Board of Dentistry**

The Board of Dentistry requests a new 0.75 FTP Office Specialist Two and $25,900 in dedicated fund spending authority for personnel costs. The Board has had a complement of 2.0 FTPs since at least 1987. Since that time the number of licensees and corresponding duties and responsibilities have grown significantly. The annual number of new licensees (dentists, dental specialists and hygienists) increased over 200% between FY 1987 to FY 2003. The number of anesthesia permits issued and subject to renewal has doubled over the same period. Board receipts have increased 63% between FY 1995 and FY 2003. The number of annual patient complaints received has more than doubled between FY 1998 through FY 2003 (going from 45 to 113). With only two FTPs the Board states that it struggles to meet demands such as processing applications, preparing for Board meetings, conducting investigations, fielding telephone inquiries, conducting applicant background checks, obtaining necessary verifications, determining eligibility for licensure, renewing all licensees annually, etc. With only 2.0 FTPs, the Board has, on occasion, been required to close its office during normal business hours when, for example, one employee is on vacation or ill and the other employee is at a meeting or conducting an investigation. The Board believes the new 3/4-time position will help with office workload and efficiencies.

Agency Request	0.75	0	25,900	0	25,900
Governor's Recommendation	*0.75*	*0*	*25,900*	*0*	*25,900*

2. Dentistry--Upgrade Frame Relay — **Board of Dentistry**

The Board requests $2,800 in dedicated fund spending authority to upgrade its existing frame relay connection. This request will allow the Board to commence on-line renewals in connection with the October 1, 2004 license renewal cycle. The Department of Administration has advised the Board to upgrade the connection in order to provide on-line licensing capabilities. For the 2004 and 2005 licensing cycles, the Board intends to allow licensees the choice of using the current license renewal system or the on-line system. After the 2005 licensing cycles, all license renewals will be done on-line.

Agency Request	0.00	0	2,800	0	2,800
Governor's Recommendation	*0.00*	*0*	*2,800*	*0*	*2,800*

3. Medicine--Database Hardware — **Board of Medicine**

This request will provide dedicated fund spending authority of $2,300 for the upgrade of the Board's database system. This effort will consolidate three out-dated and fragmented database systems into one integrated system. In order to integrate the systems, the Board will need to acquire memory chips ($800) to upgrade the network server and will need to purchase OCR scanners ($1,500).

Agency Request	0.00	0	2,300	0	2,300
Governor's Recommendation	*0.00*	*0*	*2,300*	*0*	*2,300*

4. Medicine--Database Software — **Board of Medicine**

This request provides $2,700 in dedicated fund spending authority for the purchase of bar code software ($1,500), Adobe PDF software ($500) and a database license ($200), and other software upgrades ($500). This request is directly linked to the preceding enhancement (Database Hardware) and will enable the Board to consolidate and replace the three antiquated databases now being used.

Agency Request	0.00	0	2,700	0	2,700
Governor's Recommendation	*0.00*	*0*	*2,700*	*0*	*2,700*

5. Pharmacy--License Software — **Board of Pharmacy**

This request provides spending authority to purchase new license tracking software which will replace the Board's existing application that tracks licenses for pharmaceutical resellers, pharmacists and practitioners in Idaho. The Board states the existing system is no longer supported by the vendor. Also, due to growth in the number of licensees and related activities, the existing licensing system is no longer sufficient.

Agency Request	0.00	0	49,000	0	49,000
Governor's Recommendation	*0.00*	*0*	*49,000*	*0*	*49,000*

Medical Boards

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
6. Pharmacy--Space Increase					**Board of Pharmacy**

This D.U. requests $12,500 in dedicated fund spending authority to add adjacent office space to the existing office. This would increase the property space from about 2,380 square feet to about 3,270 square feet. The Board states that currently, the supply room/store room has become crowded with essentials needed in the office on a day-to-day basis. There are numerous file cabinets and equipment that are now housed in the storeroom but which should be kept in the general office space for easier availability.

Agency Request	0.00	0	12,500	0	12,500
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

7. Pharmacy--Investigator Position					**Board of Pharmacy**

The Board requests $50,000 in dedicated fund spending authority ($35,400 in salary and $14,600 in benefits) for a new 1.0 FTP Investigator. The Board states this position is necessary to relieve workload of the existing investigator and drug tracking assistant. There is currently only one investigator for the state. The current position is responsible for investigating the diversion of controlled substances from drug outlets (e.g., pharmacies, hospitals, long-term care facilities), by practitioners, and also diversion by citizens by fraudulent prescriptions, doctor shopping, etc. The current investigator is also responsible for the controlled substance tracking system which alerts the Board to diversion of controlled substances.

Agency Request	1.00	0	50,000	0	50,000
Governor's Recommendation	*1.00*	*0*	*50,000*	*0*	*50,000*

8. Pharmacy--Position to Full-Time					**Board of Pharmacy**

This is a request for $11,700 in dedicated fund spending authority to change a 3/4-time compliance officer to full-time. The Board states that this change would result in cost-savings stemming from reduced over-time and personal travel reimbursement costs. (This latter cost should be reduced in the event an additional vehicle is authorized--see the following enhancement request for an additional vehicle). The part-time position covers Northern Idaho where there are now 431 licensees, compared to 554 in Eastern Idaho and 501 in the Treasure Valley. Compliance Officers ensure that every pharmacist and controlled substance provider is following guidelines and protocols established by the state Pharmacy Act.

Agency Request	0.25	0	11,700	0	11,700
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

9. Pharmacy--Additional Vehicle					**Board of Pharmacy**

This is a request for $16,700 in dedicated fund spending authority for a new vehicle to be used by the North Idaho compliance officer. The Board states that this will be a cost-effective purchase because currently, a 0.75 compliance officer uses his own vehicle and accrues considerable personal mileage which the state reimburses at $0.36/mile. In comparing travel costs among compliance officers (inspectors), the reimbursement of personal travel costs are largely responsible for an almost doubling of travel-related costs for this position. Compliance officers visit all pharmacies in the state to ensure compliance with the Pharmacy Act and the Uniform Controlled Substances Act--this includes ensuring compliance with the dispensing of medications, drugs, devices and other materials, overseeing the specifications related professional and technical equipment, Pharmacy environment, supplies and procedures for the compounding and dispensing of medication and drugs and the control of the purity and quality of medication.

Agency Request	0.00	0	16,700	0	16,700
Governor's Recommendation	*0.00*	*0*	*16,700*	*0*	*16,700*

10. Pharmacy--Merit Increases					**Board of Pharmacy**

This DU reflects provides $16,200 in dedicated fund spending authority for a 3% merit increase for permanent and group positions which have not received any salary increases for 2-years.

Agency Request	0.00	0	16,200	0	16,200
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Medical Boards

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
11. Vet. Med.--Position Upgrade					**Board of Veterinary Medicine**
This DU will provide $2,700 in dedicated fund spending authority to adequately cover the increased salary expense associated with the reclassification of the Office Specialist Two position to a Technical Records One position. Due to this reclassification, the salary for this position went from $9.17 an hour to the entry level pay for a Technical Records Specialist One of $10.31 an hour.					
Agency Request	0.00	0	2,700	0	2,700
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	36.00	0	3,493,800	0	3,493,800
Governor's Recommendation	*35.75*	*0*	*3,446,800*	*0*	*3,446,800*
Agency Request					
Change from Original App	1.00	0	290,800	0	290,800
% Change from Original App	2.9%		9.1%		9.1%
Governor's Recommendation					
Change from Original App	*0.75*	*0*	*243,800*	*0*	*243,800*
% Change from Original App	*2.1%*		*7.6%*		*7.6%*

Medical Boards
Issues & Information

Analyst: Milstead

Revenues, Expenditures, and Free Fund Balances

Board	FY 2002	FY 2003	FY 2004*	FY 2005*
Board of Dentistry				
Revenues	$253,700	$276,600	$281,000	$286,000
Expenditures	$257,700	$257,600	$284,400	$319,400
Free Fund Balance	$243,200	$262,200	$258,800	$225,400
Board of Medicine				
Revenues	$1,086,700	$1,116,300	$1,131,800	$1,148,000
Expenditures	$1,167,900	$1,107,000	$1,231,400	$1,329,100
Free Fund Balance	$950,900	$960,200	$878,600	$697,500
Board of Nursing				
Revenues	$561,000	$579,600	$526,000	$512,900
Expenditures	$619,300	$600,200	$725,400	$682,300
Free Fund Balance	$564,900	$492,800	$344,900	$175,500
Board of Optometry				
Revenues	$25,800	$25,800	$25,800	$25,800
Expenditures	$17,400	$32,800	$56,900	$57,900
Free Fund Balance	$78,400	$57,410	$26,310	$0
Board of Pharmacy				
Revenues	$772,500	$914,110	$1,010,700	$1,024,100
Expenditures	$735,900	$713,690	$789,800	$941,200
Free Fund Balance	$1,047,500	$1,247,520	$1,468,400	$1,547,700
Board of Veterinary Medicine				
Revenues	$146,700	$161,700	$165,000	$165,000
Expenditures	$143,000	$135,200	$171,900	$174,600
Free Fund Balance	$115,300	$141,800	$134,900	$125,300

* Figures are based on revenue projections for FY 2004 & FY 2005 and original agency budget request for FY 2005.

Other Information

Board	Board Members	FTPs	No. of Licensees	License Fee*
Board of Dentistry	8	2.00	2,530	$150
Board of Medicine	10	12.50	6,740	$400
Board of Nursing	9	7.00	17,200	$90
Board of Optometry	5	0.00	335	$100
Board of Pharmacy	5	10.50	2,800	$90
Board of Veterinary Medicine	6	2.00	1,290	$125

*License fee reflects a common fee associated with each profession. Other license fees vary.

Regulatory Boards

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Athletic Commission	44,900	23,900	16,000	44,800	*44,600*
Board of Accountancy	440,000	382,600	444,200	460,900	*458,900*
Board of Engineers & Surveyors	398,000	375,000	405,700	423,300	*422,000*
Board of Professional Geologists	59,800	43,100	61,700	63,200	*65,100*
Bureau of Occupational Licenses	1,412,500	1,385,600	1,440,100	1,523,100	*1,520,400*
Certified Shorthand Reporters Bd	24,300	19,200	24,400	26,900	*24,600*
Outfitters & Guides Licensing Bd	486,700	449,400	472,600	485,200	*487,400*
Real Estate Commission	1,133,100	914,400	1,050,800	1,105,000	*1,094,600*
Total:	**3,999,300**	**3,593,200**	**3,915,500**	**4,132,400**	***4,117,600***
BY FUND CATEGORY					
Dedicated	3,999,300	3,593,200	3,915,500	4,132,400	*4,117,600*
Percent Change:		(10.2%)	9.0%	5.5%	*5.2%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,244,300	2,009,400	2,208,600	2,292,600	*2,310,600*
Operating Expenditures	1,638,800	1,493,400	1,634,700	1,764,200	*1,740,900*
Capital Outlay	63,700	52,800	19,700	23,100	*13,600*
Trustee/Benefit	52,500	37,600	52,500	52,500	*52,500*
Total:	**3,999,300**	**3,593,200**	**3,915,500**	**4,132,400**	***4,117,600***
Full-Time Positions (FTP)	45.87	45.87	43.90	44.90	*44.90*

Division Description

The Division of Regulatory Boards include eight boards and commissions that regulate various professions in Idaho. Brief descriptions of each are as follows:

The Athletic Commission exists to promote safe and legal professional boxing and wrestling events in Idaho.

The Board of Accountancy ensures that standards are maintained for certified public accountants and licensed public accountants in Idaho.

The Board of Professional Engineers and Land Surveyors develops and maintains high qualification standards for professional engineers and land surveyors.

The Bureau of Occupational Licenses exists to provide, under contract, those administrative, investigative, and fiscal services necessary to enable various licensing boards to carry out their mandated responsibilities. (See page 5-97 for a listing of boards and commissions served by the Bureau of Occupational Licenses).

The Real Estate Commission ensures ethical and legal real estate practices in Idaho. The commission develops and administers a coordinated education program to meet statutory requirements and to increase the skills and knowledge of those within the real estate profession.

The Board of Professional Geologists sees that geological work in Idaho is conducted by qualified geologists acting in an appropriate and professional manner.

The Certified Shorthand Reporters Board regulates promotes shorthand reporting services in Idaho.

The Outfitters and Guides Licensing Board regulates outfitter and guide services in Idaho.

Regulatory Boards

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**43.90**	**0**	**3,915,500**	***43.90***	***0***	***3,915,500***
Expenditure Adjustments	0.00	0	(14,600)	*0.00*	*0*	*(14,600)*
FY 2004 Estimated Expenditures	**43.90**	**0**	**3,900,900**	***43.90***	***0***	***3,900,900***
Removal of One-Time Expenditures	0.00	0	(21,500)	*0.00*	*0*	*(21,500)*
FY 2005 Base	**43.90**	**0**	**3,879,400**	***43.90***	***0***	***3,879,400***
Personnel Cost Rollups	0.00	0	47,500	*0.00*	*0*	*47,500*
General Inflation	0.00	0	23,300	*0.00*	*0*	*0*
Replacement Items	0.00	0	36,500	*0.00*	*0*	*36,500*
Nonstandard Adjustments	0.00	0	20,800	*0.00*	*0*	*20,800*
Change in Employee Compensation	0.00	0	17,400	*0.00*	*0*	*35,400*
FY 2005 Program Maintenance	**43.90**	**0**	**4,024,900**	***43.90***	***0***	***4,019,600***
1. Ath. Comm.--Operating Exp.	0.00	0	10,000	*0.00*	*0*	*10,000*
2. Ath. Comm--Retire Outstanding Bills	0.00	0	12,000	*0.00*	*0*	*12,000*
3. Eng/Surveyors Outsourcing	0.00	0	27,000	*0.00*	*0*	*27,000*
4. BOL--New Position	1.00	0	36,500	*1.00*	*0*	*36,500*
5. Outfitter/Guides--Database Maintenance	0.00	0	7,500	*0.00*	*0*	*7,500*
6. Outfitter/Guides--Mapping Partnership	0.00	0	5,000	*0.00*	*0*	*5,000*
7. Real Estate--New Server	0.00	0	8,000	*0.00*	*0*	*0*
8. Real Estate--Laptop	0.00	0	1,500	*0.00*	*0*	*0*
FY 2005 Total	**44.90**	**0**	**4,132,400**	***44.90***	***0***	***4,117,600***
Change from Original Appropriation	1.00	0	216,900	*1.00*	*0*	*202,100*
% Change from Original Appropriation			5.5%			5.2%

Regulatory Boards

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	43.90	0	3,915,500	0	3,915,500
Expenditure Adjustments			**Board of Prof. Engineers & Land Surveyors**		
Reflects the removal of a one-time appropriation for a temporary position in the Board of Professional Engineers and Land Surveyors.					
Agency Request	0.00	0	(14,600)	0	(14,600)
Governor's Recommendation	*0.00*	*0*	*(14,600)*	*0*	*(14,600)*
FY 2004 Estimated Expenditures					
Agency Request	43.90	0	3,900,900	0	3,900,900
Governor's Recommendation	*43.90*	*0*	*3,900,900*	*0*	*3,900,900*
Removal of One-Time Expenditures					
Reflects the removal of funding provided for one-time items.					
Agency Request	0.00	0	(21,500)	0	(21,500)
Governor's Recommendation	*0.00*	*0*	*(21,500)*	*0*	*(21,500)*
FY 2005 Base					
Agency Request	43.90	0	3,879,400	0	3,879,400
Governor's Recommendation	*43.90*	*0*	*3,879,400*	*0*	*3,879,400*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	0	47,500	0	47,500
Governor's Recommendation	*0.00*	*0*	*47,500*	*0*	*47,500*
General Inflation					
Includes a general inflation increase of 1.9% in operating expenditures.					
Agency Request	0.00	0	23,300	0	23,300
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Replacement Items include the following: BOARD OF ACCOUNTANCY: $6,100 in dedicated fund spending authority to replace four PCs purchased in July 2001 and four monitors, one purchased in 1997, two purchased in 1998 and one in 2002. This request averages $1,525 per PC & monitor. BOARD OF PROFESSIONAL ENGINEERS AND LAND SURVEYORS: replace one PC ($1,500) and printer ($1,500) Each of the items to be replaced were purchased in July 2001. REAL ESTATE COMMISSION: one overhead projector ($4,500); replacement and upgrade of operating software per ITRMC standards ($15,500); replacement of office wood paneling with drywall for fire safety purposes as suggested by State Fire Marshall ($7,400).					
Agency Request	0.00	0	36,500	0	36,500
Governor's Recommendation	*0.00*	*0*	*36,500*	*0*	*36,500*

Regulatory Boards

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					
This reflects adjustments for Attorney General, Controller, and Treasurer fees pursuant to Statewide Cost Allocation Plan. Attorney General fees are increased by $22,500, Controller fees are reduced by $2,800, and Treasurer fees are reduced by $3,900. Also reflects an adjustment for Risk Management property/casualty rates (reduction of $300). This decision unit also reflects an increase for the Board of Outfitters and Guides' contract attorney stemming from an hourly rate increase ($3,000) and an increase in rent of $1,500 for the Board of Accountancy.					
Agency Request	0.00	0	20,800	0	20,800
Governor's Recommendation	*0.00*	*0*	*20,800*	*0*	*20,800*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	17,400	0	17,400
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*35,400*	*0*	*35,400*
FY 2005 Program Maintenance					
Agency Request	43.90	0	4,024,900	0	4,024,900
Governor's Recommendation	*43.90*	*0*	*4,019,600*	*0*	*4,019,600*

1. Ath. Comm.--Operating Exp. **Athletic Commission**

The Athletic Commission seeks $10,000 in dedicated fund spending authority for increased operating expenditures stemming from an increase in professional boxing and professional wrestling activity. While event activity has improved during FY 2004 which has helped the agency's financial picture, the Commission's long-term financial viability is linked to proposed legislation that would impose a tax on out-of-state boxing promoters' sale of Pay-Per View events in Idaho. While out-of-state promoters enjoy the financial rewards of selling these events into Idaho, currently, they are doing so without paying any type of tax. (ANALYST'S NOTE: A legislative Task Force met in early November 2003 and has proposed legislation including, among other things, creating a more reliable funding source for the Commission based on the taxation of televised Pay-Per-View professional boxing. The proposed legislation also strengthens regulation of toughman events).

Agency Request	0.00	0	10,000	0	10,000
Governor's Recommendation	*0.00*	*0*	*10,000*	*0*	*10,000*

2. Ath. Comm--Retire Outstanding Bills **Athletic Commission**

This request would authorize $12,000 in one-time dedicated fund spending authority to pay past due interagency bills. In 2003, the Legislature authorized an increase in dedicated fund spending authority and the Athletic Commission was able to pay-off almost $14,000 in past due bills. Because boxing-related activity has seen a temporary increase, the Commission now estimates FY 2004 revenues will reach about $31,000, or $15,000 above the FY 2004 appropriation. This enhancement will permit the Commission to pay-off the remaining interagency debt with dedicated funds.

Agency Request	0.00	0	12,000	0	12,000
Governor's Recommendation	*0.00*	*0*	*12,000*	*0*	*12,000*

Regulatory Boards

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
3. Eng/Surveyors Outsourcing			**Board of Prof. Engineers & Land Surveyors**		

This request would provide $27,000 in dedicated fund spending authority for the outsourcing of the administration of professional examinations. The Board uses exams that are prepared by a national organization and used by all licensing jurisdictions in the U.S. Examination security becomes an issue in that if exam problems can be obtained, they can, of course, provide an unfair advantage to exam takers. The Board's potential liability for a breech of exam security could be in excess of $1 million because a new nation-wide exam would need to be prepared. The national exam organization has created a wholly-owned subsidiary to administer the exams and relieve the Idaho Board of such liability exposure. The additional cost is $90 per candidate and exam fees would be raised by that amount in order to cover these additional costs.

Agency Request	0.00	0	27,000	0	27,000
Governor's Recommendation	*0.00*	*0*	*27,000*	*0*	*27,000*

4. BOL--New Position **Bureau of Occupational Licenses**

This request would provide a new 1.0 FTP (Office Specialist 2) and $36,500 in dedicated fund spending authority for the new position. The Bureau manages over 22,380 current licenses for eighteen different professions. It provides administrative, investigative, legal and fiscal services to 17 different Boards (including over 90 board members). Work-load includes receiving and reviewing applications for licensure; issuing and renewing licenses; accounting for continuing education credits; collecting fees, penalties and cost reimbursements; accounting for receipts and expenditures; providing Boards with financial reports; receiving and investigating complaints; and arranging for prosecution and appropriate disciplinary action.

Since 1998, the Bureau has had a staff of 17. Since that time, there has been a 39% increase in the number of licenses-- from 28,930 to 45,582. Also, the number of complaints have increased. Between FY 2002 and FY 2003 the number of complaints filed increased from 99 to 145 which represents a 46% increase in a single year. The Bureau states that with this increasing workload it needs this extra position to maintain service to the Boards, licensees, and the public.

Agency Request	1.00	0	36,500	0	36,500
Governor's Recommendation	*1.00*	*0*	*36,500*	*0*	*36,500*

5. Outfitter/Guides--Database Maintenance **Outfitters and Guides Licensing Board**

This request provides $7,500 in dedicated fund spending authority for database maintenance. This request provides the resources needed to maintain a computerized database capable of handling the Board's licensing program. A local company initially developed the database and the Board has continued to use their services satisfactorily. The Board is spending approximately $7,500 annually in database maintenance. The spending authority has never been specifically budgeted and these costs are now impacting the Board's overall budget and other areas of operation. The Board states that spending authority is needed to maintain an effective operation.

Agency Request	0.00	0	7,500	0	7,500
Governor's Recommendation	*0.00*	*0*	*7,500*	*0*	*7,500*

Regulatory Boards

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
6. Outfitter/Guides--Mapping Partnership			**Outfitters and Guides Licensing Board**		
This request provides $5,000 in dedicated fund spending authority allowing the Board to partner with the Idaho Department of Fish and Game (IDFG) to develop and maintain a GIS mapping system. The Board states it has maintained an antiquated mapping system to manage outfitter operating areas for licensing purposes. The system is difficult to use, inefficient, generally inaccurate and virtually impossible to maintain. Technology exists to develop computerized maps and the Board has entered into a partnership with the Idaho Recreation and Tourism Initiative to develop and maintain a GIS mapping system that would eliminate the problems noted. These maps will be developed using an existing GIS computer system managed by IDFG. This request will provide the Board the capacity to contribute to the partnership for development and long-term maintenance. Currently, five state and federal agencies are participating in this endeavor. ($3,500 on-going; $1,500 one-time. The one-time portion of the request will allow the Board to purchase GIS software needed to view the mapping information via an Internet link to the IDFG computer system).					
Agency Request	0.00	0	5,000	0	5,000
Governor's Recommendation	*0.00*	*0*	*5,000*	*0*	*5,000*
7. Real Estate--New Server			**Real Estate Commission**		
The Commission requests $8,000 in one-time dedicated fund spending authority for a new server. This will enable the Commission to convert to a Microsoft operating system as required by the Idaho Technology Resource Management Council (ITRMC).					
Agency Request	0.00	0	8,000	0	8,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
8. Real Estate--Laptop			**Real Estate Commission**		
The Commission requests $1,500 in one-time dedicated fund spending authority. This will allow the Commission to purchase a second laptop for the Commission's inspector to take into the field while performing audits. The laptop will also be used for Power Point presentations when teaching classes throughout the State.					
Agency Request	0.00	0	1,500	0	1,500
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	44.90	0	4,132,400	0	4,132,400
Governor's Recommendation	*44.90*	*0*	*4,117,600*	*0*	*4,117,600*
Agency Request					
Change from Original App	1.00	0	216,900	0	216,900
% Change from Original App	2.3%		5.5%		5.5%
Governor's Recommendation					
Change from Original App	*1.00*	*0*	*202,100*	*0*	*202,100*
% Change from Original App	*2.3%*		*5.2%*		*5.2%*

Free Fund Balances

Board	FY 2002	FY 2003	FY 2004*	FY 2005*
Athletic Commission	$3,300	$900	$15,000	$17,000
Board of Accountancy	$410,300	$444,500	$397,400	$355,100
Bd of Prof. Engineers & Surveyors	$347,400	$399,200	$443,200	$484,000
Real Estate Commission	$857,000	$1,033,300	$1,443,100	$1,469,500
Board of Professional Geologists	$41,900	$50,800	$56,700	$48,700
Board of Cert. Shorthand Reporters	$24,400	$18,700	$28,900	$38,900
Outfitters & Guides Licensing Board	$202,393	$162,093	$120,791	$56,416

* Figures are based on revenue projections for FY 2004 & FY 2005 and original budget request for FY 2005.

Free Fund Balances
Board Programs Administered by Bureau of Occupational Licenses

Board	FY 2002	FY 2003	FY 2004*	FY 2005*
Acupuncturists	$48,850	$44,200	$53,100	$61,900
Architects	$212,300	$212,900	$212,800	$211,800
Athletic Agents	($500)	($4,400)	($17,000)	($30,000)
Barbers	$103,030	$108,100	$112,100	$115,800
Chiropractors	$69,600	$67,400	$63,800	$59,600
Cosmetologists	$285,000	$423,800	$535,800	$645,500
Counselors	$112,580	$114,900	$112,300	$108,800
Denturists	$12,480	$8,600	$3,600	($1,600)
Hearing Aid Dealers & Fitters	($3,870)	($9,600)	($19,100)	($29,100)
Landscape Architects	$28,870	$14,400	$8,300	$1,800
Morticians	$46,130	$50,300	$49,200	$47,600
Nursing Home Administrators	$14,220	$18,900	$28,700	$38,400
Optometrists	($1,230)	$18,600	$13,100	$7,100
Podiatrists	$11,030	$17,200	$21,500	$25,700
Psychologists	$38,490	$31,900	$25,900	$19,100
Real Estate Appraisers	$102,770	$108,600	$92,100	$73,100
Residential Care Administrators	$63,990	$46,100	$41,800	$37,100
Social Workers	$110,100	$73,500	$61,700	$48,200

* Figures are based on revenue projections for FY 2004 & FY 2005.

Blank Page

State Appellate Public Defender

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	1,217,700	1,175,100	1,228,800	1,358,400	*1,262,900*
Percent Change:		(3.5%)	4.6%	10.5%	*2.8%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	969,100	861,900	983,000	1,009,200	*1,018,200*
Operating Expenditures	246,300	255,500	245,800	349,200	*244,700*
Capital Outlay	2,300	57,700	0	0	*0*
Total:	**1,217,700**	**1,175,100**	**1,228,800**	**1,358,400**	***1,262,900***
Full-Time Positions (FTP)	15.00	15.00	15.00	15.00	*15.00*

Division Description

The Office of the State Appellate Public Defender was created in 1998 by House Bill 840 during the Fifty-Fourth Idaho Legislature. The intent of the legislation was to create a Capital Crimes Defense Fund to help defray the cost of capital litigation at the trial level for Idaho counties. Additionally, the intent of the legislation was to create the Office of the State Appellate Public Defender to reduce the cost of legal representation of indigent defendants upon the appeal of their criminal convictions, particularly for first-degree murder, which had been an expensive and unpredictable burden on the counties. In addition, there had developed the perception that because of the different degree with which some counties could respond financially to this demand, it was possible that justice could be pursued unevenly throughout the state. The services of the State Appellate Public Defender are only available to those counties who participate in the Capital Crimes Defense Fund. The State Appellate Public Defender provides services in the following areas:

1) Appeals from convictions in district court.

2) Appeals from the district court in post-conviction relief proceedings brought pursuant to the uniform post-conviction procedure act.

3) Appeals from the district court in habeas corpus proceedings.

4) Post-conviction relief proceedings in capital cases.

State Appellate Public Defender

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**15.00**	**1,228,800**	**1,228,800**	***15.00***	***1,228,800***	***1,228,800***
FY 2005 Base	**15.00**	**1,228,800**	**1,228,800**	***15.00***	***1,228,800***	***1,228,800***
Personnel Cost Rollups	0.00	17,500	17,500	*0.00*	*17,500*	*17,500*
Inflationary Adjustments	0.00	3,800	3,800	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	(400)	(400)	*0.00*	*(1,100)*	*(1,100)*
Change in Employee Compensation	0.00	8,700	8,700	*0.00*	*17,700*	*17,700*
FY 2005 Program Maintenance	**15.00**	**1,258,400**	**1,258,400**	***15.00***	***1,262,900***	***1,262,900***
1. Death Penalty Cases	0.00	100,000	100,000	*0.00*	*0*	*0*
FY 2005 Total	**15.00**	**1,358,400**	**1,358,400**	***15.00***	***1,262,900***	***1,262,900***
Change from Original Appropriation	0.00	129,600	129,600	*0.00*	*34,100*	*34,100*
% Change from Original Appropriation		10.5%	10.5%		2.8%	2.8%

State Appellate Public Defender

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	15.00	1,228,800	0	0	1,228,800
FY 2005 Base					
Agency Request	15.00	1,228,800	0	0	1,228,800
Governor's Recommendation	*15.00*	*1,228,800*	*0*	*0*	*1,228,800*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	17,500	0	0	17,500
Governor's Recommendation	*0.00*	*17,500*	*0*	*0*	*17,500*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures payments.					
Agency Request	0.00	3,800	0	0	3,800
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. State Controller fees are reduced by $900 and State Treasurer fees by $200. Also, the lease payment for office space will increase by $700 in FY 2005.					
Agency Request	0.00	(400)	0	0	(400)
Increase for space lease of $700 is not recommended.					
Governor's Recommendation	*0.00*	*(1,100)*	*0*	*0*	*(1,100)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	8,700	0	0	8,700
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*17,700*	*0*	*0*	*17,700*
FY 2005 Program Maintenance					
Agency Request	15.00	1,258,400	0	0	1,258,400
Governor's Recommendation	*15.00*	*1,262,900*	*0*	*0*	*1,262,900*
1. Death Penalty Cases					
The agency is requesting ongoing funding to deal with additional death penalty cases in FY 2005. Because of the recent Supreme Court ruling in Ring v. Arizona (challenging a death penalty sentence not imposed by a jury) several defendants have been ordered to have new sentencing hearings rather than the more expensive post-conviction hearing. This has permitted the Office to operate within the budget constraints of FY 2003 and FY 2004. The SAPD does not anticipate these conditions to continue. In addition to having an extremely complex case with the post conviction case of the State of Idaho v. Shackelford, the new state death penalty statute requires sentencing immediately following the finding of guilt, thus having an immediate fiscal impact on the Office.					
Agency Request	0.00	100,000	0	0	100,000
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

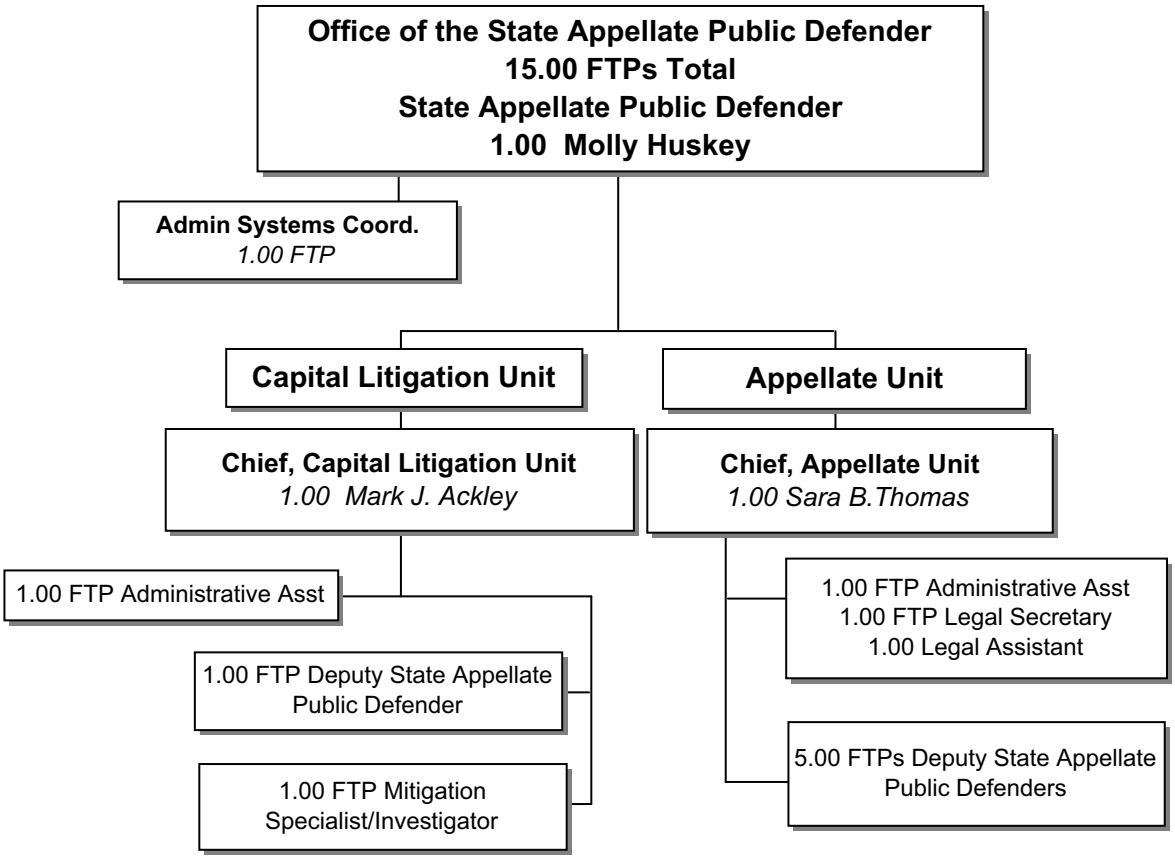
State Appellate Public Defender

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Total					
Agency Request	15.00	1,358,400	0	0	1,358,400
Governor's Recommendation	*15.00*	*1,262,900*	*0*	*0*	*1,262,900*
Agency Request					
Change from Original App	0.00	129,600	0	0	129,600
% Change from Original App	0.0%	10.5%			10.5%
Governor's Recommendation					
Change from Original App	*0.00*	*34,100*	*0*	*0*	*34,100*
% Change from Original App	*0.0%*	*2.8%*			*2.8%*

State Appellate Public Defender
Issues & Information

Organizational Chart



Blank Page

Division of Veterans Services

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	1,992,400	1,289,300	2,085,000	2,039,600	*2,054,700*
Dedicated	7,418,800	6,954,300	9,733,200	10,362,200	*10,357,600*
Federal	6,690,300	8,975,300	4,964,600	4,860,100	*4,900,300*
Total:	**16,101,500**	**17,218,900**	**16,782,800**	**17,261,900**	***17,312,600***
Percent Change:		6.9%	(2.5%)	2.9%	*3.2%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	11,392,300	0	0	*0*
Operating Expenditures	0	5,707,500	0	0	*0*
Capital Outlay	0	54,900	0	0	*0*
Trustee/Benefit	0	34,200	0	0	*0*
Lump Sum	16,101,500	30,000	16,782,800	17,261,900	*17,312,600*
Total:	**16,101,500**	**17,218,900**	**16,782,800**	**17,261,900**	***17,312,600***
Full-Time Positions (FTP)	298.32	298.32	305.32	305.32	*305.32*

Division Description

The Division of Veteran's Services has the responsibility to provide care and extend financial assistance to disabled and destitute Idaho wartime veterans and their dependents. Services include: managing and operating the Veteran's Homes that include 268 nursing care and 36 residential care and domiciliary beds; maintaining a Veteran's Service Office to assist veterans and their families in obtaining federal benefits to which they are entitled (this office is located at 805 W. Franklin Street, Boise, in space furnished by the Veteran's Administration); and extending emergency financial assistance to disabled or destitute veterans and their families.

The Idaho State Veterans Cemetery has the mission to inter eligible veterans and their dependents, to appropriately mark and record gravesites, and to maintain the cemetery as a place of honor for veterans as well as a place of remembrance and reflection for the citizens of Idaho. The cemetery is currently under construction with a July 2004 projected dedication date.

The Division of Veteran's Services was transferred from the Department of Health and Welfare to the Department of Self-Governing Agencies in fiscal year 2001.

Division of Veterans Services

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**305.32**	**2,085,000**	**16,782,800**	***305.32***	***2,085,000***	***16,782,800***
Non-Cognizable Funds and Transfers	0.00	0	9,552,600	*0.00*	*0*	*9,552,600*
FY 2004 Estimated Expenditures	**305.32**	**2,085,000**	**26,335,400**	***305.32***	***2,085,000***	***26,335,400***
Removal of One-Time Expenditures	0.00	0	(9,888,400)	*0.00*	*0*	*(9,888,400)*
FY 2005 Base	**305.32**	**2,085,000**	**16,447,000**	***305.32***	***2,085,000***	***16,447,000***
Personnel Cost Rollups	0.00	0	326,300	*0.00*	*0*	*326,300*
Inflationary Adjustments	0.00	4,100	102,500	*0.00*	*1,700*	*44,900*
Replacement Items	0.00	0	86,700	*0.00*	*0*	*86,700*
Nonstandard Adjustments	0.00	(66,600)	(66,600)	*0.00*	*(66,600)*	*(66,600)*
Annualizations	0.00	0	220,800	*0.00*	*0*	*220,800*
Change in Employee Compensation	0.00	17,100	105,500	*0.00*	*34,600*	*213,800*
Fund Shifts	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Program Maintenance	**305.32**	**2,039,600**	**17,222,200**	***305.32***	***2,054,700***	***17,272,900***
1. Staff IT Development	0.00	0	20,200	*0.00*	*0*	*20,200*
2. Additional Capital Outlay	0.00	0	19,500	*0.00*	*0*	*19,500*
Lump Sum or Other Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**305.32**	**2,039,600**	**17,261,900**	***305.32***	***2,054,700***	***17,312,600***
Change from Original Appropriation	0.00	(45,400)	479,100	*0.00*	*(30,300)*	*529,800*
% Change from Original Appropriation		(2.2%)	2.9%		(1.5%)	3.2%

Division of Veterans Services

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	305.32	2,085,000	9,733,200	4,964,600	16,782,800
Non-Cognizable Funds and Transfers					
Reflects $1,690,600 in non-cognizable funds from the federal State Home Construction program to assist with the remodel of the Idaho State Veterans Home secured care unit in Boise, and $7,862,000 from the federal State Veterans Cemetery program to cover the construction costs of the Idaho State Veterans Cemetery. The federal State Home program is a 65% match to the state's 35% match, while the National Cemetery Administration program is 100% federally funded. These projects are overseen by the Division of Public Works (DPW), and the funds flow through the Division of Veterans Services to DPW.					
Agency Request	0.00	0	0	9,552,600	9,552,600
Governor's Recommendation	*0.00*	*0*	*0*	*9,552,600*	*9,552,600*
FY 2004 Estimated Expenditures					
Agency Request	305.32	2,085,000	9,733,200	14,517,200	26,335,400
Governor's Recommendation	*305.32*	*2,085,000*	*9,733,200*	*14,517,200*	*26,335,400*
Removal of One-Time Expenditures					
Removes $9,552,600 in non-cognizable federal grants, $185,800 in one-time capital outlay, and $150,000 in operating expenditures used for an integrated clinical/financial software program.					
Agency Request	0.00	0	0	(9,888,400)	(9,888,400)
Governor's Recommendation	*0.00*	*0*	*0*	*(9,888,400)*	*(9,888,400)*
FY 2005 Base					
Agency Request	305.32	2,085,000	9,733,200	4,628,800	16,447,000
Governor's Recommendation	*305.32*	*2,085,000*	*9,733,200*	*4,628,800*	*16,447,000*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	0	95,300	231,000	326,300
Governor's Recommendation	*0.00*	*0*	*95,300*	*231,000*	*326,300*
Inflationary Adjustments					
Includes $57,600 ($2,400 General Fund) to cover a general inflationary increase of 1.9%, and $44,900 ($1,700 General Fund) to cover a medical inflationary increase of 3.5%.					
Agency Request	0.00	4,100	97,500	900	102,500
The Governor recommends no increase for general inflation, and a 3.5% increase for medical inflation.					
Governor's Recommendation	*0.00*	*1,700*	*43,000*	*200*	*44,900*
Replacement Items					
Reflects funding for replacement of computer equipment, vehicle replacement, manual lifts, and steam table.					
Agency Request	0.00	0	86,700	0	86,700
Governor's Recommendation	*0.00*	*0*	*86,700*	*0*	*86,700*
Nonstandard Adjustments					
Includes a reduction of $57,900 in Attorney General fees; a reduction of $6,300 in decreased insurance costs; a reduction of $7,700 in State Controller fees; and an increase of $5,300 in State Treasurer fees.					
Agency Request	0.00	(66,600)	0	0	(66,600)
Governor's Recommendation	*0.00*	*(66,600)*	*0*	*0*	*(66,600)*

Division of Veterans Services

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Annualizations					
Annualizes costs associated with the Idaho State Veterans Cemetery, scheduled to open on July 4, 2004. It is anticipated that receipts will cover the additional funding needs. Last session, the legislature appropriated $127,700 from the General Fund and authorized seven additional positions for this purpose.					
Agency Request	0.00	0	220,800	0	220,800
Governor's Recommendation	*0.00*	*0*	*220,800*	*0*	*220,800*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	17,100	49,400	39,000	105,500
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*34,600*	*100,000*	*79,200*	*213,800*
Fund Shifts					
A fund shift is requested to cover a shortfall in endowment earnings and federal funds. It is anticipated that receipt collections will be sufficient enough to cover this shortfall for fiscal year 2005.					
Agency Request	0.00	0	39,600	(39,600)	0
Governor's Recommendation	*0.00*	*0*	*38,900*	*(38,900)*	*0*
FY 2005 Program Maintenance					
Agency Request	305.32	2,039,600	10,322,500	4,860,100	17,222,200
Governor's Recommendation	*305.32*	*2,054,700*	*10,317,900*	*4,900,300*	*17,272,900*
1. Staff IT Development					
Funding is requested for information technology staff development and training in order to maintain and operate the Division's computer systems efficiently and to address computer support needs.					
Agency Request	0.00	0	20,200	0	20,200
Governor's Recommendation	*0.00*	*0*	*20,200*	*0*	*20,200*
2. Additional Capital Outlay					
Includes $18,000 for a Fluke Optiview Network Management Tool and Reporter, and $1,500 for a managed switch that will enable the Division to continue providing quality care and services to Idaho's veterans.					
Agency Request	0.00	0	19,500	0	19,500
Governor's Recommendation	*0.00*	*0*	*19,500*	*0*	*19,500*
Lump Sum or Other Adjustments					
A lump sum appropriation is requested to meet Medicaid and Veterans Affairs mandatory requirements, which includes such items as meeting staffing to resident ratios. Thus, the Division of Veterans Services, believes it necessary to have the flexibility to obtain resources wherever available to remain in compliance.					
Agency Request	0.00	0	0	0	0
Recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	305.32	2,039,600	10,362,200	4,860,100	17,261,900
Governor's Recommendation	*305.32*	*2,054,700*	*10,357,600*	*4,900,300*	*17,312,600*

Division of Veterans Services

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Agency Request					
Change from Original App	0.00	(45,400)	629,000	(104,500)	479,100
% Change from Original App	0.0%	(2.2%)	6.5%	(2.1%)	2.9%
Governor's Recommendation					
Change from Original App	*0.00*	*(30,300)*	*624,400*	*(64,300)*	*529,800*
% Change from Original App	*0.0%*	*(1.5%)*	*6.4%*	*(1.3%)*	*3.2%*

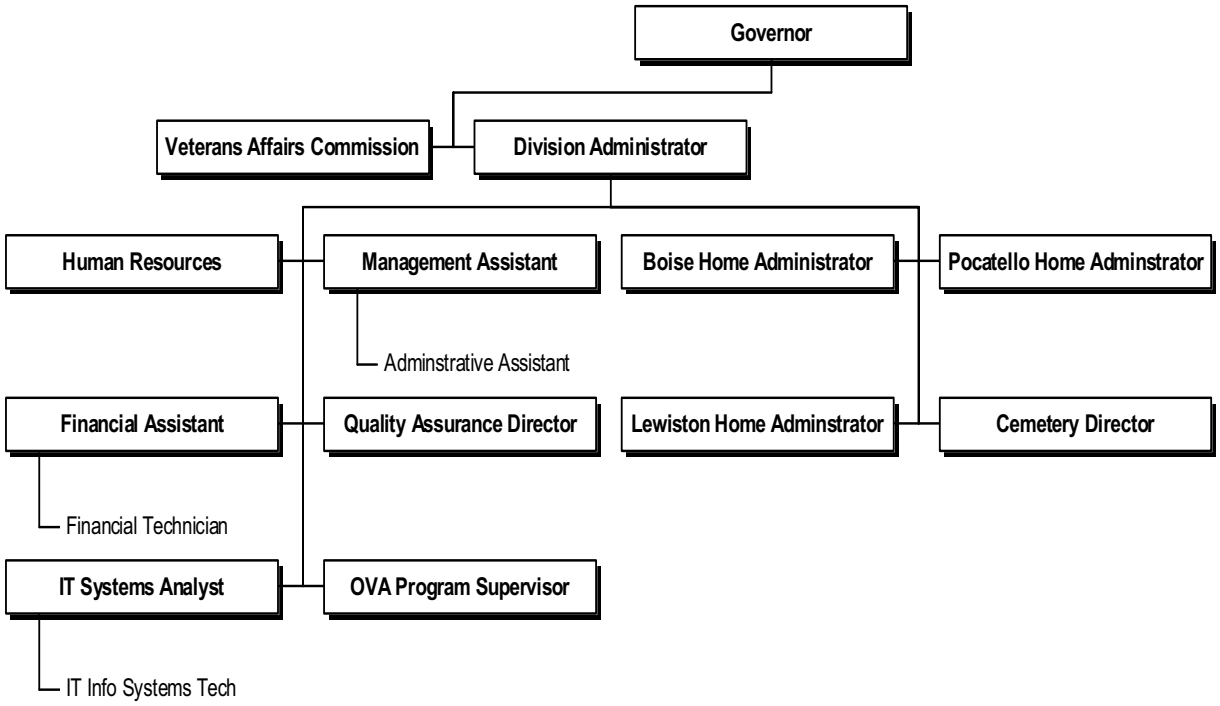
Division of Veterans Services
Issues & Information

Analyst: Burns

Strategic Planning Act Performance Measures

Selected Measures	FY 2002 Act	FY 2003 Act	FY 2004 Est	FY 2005 Est
1. % of veterans receiving benefits	31%	31%	32%	32%
2. % of residents returning surveys indicating satisfaction with services	99%	90%	99%	99%
3. % of families returning surveys indicating satisfaction with services	99%	90%	99%	99%
4. Number of new volunteers	63	423	400	414
5. Number of annual volunteer hours	68,552	62,169	62,000	62,150
6. Number of hours of temporary staff	6,760	3,862	3,800	3,800
7. % of occupied beds in facilities	84%	92%	89%	90%

Organizational Chart



Idaho Transportation Department

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Management and Admin Services	21,492,600	19,759,600	20,104,400	20,894,100	*20,914,200*
Planning	3,606,400	3,315,600	3,624,900	3,731,600	*3,727,800*
Motor Vehicles	17,457,600	16,129,500	17,882,300	17,703,600	*17,693,600*
Highway Operations	128,412,300	113,572,600	125,148,100	130,566,100	*130,491,000*
Capital Facilities	2,800,000	2,799,800	2,150,000	3,850,000	*3,850,000*
Contract Const/Right-of-Way Acq	394,799,300	257,436,500	253,360,500	241,542,400	*241,599,800*
Aeronautics	4,030,000	2,495,500	3,333,100	3,424,400	*3,416,800*
Public Transportation	4,192,700	3,995,700	4,198,200	4,214,500	*4,217,100*
Total:	**576,790,900**	**419,504,800**	**429,801,500**	**425,926,700**	***425,910,300***
BY FUND CATEGORY					
Dedicated	267,872,900	207,922,200	209,862,900	205,364,400	*205,352,500*
Federal	308,918,000	211,582,600	219,938,600	220,562,300	*220,557,800*
Total:	**576,790,900**	**419,504,800**	**429,801,500**	**425,926,700**	***425,910,300***
Percent Change:		(27.3%)	2.5%	(0.9%)	*(0.9%)*
BY OBJECT OF EXPENDITURE					
Personnel Costs	97,246,500	89,754,800	98,975,200	101,624,300	*102,485,200*
Operating Expenditures	58,847,300	50,414,800	54,634,500	56,352,900	*55,418,200*
Capital Outlay	405,797,700	273,242,800	265,127,700	259,709,800	*259,767,200*
Trustee/Benefit	14,899,400	6,092,400	11,064,100	8,239,700	*8,239,700*
Total:	**576,790,900**	**419,504,800**	**429,801,500**	**425,926,700**	***425,910,300***
Full-Time Positions (FTP)	1,838.00	1,838.00	1,838.00	1,833.50	*1,833.50*

Department Description

The Idaho Transportation Department has eight budgeted programs:
1) The Management and Administrative Services program develops long-range budgetary plans; develops legislation; develops and operates information systems; provides employee services, financial services, and facilities management; coordinates research activities; and ensures compliance with department policies and procedures.

2) The Planning program coordinates the Department's strategic plan; maintains inventories for transportation systems; provides a statewide transportation plan; and assists local governments with transportation planning.

3) The Motor Vehicles program manages driver's licenses, vehicle registrations, license plates, and vehicle titles.

4) Highway Operations directs statewide highway maintenance and highway improvements; administers federal-aid safety improvement projects and safety tasks; protects highways from oversize, overweight, and dangerous usage; develops projects to improve state and local highway systems to save lives; and maximizes the use of federal, state and local construction funds.

5) Capital Facilities administers the design, building and maintenance of Department facilities.

6) Contract Construction & Right-of-Way Acquisition accounts for the funds necessary for highway construction projects that maintain and improve the state's highway system.

7) Aeronautics assists Idaho municipalities in developing their airports and operates the state's air fleet.

8) Public Transportation manages the federal transit grant programs and encourages coordinated transportation services throughout the state.

Idaho Transportation Department

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**1,838.00**	**0**	**429,801,500**	***1,838.00***	***0***	***429,801,500***
Reappropriations	0.00	0	142,248,800	*0.00*	*0*	*142,248,800*
Other Approp Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Total Appropriation	**1,838.00**	**0**	**572,050,300**	***1,838.00***	***0***	***572,050,300***
FTP or Fund Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Estimated Expenditures	**1,838.00**	**0**	**572,050,300**	***1,838.00***	***0***	***572,050,300***
Removal of One-Time Expenditures	0.00	0	(156,113,200)	*0.00*	*0*	*(156,113,200)*
Base Adjustments	(4.50)	0	(11,509,900)	*(4.50)*	*0*	*(11,452,500)*
FY 2005 Base	**1,833.50**	**0**	**404,427,200**	***1,833.50***	***0***	***404,484,600***
Personnel Cost Rollups	0.00	0	2,193,200	*0.00*	*0*	*2,193,200*
Inflationary Adjustments	0.00	0	934,700	*0.00*	*0*	*0*
Replacement Items	0.00	0	15,703,400	*0.00*	*0*	*15,703,400*
Nonstandard Adjustments	0.00	0	761,900	*0.00*	*0*	*761,900*
Change in Employee Compensation	0.00	0	840,300	*0.00*	*0*	*1,701,200*
FY 2005 Program Maintenance	**1,833.50**	**0**	**424,860,700**	***1,833.50***	***0***	***424,844,300***
1. Aero--Terrain Warning System	0.00	0	16,000	*0.00*	*0*	*16,000*
2. Aero--Federal Grants	0.00	0	1,000,000	*0.00*	*0*	*1,000,000*
3. Alterations & Repair	0.00	0	50,000	*0.00*	*0*	*50,000*
FY 2005 Total	**1,833.50**	**0**	**425,926,700**	***1,833.50***	***0***	***425,910,300***
Change from Original Appropriation	(4.50)	0	(3,874,800)	*(4.50)*	*0*	*(3,891,200)*
% Change from Original Appropriation			(0.9%)			(0.9%)

Idaho Transportation Department

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	1,838.00	0	209,862,900	219,938,600	429,801,500
Reappropriations					
The Department's FY 2004 appropriation bill authorized ITD to carryover unencumbered balances from the Contract Construction and Right-of-Way Acquisition Program for that same purpose in FY 2005. That amounted to about $34.6 million in state highway, $3.6 million in local, and $100.7 million in federal funds. It also authorized carryover of any unexpended and unencumbered money previously appropriated from the Disaster Fund which amounted to about $1.7 million. Finally, the bill authorized carryover of any unexpended and unencumbered balances of the State Aeronautics Fund for trustee and benefit payments to be used for Airport Development Grants. That amounted to about $1,576,000.					
Agency Request	0.00	0	41,561,400	100,687,400	142,248,800
Governor's Recommendation	*0.00*	*0*	*41,561,400*	*100,687,400*	*142,248,800*
Other Approp Adjustments					
Reflects an adjustment to accurately show the on going dedicated fund spending authority ($322,000) for the Department's IT disaster recovery plan.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Total Appropriation					
Agency Request	1,838.00	0	251,424,300	320,626,000	572,050,300
Governor's Recommendation	*1,838.00*	*0*	*251,424,300*	*320,626,000*	*572,050,300*
FTP or Fund Adjustments					
Reflects the transfer of 2.0 FTPs from Management and Administrative Services to Highway Operations to better match resources with need.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Estimated Expenditures					
Agency Request	1,838.00	0	251,424,300	320,626,000	572,050,300
Governor's Recommendation	*1,838.00*	*0*	*251,424,300*	*320,626,000*	*572,050,300*
Removal of One-Time Expenditures					
Reflects the removal of one-time expenditures, including capital outlay and $142 million in carryover.					
Agency Request	0.00	0	(54,635,000)	(101,478,200)	(156,113,200)
Governor's Recommendation	*0.00*	*0*	*(54,635,000)*	*(101,478,200)*	*(156,113,200)*

Idaho Transportation Department

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
Base Adjustments					

Reflects the following adjustments:

MOTOR VEHICLES: Reflects a base reduction due to the transfer of the motor carrier audit function to the State Tax Commission. (Reduction of 4.50 FTPs and $463,800 in dedicated funds of which $252,000 is transferred to the Tax Commission; the balance of the spending authority is reverted to the State Highway Account). Also reflects an adjustment for net postage cost savings of $228,000 stemming from last year's Senate Bill 1064 which allowed the Division to send various notices via first class mail instead of certified mail. [ANALYST NOTE: The transfer of resources to the Tax Commission stems from a recommendation of the Governor's Blue Ribbon Task Force. An agreement was reached between ITD and the Idaho Tax Commission to transfer motor carrier auditing responsibilities to the Tax Commission. A Memorandum of Understanding (MOU) between the agencies was drafted in April, 2003 to cover the details of the transfer of responsibilities. Funding estimates included in the MOU for personnel and operating expenses form the basis for this budget adjustment for FY 2005. This adjustment is also reflected in the State Tax Commission's budget write-up, found on page 6-154 of the LBB. This adjustment appears as an enhancement in the Tax Commission's budget.)

HIGHWAY OPERATIONS: Includes the shift of $55,000 from Management and Administrative Services to accommodate the transfer of 2.0 FTPs from Management and Admin. Services. This shift is made to more effectively allocate resources.

CAPITAL FACILITIES: Reflects a $1,000,000 transfer from Contract Construction and Right of Way Acquisition to Capital Facilities in order to accelerate the construction of sand sheds each year. These sand shed constructions will help bring ITD into compliance with the National Pollutant Discharge Elimination System Phase 2 Regulations.

CONTRACT CONSTRUCTION: Includes a transfer of $1 million to Capital Facilities to expedite sand shed construction across the state. Reduces spending authority by $10,818,100 for FY 2005 to better match the level of revenue projected to be available for construction. This adjusts the level of appropriated spending authority (by fund source) in the Contract Construction and Right-of-Way Acquisition program.

.

Agency Request	(4.50)	0	(11,379,500)	(130,400)	(11,509,900)

The Governor's recommendation adjusts spending authority for FY 2005 to match the level of funding projected to be available for construction. Included in this recommendation is an adjustment to the level of appropriated spending authority, by fund source (dedicated and federal) in the Contract Construction & Right-of-Way Acquisition program.

Governor's Recommendation	*(4.50)*	*0*	*(11,318,300)*	*(134,200)*	*(11,452,500)*
FY 2005 Base					
Agency Request	1,833.50	0	185,409,800	219,017,400	404,427,200
Governor's Recommendation	*1,833.50*	*0*	*185,471,000*	*219,013,600*	*404,484,600*

Personnel Cost Rollups

Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 percent of salary.

Agency Request	0.00	0	1,889,300	303,900	2,193,200
Governor's Recommendation	*0.00*	*0*	*1,889,300*	*303,900*	*2,193,200*

Inflationary Adjustments

Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.

Agency Request	0.00	0	812,400	122,300	934,700

The Governor recommends no increase for general inflation.

Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Idaho Transportation Department

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total

Replacement Items

This decision unit includes the following:

MANAGEMENT & ADMIN. SERVICES: Replacement items includes $631,200 in computer-related equipment, including 51 of 201 desk-top systems at an average of $1,025 each; seven CADD servers at $5,500 each; network storage upgrades at headquarters and the six districts--$150,000; replace eight of 30 printers (a variety of types) for a total of $11,900. This request reflects the replacement of 97 items.

PLANNING: Provides spending authority for the replacement of computer equipment ($81,600--includes replacing 14 of 51 computers for about $2,028 each; one digitizing table for $20,500), one DVD projector for $10,000, and shop equipment ($14,600--includes one automatic traffic recorder tester for $9,000 and other miscellaneous shop equipment).

MOTOR VEHICLES: Provides spending authority for computer equipment ($167,000--includes replacing 72 of 391 PCs at about $1,500 each and replacing eight of 20 printers for about $1,300 each), office equipment ($114,600 replaces 2 wood desks at $600 each and 27 of 27 modular workstation at $4,200 each), and miscellaneous equipment ($64,400--includes six of 53 eye testing machines at $900 each; 10 of 169 portable axle scales at $3,500 each and 12 of 20 truck scale items at $2,000 each).

HIGHWAY OPERATIONS: includes $5,641,000 to replace equipment under the Department's "Buy-Back" program. (This requires vendors to quote equipment costs along with a price for repurchasing the equipment from ITD at a later date. "Buy-Back purchases are largely offset by $4,979,900 in receipts).

Other replacement items include:
Road Equipment ($6,505,000)--includes replacing approximately 141 of 1,200 items, including compressors, concrete saws, forklifts, jack hammers, lawn tractors, mortar mixers, sander dump trucks, welders, etc.)

Motorized equipment ($825,000)--includes replacing 26 of 234 pick-up trucks, four of 97 sedans, one of 15 Suburbans, six of 57 various kinds of trucks, two of 48 full-size vans, etc.

Computer equipment ($490,000)--reflects replacing 273 of 1,324 computer-related items including 31 of 68 various types of printers, 129 of 880 desktop systems, 37 of 108 CADD workstations, etc.

Laboratory equipment ($178,200)--reflects replacing various pieces of lab equipment, including emulsion test trailers ($15,000), immersion circulators ($2,000), one bending beam rheometer ($45,000), one dynamic shear rheometer ($50,000), etc.

The request also includes the following: communications equipment ($61,500); shop equipment ($52,900); engineering equipment ($46,600) and office equipment ($35,300).

This request also includes an upgrade in the existing Computer Aided Drafting and Design (CADD) operating system ($450,000 in operating expenditures).

AERONAUTICS: includes one starter/generator overhaul ($14,000); replaces two T-Wheels ($63,700 each--these are turbine wheels that generate the plane's power--they are life-limited and must be replaced periodically); one hot section inspection ($86,200--operating expenditure).

PUBLIC TRANSPORTATION: replace one of nine PCs with monitor ($1,500); replace one of two laptops ($1,800); replace laser printer ($1,900).
.

Agency Request	0.00	0	15,703,400	0	15,703,400
Governor's Recommendation	*0.00*	*0*	*15,703,400*	*0*	*15,703,400*

Idaho Transportation Department

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					

MANAGEMENT & ADMIN. SERVICES: This aligns spending authority with projected costs resulting from increases in information services ($278,400), interagency-funded network operating expenditures ($76,000), a LAN infrastructure upgrade ($140,600), software maintenance ($3,900), security contract increases ($10,400), and increases in natural gas costs ($16,100).

PLANNING: Includes a reduction of $2,400 for allocated software maintenance costs.

MOTOR VEHICLES: Includes spending authority to cover cost increases for secure title documents ($10,000), processing and mailing of plate requests by Correctional Industries ($4,100), desktop software maintenance ($8,400) and for natural gas increases ($400).

HIGHWAY OPERATIONS: Includes $84,500 for increases in natural gas rates and $13,400 for software maintenance cost increases.

AERONAUTICS: Reflects a net increase of $200 in spending authority stemming from increases in natural gas rates largely offset by reduced software maintenance costs..

PUBLIC TRANSPORTATION: A $500 reduction in software maintenance costs.

Also, the Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property/casualty insurance premiums. Adjustments include the following: reduction of $16,000 in Attorney General fees; reduction of $124,600 in controller fees; reduction of $6,000 in Treasurer fees; and an increase of $265,000 for risk management property/casualty rates.

Agency Request	0.00	0	761,900	0	761,900
Governor's Recommendation	*0.00*	*0*	*761,900*	*0*	*761,900*

Change in Employee Compensation

Reflects the cost of a 1% salary increase for permanent and group positions.

Agency Request	0.00	0	721,600	118,700	840,300

The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.

Governor's Recommendation	*0.00*	*0*	*1,460,900*	*240,300*	*1,701,200*

FY 2005 Program Maintenance

Agency Request	1,833.50	0	205,298,400	219,562,300	424,860,700
Governor's Recommendation	*1,833.50*	*0*	*205,286,500*	*219,557,800*	*424,844,300*

1. Aero--Terrain Warning System **Aeronautics**

This D.U. provides $16,000 in dedicated fund spending authority for the purchase of a Terrain Avoidance Warning System (TAWS). This system warns pilots when/if their plane is flying too close to the ground--something which is particularly important during poor weather conditions. This system will be installed in the King Air to comply with FAA requirements that TAWS be installed in all turbine-powered aircraft by March 2005.

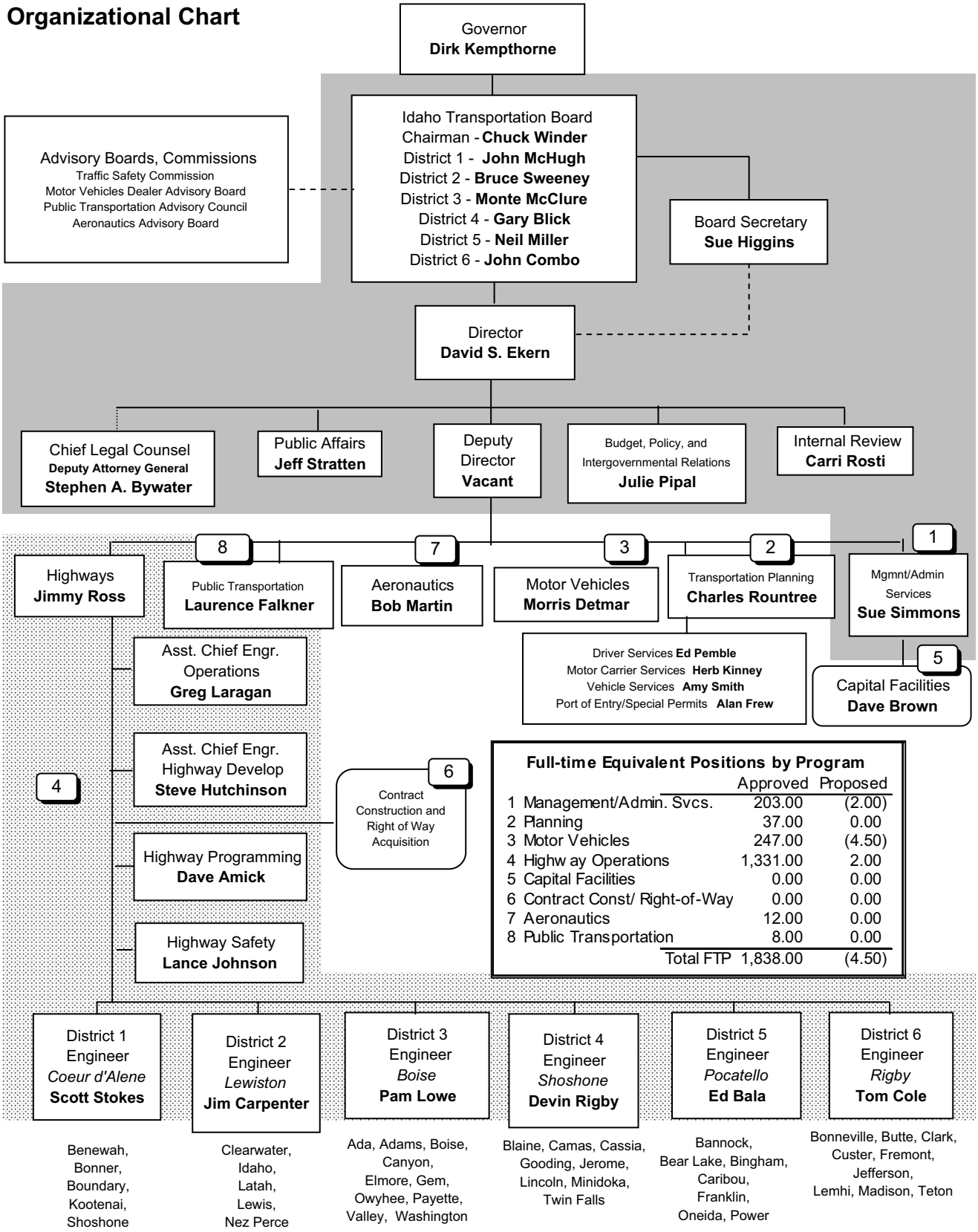
Agency Request	0.00	0	16,000	0	16,000
Governor's Recommendation	*0.00*	*0*	*16,000*	*0*	*16,000*

Idaho Transportation Department

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Aero--Federal Grants					**Aeronautics**
This D.U. will provide $1 million in federal fund spending authority for annual grants to specific airports, including some of Idaho's smaller airports (Buhl, Council, Homedale, Orofino, and Priest River) through the FAA's new Non-Primary Entitlement Program (NPE). This program allows the Division to administer these projects while allowing the airports greater local control over the specific projects.					
Agency Request	0.00	0	0	1,000,000	1,000,000
Governor's Recommendation	*0.00*	*0*	*0*	*1,000,000*	*1,000,000*
3. Alterations & Repair					**Capital Facilities**
This request provides $50,000 in on-going dedicated fund spending authority to establish funding in the Department's Capital Facilities program to address scheduled Aeronautics projects. These alteration and repair projects will take place on the state's public airports and are part of ITD's multi-year facilities maintenance plan. State Aeronautics dedicated funds will be used to finance this request.					
Agency Request	0.00	0	50,000	0	50,000
Governor's Recommendation	*0.00*	*0*	*50,000*	*0*	*50,000*
FY 2005 Total					
Agency Request	1,833.50	0	205,364,400	220,562,300	425,926,700
Governor's Recommendation	*1,833.50*	*0*	*205,352,500*	*220,557,800*	*425,910,300*
Agency Request					
Change from Original App	(4.50)	0	(4,498,500)	623,700	(3,874,800)
% Change from Original App	(0.2%)		(2.1%)	0.3%	(0.9%)
Governor's Recommendation					
Change from Original App	*(4.50)*	*0*	*(4,510,400)*	*619,200*	*(3,891,200)*
% Change from Original App	*(0.2%)*		*(2.1%)*	*0.3%*	*(0.9%)*

Idaho Transportation Department
Issues & Information

Organizational Chart



Full-time Equivalent Positions by Program

		Approved	Proposed
1	Management/Admin. Svcs.	203.00	(2.00)
2	Planning	37.00	0.00
3	Motor Vehicles	247.00	(4.50)
4	Highw ay Operations	1,331.00	2.00
5	Capital Facilities	0.00	0.00
6	Contract Const/ Right-of-Way	0.00	0.00
7	Aeronautics	12.00	0.00
8	Public Transportation	8.00	0.00
	Total FTP	1,838.00	(4.50)

Idaho Transportation Dept.
Tax Rates and Selected Trend Indicators

Year	State Fuel Tax Rate (cents)
1976-1981	9.5
1981-1982	11.5
1982-1983	12.5
1983-1988	14.5
1988-1991	18.0
1991-1995	21.0
1996 to present	25.0

* The Legislature increased gasoline and special fuel rates 4 cents effective April 1, 1996. The one cent Petroleum Storage Trust Tax effective May 1990 through October 1, 2000 is not reflected in the above tax rates.

* Among six regional neighboring states, Idaho's state and local fuel tax rate is in the middle--three regional neighbors have higher rates (NV, MT, OR) while three have lower rates (UT, WA, WY).

* Federal motor fuel taxes of 18.4 cents are in addition to state and local fuel taxes and petroleum storage fees. The current total gas tax in in Idaho is 43.4 cents per gallon.

Selected Trend Indicators
Actual and Projected Annual Growth

	Annualized FY78-04	Projected FY03-04
Annual Vehicle Miles Traveled	4.0%	3.3%
Cars Registered	3.6%	1.8%
Driver Licenses	2.4%	2.1%
Population	2.0%	1.1%
Gallons of Total Highway Fuel Taxed*	1.8%	1.0%
Gallons of Gasoline Taxed	0.7%	0.3%

*Highway fuel includes gallons of gasoline, diesel, and other highway-taxable fuels sold.

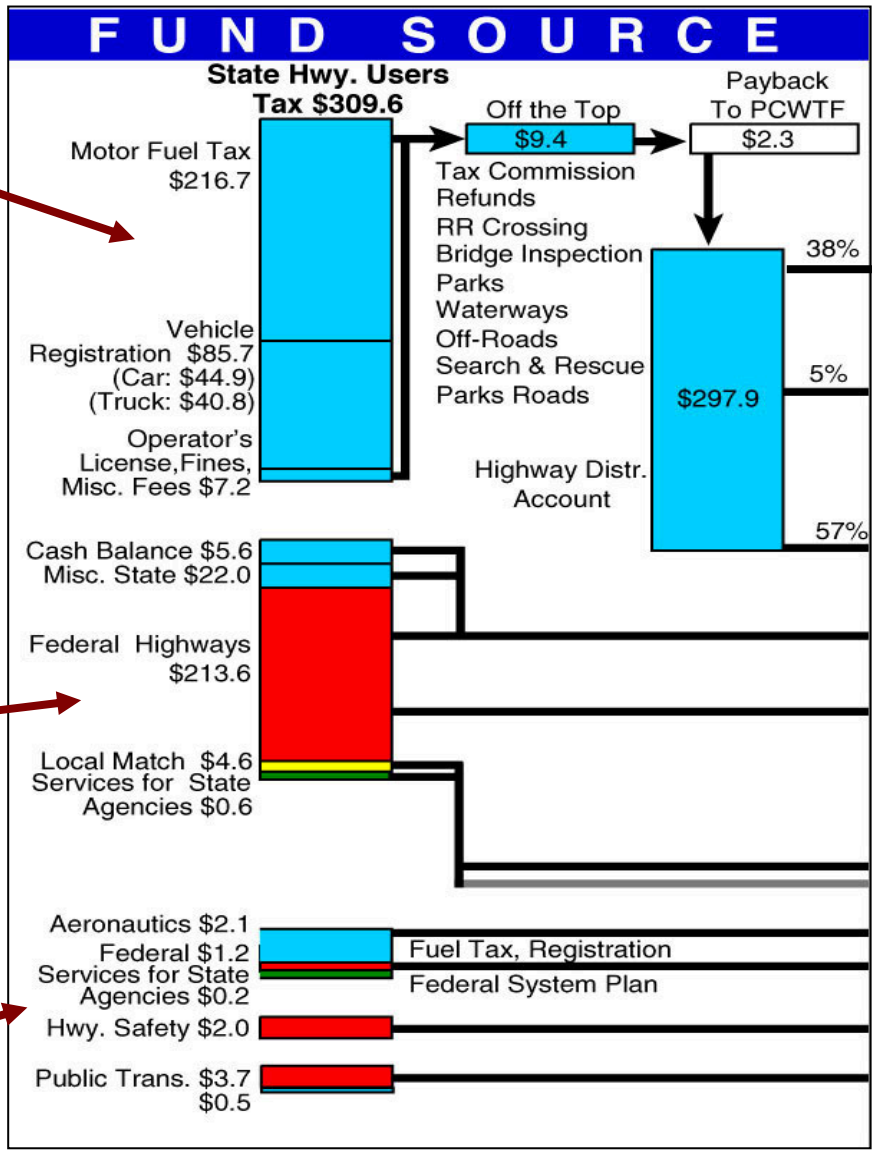
FY05 Idaho Transportation Dept. Request

The flow-charts on these two pages reflect ITD's funding mechanism as illustrated in its FY 2005 Request. The Department is financed entirely through a mix of dedicated, federal and local monies. The Idaho Constitution restricts the use of taxes and fees on motor vehicle fuels and registrations, requiring that these funds shall be used exclusively for the construction, repair and maintenance and traffic supervision of public highways.

Revenues from fuel taxes, registrations, fines--After paying for fuel tax refunds, inspections, Parks & Rec, and ATA settlement Petroleum Clean Water Trust Fund repayment, 57% of revenue goes to ITD, 38% goes to locals, 5% goes to ISP.

Includes federal funds, local match for projects, and misc. state funds that includes revenue from: sale of equipment, records sales, special plates, interest earnings, etc.

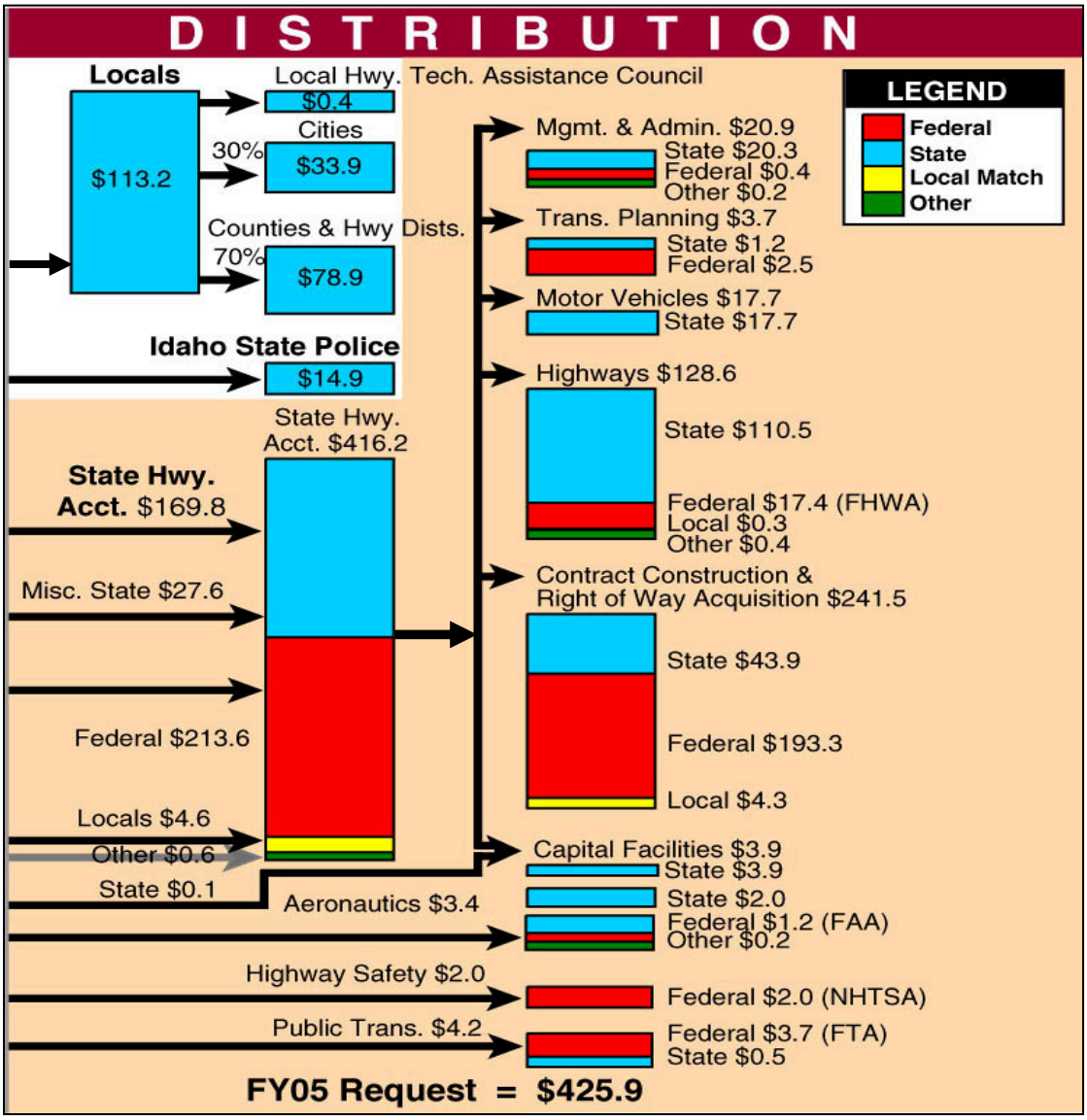
Primarily federal funds for Public Transportation and Hwy. Safety. Also includes aircraft fuel taxes for Aeronautics Division.



Flow chart provided by Idaho Transportation Department.

FY05 Idaho Transportation Dept. Request

This side of the page reflects distribution of transportation dollars. The area that is shaded brown reflects requested funding for ITD. The right-hand side of the shaded area reflects the distribution of revenue to the Department's various divisions and budget units. The bulk of funding goes to Contract Construction and Right of Way Acquisition ($241.5 million) and to Highway Operations ($128.6 million). The total FY 2005 request is $425.9 million (see bottom of flow-chart)



Flow chart provided by Idaho Transportation Department.

Blank Page

Idaho Legislative Budget Book

General Government

2004 Legislative Session

Administration, Department of ..... 6 - 3

- **Administration, Department of** ..... 6 - 5
- **Building Fund Advisory Council** ..... 6 - 15
- **Capitol Commission** ..... 6 - 25

Attorney General ..... 6 - 29

Controller, State ..... 6 - 37

Governor, Executive Office of the ..... 6 - 45

- **Aging, Commission on** ..... 6 - 47
- **Arts, Commission on the** ..... 6 - 51
- **Blind and Visually Impaired, Commission for the** ..... 6 - 57
- **Financial Management, Division of** ..... 6 - 61
- **Governor's Office** ..... 6 - 65
- **Human Resources, Division of** ..... 6 - 69
- **Human Rights Commission** ..... 6 - 75
- **Liquor Dispensary, State** ..... 6 - 81
- **Military Division** ..... 6 - 87
- **Public Employee Retirement System** ..... 6 - 97
- **Species Conservation, Office of** ..... 6 - 105
- **Women's Commission** ..... 6 - 111

Idaho Legislative Budget Book

General Government

2004 Legislative Session

Legislative Branch ..... 6 - 115

Legislature ..... 6 - 117

Legislative Services Office ..... 6 - 121

Legislative Technology ..... 6 - 127

Performance Evaluations, Office of ..... 6 - 131

Redistricting Commission ..... 6 - 137

Lieutenant Governor ..... 6 - 139

Revenue & Taxation, Department of ..... 6 - 143

Tax Appeals, Board of ..... 6 - 145

Tax Commission, State ..... 6 - 151

Secretary of State ..... 6 - 157

Arts, Commission on the ..... 6 - 159

Secretary of State ..... 6 - 161

Treasurer, State ..... 6 - 167

Treasurer, State ..... 6 - 169

Idaho Millennium Fund ..... 6 - 175

Idaho Legislative Budget Book

Department of Administration

2004 Legislative Session

Administration, Department of ..... 6 - 5

Building Fund Advisory Council ..... 6 - 15

Capitol Commission ..... 6 - 25

Department of Administration

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY DIVISION					
Administration, Dept of	24,171,600	20,763,000	31,446,900	36,848,800	*36,939,900*
Building Fund	36,557,400	17,473,800	28,993,400	48,106,000	*21,229,700*
Capitol Commission	412,900	2,456,300	100,100	2,136,900	*2,135,800*
Total:	**61,141,900**	**40,693,100**	**60,540,400**	**87,091,700**	***60,305,400***
BY FUND CATEGORY					
General	2,998,700	2,699,800	8,814,700	9,342,000	*8,887,900*
Dedicated	58,143,200	37,980,300	51,725,700	77,749,700	*51,417,500*
Federal	0	13,000	0	0	*0*
Total:	**61,141,900**	**40,693,100**	**60,540,400**	**87,091,700**	***60,305,400***
Percent Change:		(33.4%)	48.8%	43.9%	*(0.4%)*
BY OBJECT OF EXPENDITURE					
Personnel Costs	9,123,300	8,229,400	9,185,600	9,458,300	*9,536,400*
Operating Expenditures	11,520,000	9,512,400	15,344,000	18,449,200	*18,670,300*
Capital Outlay	40,498,600	22,835,400	36,010,800	59,184,200	*32,098,700*
Trustee/Benefit	0	115,900	0	0	*0*
Total:	**61,141,900**	**40,693,100**	**60,540,400**	**87,091,700**	***60,305,400***
Full-Time Positions (FTP)	173.60	173.60	173.60	173.60	*173.60*

Department Description

The Department of Administration provides a wide variety of centralized services to the rest of state government, including telephone, microwave and computer communications, public works, purchasing, administrative rules coordination, life, health and disability insurance to state employees, and property and casualty insurance for state agencies.

The Building Fund Advisory Council budget finances the maintenance and construction of state buildings, including those at the universities and community colleges. Funding comes exclusively from the Permanent Building Fund.

The Capitol Commission consists of nine members which are responsible for the historical preservation and renovation of Idaho's State Capitol and Grounds.

The functions of the Personnel Commission were transferred to the Office of the Governor in FY 2000, and reorganized as the Division of Human Resources.

Department of Administration

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Administrative Rules	517,700	484,600	527,300	533,400	*528,900*
Director's Office	1,300,100	1,287,600	1,302,100	1,332,200	*1,329,300*
Info. Tech. & Communication	3,904,500	3,458,300	4,017,800	4,476,500	*4,030,700*
ITRMC	727,300	444,900	664,800	752,700	*748,800*
Office of Insurance Management	1,290,800	1,109,200	1,346,200	1,357,900	*1,351,900*
Public Works	13,126,300	11,291,000	9,075,700	9,059,700	*9,637,100*
Purchasing	3,304,900	2,687,400	3,425,400	3,363,000	*3,339,800*
Bond Payment	0	0	11,087,600	15,973,400	*15,973,400*
Total:	**24,171,600**	**20,763,000**	**31,446,900**	**36,848,800**	***36,939,900***
BY FUND CATEGORY					
General	2,998,700	2,699,800	8,814,700	9,342,000	*8,887,900*
Dedicated	21,172,900	18,050,200	22,632,200	27,506,800	*28,052,000*
Federal	0	13,000	0	0	*0*
Total:	**24,171,600**	**20,763,000**	**31,446,900**	**36,848,800**	***36,939,900***
Percent Change:		(14.1%)	51.5%	17.2%	*17.5%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	9,082,500	8,207,500	9,155,200	9,426,900	*9,504,800*
Operating Expenditures	11,147,900	9,335,200	15,274,300	18,350,600	*18,573,000*
Capital Outlay	3,941,200	3,104,400	7,017,400	9,071,300	*8,862,100*
Trustee/Benefit	0	115,900	0	0	*0*
Total:	**24,171,600**	**20,763,000**	**31,446,900**	**36,848,800**	***36,939,900***
Full-Time Positions (FTP)	173.60	173.60	173.10	173.50	*173.50*

Division Description

OFFICE OF ADMINISTRATIVE RULES: Structures, promulgates, and disseminates all administrative rules subject to the Idaho Administrative Procedure Act.

DIRECTOR'S OFFICE: Provides administrative, fiscal, legal, and human resources services to the Department. Administers the Industrial Special Indemnity Fund. The Office also administers the Bond Payment program (created by the 2003 Legislature) which consolidates within a single program funds to pay for capital projects financed with bonds sold by the Idaho State Building Authority.

DIVISION OF INFORMATION TECHNOLOGY & COMMUNICATION: Operates the IDANET, coordinates Internet, electronic mail, telephone, data and video transmission services, and the statewide microwave system.

INFORMATION TECHNOLOGY RESOURCE MANAGEMENT COUNCIL (ITRMC): Facilitates a centralized and coordinated approach to the design, procurement and implementation of the state's information systems.

OFFICE OF INSURANCE MANAGEMENT: Negotiates and administers medical, dental, life and disability insurance programs and the Integrated Behavioral Health Plan for state employees, provides property and casualty insurance services to state government via insurance and self-insurance.

DIVISION OF PUBLIC WORKS: Develops and oversees construction and renovation projects for state buildings, and manages leases for all state-leased office space.

DIVISION OF PURCHASING: Acquires property for all state agencies through the competitive bidding process, provides document management services, assists in the donation of surplus federal property to state and local government and eligible non-profits, and provides mail services to most state agencies.

Department of Administration

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**173.10**	**8,814,700**	**31,446,900**	***173.10***	***8,814,700***	***31,446,900***
Adjustments	0.40	0	0	*0.40*	*0*	*0*
FY 2004 Estimated Expenditures	**173.50**	**8,814,700**	**31,446,900**	***173.50***	***8,814,700***	***31,446,900***
Removal of One-Time Expenditures	0.00	0	(492,200)	*0.00*	*0*	*(492,200)*
Transfer Between Programs	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Base	**173.50**	**8,814,700**	**30,954,700**	***173.50***	***8,814,700***	***30,954,700***
Personnel Cost Rollups	0.00	35,300	196,200	*0.00*	*35,300*	*196,200*
General Inflation	0.00	13,800	182,400	*0.00*	*0*	*0*
Replacement items	0.00	177,200	393,200	*0.00*	*0*	*216,000*
Nonstandard Adjustments	0.00	10,200	4,759,600	*0.00*	*10,200*	*4,759,600*
Change in Employee Compensation	0.00	13,600	75,500	*0.00*	*27,700*	*153,400*
FY 2005 Program Maintenance	**173.50**	**9,064,800**	**36,561,600**	***173.50***	***8,887,900***	***36,279,900***
1. WAN Reliability	0.00	99,300	99,300	*0.00*	*0*	*0*
2. WAN Security	0.00	158,800	158,800	*0.00*	*0*	*0*
3. WAN Core Operations	0.00	19,100	19,100	*0.00*	*0*	*0*
4. Courthouse Maintenance	0.00	0	10,000	*0.00*	*0*	*10,000*
5. Borah Federal Post Office Bldg.	0.00	0	0	*0.00*	*0*	*650,000*
FY 2005 Total	**173.50**	**9,342,000**	**36,848,800**	***173.50***	***8,887,900***	***36,939,900***
Change from Original Appropriation	0.40	527,300	5,401,900	*0.40*	*73,200*	*5,493,000*
% Change from Original Appropriation		6.0%	17.2%		0.8%	17.5%

Department of Administration

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	173.10	8,814,700	22,632,200	0	31,446,900
Adjustments					**Director's Office, Bond Payment**
DIRECTOR'S OFFICE: This adjusts the FTP count by reducing by 0.40 FTPs the Capital Commission's management assistance support due to a decrease in need. The FTP is transferred back to the Director's Office.					
BOND PAYMENTS: Reflects a shift of spending authority for the payment of bond interest from Capital Outlay to Operating Expenditures. The original transfers completed in FY 2004 calculated an insufficient amount for interest and an excess amount for principal.					
Agency Request	0.40	0	0	0	0
Governor's Recommendation	*0.40*	*0*	*0*	*0*	*0*
FY 2004 Estimated Expenditures					
Agency Request	173.50	8,814,700	22,632,200	0	31,446,900
Governor's Recommendation	*173.50*	*8,814,700*	*22,632,200*	*0*	*31,446,900*
Removal of One-Time Expenditures					
Reflects the removal of one-time items.					
Agency Request	0.00	0	(492,200)	0	(492,200)
Governor's Recommendation	*0.00*	*0*	*(492,200)*	*0*	*(492,200)*
Transfer Between Programs					
This reflects a transfer of $75,000 in spending authority back from the Division of Purchasing to the Internal Technical Training Program (ITTP). The original transfer was approved in the FY04 budget to allow for a one-time acquisition of contract administration software applications. It is anticipated that as the state recovers from recent budget shortfalls, training requests will increase and the ITTP program will return to prior levels of participation.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	173.50	8,814,700	22,140,000	0	30,954,700
Governor's Recommendation	*173.50*	*8,814,700*	*22,140,000*	*0*	*30,954,700*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 percent of salary.					
Agency Request	0.00	35,300	160,900	0	196,200
Governor's Recommendation	*0.00*	*35,300*	*160,900*	*0*	*196,200*
General Inflation					
Includes a general inflation increase of 1.9% in operating expenditures.					
Agency Request	0.00	13,800	168,600	0	182,400
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Department of Administration

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement items					
This reflects the following replacement items by program:					
DEPARTMENT-WIDE: Replaces backup systems for the Department's Local Area Network (LAN) to assure continuous operation in the event of a failure of a primary system ($104,400 dedicated fund; $12,300 General Fund).					
INFORMATION TECHNOLOGY: Replacement of Wide Area Network servers, routers and other WAN systems (OE--$57,800, CO--$107,100--all from General Fund); Microwave System--replace two heavy duty laptop computers ($5,000 each), 2 SUVs ($38,300 each), two snowmobiles ($6,500 each), two routers ($6,000 each). All Microwave System replacement items will be purchased with dedicated funds.					
Agency Request	0.00	177,200	216,000	0	393,200
The Governor recommends dedicated fund spending authority for the following: replacement of redundant systems to the existing LAN to assure continuous operations in the event of a failure of one of the primary systems ($104,400); replacement of WAN servers and routers, two heavy duty laptop computers, two suburbans, and two snowmobiles ($111,600).					
Governor's Recommendation	*0.00*	*0*	*216,000*	*0*	*216,000*
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Attorney General fees are reduced by $77,400, Controller fees are reduced by $17,300, and Treasurer fees are reduced by $100. Also included are changes in property/casualty insurance premiums (reduction of $62,400). This also reflects an adjustment in the rate charged by the Industrial Commission for services provided to the Industrial Special Indemnity Fund ($31,000 dedicated funds). Also, includes $28,000 for an under funded bond obligation from other agencies to the Department of Administration.					
The reductions reflected in the Statewide Cost Allocation Plan are offset by adjustments of $4,857,800 from the Permanent Building Fund for new construction projects. The projects were authorized by HCR 30 which authorized the Department and various educational institutions and agencies to work with the Idaho State Building Authority (ISBA) to issue bonds to finance the construction of facilities whose construction was cancelled during recent budget difficulties.					
Agency Request	0.00	10,200	4,749,400	0	4,759,600
Governor's Recommendation	*0.00*	*10,200*	*4,749,400*	*0*	*4,759,600*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	13,600	61,900	0	75,500
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*27,700*	*125,700*	*0*	*153,400*
FY 2005 Program Maintenance					
Agency Request	173.50	9,064,800	27,496,800	0	36,561,600
Governor's Recommendation	*173.50*	*8,887,900*	*27,392,000*	*0*	*36,279,900*

Department of Administration

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total

1. WAN Reliability — **Information Technology & Communications**

The Department's Network Services program operates the State of Idaho's Wide Area Network (WAN). This network is the primary communications medium for all State agencies for email, information exchange/transfer and e-government activities. It is also the primary access point for most e-government activities and transactions for the citizens of the State as they interact and do business with State government.

This is a request for $99,300 from the General Fund for hardware and software to provide redundant capability to critical systems, to manage network traffic, and to enhance business resumption in the event of a failure. Specific components include: SPAM filtering appliances annual maintenance ($10,600 ongoing in operating expenditures); Veritas Back-up licensing ($3,000 one-time operating expenditures, $1,000 on going operating expenditures); Switch routers to minimize the number of potential failure points on the network ($2,400 on going operating expenditures; $21,400 one-time capital outlay); Switch for Capitol Mall fiber optics ($2,400 on going operating expenditures, $12,300 one-time capital outlay); Switch/Router for Idanet ($5,900 on going operating expenditures, $40,300 one-time capital outlay).

The current network has several points where a single failure would disrupt services for nearly every state agency. The Department states that the network is not as robust as needed to support access with minimal downtime and provide maximum security and adequate disaster recovery capabilities. This request will allow the Department to meet customer expectations of a safe, secure, and responsive electronic government medium. It will help safeguard against delays caused by high network traffic or by equipment failures.

Agency Request	0.00	99,300	0	0	99,300
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

2. WAN Security — **Information Technology & Communications**

This is a request for $158,800 (General Fund) to provide a combination of software, hardware and security audit measures that will allow the State to aggressively manage security issues regarding the State's Wide Area Network (WAN). This request will provide software tools and related analytical tools to allow current network personnel to more efficiently manage security breaches, to develop and implement safeguards against those breaches and to better anticipate potential concerns. One-time funding is also requested for a security audit that will highlight the current status of the State's WAN, and will become the benchmark to determine the overall effectiveness of the Security effort.

This request includes the following security-related items: software for publicly accessible servers ($9,000 on going operating expenditures); vulnerability assessment scanner ($15,700 one-time operating expenditures, $3,100 on going operating expenditures); security/network management firewalls ($2,600 on going operating expenditures, $6,900 one-time operating expenditures, $3,500 one-time capital outlay); firewall log monitoring and analysis tool ($4,200 one-time operating expenditures, $21,800 on-going operating expenditures, $1,800 one-time capital outlay); virtual private network software ($4,500 one-time operating expenditures, $1,000 on-going operating expenditures); security audit ($60,000 one-time operating expenditures); email gateway software ($3,500 one-time operating expenditures, $500 on going operating expenditures); secure web mail software ($18,000 one-time operating expenditures, $2,700 on going capital outlay). In total the request reflects $118,100 in one-time costs and $40,700 in on going costs all from the General Fund.

The Department believes the State's critical communication systems are vulnerable to attack, breach, and compromise if appropriate security measures are not implemented. Without these measures these systems and the services and data they provide are vulnerable and e-government services may become unavailable for extended periods of time.

Agency Request	0.00	158,800	0	0	158,800
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Department of Administration

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
3. WAN Core Operations					**Information Technology & Communications**

This is a request for $19,100 (General Fund) to provide upgraded support and systems for the state's WAN Core Operations. The Department states that Core Operations supports the state's existing network system and services environment. The request provides funding to acquire hardware and software that will enhance core network operations and will allow the Department to provide, maintain and support the current environment. The Department states it will become increasingly difficult to effectively maintain the state's current communications infrastructure without these tools and systems.

Specifically, the request includes the following: one new and one redundant server ($5,600 one-time capital outlay); audio/video server ($3,900 one-time operating expenditures, $7,900 one-time capital outlay); back-up system client licensing/maintenance ($500 one-time operating expenditures, $200 on going operating expenditures); redundant power supply for core switch ($1,000 one-time capital outlay).

The Department states that this request will allow it to more effectively manage the current WAN. The levels of services currently being provided through the WAN have expanded to the point that the capabilities and basic reliability of the Core Operations are being strained, resulting in more staff time required to maintain them.

Agency Request	0.00	19,100	0	0	19,100
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

4. Courthouse Maintenance					**Public Works**

This request is for $10,000 in dedicated fund spending authority for maintenance of the old Ada County Courthouse. The Department continues to manage the building pending the Legislature's decision on the future of the facility. Minimal maintenance is performed on the building with the primary expenses being 1) heating in winter to prevent freezing of the plumbing and 2) watering the grass during the summer.

These expenses have been paid by Facilities Services from its existing appropriation. While not a large amount, given the recent budget cuts and holdbacks the additional expense of Courthouse maintenance takes scarce dollars from maintenance on occupied facilities. The Department makes this request to fund the estimated cost of maintaining the basic integrity of the building until the building's future is determined. (NOTE: The dedicated fund to be used for this request is the Administration and Accounting Services fund. The Department of Administration bills for functions like radio, microwave, telephone, postal, building space, parking, purchasing, records management, etc. Receipts for these activities are deposited into this fund and are appropriated to cover costs of providing goods and services).

Agency Request	0.00	0	10,000	0	10,000
Governor's Recommendation	*0.00*	*0*	*10,000*	*0*	*10,000*

5. Borah Federal Post Office Bldg.					**Public Works**
Agency Request	0.00	0	0	0	0

This reflects a Governor's initiative. The Governor recommends $650,000 in dedicated funds for operating expenditures for the Borah Federal Post Office Building. This recommendation only provides the necessary spending authority to cover operating costs. However, this recommendation does not provide the funding to match the recommended appropriation. Those funds will be generated by rents from occupants of the building.

Governor's Recommendation	*0.00*	*0*	*650,000*	*0*	*650,000*
FY 2005 Total					
Agency Request	173.50	9,342,000	27,506,800	0	36,848,800
Governor's Recommendation	*173.50*	*8,887,900*	*28,052,000*	*0*	*36,939,900*

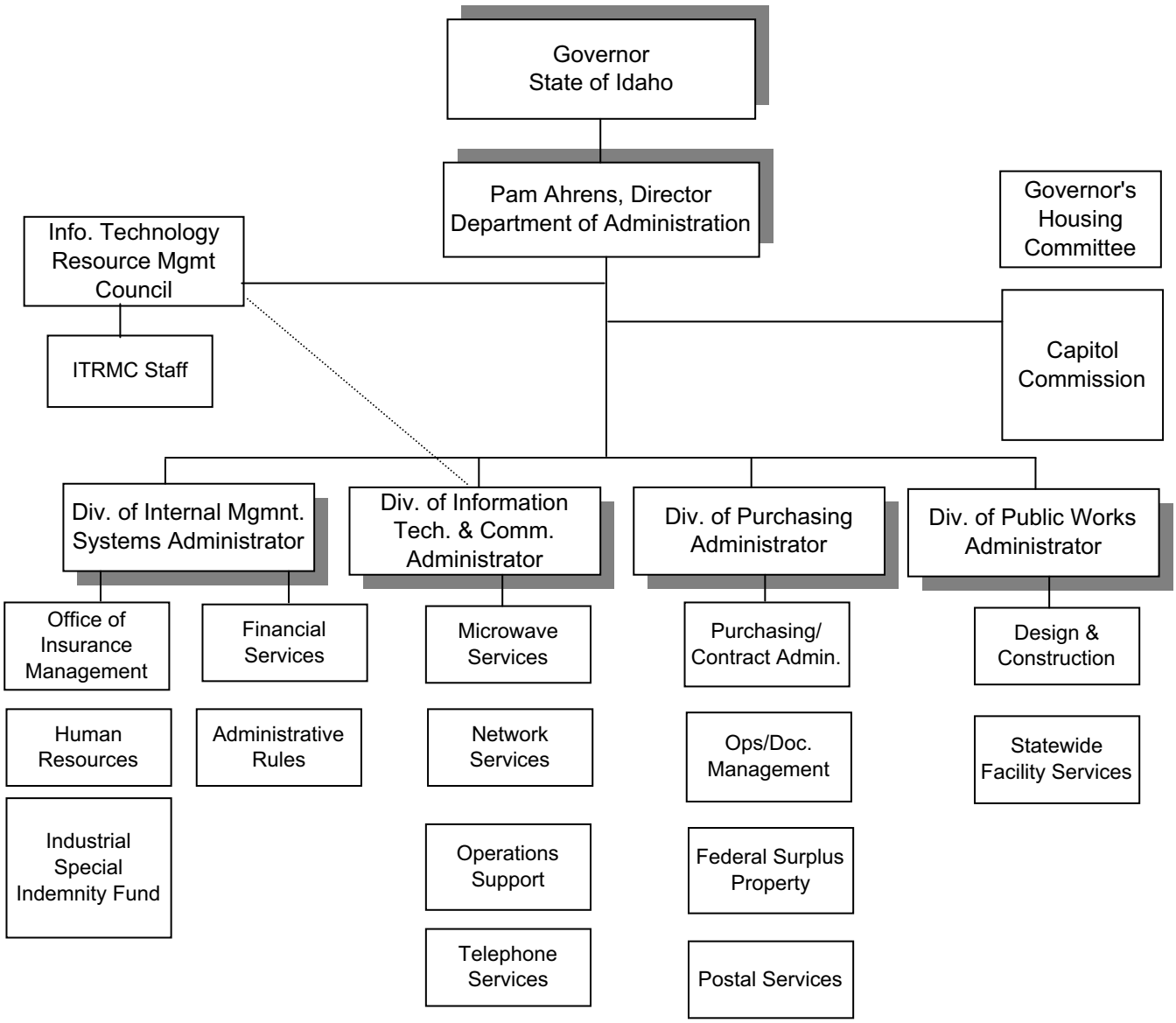
Department of Administration

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Agency Request					
Change from Original App	0.40	527,300	4,874,600	0	5,401,900
% Change from Original App	0.2%	6.0%	21.5%		17.2%
Governor's Recommendation					
Change from Original App	*0.40*	*73,200*	*5,419,800*	*0*	*5,493,000*
% Change from Original App	*0.2%*	*0.8%*	*23.9%*		*17.5%*

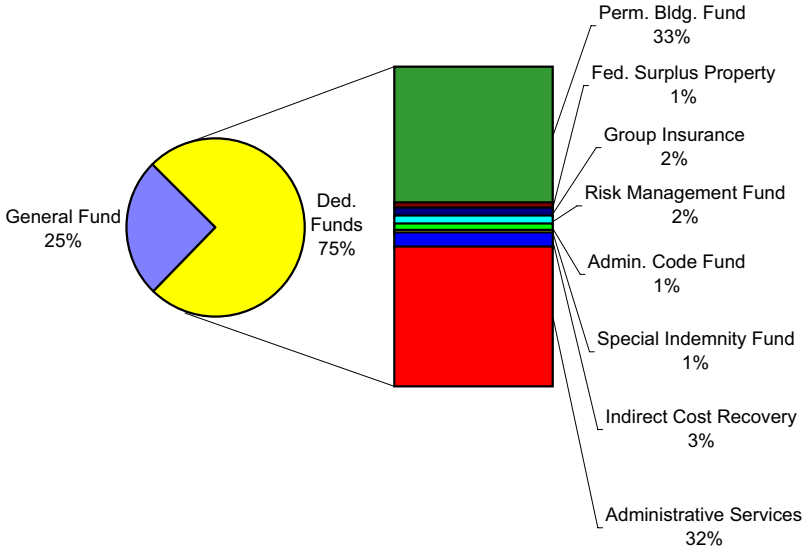
Department of Administration
Issues & Information

Organizational Chart



Department of Administration
Issues & Information

FY 2005 Request = $37,006,000
Funding Sources



DEDICATED FUND SOURCES and USES

Permanent Building Fund
Source: Beer tax, income tax filing tax, lottery earnings, plus a portion of the cigarette and sales tax.
Use: Used to build and maintain structures of Idaho state government.
Federal Surplus Property
Source: Fees charged to public entities that acquire surplus federal property.
Use: Pays for the acquisition, warehousing, and distribution of surplus federal property and office operation costs.
Group Insurance
Source: A monthly per employee payment made by each agency which is combined with monthly premiums paid by employees and retirees.
Use: Provides medical and dental benefits to state employees and their dependents and office operation costs.
Retained Risk Fund
Source: Agencies are billed for their share of property and casualty insurance coverage.
Use: Pays premiums to insurers, uninsured losses, and offers operation costs.
Administrative Code Fund
Source: Fees charged to state agencies that are promulgating administrative rules, agencies that have rules contained in administrative code, and anyone purchasing printed rules.
Use: Pays for all costs associated with the rule-making process.
Industrial Special Indemnity Fund
Source: An annual assessment on workers compensation insurers based on their pro-rata share of the total benefits paid.
Use: Pays benefits to totally and permanently disabled "second injury" claimants and office operation costs.
Indirect Cost Recovery Fund
Source: Charges to other programs within the Department to allocate administrative overhead costs.
Use: Pay salaries, operating costs, and capital equipment for centralized administrative functions.
Administrative Services
Source: The Department of Administration sells products and services to other state agencies. This fund accounts for those transactions and is composed of many fund details.
Use: Pays for Department goods and services sold to other state agencies.

Blank Page

Building Fund Advisory Council

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
Dedicated	36,557,400	17,473,800	28,993,400	48,106,000	*21,229,700*
Percent Change:		(52.2%)	65.9%	65.9%	*(26.8%)*
BY OBJECT OF EXPENDITURE					
Capital Outlay	36,557,400	17,473,800	28,993,400	48,106,000	*21,229,700*

Division Description

The Building Fund Advisory Council budget includes maintenance and construction costs for state buildings, including those at the universities and community colleges, funded from the Permanent Building Fund. The process is under the direction of the Permanent Building Fund Advisory Council, which is appointed by and serves at the pleasure of the Governor. The council is composed of a member from the Senate, a member from the House of Representatives, a contractor, a banker, and a person from the business community. Throughout the year, the council reviews and must give approval to all planning, design and construction of state public works projects.

The Permanent Building Fund receives revenue from a $10 income tax filing fee, portions of the cigarette, beer and sales taxes, half of the lottery dividends, Capitol Mall parking receipts, interest from the Budget Stabilization Fund, periodic transfers from the General Fund, and, on occasion, other miscellaneous sources. It also retains any interest earned on the money in the Fund.

Building Fund Advisory Council

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**0.00**	**0**	**28,993,400**	***0.00***	***0***	***28,993,400***
Reappropriations	0.00	0	19,097,400	*0.00*	*0*	*0*
FY 2004 Total Appropriation	**0.00**	**0**	**48,090,800**	***0.00***	***0***	***28,993,400***
Removal of One-Time Expenditures	0.00	0	(48,090,800)	*0.00*	*0*	*(28,993,400)*
FY 2005 Base	**0.00**	**0**	**0**	***0.00***	***0***	***0***
Replacement Items	0.00	0	14,728,000	*0.00*	*0*	*15,429,700*
FY 2005 Program Maintenance	**0.00**	**0**	**14,728,000**	***0.00***	***0***	***15,429,700***
1. ISHS: Idaho History Center, Phase 2	0.00	0	4,600,000	*0.00*	*0*	*4,600,000*
2. ADM: Idaho Falls State Office Bldg.	0.00	0	700,000	*0.00*	*0*	*700,000*
3. DOC: Long-Term Master Plan	0.00	0	500,000	*0.00*	*0*	*500,000*
4. ISP: Combined Office Space	0.00	0	2,566,000	*0.00*	*0*	*0*
5. LANDS: Centerville Fire Guard Station	0.00	0	610,000	*0.00*	*0*	*0*
6. BLIND: New Facility	0.00	0	6,243,000	*0.00*	*0*	*0*
7. DOC: Medical/Mental Health Facility	0.00	0	17,900,000	*0.00*	*0*	*0*
8. EITC: Remodel Maintenance Bldg.	0.00	0	259,000	*0.00*	*0*	*0*
FY 2005 Total	**0.00**	**0**	**48,106,000**	***0.00***	***0***	***21,229,700***
Change from Original Appropriation	0.00	0	19,112,600	*0.00*	*0*	*(7,763,700)*
% Change from Original Appropriation			65.9%			(26.8%)

Building Fund Advisory Council

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	0.00	0	28,993,400	0	28,993,400
Reappropriations					
Reflects spending authority approved for prior years and carried over into fiscal year 2004.					
Agency Request	0.00	0	19,097,400	0	19,097,400
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Total Appropriation					
Agency Request	0.00	0	48,090,800	0	48,090,800
Governor's Recommendation	*0.00*	*0*	*28,993,400*	*0*	*28,993,400*
Removal of One-Time Expenditures					
Reflects the removal of spending authority accumulated from this and prior years' appropriations to restore the base to zero. [ANALYST NOTE: This reduction in spending authority is necessary to accurately account for prior years' reappropriations and to reduce the base to zero. The Governor did not specifically address this accounting measure].					
Agency Request	0.00	0	(48,090,800)	0	(48,090,800)
Governor's Recommendation	*0.00*	*0*	*(28,993,400)*	*0*	*(28,993,400)*
FY 2005 Base					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
After reviewing requests from all state government agencies and entities for maintenance projects, the Advisory Council recommends funding based on the projected revenues. The Advisory Council recommends $13,528,000 of the $46,312,821 in non-agency funded projects requested for alteration and repair of state buildings and facilities. The Council also recommends $800,000 of the $2,440,848 requested for ADA compliance projects and $400,000 of the $807,700 requested for asbestos abatement projects.					
Agency Request	0.00	0	14,728,000	0	14,728,000
The Governor's recommendation includes $14,229,700 for alterations and repairs; $800,000 for Americans with Disabilities Act compliance projects; and $400,000 for asbestos abatement projects.					
Governor's Recommendation	*0.00*	*0*	*15,429,700*	*0*	*15,429,700*
FY 2005 Program Maintenance					
Agency Request	0.00	0	14,728,000	0	14,728,000
Governor's Recommendation	*0.00*	*0*	*15,429,700*	*0*	*15,429,700*

1. ISHS: Idaho History Center, Phase 2

The Permanent Building Fund Advisory Council (PBFAC) recommends the entire $4.6 million requested by the Idaho State Historical Society for Phase II of the Idaho History Center. Phase I of this project--an archives storage building--was designed and constructed during 1997 and 1998. Occupancy took place in July of 1998. Phase II is for the design and construction of the library-administration portion of the project. This request has been the number one Capital Improvement priority of the Historical Society for a number of years. The agency states that the project represents a critical need for the agency in that currently it has has very limited space to provide for the public's use of what is a large and increasing amount of historical documents, photographs, books, maps oral histories, research guides, microfilm, and other items. The building is intended to accommodate the Library and Archives Division's needs for the next 20-years. The agency states that impact on its operating budget will amount to approximately $54,000. There will, however, be additional one-time costs for moving and furnishings.

Agency Request	0.00	0	4,600,000	0	4,600,000
Governor's Recommendation	*0.00*	*0*	*4,600,000*	*0*	*4,600,000*

Building Fund Advisory Council

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total

2. ADM: Idaho Falls State Office Bldg.

The PBFAC recommends the entire $700,000 requested by the Department of Administration and the Idaho Department of Labor (DOL) to purchase the portion of the Idaho Falls State Office Building (IFSOB or Office Building) currently occupied by DOL with its Job Service Office. Federal funds originally financed the section of the Office Building occupied by DOL. In 2000, the space was appraised at $700,000. Federal rules require that this $700,000 be paid to the federal government should the Department of Labor be moved from the IFSOB. However, federal rules also permit the DOL to sell its equity in the Office Building and reinvest the market value in another facility in the same region of the state, as long as the new structure is used by the state's Employment Service and Unemployment Insurance programs administered by DOL. The funding from this transaction will allow DOL to do exactly that.

In order to purchase DOL's equity in the Office Building, federal rules must be met. First, the federal government must be paid fair market value for the space. Second, DOL must reinvest the proceeds from the sale into another facility in the same geographic area. If funds are appropriated to the Department of Administration for this purchase, the space vacated by the Idaho Department of Labor will be made available to other state agencies currently leasing commercial space in the Idaho Falls area.

The Department of Labor states that the 9,000 square feet of space at IFSOB has been very inadequate to meet increased customer needs in the area. The Department notes that Job Service Offices in similarly-sized communities in Idaho have between 14,000 and 16,000 square feet of space. The Department was ready to move it to Idaho Falls Job Service Office out of the IFSOB three years ago, but due to budget constraints, the Department cancelled plans to do so. At this time, however, the Department is ready to proceed with a move to a larger facility in Idaho Falls. The proposed new facility is for a 15,000 square foot building in Idaho Falls at a cost of $1,930,500 ($700,000 of which is from this D.U. and $1.2 million will be supplied by DOL from other sources).

Agency Request	0.00	0	700,000	0	700,000
Governor's Recommendation	*0.00*	*0*	*700,000*	*0*	*700,000*

3. DOC: Long-Term Master Plan

The PBFAC recommends the entire $500,000 requested by the Department of Correction for a state-wide, long-term master plan to estimate future housing needs. This D.U. will provide funding to hire a planning consultant to provide such a master plan. The Department states that the consultant will review DOC's population projections, evaluate location of facilities to develop efficient plans for transport and reintegration into the community, determine optimum capacity of existing institutions and work centers, and provide recommendations as to whether to expand the Department's existing institutions or to construct new facilities. If an existing facility is to be expanded, the consultant will be required to determine if any changes or expansion to DOC infrastructure or support functions is necessary. Support functions include medical, kitchen and dining, laundry, processing, security, education, and visitation. Once the plan is complete, the consultant will prepare a design and construction schedule with corresponding cost estimates.

Agency Request	0.00	0	500,000	0	500,000
Governor's Recommendation	*0.00*	*0*	*500,000*	*0*	*500,000*

Building Fund Advisory Council

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total

4. ISP: Combined Office Space

Although the PBFAC does not anticipate there being sufficient Permanent Building Fund revenues for this project in FY 2005, should additional, unexpected funding materialize, the Council recommends the entire $2,566,000 requested by the Idaho State Police to restore funding for a facility to combine office space and ISP functions in Meridian. In FY 2001, JFAC authorized $2.4 million from the Permanent Building Fund for the project and it commenced in May 2001. Design development was completed in January 2002 and construction documents were approximately 90 percent complete when the project was put "on-hold" and unobligated project funds were transferred to the General Fund as part of the budget balancing measures adopted. Approximately $87,000 of the original funding was expended for project design, a site survey, and geo-technical testing. This request is to revive the project as originally budgeted to complete the construction document phase and move forward with construction.

The project would result in 20,709 square feet of secured office space and parking. Currently, the existing program is in separate facilities occupied by patrol and investigations. The Region 3 investigation office is located within the ISP headquarters complex. Improvements will include: further consolidation of state police services in a single, appropriately secure facility; increased ability to deliver customer services through a "one-stop shop" approach; operational cost savings with combined utilities and equipment; potential personnel savings with shared support and evidentiary staff; and long-term joint occupancy rather than the current practice of going through the leasing process for multiple facilities every three years.

Agency Request	0.00	0	2,566,000	0	2,566,000
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

5. LANDS: Centerville Fire Guard Station

Although the PBFAC does not anticipate there being sufficient Permanent Building Fund revenues for this project in FY 2005, should additional, unexpected funding materialize, the Council recommends the entire $610,000 requested by the Department of Lands for a new Fire Guard Station in Centerville. The Department states that a fire Guard Station is needed in the Centerville area to provide a quick response time to wildfires within the Southwest Idaho Forest Protective District.

For approximately the last 20 years, the Department has leased an old house near Centerville for purposes of a fire guard station. The house is in poor condition, does not provide adequate space and does not meet OSHA requirements. The lack of rental property in this area keeps the Department using the current inadequate facility. The lessor has also been unwilling to make any improvements on the property. The new facility is planned as one story, with 5,200 total square feet. The new station would house six employees with overnight facilities for other department personnel when working in the area. It would serve as a command center during critical fire periods. The new facility would include an office, dispatch room, conference room, engine room, warehouse, and restrooms. The plan also includes a shop, a covered parking area, wash pad, and materials shed.

This project was previously authorized by the Council and approved by the Legislature but was cancelled as part of recent budget balancing efforts.

Agency Request	0.00	0	610,000	0	610,000
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Building Fund Advisory Council

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total

6. BLIND: New Facility

Although the PBFAC does not anticipate there being sufficient Permanent Building Fund revenues for this project in FY 2005, should additional, unexpected funding appear, the Council recommends the entire $6,243,000 requested by the Commission for the Blind to design and construct a 40,000 square foot building. The new facility would house administrative offices, training, and client support housing. Besides administration, instruction and program delivery space, the Blind Commission has historically been able to house some of its visually impaired clients in residential space in its current building. That is no longer possible due to identified health and life safety deficiencies in the facility. The Commission's current facility is 83 years old and does not meet fire code provisions for residential clients. As a result, the Commission's clients are housed in off-site apartments costing the Commission between $35,000 and $40,000 per year. The Commission currently has 12 students living off-site and is visited by a number of senior citizens on a daily basis.

Other safety-related deficiencies also exist which put at risk current employees and visitors to the facility. The Commission states that it holds safety meetings to work on these matters but indicates it does not have sufficient funding to appropriately correct current shortcomings.

[ANALYST NOTE: In FY 2002, the PBFAC recommended and the Legislature approved $1.5 million of this request as seed money for the new facility. However, that appropriation was cancelled as part of the recent budget balancing efforts.]

Agency Request	0.00	0	6,243,000	0	6,243,000
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

7. DOC: Medical/Mental Health Facility

Although the PBFAC does not anticipate there being sufficient Permanent Building Fund revenues for this project in FY 2005, should additional, unexpected funding materialize, the Council recommends the entire $17,900,000 requested by the Department of Correction for a new 300-bed secure Mental Health/Medical Facility in the prison complex south of Boise.

Currently, DOC houses over 600 mental health offenders, over a hundred geriatric offenders, and dozens of long-term medical issue offenders. These offenders are now housed with the general population in the institutions. This practice leads to manipulation by other inmates and safety concerns. The Department states that these offenders have problems and concerns that are better controlled and treated in a therapeutic environment. The proposed new facility will be 70,000 square feet and provide 300-beds to house, manage and treat this special inmate population. The beds currently occupied by this type of offender (primarily at IMSI, ISCI, and ICI-O) would be used for their intended purpose when these offenders are moved to the new facility.

[ANALYST NOTE: This request does not reflect increased operating budgets or associated capital outlay expenditures associated with the new facility. The Department notes that ongoing personnel and operating costs will be significantly higher than a general population facility of this size because of the nature of the population.]

Agency Request	0.00	0	17,900,000	0	17,900,000
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

8. EITC: Remodel Maintenance Bldg.

Although the PBFAC does not anticipate there being sufficient Permanent Building Fund revenues for this project in FY 2005, should additional, unexpected funding materialize, the Council recommends $259,000 of the $278,000 requested by Eastern Idaho Technical College for the remodel and addition to the existing maintenance building. The proposed remodel/addition will add a shop area and office space. The College states that at the current time the facility has no shop area to perform equipment maintenance and/or repairs. Currently, there is very little office area for maintenance staff to work at their workstations.

Agency Request	0.00	0	259,000	0	259,000
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Building Fund Advisory Council

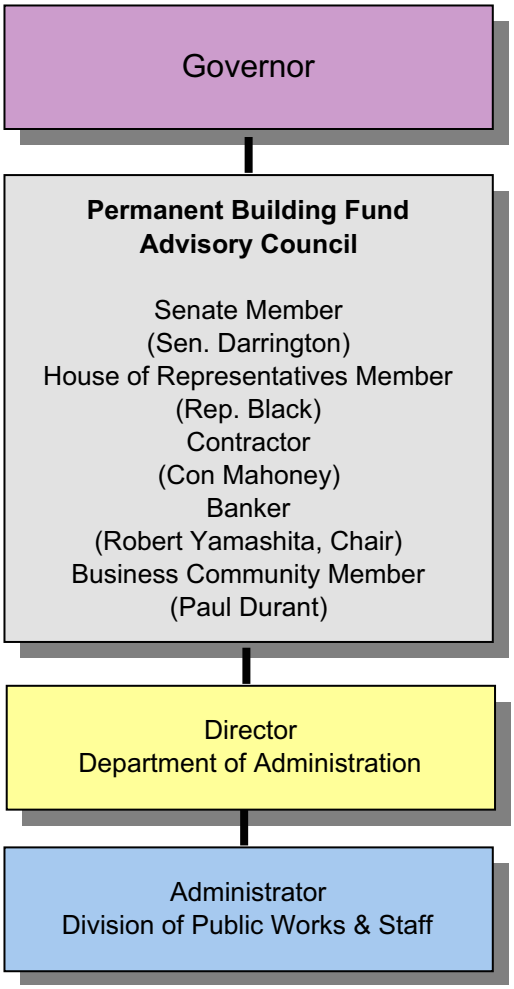
Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Total					
Agency Request	0.00	0	48,106,000	0	48,106,000
Governor's Recommendation	*0.00*	*0*	*21,229,700*	*0*	*21,229,700*
Agency Request					
Change from Original App	0.00	0	19,112,600	0	19,112,600
% Change from Original App			65.9%		65.9%
Governor's Recommendation					
Change from Original App	*0.00*	*0*	*(7,763,700)*	*0*	*(7,763,700)*
% Change from Original App			*(26.8%)*		*(26.8%)*

Building Fund Advisory Council
Issues & Information

Permanent Building Fund Advisory Council (PBFAC)
Organizational Chart

- No FTP are included in the Permanent Building Fund budget.
- Employees of the Division of Public Works, Department of Administration, serve the PBFAC.



Section 57-1108, Idaho Code The permanent building fund is hereby created and established in the state treasury to which shall be deposited all revenues derived from taxes imposed and transfers authorized pursuant to the provisions of this act. All moneys now or hereafter in the permanent building fund are hereby dedicated for the purpose of building needed structures, renovations, repairs to and remodeling of existing structures at the several state institutions and for the several agencies of state government. The state treasurer shall invest the idle moneys in the fund, and the interest earned on such investments shall be retained by the fund.

Building Fund Advisory Council
Issues & Information

Analyst: Milstead

FY 2005 Permanent Building Fund Comparison			
	Agency Request	PBFAC Recomm.	Governor's Recomm.
REVENUES:			
Beginning Balance	$ -	$ -	$ -
General Fund Transfer	$ -	$ -	
Income Tax Filing Fee - $10 Head Tax	$ 5,818,100	$ 5,818,100	$ 5,818,100
Cigarette Tax	$ 6,309,400	$ 6,309,400	$ 6,309,400
Beer Tax	$ 1,474,500	$ 1,474,500	$ 1,474,500
Sales Tax	$ 5,000,000	$ 5,000,000	$ 5,000,000
Lottery Dividends	$ 10,350,000	$ 10,350,000	$ 10,350,000
Capitol Mall Parking Receipts	$ 108,000	$ 108,000	$ 108,000
Budget Stabilization Fund Interest	$ 250,000	$ 250,000	$ 250,000
Permanent Building Fund Interest	$ 377,100	$ 377,100	$ 377,100
Reappropriation	$ 3,498,000	$ 3,498,000	$ 3,498,000
TOTAL REVENUE	**$ 33,185,100**	**$ 33,185,100**	**$ 33,185,100**
EXPENDITURES:			
Dept of Administration Operating Budget:			
Division of Public Works	$ 3,019,400	$ 3,019,400	$ 2,995,300
Bond Payments-Existing	8,849,400	8,849,400	8,849,400
Sub-total Admin Operating Budget	**$ 11,868,800**	**$ 11,868,800**	**$ 11,844,700**
SUB-TOTAL AVAILABLE REVENUES	**$ 21,316,300**	**$ 21,316,300**	**$ 21,340,400**
Alteration, Maintenance & Repair Projects:			
Alt. & Rep.--includes deferred proj.	$ 46,312,821	$ 13,528,000	$ 14,229,700
Asbestos Abatement	$ 807,700	$ 400,000	$ 400,000
Underground Storage Tanks	$ -	$ -	$ -
ADA Compliance	$ 2,357,050	$ 800,000	$ 800,000
Building Demolition	$ 852,000	$ -	$ -
Capitol Mall Maintenance	$ 108,000	$ 108,000	$ 108,000
Sub-total Alterations & Repairs	**$ 50,437,571**	**$ 14,836,000**	**$ 15,537,700**
Capital Construction Projects:			
1. ISHS: History Ctr., Phase 2	$ 4,600,000	$ 4,600,000	$ 4,600,000
2. Multi-Agency: Job Service Office	$ 700,000	$ 700,000	$ 700,000
3. CORR: Long-Term Master Plan	$ 500,000	$ 500,000	$ 500,000
4. ISP: Office Space, Meridian*	$ 2,566,000	$ 2,566,000	$ -
5. DOL: Fire Guard Station, Centerville*	$ 610,000	$ 610,000	$ -
6. BLIND: New Facility*	$ 6,243,000	$ 6,243,000	$ -
7. CORR: Med/Mental Health Facility*	$ 17,900,000	$ 17,900,000	$ -
8. EITC: Maintenance Bldg. Remodel*	$ 278,000	$ 259,000	$ -
All other agency capital requests	$ 231,723,986	$ -	$ -
Sub-total Capital Projects	**$ 265,120,986**	**$ 33,378,000**	**$ 5,800,000**
ADVISORY COUNCIL EXPENDITURES	**$ 315,558,557**	**$ 48,214,000**	**$ 21,337,700**

*PBFAC recommends these projects but only to the extent revenues exceed projections and are available.

Blank Page

Capitol Commission

Analyst: Milstead

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
Dedicated	412,900	2,456,300	100,100	2,136,900	*2,135,800*
Percent Change:		494.9%	(95.9%)	2,034.8%	*2,033.7%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	40,800	21,900	30,400	31,400	*31,600*
Operating Expenditures	372,100	177,200	69,700	98,600	*97,300*
Capital Outlay	0	2,257,200	0	2,006,900	*2,006,900*
Total:	**412,900**	**2,456,300**	**100,100**	**2,136,900**	***2,135,800***
Full-Time Positions (FTP)	0.00	0.00	0.50	0.10	*0.10*

Division Description

The Capitol Commission's mission is to oversee all renovation and restoration efforts of the Capitol building and grounds. This includes selecting an Architect of the Capitol, developing a Master Plan addressing the building, maintaining its furnishings and grounds, and overseeing any modification to the physical structure of the building.

Capitol Commission

Analyst: Milstead

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**0.50**	**0**	**100,100**	***0.50***	***0***	***100,100***
Reappropriations	0.00	0	28,797,200	*0.00*	*0*	*28,797,200*
FY 2004 Total Appropriation	**0.50**	**0**	**28,897,300**	***0.50***	***0***	***28,897,300***
Non-Cognizable Funds and Transfers	(0.40)	0	0	*(0.40)*	*0*	*0*
FY 2004 Estimated Expenditures	**0.10**	**0**	**28,897,300**	***0.10***	***0***	***28,897,300***
Removal of One-Time Expenditures	0.00	0	(28,797,200)	*0.00*	*0*	*(28,797,200)*
FY 2005 Base	**0.10**	**0**	**100,100**	***0.10***	***0***	***100,100***
Personnel Cost Rollups	0.00	0	800	*0.00*	*0*	*800*
Inflationary Adjustments	0.00	0	1,300	*0.00*	*0*	*0*
Nonstandard Adjustment	0.00	0	27,600	*0.00*	*0*	*27,600*
Change in Employee Compensation	0.00	0	200	*0.00*	*0*	*400*
FY 2005 Program Maintenance	**0.10**	**0**	**130,000**	***0.10***	***0***	***128,900***
1. Rotunda Skylight Repair	0.00	0	988,900	*0.00*	*0*	*988,900*
2. Capitol Exterior Stone Repair	0.00	0	1,018,000	*0.00*	*0*	*1,018,000*
FY 2005 Total	**0.10**	**0**	**2,136,900**	***0.10***	***0***	***2,135,800***
Change from Original Appropriation	(0.40)	0	2,036,800	*(0.40)*	*0*	*2,035,700*
% Change from Original Appropriation			2,034.8%			2,033.7%

Capitol Commission

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	0.50	0	100,100	0	100,100
Reappropriations					
The FY 2004 appropriation bill provides for the reappropriation of certain unexpended and unencumbered funds.					
Agency Request	0.00	0	28,797,200	0	28,797,200
Governor's Recommendation	*0.00*	*0*	*28,797,200*	*0*	*28,797,200*
FY 2004 Total Appropriation					
Agency Request	0.50	0	28,897,300	0	28,897,300
Governor's Recommendation	*0.50*	*0*	*28,897,300*	*0*	*28,897,300*
Non-Cognizable Funds and Transfers					
This adjusts FTPs downward to reflect a decreased need for management assistance due to a decreasing work-load.					
Agency Request	(0.40)	0	0	0	0
Governor's Recommendation	*(0.40)*	*0*	*0*	*0*	*0*
FY 2004 Estimated Expenditures					
Agency Request	0.10	0	28,897,300	0	28,897,300
Governor's Recommendation	*0.10*	*0*	*28,897,300*	*0*	*28,897,300*
Removal of One-Time Expenditures					
Reflects the removal of one-time items and carryover spending authority.					
Agency Request	0.00	0	(28,797,200)	0	(28,797,200)
Governor's Recommendation	*0.00*	*0*	*(28,797,200)*	*0*	*(28,797,200)*
FY 2005 Base					
Agency Request	0.10	0	100,100	0	100,100
Governor's Recommendation	*0.10*	*0*	*100,100*	*0*	*100,100*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 percent of salary.					
Agency Request	0.00	0	800	0	800
Governor's Recommendation	*0.00*	*0*	*800*	*0*	*800*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	0	1,300	0	1,300
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustment					
The Endowment Board reimburses the Department of Land's for all endowment related expenses, which includes the Capitol Endowment Fund. All expenses for endowment lands are pooled during the year and at year-end the expenses are allocated as a percentage to each endowment. This additional spending authority is required to reimburse the Department of Lands for these expenses.					
Agency Request	0.00	0	27,600	0	27,600
Governor's Recommendation	*0.00*	*0*	*27,600*	*0*	*27,600*

Capitol Commission

Analyst: Milstead

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	200	0	200
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*400*	*0*	*400*
FY 2005 Program Maintenance					
Agency Request	0.10	0	130,000	0	130,000
Governor's Recommendation	*0.10*	*0*	*128,900*	*0*	*128,900*
1. Rotunda Skylight Repair					
Reflects funding from the Capitol Income Fund which was created to provide a funding source for the Capitol Building and for the operations of the Capitol Commission. The Rotunda has numerous skylights that have deteriorated to the point that severe water leakage and intrusion is occurring. These leaks are causing damage and if unchecked will likely result in significant structural damage. Approval of this request will allow completion of repairs that will seal the exterior envelope of the facility and retard weather intrusion into the interior.					
Agency Request	0.00	0	988,900	0	988,900
Governor's Recommendation	*0.00*	*0*	*988,900*	*0*	*988,900*
2. Capitol Exterior Stone Repair					
Funding for this request comes from the Capitol Income Fund which was created to provide funding for the Capitol Building and for Capitol Commission operations. Previous projects financed by the Permanent Building Fund have addressed exterior stone repairs on the Eastern wing and the Central core of the building. Due to a shortage of funds, required additional stone repairs were not completed. These repairs are critical to sealing the exterior envelop of the building and preserving the integrity of the interior.					
Agency Request	0.00	0	1,018,000	0	1,018,000
Governor's Recommendation	*0.00*	*0*	*1,018,000*	*0*	*1,018,000*
FY 2005 Total					
Agency Request	0.10	0	2,136,900	0	2,136,900
Governor's Recommendation	*0.10*	*0*	*2,135,800*	*0*	*2,135,800*
Agency Request					
Change from Original App	(0.40)	0	2,036,800	0	2,036,800
% Change from Original App	(80.0%)		2,034.8%		2,034.8%
Governor's Recommendation					
Change from Original App	*(0.40)*	*0*	*2,035,700*	*0*	*2,035,700*
% Change from Original App	*(80.0%)*		*2,033.7%*		*2,033.7%*

Attorney General

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
State Legal Services	13,103,900	12,766,600	13,719,900	14,481,900	*14,242,700*
Special Litigation	839,400	436,700	951,600	951,600	*951,600*
Total:	**13,943,300**	**13,203,300**	**14,671,500**	**15,433,500**	***15,194,300***
BY FUND CATEGORY					
General	13,618,400	13,081,900	13,891,400	15,257,900	*15,042,200*
Dedicated	150,800	100,800	780,100	175,600	*152,100*
Federal	174,100	20,600	0	0	*0*
Total:	**13,943,300**	**13,203,300**	**14,671,500**	**15,433,500**	***15,194,300***
Percent Change:		(5.3%)	11.1%	5.2%	*3.6%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	12,317,700	12,059,800	12,976,800	13,487,900	*13,505,800*
Operating Expenditures	1,625,600	1,085,000	1,694,700	1,798,000	*1,688,500*
Capital Outlay	0	58,500	0	147,600	*0*
Total:	**13,943,300**	**13,203,300**	**14,671,500**	**15,433,500**	***15,194,300***
Full-Time Positions (FTP)	176.65	176.65	177.65	181.15	*178.65*

Department Description

The Attorney General is an elected constitutional official who serves as the state's chief legal officer. The responsibilities of the office are executed by six separate divisions budgeted in two different programs.

STATE LEGAL SERVICES:
1. Civil Litigation: Provides centralized civil litigation advice and representation in cases for all state agencies, and defends the state in tort claims, actions against the judiciary, employment claims against state agencies, and actions against the Legislature. The Consumer Protection Unit enforces Idaho's consumer protection, telephone solicitation, charitable solicitation, and pay-per-telephone call statutes, as well as other laws.

2. Contracts and Administrative Law: Manages outside legal contracts for the Bureau of Risk Management, the State Insurance Fund, the Bureau of Child Support, and the Industrial Special Indemnity Fund, including assignment of cases to outside legal counsel, monitoring and supervision of cases, and review and approval of attorney billings.

3. Criminal Law: Represents the state in criminal appeals before the Idaho Supreme Court, the Idaho Court of Appeals, and in death penalty appeals in state or federal courts. Provides prosecutorial assistance statewide to counties, and provides state assistance through the complex (white-collar crime) Criminal Investigations Unit to local agencies.

4. Human Services: Provides legal service to the Dept. of Health & Welfare.

5. Intergovernmental & Fiscal Law: Provides legal advice to the Secretary of State and the State Treasurer, counties, cities, and special districts in the state. Provides legal representation to several state agencies.

6. Natural Resources: Provides legal services to the natural resources agencies, and represents the State of Idaho in current endangered species litigation, Snake River Adjudication, and the remediation of Triumph Mine.

SPECIAL LITIGATION PROGRAM: Funds are used to engage private legal representation when required due to ethical conflict between governmental entities, hire technical experts when the Attorney General's staff does not have the necessary expertise, and cover the cost of extraordinary unanticipated litigation.

Attorney General

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**177.65**	**13,891,400**	**14,671,500**	***177.65***	***13,891,400***	***14,671,500***
Reappropriations	0.00	402,700	402,700	*0.00*	*402,700*	*402,700*
FY 2004 Total Appropriation	**177.65**	**14,294,100**	**15,074,200**	***177.65***	***14,294,100***	***15,074,200***
Removal of One-Time Expenditures	0.00	(402,700)	(402,700)	*0.00*	*(402,700)*	*(402,700)*
FY 2005 Base	**177.65**	**13,891,400**	**14,671,500**	***177.65***	***13,891,400***	***14,671,500***
Personnel Cost Rollups	0.00	230,200	230,300	*0.00*	*230,200*	*230,300*
Inflationary Adjustments	0.00	11,800	13,400	*0.00*	*0*	*0*
Replacement Items	0.00	155,800	155,800	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	(8,200)	(8,200)	*0.00*	*(10,200)*	*(10,200)*
Change in Employee Compensation	0.00	121,300	121,800	*0.00*	*245,600*	*246,700*
Fund Shifts	0.00	629,200	0	*0.00*	*629,200*	*0*
FY 2005 Program Maintenance	**177.65**	**15,031,500**	**15,184,600**	***177.65***	***14,986,200***	***15,138,300***
1. Admin & Budget Database Administrator	1.00	81,400	81,400	*0.00*	*0*	*0*
2. Civil Litigation/Consumer Protection	1.50	21,600	34,100	*0.00*	*0*	*0*
3. Statewide Criminal Justice Discussion	0.00	20,000	20,000	*0.00*	*0*	*0*
4. Additional Capital & Operating Funds	0.00	12,400	22,400	*0.00*	*0*	*0*
5. Case Management Software	0.00	35,000	35,000	*0.00*	*0*	*0*
6. Paralegal for Dept. of Finance	1.00	56,000	56,000	*1.00*	*56,000*	*56,000*
7. Carryover Authority	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**181.15**	**15,257,900**	**15,433,500**	***178.65***	***15,042,200***	***15,194,300***
Change from Original Appropriation	3.50	1,366,500	762,000	*1.00*	*1,150,800*	*522,800*
% Change from Original Appropriation		9.8%	5.2%		8.3%	3.6%

Attorney General

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	177.65	13,891,400	780,100	0	14,671,500
Reappropriations					
Reappropriation authority -- otherwise known as carry over -- allows unspent funds from the prior fiscal year to be carried over and spent in the current fiscal year. Those moneys are then removed as one-time expenditures before calculating the FY 2005 Base. Carry over requires specific legislative authorization and must be approved every year. Few appropriations receive reappropriation authority. This reappropriation was authorized for General Funds supporting Special Litigation.					
Agency Request	0.00	402,700	0	0	402,700
Governor's Recommendation	*0.00*	*402,700*	*0*	*0*	*402,700*
FY 2004 Total Appropriation					
Agency Request	177.65	14,294,100	780,100	0	15,074,200
Governor's Recommendation	*177.65*	*14,294,100*	*780,100*	*0*	*15,074,200*
Removal of One-Time Expenditures					
Agency Request	0.00	(402,700)	0	0	(402,700)
Governor's Recommendation	*0.00*	*(402,700)*	*0*	*0*	*(402,700)*
FY 2005 Base					
Agency Request	177.65	13,891,400	780,100	0	14,671,500
Governor's Recommendation	*177.65*	*13,891,400*	*780,100*	*0*	*14,671,500*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	230,200	100	0	230,300
Governor's Recommendation	*0.00*	*230,200*	*100*	*0*	*230,300*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	11,800	1,600	0	13,400
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
The request for Replacement Items includes $44,100 for 35 computer workstations, $14,000 for eight printers, $12,700 for four servers, $6,700 for four laptops, $5,000 for a scanner, $4,000 for a tape backup, $7,200 for four fax machines, $20,000 for a vehicle, $5,600 for 14 executive chairs, and $14,000 for a photocopier. An additional $7,500 is requested in operating expenditures for technical training, and $15,000 to upgrade the imaging system software.					
Agency Request	0.00	155,800	0	0	155,800
Not recommended.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Attorney General

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property/casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Risk management fees are reduced by $1,300, State Controller fees by $15,800, and State Treasurer fees by $2,100.					
In addition, $11,000 is requested for the annual contractual increase in Westlaw on-line legal research, annual maintenance for Legal Files case management software, annual maintenance for Navision employee and asset databases and annual maintenance for imaging system software.					
Agency Request	0.00	(8,200)	0	0	(8,200)
The annual maintenance for the imaging system software of $2,000 is not recommended.					
Governor's Recommendation	*0.00*	*(10,200)*	*0*	*0*	*(10,200)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	121,300	500	0	121,800
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*245,600*	*1,100*	*0*	*246,700*
Fund Shifts					
Shift reinstated positions back to the General Fund. The General Fund will benefit from the actual cost of these positions during the fiscal year through statewide cost allocation, and at the same time reestablish these authorized positions back to the General Fund from the Consumer Protection Fund. The fiscal impact of this adjustment is revenue neutral.					
Agency Request	0.00	629,200	(629,200)	0	0
Governor's Recommendation	*0.00*	*629,200*	*(629,200)*	*0*	*0*
FY 2005 Program Maintenance					
Agency Request	177.65	15,031,500	153,100	0	15,184,600
Governor's Recommendation	*177.65*	*14,986,200*	*152,100*	*0*	*15,138,300*
1. Admin & Budget Database Administrator					**State Legal Services**
The office's mission critical SQL and Citrix applications require special expertise and create support demands that require a dedicated full-time position. The office has implemented a number of mission critical SQL databases. They include Legal Files Case Management software for the Natural Resources Division, the Consumer Protection complaint database, the "no-call" database, and Navision, and employee and resource management database. This request is for $72,900 in personnel costs, $4,000 for operating expenditures, and one-time capital outlay of $4,500.					
Agency Request	1.00	81,400	0	0	81,400
Not recommended. The Governor's recommendation recognizes selected enhancements and defers action on other items to the Legislature.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Attorney General

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
2. Civil Litigation/Consumer Protection					**State Legal Services**

This funding request is to move four part-time positions to two full-time positions. The Civil Litigation Division has been using several part-time employees without benefits to provide full-time coverage for office reception and office assistant duties. Combining this part-time coverage into one full-time receptionist and one full-time office assistant would result in higher quality service and more efficient supervision. This request is for .50 FTP, $11,500 in salary, and $10,100 in benefits for a total of $21,600 in personnel costs from the General Fund.

In addition, the Office is requesting to move two temporary positions funded in the Consumer Protection Fund into one full-time position (1.00 FTP) with an additional $3,100 in salary and $9,400 in benefits for a total of $12,500 in personnel costs from the Consumer Protection Fund.

Agency Request	1.50	21,600	12,500	0	34,100

Not recommended. The Governor's recommendation recognizes selected enhancements and defers action on other items to the Legislature.

Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

3. Statewide Criminal Justice Discussion — **State Legal Services**

The Attorney General proposes to conduct town meetings throughout the state to involve citizens in a discussion of criminal justice issues. A steering committee, to include representatives of the Legislature and the Judicial Branches of state government as well as various stakeholder organizations, will prepare a report at the conclusion of the two-year process.

Agency Request	0.00	20,000	0	0	20,000

Not recommended. The Governor's recommendation recognizes selected enhancements and defers action on other items to the Legislature.

Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

4. Additional Capital & Operating Funds — **State Legal Services**

This request is to purchase batteries to expand the UPS to maintain the network during power failures, and to purchase an air conditioner unit to maintain proper temperature in the server room to prevent system failure due to overheating. Also requested is funding for miscellaneous network testing equipment, scanning station for court documents, and programming costs to update the consumer complaint database.

Agency Request	0.00	12,400	10,000	0	22,400

Not recommended. The Governor's recommendation recognizes selected enhancements and defers action on other items to the Legislature.

Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

5. Case Management Software — **State Legal Services**

This request is for $30,000 in one-time operating expenditures, and $5,000 in ongoing operating expenditures to purchase case management software. Case management software performs several critical functions to assist in tracking, staff allocation, timely reporting and the decreased risk of missing deadlines and defaulting on cases.

Agency Request	0.00	35,000	0	0	35,000

Not recommended. The Governor's recommendation recognizes selected enhancements and defers action on other items to the Legislature.

Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Attorney General

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
6. Paralegal for Dept. of Finance					**State Legal Services**

The Department of Finance has requested the addition of a paralegal to their legal staff. Two deputies attorney general are currently assigned to this agency, and in addition to normal advice and legal services, their litigation caseload has increased significantly. Involvement in cases like the Household International, Inc. settlement, the Rehoboth Bank challenge to Idaho Credit Code licensing and the Dept. of Finance v. Robert McClung case involving misuse of inventor monies, have all generated a substantial amount of paralegal work. At the same time, the Department has established a policy goal to increase collection of court-ordered restitution for injured inventors. The services of a paralegal, to assist the deputies, would substantially further that goal and allow more efficient use of attorney time.

The Office of the Attorney General and the Department of Finance are proposing to have the Department of Finance provide funds for the first year's costs directly with a cash transfer into the General Fund at the beginning of FY 2005. The General Fund will be reimbursed in future years from the Department of Finance through statewide cost allocation.

Agency Request	1.00	56,000	0	0	56,000

The Governor's recommendation recognizes selected enhancements and defers action on other items to the Legislature.

Governor's Recommendation	*1.00*	*56,000*	*0*	*0*	*56,000*

7. Carryover Authority					**Special Litigation**

The Office of the Attorney General is requesting carryover spending authority from FY 2004 into FY 2005 for the Special Litigation Program.

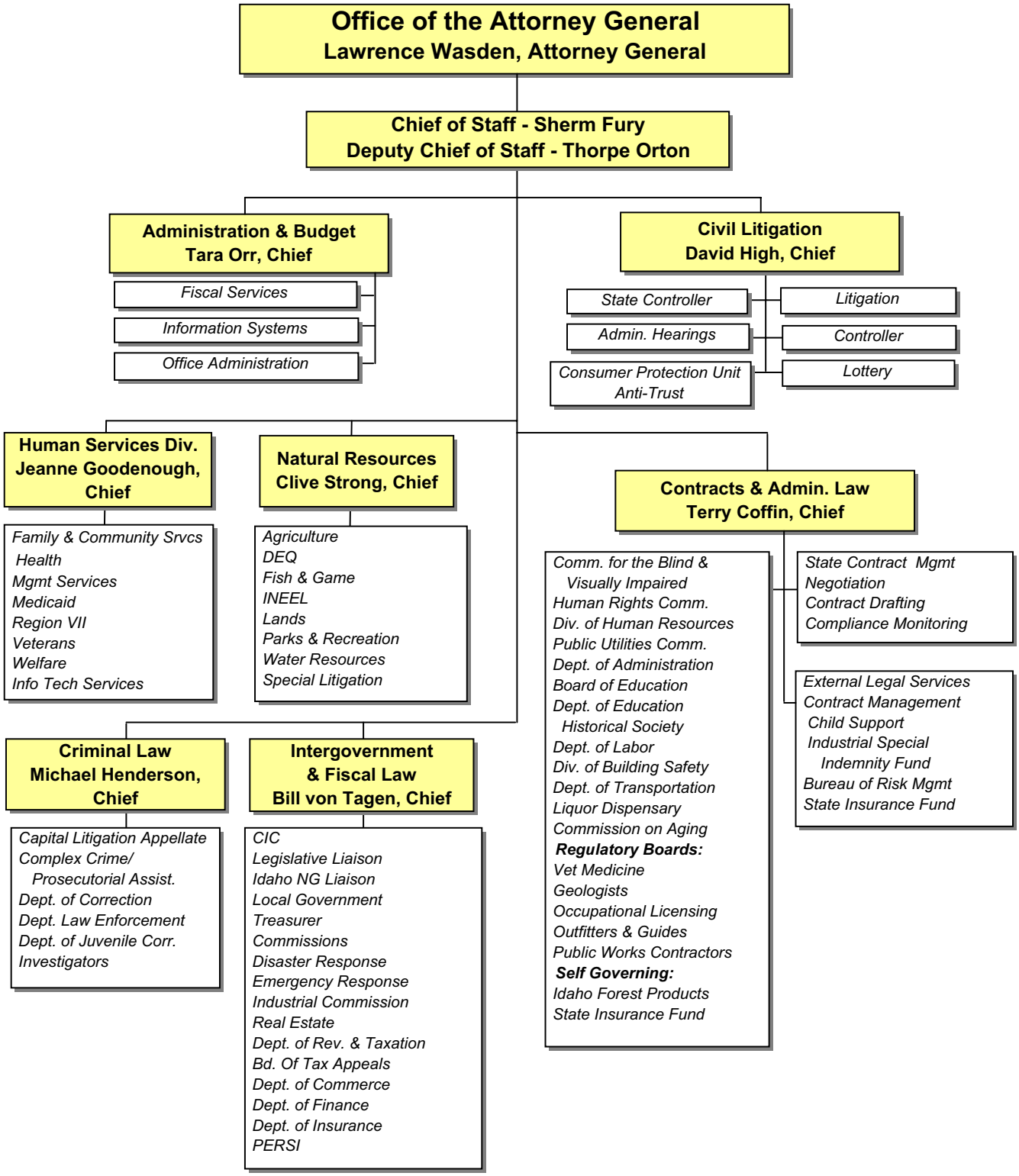
Agency Request	0.00	0	0	0	0

The Governor recommends carryover authority for the Special Litigation Program.

Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	181.15	15,257,900	175,600	0	15,433,500
Governor's Recommendation	*178.65*	*15,042,200*	*152,100*	*0*	*15,194,300*
Agency Request					
Change from Original App	3.50	1,366,500	(604,500)	0	762,000
% Change from Original App	2.0%	9.8%	(77.5%)		5.2%
Governor's Recommendation					
Change from Original App	*1.00*	*1,150,800*	*(628,000)*	*0*	*522,800*
% Change from Original App	*0.6%*	*8.3%*	*(80.5%)*		*3.6%*

Attorney General
Issues & Information

Organizational Chart



Attorney General
Issues & Information

Analyst: Holland-Smith

Special Litigation - History of Expenditures	FY 2000	FY 2001	FY 2002	FY 2003
1. Blackbird Mine	100	200	2,700	2,400
2. Bunker Hill Trust Administration		700		
3. Child Sex Abuse Report	15,000	16,000	16,000	16,000
4. Coeur d'Alene Tribes Claim	300	34,400	12,600	100
5. Death Penalty Cases	4,100	9,500	35,700	12,500
6. Endangered Species	1,300	7,500	13,100	6,300
7. Federal Habeas - Gray				4,200
8. Fish Passage Solution		6,800		
9. General Fire & Casualty v Idaho				8,200
10. Grizzley Bear			117,000	1,800
11. Hayden Lake Fire Protection vs. SIF		67,400	260,100	8,700
12. Hydropower Relicensing				300
13. ICL v Idaho (Priest Lake)			400	29,400
14. ICL v Idaho (Gray Lake)				400
15. Idaho Forest v Hayden Lake			900	
16. Idaho Power Relicensing		600		200
17. Indian Gaming	200			4,800
18. Land Board Litigation		7,900		300
19. Miscellaneous (under $2,500)		400	2,700	
20. Planned Parenthood vs. Lance & Bower		19,500	169,300	38,400
21. Public Education Law Suits	10,200	200	9,200	127,600
22. Purchase Imaging System		14,000	16,100	
23. Quiet Title	406,500	376,700	359,200	16,300
24. State vs. U.S. Redfish Lake Ownership			73,300	32,700
25. Rudeen vs. Cenarussa		200		
26. Salmon River Beds	97,400			
27. Snake River Basin Adjudication*	1,732,700	489,500	306,200	117,800
28. State vs. Osmundson	200	100		
29. State vs. Solomon (Naturopath)	1,200	8,000		
30. State vs. USFS Roadless		6,800	800	
31. Tobacco				1,700
32. Triumph Mine	900	2,700	300	1,000
33. U.S. vs. Oregon	3,200	1,000	800	3,500
34. Water Power Relicensing	100	900	3,200	
35. Webb vs. USA		1,000		
37. Weyrich vs. Lance	16,000			
38. One-Time Charges				2,100
39. Encumbered Funds - Balance Remaining			1,884,200	
TOTAL	2,289,400	1,072,000	3,283,800	436,700

** $8,100 of the $1,732,700 spent in FY 2000 was reverted as an unliquidated encumbrance in FY 2001.*

State Controller

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Administration	450,500	425,700	461,500	466,300	*460,100*
Statewide Accounting	2,708,000	2,472,700	2,572,100	3,689,100	*2,612,300*
Statewide Payroll	2,188,000	2,148,100	2,022,000	2,065,700	*2,041,000*
Computer Center	7,270,600	5,575,100	5,869,500	6,489,400	*5,957,200*
Total:	**12,617,100**	**10,621,600**	**10,925,100**	**12,710,500**	***11,070,600***
BY FUND CATEGORY					
General	5,346,500	5,046,500	5,046,900	6,221,100	*5,113,400*
Dedicated	7,270,600	5,575,100	5,878,200	6,489,400	*5,957,200*
Total:	**12,617,100**	**10,621,600**	**10,925,100**	**12,710,500**	***11,070,600***
Percent Change:		(15.8%)	2.9%	16.3%	*1.3%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	5,953,200	6,568,400	0	*0*
Operating Expenditures	0	4,410,300	4,284,000	800,000	*0*
Capital Outlay	0	258,100	72,700	0	*0*
Lump Sum	12,617,100	0	0	11,910,500	*11,070,600*
Total:	**12,617,100**	**10,621,600**	**10,925,100**	**12,710,500**	***11,070,600***
Full-Time Positions (FTP)	101.85	101.85	101.85	101.85	*101.85*

Department Description

The State Controller is one of seven statewide elected officials in Idaho. The State Controller's Office of the following four divisions: (1) Administration; (2) Statewide Accounting; (3) Statewide Payroll; and (4) the Computer Center.

The Division of Administration includes the State Controller and central support employees.

The Division of Statewide Accounting is responsible for maintaining the state's accounting system, referred to as STARS (STatewide Accounting and Reporting System), and preparing statewide and agency-specific financial reports.

The Division of Statewide Payroll is responsible for paying and keeping personnel and payroll records for over 24,000 state employees on a bi-weekly basis. It accomplishes this through the Employee Information System (EIS), which consists of three major components: 1) Position Control; 2) Personnel; and 3) Payroll. The division is also responsible for all garnishment processing, tax reporting, interfacing with the Division of Statewide Accounting, and electronic fund transfers with major vendors associated with the payroll system.

The Computer Center maintains the state's central computer, and provides information technology services to all user state agencies.

State Controller

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**101.85**	**5,046,900**	**10,925,100**	***101.85***	***5,046,900***	***10,925,100***
Reappropriations	0.00	0	1,695,500	*0.00*	*0*	*1,695,500*
FY 2004 Total Appropriation	**101.85**	**5,046,900**	**12,620,600**	***101.85***	***5,046,900***	***12,620,600***
Non-Cognizable Funds and Transfers	0.00	0	(1,012,100)	*0.00*	*0*	*(1,012,100)*
FY 2004 Estimated Expenditures	**101.85**	**5,046,900**	**11,608,500**	***101.85***	***5,046,900***	***11,608,500***
Removal of One-Time Expenditures	0.00	(20,000)	(756,100)	*0.00*	*(20,000)*	*(756,100)*
FY 2005 Base	**101.85**	**5,026,900**	**10,852,400**	***101.85***	***5,026,900***	***10,852,400***
Personnel Cost Rollups	0.00	51,800	118,700	*0.00*	*51,800*	*118,700*
Inflationary Adjustments	0.00	39,200	82,400	*0.00*	*0*	*0*
Replacement Items	0.00	42,500	113,900	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	(12,800)	(11,900)	*0.00*	*(12,800)*	*(11,900)*
Change in Employee Compensation	0.00	23,500	55,000	*0.00*	*47,500*	*111,400*
FY 2005 Program Maintenance	**101.85**	**5,171,100**	**11,210,500**	***101.85***	***5,113,400***	***11,070,600***
1. Modernize Statewide Accounting Sys.	0.00	250,000	250,000	*0.00*	*0*	*0*
2. Business Intelligence Project	0.00	800,000	800,000	*0.00*	*0*	*0*
3. Upgrade & Enhance DASD	0.00	0	450,000	*0.00*	*0*	*0*
Lump Sum & Carryover Authority	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**101.85**	**6,221,100**	**12,710,500**	***101.85***	***5,113,400***	***11,070,600***
Change from Original Appropriation	0.00	1,174,200	1,785,400	*0.00*	*66,500*	*145,500*
% Change from Original Appropriation		23.3%	16.3%		1.3%	1.3%

State Controller

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	101.85	5,046,900	5,878,200	0	10,925,100
Reappropriations					**Computer Center**
The Computer Service Center received carryover authority for FY 2004.					
Agency Request	0.00	0	1,695,500	0	1,695,500
Governor's Recommendation	*0.00*	*0*	*1,695,500*	*0*	*1,695,500*
FY 2004 Total Appropriation					
Agency Request	101.85	5,046,900	7,573,700	0	12,620,600
Governor's Recommendation	*101.85*	*5,046,900*	*7,573,700*	*0*	*12,620,600*
Non-Cognizable Funds and Transfers					
Reflects FTP adjustments which move 1 FTP from Statewide Payroll to Computer Service Center and .20 FTP from Computer Service Center to Administration, and removal of carryover authority. Also reflects a reduction in estimated expenditures from reappropriation in the Computer Service Center.					
Agency Request	0.00	0	(1,012,100)	0	(1,012,100)
Governor's Recommendation	*0.00*	*0*	*(1,012,100)*	*0*	*(1,012,100)*
FY 2004 Estimated Expenditures					
Agency Request	101.85	5,046,900	6,561,600	0	11,608,500
Governor's Recommendation	*101.85*	*5,046,900*	*6,561,600*	*0*	*11,608,500*
Removal of One-Time Expenditures					
Remove funding provided for one-time items and carryover authority.					
Agency Request	0.00	(20,000)	(736,100)	0	(756,100)
Governor's Recommendation	*0.00*	*(20,000)*	*(736,100)*	*0*	*(756,100)*
FY 2005 Base					
Agency Request	101.85	5,026,900	5,825,500	0	10,852,400
Governor's Recommendation	*101.85*	*5,026,900*	*5,825,500*	*0*	*10,852,400*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	51,800	66,900	0	118,700
Governor's Recommendation	*0.00*	*51,800*	*66,900*	*0*	*118,700*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	39,200	43,200	0	82,400
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

State Controller

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Replacement Items					
Administration: 4 PCs ($6,800) Accounting: 10 PCs ($17,000) Payroll: 11 PCs ($18,700) Computer Center: 17 PCs ($28,900), 2 LAN servers ($42,500) .					
Agency Request	0.00	42,500	71,400	0	113,900
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Reflects an adjustment in Controller and Treasurer fees pursuant to the Statewide Cost Allocation Plan. Also reflects a reduction in Risk Management property/casualty rates.					
Agency Request	0.00	(12,800)	900	0	(11,900)
Governor's Recommendation	*0.00*	*(12,800)*	*900*	*0*	*(11,900)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	23,500	31,500	0	55,000
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*47,500*	*63,900*	*0*	*111,400*
FY 2005 Program Maintenance					
Agency Request	101.85	5,171,100	6,039,400	0	11,210,500
Governor's Recommendation	*101.85*	*5,113,400*	*5,957,200*	*0*	*11,070,600*

1. Modernize Statewide Accounting Sys. **Statewide Accounting**

Reduced funding levels have deferred maintenance on the state's central accounting systems, and these systems have lost their appeal as useful tools for state agencies. As a result, agencies have designed and implemented their own accounting systems and continue to seek resources for new agency specific accounting systems. This enhancement would provide one-time General Funds to modify and modernize the State's central accounting systems sufficiently to meet many agency requirements.

The funding would be used as follows: $35,000 to purchase a new local area network server and additional data storage devices; $40,000 to purchase On-Line Analytical Processing software; $75,000 for the purchase of services from the Computer Service Center; and $100,000 to a study of statewide accounting and reporting systems (supported by the Governor's Blue Ribbon Task Force).

Agency Request	0.00	250,000	0	0	250,000
The Governor did not choose to make a recommendation on enhancements for this Executive Branch elected official.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

State Controller

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
2. Business Intelligence Project					**Statewide Accounting**

This enhancement would provide $800,000 ($600,000 one-time, $200,000 ongoing) in General Funds for the development of a business intelligence tool. In FY 2006 and thereafter, the $200,000 will be needed for ongoing system and software maintenance. It is anticipated that the initial $800,000 and the ongoing maintenance costs will be recovered through the statewide cost allocation plan, which would reduce the total net impact to the General Fund.

State agency financial managers frequently cannot access the date and information they need to provide good management reporting for agency program managers. Reports from statewide financial management systems, such as the accounting and payroll systems, either do not present information in the right format or do not present this information in an integrated fashion. As a result, many state agencies have either developed independent, redundant systems or expend significant personnel resources on a monthly basis to fill this need. This enhancement would enable the development and implementation of a tool which would provide agencies with access to combined accounting and payroll data with dynamic reporting capability.

Agency Request	0.00	800,000	0	0	800,000

The Governor did not choose to make a recommendation on enhancements for this Executive Branch elected official.

Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

3. Upgrade & Enhance DASD					**Computer Center**

This enhancement would provide for the purchase of additional Direct Access Storage Device (DASD). The DASD storage requirements continue to grow as the complexity of the data center technology increases. The Computer Center plans to adopt a new strategy whereby instead of saving data on the Local Area Network (LAN) servers, the servers will be connected to the mainframe DASD for data storage purposes. This new strategy will require upgrading DASDs on a more frequent basis and purchase new technology to accommodate the increased demands for the storage.

Agency Request	0.00	0	450,000	0	450,000

The Governor did not choose to make a recommendation on enhancements for this Executive Branch elected official.

Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Lump Sum & Carryover Authority					**All Programs, All Funds**

The State Controller requests a lump sum appropriation (which removes all restrictions that limit the transfer of moneys among Personnel Costs, Operating Expenses, Capital Outlay and Trustee/Benefit Payments) and carryover authority which allows the agency to carry any unused spending authority for the current fiscal year over to the next fiscal year. Since lump sum and carryover are exceptions to the state budget laws, they require specific legislative authorization and approval (Idaho Code §67-3508(1)).

The Computer Service Center, which was the only program in this budget that received carryover authority last year, carried over $1,695,500 into FY 2004.

.

Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

FY 2005 Total					
Agency Request	101.85	6,221,100	6,489,400	0	12,710,500
Governor's Recommendation	*101.85*	*5,113,400*	*5,957,200*	*0*	*11,070,600*

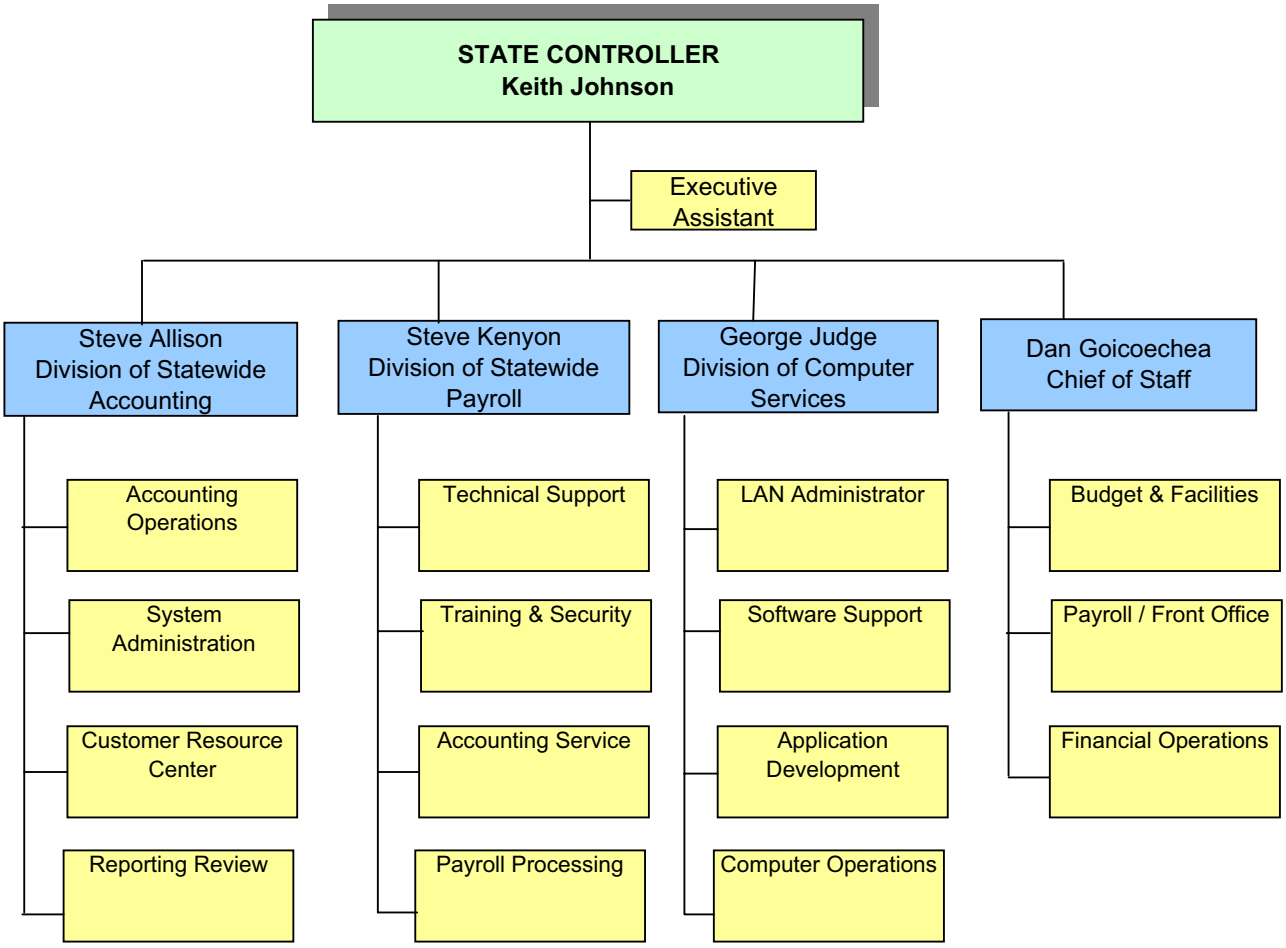
State Controller

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Agency Request					
Change from Original App	0.00	1,174,200	611,200	0	1,785,400
% Change from Original App	0.0%	23.3%	10.4%		16.3%
Governor's Recommendation					
Change from Original App	*0.00*	*66,500*	*79,000*	*0*	*145,500*
% Change from Original App	*0.0%*	*1.3%*	*1.3%*		*1.3%*

State Controller
Issues & Information

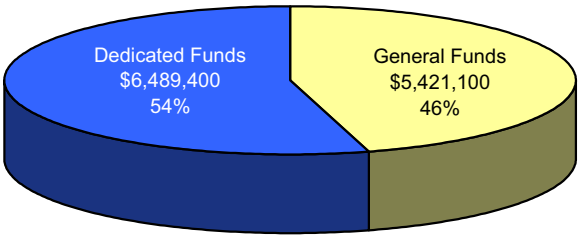
Organizational Chart



Source: The Data Processing Services Fund consists of fees charged to agencies for using the resources of the State Controller's Computer Service Center.

Use: To provide personnel costs, operating expenditures, and capital outlay acquisitions for the Computer Service Center.

Funding Sources
FY 2005 Request = $11,910,500



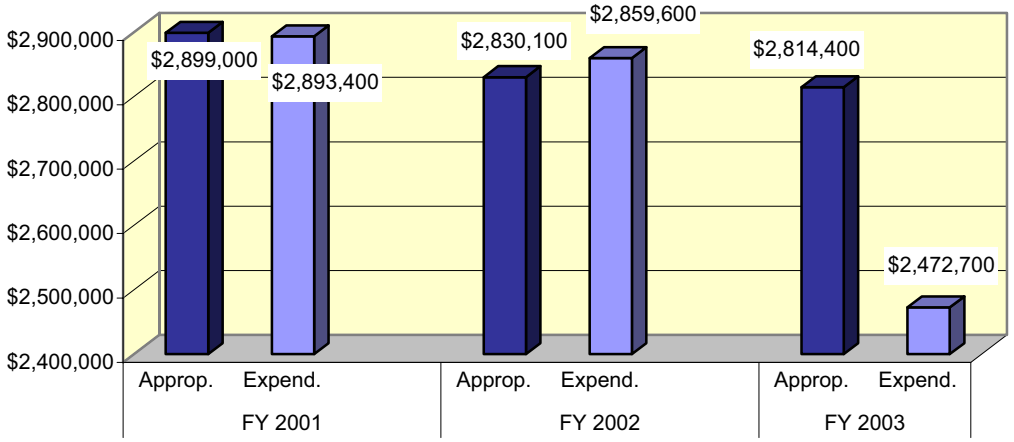
Source: The General Fund, which is then reimbursed through the statewide cost allocation plan.

Use: Used for general government overhead for the statewide accounting and statewide payroll divisions (personnel costs, operating expenditures, and capital outlay).

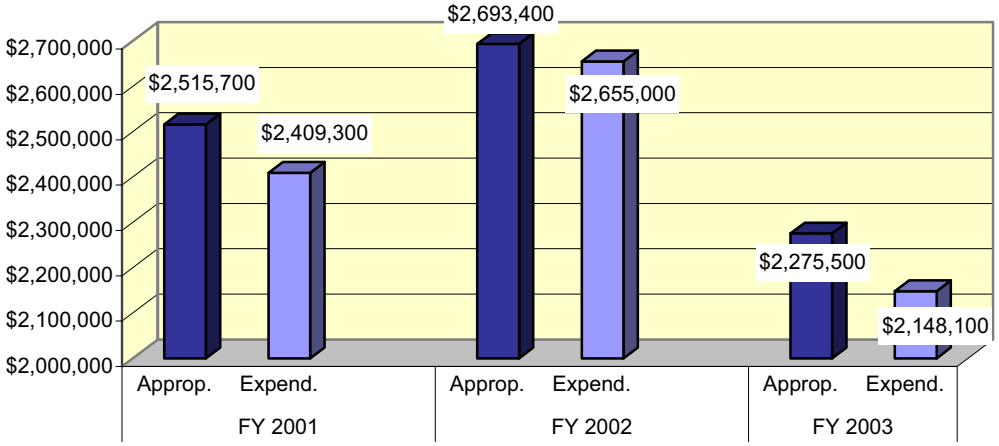
State Controller
Issues & Information

Total Appropriations & Actual Expenditures for FY 2001 - 2003

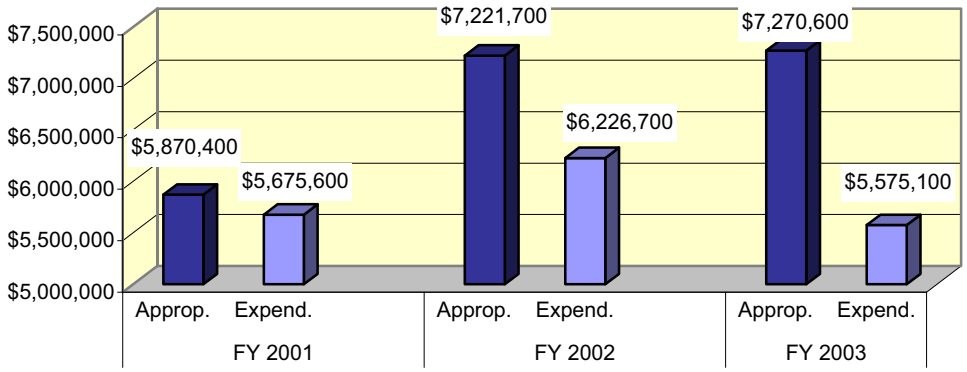
Statewide Accounting - General Funds



Statewide Payroll - General Funds



Computer Center - Dedicated Funds



Idaho Legislative Budget Book

Executive Office of the Governor

2004 Legislative Session

Aging, Commission on ..... 6 - 47

Arts, Commission on the ..... 6 - 51

Blind and Visually Impaired, Commission for the ..... 6 - 57

Financial Management, Division of ..... 6 - 61

Governor's Office ..... 6 - 65

Human Resources, Division of ..... 6 - 69

Human Rights Commission ..... 6 - 75

Liquor Dispensary, State ..... 6 - 81

Military Division ..... 6 - 87

Public Employee Retirement System ..... 6 - 97

Species Conservation, Office of ..... 6 - 105

Women's Commission ..... 6 - 111

Executive Office of the Governor

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY DIVISION					
Aging, Commission on	10,740,000	11,414,100	11,389,600	12,173,300	*11,979,100*
Arts, Commission on the	0	0	1,489,400	1,635,800	*1,552,900*
Blind, Commission for the	3,533,500	3,147,900	3,585,800	3,857,700	*3,659,500*
Financial Management, Div of	2,054,700	1,930,800	1,999,900	2,043,600	*2,056,800*
Governor's Office	2,021,800	1,723,600	2,061,500	1,609,700	*1,615,500*
Human Resources, Division of	2,746,100	2,439,800	2,800,800	2,902,300	*2,870,600*
Human Rights Commission	763,200	750,100	780,500	796,000	*798,300*
Liquor Dispensary, State	10,857,600	12,364,700	10,148,800	11,333,800	*11,339,400*
Military Division	20,341,800	19,059,200	23,743,200	43,005,700	*42,244,900*
Pub Emp Retirement System	6,098,200	5,044,600	6,053,400	9,008,000	*8,984,500*
Species Conservation, Office of	2,746,200	1,063,200	2,043,900	2,077,900	*2,080,100*
Women's Commission	44,900	32,400	44,400	45,700	*45,600*
Total:	**61,948,000**	**58,970,400**	**66,141,200**	**90,489,500**	***89,227,200***
BY FUND CATEGORY					
General	15,085,700	14,573,600	15,875,200	16,832,000	*16,245,300*
Dedicated	21,001,400	20,654,600	19,802,700	23,942,700	*23,886,000*
Federal	25,860,900	23,742,200	30,463,300	49,714,800	*49,095,900*
Total:	**61,948,000**	**58,970,400**	**66,141,200**	**90,489,500**	***89,227,200***
Percent Change:		(4.8%)	12.2%	36.8%	*34.9%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	29,970,800	26,954,000	30,816,500	34,248,100	*34,171,200*
Operating Expenditures	18,136,500	15,653,300	21,647,400	26,898,800	*26,208,200*
Capital Outlay	562,300	3,794,300	324,800	944,300	*716,700*
Trustee/Benefit	13,278,400	12,568,800	13,352,500	28,398,300	*28,131,100*
Total:	**61,948,000**	**58,970,400**	**66,141,200**	**90,489,500**	***89,227,200***
Full-Time Positions (FTP)	557.82	557.82	558.82	596.82	*595.82*

Department Description

Pursuant to section 20, article IV, Idaho Constitution, all executive and administrative offices, agencies, and instrumentalities of the executive department of the state, except for those assigned to the elected constitutional officers, are allocated within not more than twenty departments. The agencies in this section have been assigned to the Executive Office of the Governor, in compliance with the Idaho Constitution and section 67-2402, Idaho Code.

Commission on Aging

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	4,468,300	4,439,300	4,481,400	4,572,800	*4,496,200*
Dedicated	35,000	5,500	35,000	35,000	*35,000*
Federal	6,236,700	6,969,300	6,873,200	7,565,500	*7,447,900*
Total:	**10,740,000**	**11,414,100**	**11,389,600**	**12,173,300**	***11,979,100***
Percent Change:		6.3%	(0.2%)	6.9%	*5.2%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	843,600	860,700	907,100	932,300	*940,500*
Operating Expenditures	203,100	236,800	328,100	372,000	*368,200*
Capital Outlay	0	10,000	0	5,600	*0*
Trustee/Benefit	9,693,300	10,306,600	10,154,400	10,863,400	*10,670,400*
Total:	**10,740,000**	**11,414,100**	**11,389,600**	**12,173,300**	***11,979,100***
Full-Time Positions (FTP)	15.00	15.00	15.00	15.00	*15.00*

Division Description

The goal of the Commission on Aging is to improve the quality of life for older Idahoans by assisting communities in the planning, development, and implementation of in-home and community-based services; by serving as a visible advocate for the aging; and by reducing the number of elderly Idahoans placed in institutional, long-term settings. Grants are issued to area agencies in each of the state's six regions, as designated by the Commission on Aging. The area agencies either deliver the service directly or enter into contracts with senior citizen organizations and other service providers.

Commission on Aging

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**15.00**	**4,481,400**	**11,389,600**	***15.00***	***4,481,400***	***11,389,600***
Non-Cognizable Funds and Transfers	0.00	0	490,400	*0.00*	*0*	*490,400*
FY 2004 Estimated Expenditures	**15.00**	**4,481,400**	**11,880,000**	***15.00***	***4,481,400***	***11,880,000***
Removal of One-Time Expenditures	0.00	0	(490,400)	*0.00*	*0*	*(490,400)*
FY 2005 Base	**15.00**	**4,481,400**	**11,389,600**	***15.00***	***4,481,400***	***11,389,600***
Personnel Cost Rollups	0.00	9,500	17,300	*0.00*	*9,500*	*17,300*
Inflationary Adjustments	0.00	75,500	196,800	*0.00*	*0*	*0*
Replacement Items	0.00	5,600	5,600	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	(3,600)	155,700	*0.00*	*(3,600)*	*155,700*
Change in Employee Compensation	0.00	4,400	7,900	*0.00*	*8,900*	*16,100*
FY 2005 Program Maintenance	**15.00**	**4,572,800**	**11,772,900**	***15.00***	***4,496,200***	***11,578,700***
1. Alzheimer's Demonstration Grant	0.00	0	400,400	*0.00*	*0*	*400,400*
FY 2005 Total	**15.00**	**4,572,800**	**12,173,300**	***15.00***	***4,496,200***	***11,979,100***
Change from Original Appropriation	0.00	91,400	783,700	*0.00*	*14,800*	*589,500*
% Change from Original Appropriation		2.0%	6.9%		0.3%	5.2%

Commission on Aging

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	15.00	4,481,400	35,000	6,873,200	11,389,600
Non-Cognizable Funds and Transfers					
Includes $170,000 in non-cognizable federal funds that will flow to Area Agencies on Aging and other subgrantees; and $320,400 received for an Alzheimer's Demonstration Project. This project will create an effective network of information and services to help people who have been newly diagnosed with Alzheimer's disease in Area I & III Agencies on Aging.					
Agency Request	0.00	0	0	490,400	490,400
Governor's Recommendation	*0.00*	*0*	*0*	*490,400*	*490,400*
FY 2004 Estimated Expenditures					
Agency Request	15.00	4,481,400	35,000	7,363,600	11,880,000
Governor's Recommendation	*15.00*	*4,481,400*	*35,000*	*7,363,600*	*11,880,000*
Removal of One-Time Expenditures					
Removes one-time noncognizable federal funds.					
Agency Request	0.00	0	0	(490,400)	(490,400)
Governor's Recommendation	*0.00*	*0*	*0*	*(490,400)*	*(490,400)*
FY 2005 Base					
Agency Request	15.00	4,481,400	35,000	6,873,200	11,389,600
Governor's Recommendation	*15.00*	*4,481,400*	*35,000*	*6,873,200*	*11,389,600*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	9,500	0	7,800	17,300
Governor's Recommendation	*0.00*	*9,500*	*0*	*7,800*	*17,300*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	75,500	0	121,300	196,800
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Includes funding for five desktop and one notebook computer replacement.					
Agency Request	0.00	5,600	0	0	5,600
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Includes restoring federal flow-through moneys to local Area Agencies on Aging and other subgrantees ($170,000); and reductions in Attorney General fees ($13,600), insurance costs ($200), State Controller fees ($200), and State Treasurer fees ($300).					
Agency Request	0.00	(3,600)	0	159,300	155,700
Governor's Recommendation	*0.00*	*(3,600)*	*0*	*159,300*	*155,700*

Commission on Aging

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	4,400	0	3,500	7,900
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*8,900*	*0*	*7,200*	*16,100*
FY 2005 Program Maintenance					
Agency Request	15.00	4,572,800	35,000	7,165,100	11,772,900
Governor's Recommendation	*15.00*	*4,496,200*	*35,000*	*7,047,500*	*11,578,700*
1. Alzheimer's Demonstration Grant					
Spending authority is requested for a grant received from the U.S. Department of Health and Human Services to develop a "Stand By You" program for seniors with Alzheimer's disease. This disease mainly strikes older members of society, robbing them of their memory and creating many difficulties - financial, emotional, and health-wise for them and the family members who care for them. This three-year demonstration grant will develop programs to provide single point access to resources, training, counseling, and respite care through a network of non-profit partners and volunteers. Most of the match required will be provided by two subgrantee Area Agencies and local service providers at the rate of 25% the first year, 35% the second, and 45% in the third year. Predominately, the match source is volunteer time through the faith-based and non-profit providers. Of the spending authority requested, $80,000 is expected to be carried forward due to the late start of this project in the current fiscal year.					
Agency Request	0.00	0	0	400,400	400,400
Governor's Recommendation	*0.00*	*0*	*0*	*400,400*	*400,400*
FY 2005 Total					
Agency Request	15.00	4,572,800	35,000	7,565,500	12,173,300
Governor's Recommendation	*15.00*	*4,496,200*	*35,000*	*7,447,900*	*11,979,100*
Agency Request					
Change from Original App	0.00	91,400	0	692,300	783,700
% Change from Original App	0.0%	2.0%	0.0%	10.1%	6.9%
Governor's Recommendation					
Change from Original App	*0.00*	*14,800*	*0*	*574,700*	*589,500*
% Change from Original App	*0.0%*	*0.3%*	*0.0%*	*8.4%*	*5.2%*

Commission on the Arts

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	0	0	827,600	915,000	*836,100*
Dedicated	0	0	71,500	71,500	*71,500*
Federal	0	0	590,300	649,300	*645,300*
Total:	**0**	**0**	**1,489,400**	**1,635,800**	***1,552,900***
Percent Change:				9.8%	*4.3%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	0	569,600	565,300	*570,400*
Operating Expenditures	0	0	370,200	358,000	*351,900*
Capital Outlay	0	0	0	31,700	*0*
Trustee/Benefit	0	0	549,600	680,800	*630,600*
Total:	**0**	**0**	**1,489,400**	**1,635,800**	***1,552,900***
Full-Time Positions (FTP)	0.00	0.00	11.00	11.00	*11.00*

Division Description

The Commission on the Arts was taken out from under the Secretary of State and moved to the Executive Office of the Governor in FY 2004.

The Commission on the Arts helps provide high quality arts experiences for all Idahoans. Its activities include:

1. Providing matching grants to organizations for general operating support or special projects.
2. Cultural facility grants for construction or renovation of arts facilities.
3. Fellowships and worksite grants to individual artists.
4. Apprenticeships for traditional artists.
5. Arts education grants for schools and teachers.
6. Technical assistance for arts administrators and artists.

The Governor appoints the 13-member Commission on the Arts, which in turn hires an executive director to manage the activities listed above.

Commission on the Arts

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**11.00**	**827,600**	**1,489,400**	***11.00***	***827,600***	***1,489,400***
Non-Cognizable Funds and Transfers	0.00	0	40,000	*0.00*	*0*	*40,000*
FY 2004 Estimated Expenditures	**11.00**	**827,600**	**1,529,400**	***11.00***	***827,600***	***1,529,400***
Removal of One-Time Expenditures	0.00	0	(40,000)	*0.00*	*0*	*(40,000)*
FY 2005 Base	**11.00**	**827,600**	**1,489,400**	***11.00***	***827,600***	***1,489,400***
Personnel Cost Rollups	0.00	6,000	12,300	*0.00*	*6,000*	*12,300*
Inflationary Adjustments	0.00	10,000	16,300	*0.00*	*0*	*0*
Replacement Items	0.00	31,700	31,700	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	(3,000)	1,200	*0.00*	*(3,000)*	*1,200*
Change in Employee Compensation	0.00	2,700	4,900	*0.00*	*5,500*	*10,000*
FY 2005 Program Maintenance	**11.00**	**875,000**	**1,555,800**	***11.00***	***836,100***	***1,512,900***
1. Arts Grants	0.00	40,000	40,000	*0.00*	*0*	*0*
2. Arts Learning Grant	0.00	0	40,000	*0.00*	*0*	*40,000*
FY 2005 Total	**11.00**	**915,000**	**1,635,800**	***11.00***	***836,100***	***1,552,900***
Change from Original Appropriation	0.00	87,400	146,400	*0.00*	*8,500*	*63,500*
% Change from Original Appropriation		10.6%	9.8%		1.0%	4.3%

Commission on the Arts

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	11.00	827,600	71,500	590,300	1,489,400
Non-Cognizable Funds and Transfers					
Reflects one-time non-cognizable funding.					
Agency Request	0.00	0	0	40,000	40,000
Governor's Recommendation	*0.00*	*0*	*0*	*40,000*	*40,000*
FY 2004 Estimated Expenditures					
Agency Request	11.00	827,600	71,500	630,300	1,529,400
Governor's Recommendation	*11.00*	*827,600*	*71,500*	*630,300*	*1,529,400*
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	0	(40,000)	(40,000)
Governor's Recommendation	*0.00*	*0*	*0*	*(40,000)*	*(40,000)*
FY 2005 Base					
Agency Request	11.00	827,600	71,500	590,300	1,489,400
Governor's Recommendation	*11.00*	*827,600*	*71,500*	*590,300*	*1,489,400*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	6,000	0	6,300	12,300
Governor's Recommendation	*0.00*	*6,000*	*0*	*6,300*	*12,300*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	10,000	0	6,300	16,300
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Capital Outlay: telephone system ($8,500), 1 laptop ($2,000), 3 PCs ($3,600), 1 fax machine ($1,000), projector ($5,000), digital camera ($1,000), and software and memory upgrades ($10,600).					
Agency Request	0.00	31,700	0	0	31,700
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Reflects reductions in Attorney General, Controller and Treasurer fees pursuant to the Statewide Cost Allocation Plan. Also reflects a reduction in Risk Management property/casualty rates. Adjustments also include a $4,200 increase in a National Endowment for the Arts (NEA) Partnership grant.					
Agency Request	0.00	(3,000)	0	4,200	1,200
Governor's Recommendation	*0.00*	*(3,000)*	*0*	*4,200*	*1,200*

Commission on the Arts

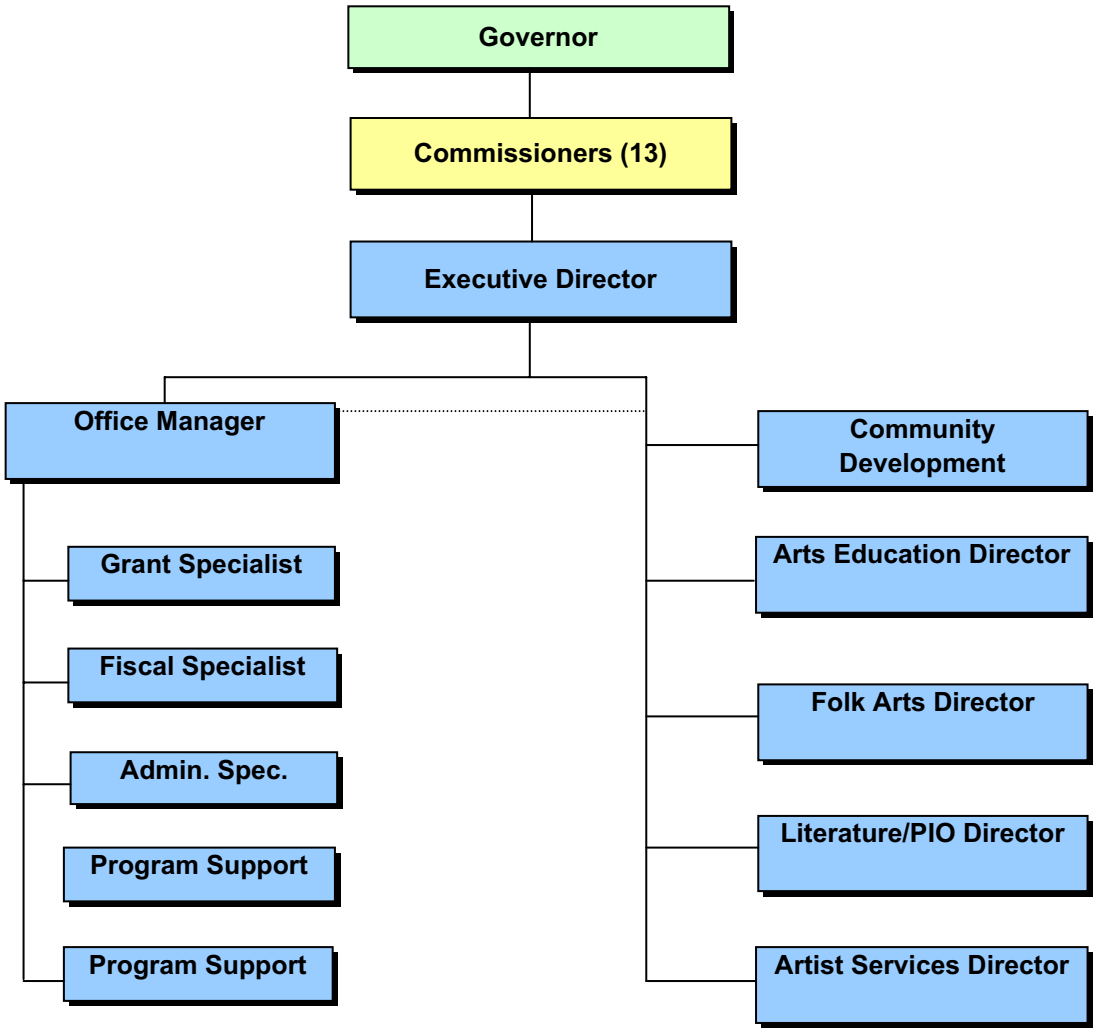
Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	2,700	0	2,200	4,900
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*5,500*	*0*	*4,500*	*10,000*
FY 2005 Program Maintenance					
Agency Request	11.00	875,000	71,500	609,300	1,555,800
Governor's Recommendation	*11.00*	*836,100*	*71,500*	*605,300*	*1,512,900*
1. Arts Grants					
This enhancement would provide $40,000 in ongoing General Funds to increase the money available for grants to arts organizations and individual artists throughout the state.					
Agency Request	0.00	40,000	0	0	40,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
2. Arts Learning Grant					
This enhancement would provide one-time spending authority for an Arts Learning grant from the National Endowment for the Arts. This grant is being used to support a pilot summer institute for elementary classroom teachers. The project is designed to strengthen teaching skills in and through the arts.					
Agency Request	0.00	0	0	40,000	40,000
Governor's Recommendation	*0.00*	*0*	*0*	*40,000*	*40,000*
FY 2005 Total					
Agency Request	11.00	915,000	71,500	649,300	1,635,800
Governor's Recommendation	*11.00*	*836,100*	*71,500*	*645,300*	*1,552,900*
Agency Request					
Change from Original App	0.00	87,400	0	59,000	146,400
% Change from Original App	0.0%	10.6%	0.0%	10.0%	9.8%
Governor's Recommendation					
Change from Original App	*0.00*	*8,500*	*0*	*55,000*	*63,500*
% Change from Original App	*0.0%*	*1.0%*	*0.0%*	*9.3%*	*4.3%*

Commission on the Arts
Issues and Information

Analyst: Freeman

Organizational Chart



Blank Page

Commission for the Blind and Visually Impaired

Analyst: Burns

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	1,288,200	1,217,900	1,312,800	1,528,000	*1,335,100*
Dedicated	286,600	111,000	286,600	290,600	*286,600*
Federal	1,958,700	1,819,000	1,986,400	2,039,100	*2,037,800*
Total:	**3,533,500**	**3,147,900**	**3,585,800**	**3,857,700**	***3,659,500***
Percent Change:		(10.9%)	13.9%	7.6%	*2.1%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,973,100	1,812,400	2,012,100	2,074,300	*2,090,800*
Operating Expenditures	608,200	515,800	612,600	691,700	*598,000*
Capital Outlay	0	12,300	0	108,200	*0*
Trustee/Benefit	952,200	807,400	961,100	983,500	*970,700*
Total:	**3,533,500**	**3,147,900**	**3,585,800**	**3,857,700**	***3,659,500***
Full-Time Positions (FTP)	39.50	39.50	39.50	39.50	*39.50*

Division Description

The goal of the Commission for the Blind & Visually Impaired is to enable blind persons to achieve increased personal and economic independence. Services include: guidance and counseling, training, prevention of blindness, job placement, reading and taping services, radio reading service, independent living skills, vocational rehabilitation, and alternative skills for daily living.

Commission for the Blind and Visually Impaired

Analyst: Burns

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**39.50**	**1,312,800**	**3,585,800**	***39.50***	***1,312,800***	***3,585,800***
FY 2005 Base	**39.50**	**1,312,800**	**3,585,800**	***39.50***	***1,312,800***	***3,585,800***
Personnel Cost Rollups	0.00	15,500	46,000	*0.00*	*15,500*	*46,000*
Inflationary Adjustments	0.00	17,500	33,600	*0.00*	*9,100*	*9,600*
Replacement Items	0.00	190,700	190,700	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	(14,600)	(14,600)	*0.00*	*(14,600)*	*(14,600)*
Change in Employee Compensation	0.00	6,100	16,200	*0.00*	*12,300*	*32,700*
FY 2005 Total	**39.50**	**1,528,000**	**3,857,700**	***39.50***	***1,335,100***	***3,659,500***
Change from Original Appropriation	0.00	215,200	271,900	*0.00*	*22,300*	*73,700*
% Change from Original Appropriation		16.4%	7.6%		1.7%	2.1%

Commission for the Blind and Visually Impaired

Analyst: Burns

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	39.50	1,312,800	286,600	1,986,400	3,585,800
FY 2005 Base					
Agency Request	39.50	1,312,800	286,600	1,986,400	3,585,800
Governor's Recommendation	*39.50*	*1,312,800*	*286,600*	*1,986,400*	*3,585,800*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	15,500	0	30,500	46,000
Governor's Recommendation	*0.00*	*15,500*	*0*	*30,500*	*46,000*
Inflationary Adjustments					
Includes $24,000 ($8,400 General Fund) for a general inflationary increase of 1.9%, and $9,600 ($9,100 General Fund) for a medical inflationary increase of 3.5%					
Agency Request	0.00	17,500	4,000	12,100	33,600
The Governor recommends no increase for general inflation, and a 3.5% increase for medical inflation.					
Governor's Recommendation	*0.00*	*9,100*	*0*	*500*	*9,600*
Replacement Items					
Includes $82,500 in operating expenditures to cover software maintenance and upgrades, and $108,200 in capital outlay to replace computer and office equipment.					
Agency Request	0.00	190,700	0	0	190,700
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Includes reductions of $7,200 in Attorney General fees, $1,300 in decreased insurance costs, $4,300 in State Controller fees, and $1,800 in State Treasurer fees.					
Agency Request	0.00	(14,600)	0	0	(14,600)
Governor's Recommendation	*0.00*	*(14,600)*	*0*	*0*	*(14,600)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	6,100	0	10,100	16,200
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*12,300*	*0*	*20,400*	*32,700*
FY 2005 Total					
Agency Request	39.50	1,528,000	290,600	2,039,100	3,857,700
Governor's Recommendation	*39.50*	*1,335,100*	*286,600*	*2,037,800*	*3,659,500*
Agency Request					
Change from Original App	0.00	215,200	4,000	52,700	271,900
% Change from Original App	0.0%	16.4%	1.4%	2.7%	7.6%
Governor's Recommendation					
Change from Original App	*0.00*	*22,300*	*0*	*51,400*	*73,700*
% Change from Original App	*0.0%*	*1.7%*	*0.0%*	*2.6%*	*2.1%*

Blank Page

Division of Financial Management

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	2,023,900	1,902,200	1,968,800	2,012,400	*2,025,500*
Dedicated	30,800	28,600	31,100	31,200	*31,300*
Total:	**2,054,700**	**1,930,800**	**1,999,900**	**2,043,600**	***2,056,800***
Percent Change:		(6.0%)	3.6%	2.2%	*2.8%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,804,300	1,608,400	1,811,500	1,854,400	*1,871,000*
Operating Expenditures	250,400	322,400	188,400	189,200	*185,800*
Total:	**2,054,700**	**1,930,800**	**1,999,900**	**2,043,600**	***2,056,800***
Full-Time Positions (FTP)	25.00	25.00	24.00	24.00	*24.00*

Division Description

FINANCIAL MANAGEMENT
The mission of this program is to support the Governor's vision of short and long-term policies through effective resource allocation. Financial Management seeks to improve agency service delivery at the point of citizen impact by developing, monitoring, and publicizing performance outcomes, facilitating the development of the Executive Budget recommendation, and providing a proactive policy resource for the Governor to shape Idaho's future. Financial Management consists of four main administrative units: Budget, Policy, Economic and Management Services.

SILVER VALLEY TRUST
This program was set up in FY 1996 to administer the Silver Valley Trust Fund and to undertake and complete the environmental remediation projects in accordance with the trust fund settlement agreement between the State of Idaho and various mining companies. Fiscal Year 2002 was the final year of the program.

Division of Financial Management

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**24.00**	**1,968,800**	**1,999,900**	***24.00***	***1,968,800***	***1,999,900***
FY 2005 Base	**24.00**	**1,968,800**	**1,999,900**	***24.00***	***1,968,800***	***1,999,900***
Personnel Cost Rollups	0.00	26,200	26,700	*0.00*	*26,200*	*26,700*
Inflationary Adjustments	0.00	3,300	3,400	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	(1,900)	(2,600)	*0.00*	*(1,900)*	*(2,600)*
Change in Employee Compensation	0.00	16,000	16,200	*0.00*	*32,400*	*32,800*
FY 2005 Total	**24.00**	**2,012,400**	**2,043,600**	***24.00***	***2,025,500***	***2,056,800***
Change from Original Appropriation	0.00	43,600	43,700	*0.00*	*56,700*	*56,900*
% Change from Original Appropriation		2.2%	2.2%		2.9%	2.8%

Division of Financial Management

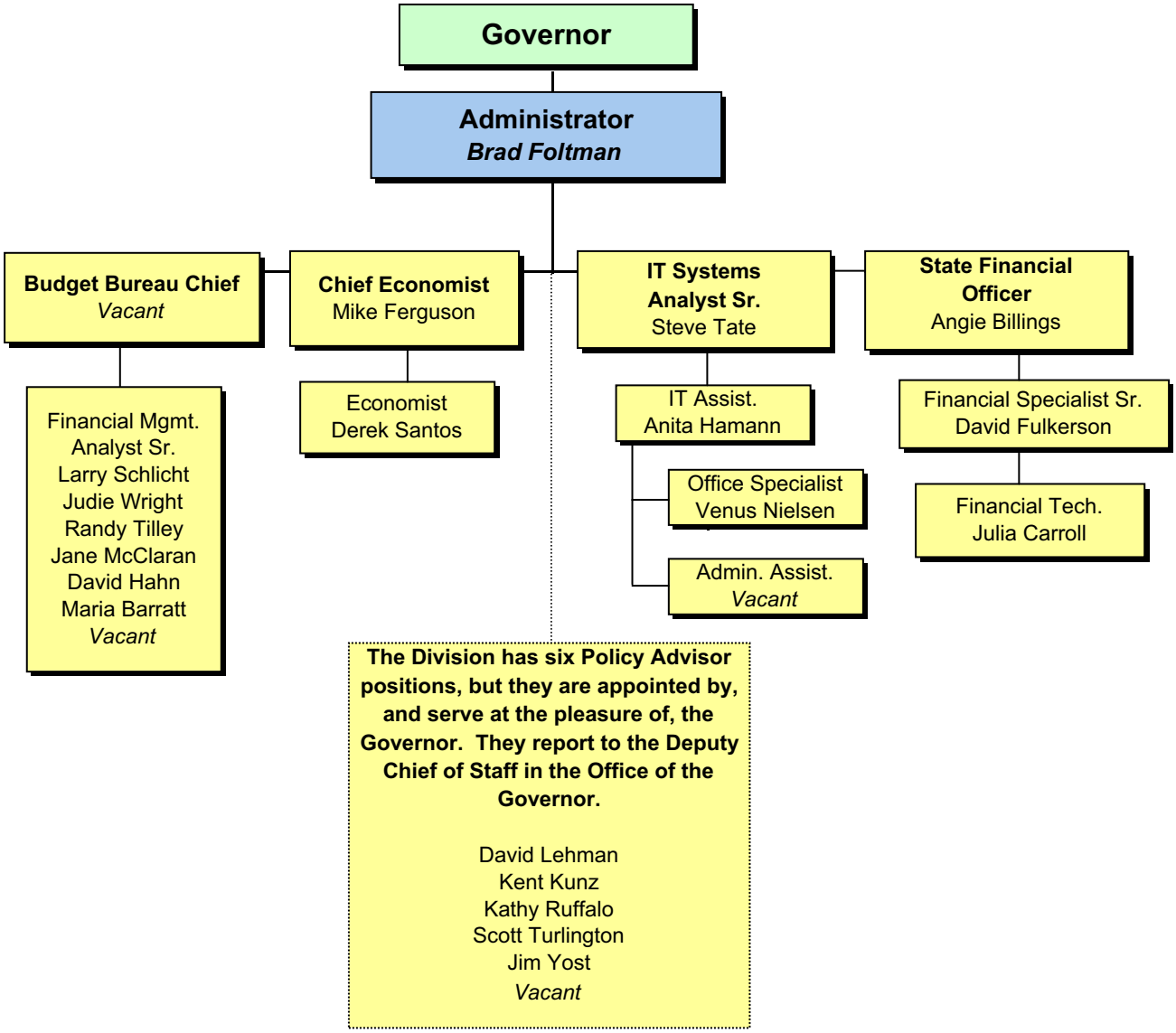
Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	24.00	1,968,800	31,100	0	1,999,900
FY 2005 Base					
Agency Request	24.00	1,968,800	31,100	0	1,999,900
Governor's Recommendation	*24.00*	*1,968,800*	*31,100*	*0*	*1,999,900*
Personnel Cost Rollups					
Includes the employer portion of estimated changes in employee benefit costs. Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	26,200	500	0	26,700
Governor's Recommendation	*0.00*	*26,200*	*500*	*0*	*26,700*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	3,300	100	0	3,400
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Reflects reductions in Controller and Treasurer fees pursuant to the Statewide Cost Allocation Plan. Also reflects a reduction for Risk Management property/casualty rates.					
Agency Request	0.00	(1,900)	(700)	0	(2,600)
Governor's Recommendation	*0.00*	*(1,900)*	*(700)*	*0*	*(2,600)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	16,000	200	0	16,200
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*32,400*	*400*	*0*	*32,800*
FY 2005 Total					
Agency Request	24.00	2,012,400	31,200	0	2,043,600
Governor's Recommendation	*24.00*	*2,025,500*	*31,300*	*0*	*2,056,800*
Agency Request					
Change from Original App	0.00	43,600	100	0	43,700
% Change from Original App	0.0%	2.2%	0.3%		2.2%
Governor's Recommendation					
Change from Original App	*0.00*	*56,700*	*200*	*0*	*56,900*
% Change from Original App	*0.0%*	*2.9%*	*0.6%*		*2.8%*

Division of Financial Management
Issues Information

Analyst: Freeman

Organizational Chart



Governor's Office

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Acting Governor Pay	19,200	8,300	19,200	19,200	*19,200*
Administration	1,419,100	1,250,500	1,388,600	1,423,200	*1,427,800*
Expense Allowance	9,900	7,900	4,900	4,900	*4,900*
Social Services	573,600	456,900	648,800	162,400	*163,600*
Total:	**2,021,800**	**1,723,600**	**2,061,500**	**1,609,700**	***1,615,500***
BY FUND CATEGORY					
General	1,448,200	1,266,700	1,412,700	1,447,300	*1,451,900*
Dedicated	117,500	82,800	130,000	0	*0*
Federal	456,100	374,100	518,800	162,400	*163,600*
Total:	**2,021,800**	**1,723,600**	**2,061,500**	**1,609,700**	***1,615,500***
Percent Change:		(14.7%)	19.6%	(21.9%)	*(21.6%)*
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,535,000	1,293,700	1,607,600	1,344,700	*1,355,200*
Operating Expenditures	411,800	379,900	453,900	265,000	*260,300*
Trustee/Benefit	75,000	50,000	0	0	*0*
Total:	**2,021,800**	**1,723,600**	**2,061,500**	**1,609,700**	***1,615,500***
Full-Time Positions (FTP)	25.00	25.00	24.00	24.00	*24.00*

Division Description

ACTING GOVERNOR PAY: The official acting as Governor is entitled to additional compensation calculated as the difference between the Governor's salary and the salary of the official acting as Governor.

ADMINISTRATION: Exercise the powers and discharge the duties of the Chief Executive of the State of Idaho as delegated by the state constitution and laws of the state.

EXPENSE ALLOWANCE: Idaho Code §67-808d provides funds that may be used by the Governor at his discretion to assist in defraying expenses relating to or resulting from the discharge of his official duties.

SOCIAL SERVICES: To provide assistance in informing and advising clients and client applicants of available benefits under the federal Rehabilitation Act and the activities of the Idaho Commission for National and Community Service.

Governor's Office

Analyst: Freeman

Comparative Summary

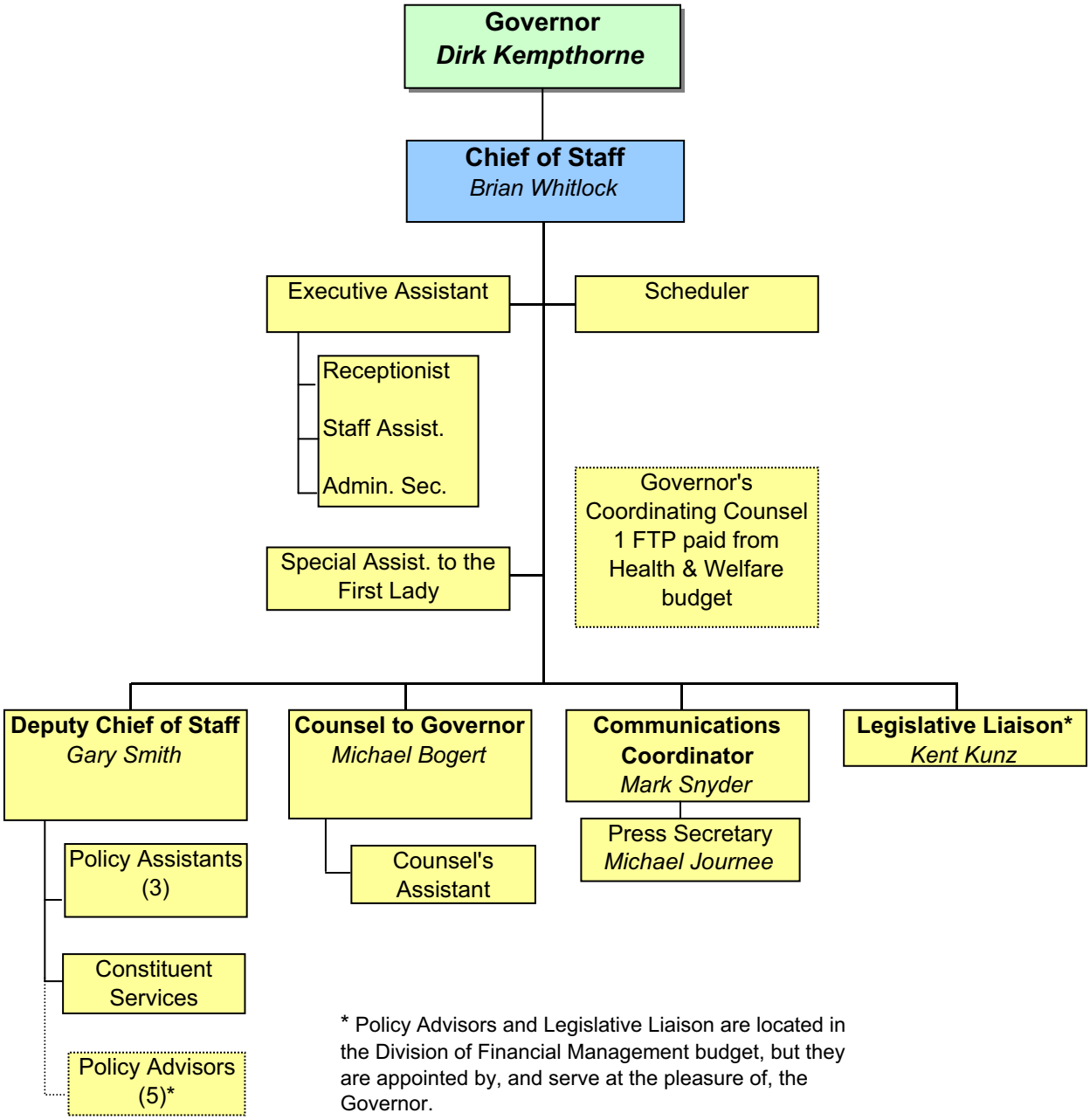
Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**24.00**	**1,412,700**	**2,061,500**	***24.00***	***1,412,700***	***2,061,500***
Removal of One-Time Expenditures	0.00	0	(490,800)	*0.00*	*0*	*(490,800)*
FY 2005 Base	**24.00**	**1,412,700**	**1,570,700**	***24.00***	***1,412,700***	***1,570,700***
Personnel Cost Rollups	0.00	23,600	26,800	*0.00*	*23,600*	*26,800*
Inflationary Adjustments	0.00	4,700	4,700	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	(2,800)	(2,800)	*0.00*	*(2,800)*	*(2,800)*
Change in Employee Compensation	0.00	9,100	10,300	*0.00*	*18,400*	*20,800*
FY 2005 Total	**24.00**	**1,447,300**	**1,609,700**	***24.00***	***1,451,900***	***1,615,500***
Change from Original Appropriation	0.00	34,600	(451,800)	*0.00*	*39,200*	*(446,000)*
% Change from Original Appropriation		2.4%	(21.9%)		2.8%	(21.6%)

Governor's Office

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	24.00	1,412,700	130,000	518,800	2,061,500
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	(130,000)	(360,800)	(490,800)
Governor's Recommendation	*0.00*	*0*	*(130,000)*	*(360,800)*	*(490,800)*
FY 2005 Base					
Agency Request	24.00	1,412,700	0	158,000	1,570,700
Governor's Recommendation	*24.00*	*1,412,700*	*0*	*158,000*	*1,570,700*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	23,600	0	3,200	26,800
Governor's Recommendation	*0.00*	*23,600*	*0*	*3,200*	*26,800*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	4,700	0	0	4,700
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Reflects a reduction in Controller and Treasurer fees pursuant to the Statewide Cost Allocation Plan. Also reflects a reduction in Risk Management property/casualty rates.					
Agency Request	0.00	(2,800)	0	0	(2,800)
Governor's Recommendation	*0.00*	*(2,800)*	*0*	*0*	*(2,800)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	9,100	0	1,200	10,300
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*18,400*	*0*	*2,400*	*20,800*
FY 2005 Total					
Agency Request	24.00	1,447,300	0	162,400	1,609,700
Governor's Recommendation	*24.00*	*1,451,900*	*0*	*163,600*	*1,615,500*
Agency Request					
Change from Original App	0.00	34,600	(130,000)	(356,400)	(451,800)
% Change from Original App	0.0%	2.4%	(100.0%)	(68.7%)	(21.9%)
Governor's Recommendation					
Change from Original App	*0.00*	*39,200*	*(130,000)*	*(355,200)*	*(446,000)*
% Change from Original App	*0.0%*	*2.8%*	*(100.0%)*	*(68.5%)*	*(21.6%)*

Organizational Chart



* Policy Advisors and Legislative Liaison are located in the Division of Financial Management budget, but they are appointed by, and serve at the pleasure of, the Governor.

Division of Human Resources

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
Dedicated	2,746,100	2,439,800	2,800,800	2,902,300	*2,870,600*
Percent Change:		(11.2%)	14.8%	3.6%	*2.5%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,034,500	1,867,300	2,065,600	2,125,600	*2,106,300*
Operating Expenditures	684,200	546,900	708,000	748,400	*736,000*
Capital Outlay	27,400	25,600	27,200	28,300	*28,300*
Total:	**2,746,100**	**2,439,800**	**2,800,800**	**2,902,300**	***2,870,600***
Full-Time Positions (FTP)	37.00	37.00	37.00	37.00	*36.00*

Division Description

The Division of Human Resources manages a comprehensive personnel merit system for classified state employees. The system consists of recruitment, applicant screening, examination systems, job classification, salary administration, employee training and development, an appeals process for disciplinary actions, and an employee information system.

Most of the former powers and duties of the Personnel Commission were transferred to the Administrator of the Division of Human Resources in FY 2000. This position is appointed by and reports to the Governor. The Personnel Commission still exists to hear appeals of dismissals, demotions, or suspensions by agency directors, or rulings made by the Administrator.

Division of Human Resources

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**37.00**	**0**	**2,800,800**	***37.00***	***0***	***2,800,800***
Removal of One-Time Expenditures	0.00	0	(55,800)	*0.00*	*0*	*(55,800)*
Base Adjustments	0.00	0	0	*(1.00)*	*0*	*(37,900)*
FY 2005 Base	**37.00**	**0**	**2,745,000**	***36.00***	***0***	***2,707,100***
Personnel Cost Rollups	0.00	0	41,800	*0.00*	*0*	*41,800*
Inflationary Adjustments	0.00	0	7,200	*0.00*	*0*	*0*
Replacement Items	0.00	0	28,300	*0.00*	*0*	*28,300*
Nonstandard Adjustments	0.00	0	33,200	*0.00*	*0*	*28,000*
Change in Employee Compensation	0.00	0	18,200	*0.00*	*0*	*36,800*
FY 2005 Program Maintenance	**37.00**	**0**	**2,873,700**	***36.00***	***0***	***2,842,000***
1. Training Fund Spending Authority	0.00	0	28,600	*0.00*	*0*	*28,600*
FY 2005 Total	**37.00**	**0**	**2,902,300**	***36.00***	***0***	***2,870,600***
Change from Original Appropriation	0.00	0	101,500	*(1.00)*	*0*	*69,800*
% Change from Original Appropriation			3.6%			2.5%

Division of Human Resources

Analyst: Freeman

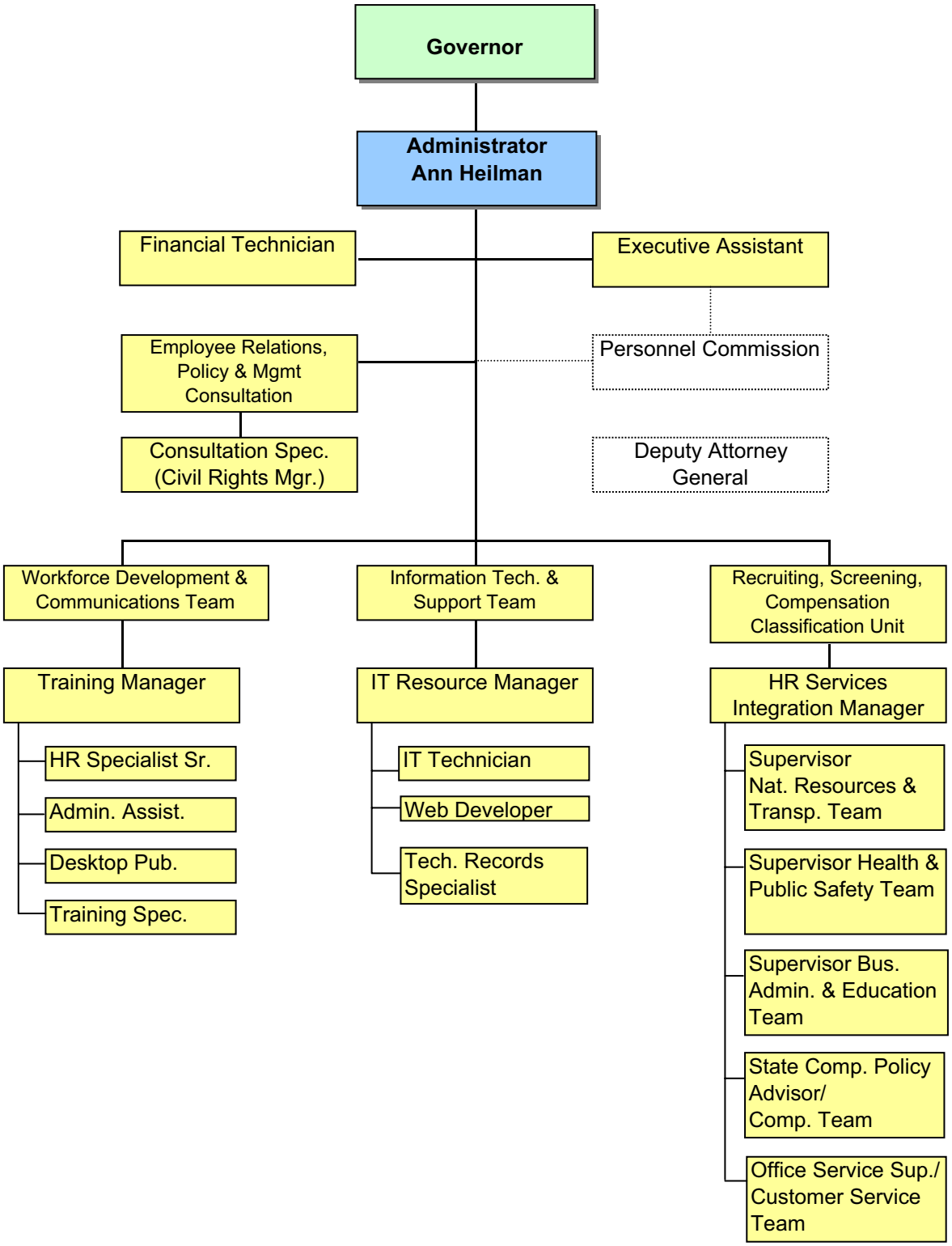
Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	37.00	0	2,800,800	0	2,800,800
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	(55,800)	0	(55,800)
Governor's Recommendation	*0.00*	*0*	*(55,800)*	*0*	*(55,800)*
Base Adjustments					
Agency Request	0.00	0	0	0	0
Reduce 1 FTP and associated personnel costs. This position has been deleted from the Employee Information System, but the funding and FTP authorization have not.					
Governor's Recommendation	*(1.00)*	*0*	*(37,900)*	*0*	*(37,900)*
FY 2005 Base					
Agency Request	37.00	0	2,745,000	0	2,745,000
Governor's Recommendation	*36.00*	*0*	*2,707,100*	*0*	*2,707,100*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	0	41,800	0	41,800
Governor's Recommendation	*0.00*	*0*	*41,800*	*0*	*41,800*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	0	7,200	0	7,200
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Capital Outlay: 10 PCs ($8,500), 3 laptops ($7,200), 5 monitors ($2,400), 9 printers ($2,700), 1 server ($3,700), 2 uninterruptible power sources ($3,800)					
Agency Request	0.00	0	28,300	0	28,300
Governor's Recommendation	*0.00*	*0*	*28,300*	*0*	*28,300*
Nonstandard Adjustments					
Reflects adjustments in Attorney General, Controller and Treasurer fees pursuant to the Statewide Cost Allocation Plan. Also reflects a reduction in Risk Management property/casualty rates and an increase in building services space charge.					
Agency Request	0.00	0	33,200	0	33,200
Funding for Building Services space charge is not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*28,000*	*0*	*28,000*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	18,200	0	18,200
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*36,800*	*0*	*36,800*

Division of Human Resources

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Program Maintenance					
Agency Request	37.00	0	2,873,700	0	2,873,700
Governor's Recommendation	*36.00*	*0*	*2,842,000*	*0*	*2,842,000*
1. Training Fund Spending Authority					
Idaho Code requires the Division of Human Resources to provide training to state employees. Additional ongong spending authority is needed to allow the Division to respond to the increased agency needs for better training for managers and staff. The Division contracts with vendors and instructors for training and publications, and charges each participating agency for their share of the costs.					
Agency Request	0.00	0	28,600	0	28,600
Governor's Recommendation	*0.00*	*0*	*28,600*	*0*	*28,600*
FY 2005 Total					
Agency Request	37.00	0	2,902,300	0	2,902,300
Governor's Recommendation	*36.00*	*0*	*2,870,600*	*0*	*2,870,600*
Agency Request					
Change from Original App	0.00	0	101,500	0	101,500
% Change from Original App	0.0%		3.6%		3.6%
Governor's Recommendation					
Change from Original App	*(1.00)*	*0*	*69,800*	*0*	*69,800*
% Change from Original App	*(2.7%)*		*2.5%*		*2.5%*

Organizational Chart



Blank Page

Human Rights Commission

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	591,600	583,500	575,900	591,100	*593,800*
Dedicated	6,700	3,000	6,700	6,800	*6,700*
Federal	164,900	163,600	197,900	198,100	*197,800*
Total:	**763,200**	**750,100**	**780,500**	**796,000**	***798,300***
Percent Change:		(1.7%)	4.1%	2.0%	*2.3%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	594,100	581,000	592,400	610,700	*616,000*
Operating Expenditures	169,100	169,100	164,600	183,700	*180,700*
Capital Outlay	0	0	23,500	1,600	*1,600*
Total:	**763,200**	**750,100**	**780,500**	**796,000**	***798,300***
Full-Time Positions (FTP)	11.00	11.00	11.00	11.00	*11.00*

Division Description

The Human Rights Commission is statutorily charged with the enforcement of the Human Rights Commission Act (Idaho Code §67-5901 et seq.) which prohibits discrimination based on race, color, religion, sex, and national origin in the areas of employment, educational services, public accommodations, and real estate transactions. Disability and age discrimination are also prohibited in the workplace. The commission is also charged with enforcing Idaho Code §44-1701 et seq. which prohibits employers from paying different wages for comparable work solely on the basis of gender.

Enforcement of the aforementioned statutes is accomplished through education, by processing the administrative complaints of alleged discrimination filed by those who claim to be victims, and by litigating on behalf of aggrieved parties when the commission determines such action to be appropriate.

The commission also has a contract with the federal Equal Employment Opportunity Commission to handle administrative cases arising in Idaho, which allege violations of three federal laws prohibiting discrimination in employment (Title VII of the 1964 Civil Rights Act, Age Discrimination in Employment Act, and Americans with Disabilities Act). The Human Rights Commission may file court cases alleging violations of federal law under appropriate circumstances.

Human Rights Commission

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**11.00**	**575,900**	**780,500**	***11.00***	***575,900***	***780,500***
Non-Cognizable Funds and Transfers	0.00	0	20,000	*0.00*	*0*	*20,000*
FY 2004 Estimated Expenditures	**11.00**	**575,900**	**800,500**	***11.00***	***575,900***	***800,500***
Removal of One-Time Expenditures	0.00	0	(45,700)	*0.00*	*0*	*(45,700)*
FY 2005 Base	**11.00**	**575,900**	**754,800**	***11.00***	***575,900***	***754,800***
Personnel Cost Rollups	0.00	10,900	13,100	*0.00*	*10,900*	*13,100*
Inflationary Adjustments	0.00	1,700	3,000	*0.00*	*0*	*0*
Replacement Items	0.00	0	1,600	*0.00*	*0*	*1,600*
Nonstandard Adjustments	0.00	(1,700)	18,300	*0.00*	*(1,700)*	*18,300*
Change in Employee Compensation	0.00	4,300	5,200	*0.00*	*8,700*	*10,500*
FY 2005 Total	**11.00**	**591,100**	**796,000**	***11.00***	***593,800***	***798,300***
Change from Original Appropriation	0.00	15,200	15,500	*0.00*	*17,900*	*17,800*
% Change from Original Appropriation		2.6%	2.0%		3.1%	2.3%

Human Rights Commission

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	11.00	575,900	6,700	197,900	780,500
Non-Cognizable Funds and Transfers					
Reflects a noncognizable increase in federal funds to meet the financial obligations of the commission. The commission will need to rely more on federal funds to cover expenses that were previously paid from General Funds.					
Agency Request	0.00	0	0	20,000	20,000
Governor's Recommendation	*0.00*	*0*	*0*	*20,000*	*20,000*
FY 2004 Estimated Expenditures					
Agency Request	11.00	575,900	6,700	217,900	800,500
Governor's Recommendation	*11.00*	*575,900*	*6,700*	*217,900*	*800,500*
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	0	(45,700)	(45,700)
Governor's Recommendation	*0.00*	*0*	*0*	*(45,700)*	*(45,700)*
FY 2005 Base					
Agency Request	11.00	575,900	6,700	172,200	754,800
Governor's Recommendation	*11.00*	*575,900*	*6,700*	*172,200*	*754,800*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	10,900	0	2,200	13,100
Governor's Recommendation	*0.00*	*10,900*	*0*	*2,200*	*13,100*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	1,700	100	1,200	3,000
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Capital Outlay: 1 personal computer					
Agency Request	0.00	0	0	1,600	1,600
Governor's Recommendation	*0.00*	*0*	*0*	*1,600*	*1,600*
Nonstandard Adjustments					
Reflects: (1) an adjustment in Attorney General, Controller and Treasurer fees pursuant to the Statewide Cost Allocation Plan; (2) an adjustment for Risk Management property/casualty rates; (3) an increase in annual rent payment; and (4) an increase in federal funds spending authority to meet the ongoing financial obligations of the commission.					
Agency Request	0.00	(1,700)	0	20,000	18,300
Governor's Recommendation	*0.00*	*(1,700)*	*0*	*20,000*	*18,300*

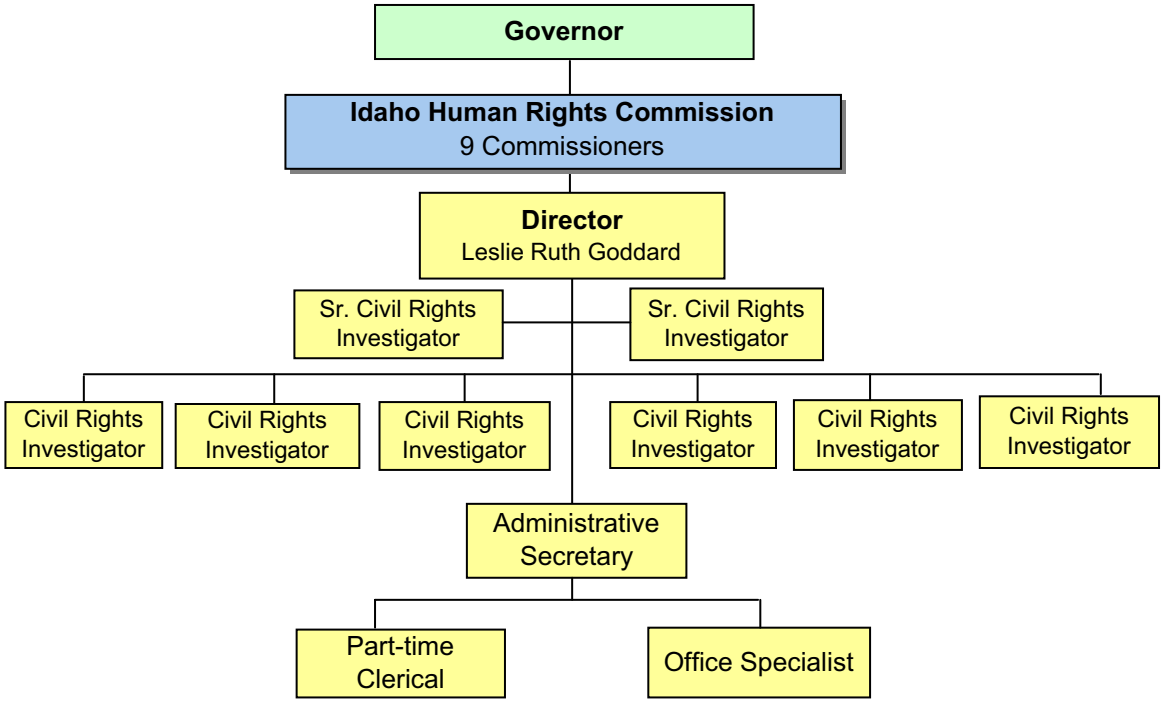
Human Rights Commission

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	4,300	0	900	5,200
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*8,700*	*0*	*1,800*	*10,500*
FY 2005 Total					
Agency Request	11.00	591,100	6,800	198,100	796,000
Governor's Recommendation	*11.00*	*593,800*	*6,700*	*197,800*	*798,300*
Agency Request					
Change from Original App	0.00	15,200	100	200	15,500
% Change from Original App	0.0%	2.6%	1.5%	0.1%	2.0%
Governor's Recommendation					
Change from Original App	*0.00*	*17,900*	*0*	*(100)*	*17,800*
% Change from Original App	*0.0%*	*3.1%*	*0.0%*	*(0.1%)*	*2.3%*

Human Rights Commission
Issues & Information

Analyst: Freeman



Human Rights Commission Discrimination Investigation Data

	FY 2000	FY 2001	FY 2002	FY 2003
1. Total Number of Discrimination Charges Filed	530	558	483	579
2. Types of Discrimination Charges Filed				
• Employment	515	535	470	568
• Education	0	4	6	3
• Housing	2	9	0	1
• Public Accommodation	13	10	7	7
3. Discrimination Charges Based On:*				
• Gender**	45%	40%	40%	48%
• Race/Color/National Origin	20%	23%	15%	19%
• Disability	26%	24%	22%	17%
• Retaliation	26%	27%	25%	23%
• Age	13%	15%	13%	14%
• Religion	3%	6%	7%	4%
4. Geographic Distribution of Charges				
• Southwest Idaho	53%	55%	51%	53%
• Eastern Idaho	20%	18%	21%	18%
• Northern Idaho	14%	15%	13%	16%
• Central Idaho	12%	12%	15%	13%

* Percentages in each fiscal year add to more than 100% due to charges that are based on more than one discrimination issue, such as charges based on both age and race discrimination, or both gender and religion.

** *e.g.* sexual harrassment, gender-based wage rate differentials, etc.

Blank Page

State Liquor Dispensary

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
Dedicated	10,857,600	12,364,700	10,148,800	11,333,800	*11,339,400*
Percent Change:		13.9%	(17.9%)	11.7%	*11.7%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	6,776,800	6,506,000	6,983,400	7,551,500	*7,611,000*
Operating Expenditures	3,660,400	2,993,600	3,006,400	3,284,700	*3,230,800*
Capital Outlay	420,400	2,865,100	159,000	497,600	*497,600*
Total:	**10,857,600**	**12,364,700**	**10,148,800**	**11,333,800**	***11,339,400***
Full-Time Positions (FTP)	148.00	148.00	150.00	160.00	*160.00*

Division Description

The goals of the Liquor Dispensary are to provide the more popular brands of liquor at a uniform, statewide price and the less popular brands by special order; to renovate and modernize state stores and to establish new state stores and contract agencies as needed; to fund special state projects; and to distribute surplus revenue as directed by law and legislative action.

NOTE: FY 2003 actual expenditures for capital outlay includes $2,366,700 for the purchase of the Liquor Warehouse which was authorized and appropriated in the 2000 legislative session (2000 Idaho Sess. Laws 374). This amount is not reflected in the FY 2003 total appropriation.

State Liquor Dispensary

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**150.00**	**0**	**10,148,800**	***150.00***	***0***	***10,148,800***
Reappropriations	0.00	0	450,000	*0.00*	*0*	*450,000*
FY 2004 Total Appropriation	**150.00**	**0**	**10,598,800**	***150.00***	***0***	***10,598,800***
Removal of One-Time Expenditures	0.00	0	(609,000)	*0.00*	*0*	*(609,000)*
FY 2005 Base	**150.00**	**0**	**9,989,800**	***150.00***	***0***	***9,989,800***
Personnel Cost Rollups	0.00	0	164,400	*0.00*	*0*	*164,400*
Inflationary Adjustments	0.00	0	53,900	*0.00*	*0*	*0*
Replacement Items	0.00	0	367,600	*0.00*	*0*	*367,600*
Nonstandard Adjustments	0.00	0	59,400	*0.00*	*0*	*59,400*
Change in Employee Compensation	0.00	0	58,100	*0.00*	*0*	*117,600*
FY 2005 Program Maintenance	**150.00**	**0**	**10,693,200**	***150.00***	***0***	***10,698,800***
1. Additional warehouse positions	2.00	0	63,400	*2.00*	*0*	*63,400*
2. Two new liquor stores	4.00	0	405,400	*4.00*	*0*	*405,400*
3. Legal age verification equipment	0.00	0	45,000	*0.00*	*0*	*45,000*
4. Additional liquor store clerk positions	4.00	0	126,800	*4.00*	*0*	*126,800*
FY 2005 Total	**160.00**	**0**	**11,333,800**	***160.00***	***0***	***11,339,400***
Change from Original Appropriation	10.00	0	1,185,000	*10.00*	*0*	*1,190,600*
% Change from Original Appropriation			11.7%			11.7%

State Liquor Dispensary

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	150.00	0	10,148,800	0	10,148,800
Reappropriations					
The Liquor Dispensary received carryover authority for the Enterprise Accounting System.					
Agency Request	0.00	0	450,000	0	450,000
Governor's Recommendation	*0.00*	*0*	*450,000*	*0*	*450,000*
FY 2004 Total Appropriation					
Agency Request	150.00	0	10,598,800	0	10,598,800
Governor's Recommendation	*150.00*	*0*	*10,598,800*	*0*	*10,598,800*
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	(609,000)	0	(609,000)
Governor's Recommendation	*0.00*	*0*	*(609,000)*	*0*	*(609,000)*
FY 2005 Base					
Agency Request	150.00	0	9,989,800	0	9,989,800
Governor's Recommendation	*150.00*	*0*	*9,989,800*	*0*	*9,989,800*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	0	164,400	0	164,400
Governor's Recommendation	*0.00*	*0*	*164,400*	*0*	*164,400*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	0	53,900	0	53,900
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Capital Outlay: 1 vehicle (4X4 SUV) $28,000, relocate 3 stores from poor locations ($117,700), remodel, paint and re-carpet 13 stores ($140,900), replace worn display shelves, checkout counters and signs in 4 stores ($81,000).					
Agency Request	0.00	0	367,600	0	367,600
Governor's Recommendation	*0.00*	*0*	*367,600*	*0*	*367,600*
Nonstandard Adjustments					
Reflects $55,200 for the contractual rent increases in the 52 state liquor store leases. Also reflects adjustments in Attorney General, State Controller and Treasurer fees pursuant to the Statewide Cost Allocation Plan, and an reduction in Risk Management property/casualty rates.					
Agency Request	0.00	0	59,400	0	59,400
Governor's Recommendation	*0.00*	*0*	*59,400*	*0*	*59,400*

State Liquor Dispensary

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	0	58,100	0	58,100
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*117,600*	*0*	*117,600*
FY 2005 Program Maintenance					
Agency Request	150.00	0	10,693,200	0	10,693,200
Governor's Recommendation	*150.00*	*0*	*10,698,800*	*0*	*10,698,800*
1. Additional warehouse positions					
This enhancement would provide 2 FTPs at the Dispensary warehouse. Liquor sales have increased by 16% since 1999. The additional workload has been handled with two fulltime temporary workers, overtime and contract labor at an additional cost of $96,600 in FY 2003.					
Agency Request	2.00	0	63,400	0	63,400
Governor's Recommendation	*2.00*	*0*	*63,400*	*0*	*63,400*
2. Two new liquor stores					
This enhancement would provide 4 FTPs and $405,400, and authorize opening a liquor store in the Boise/Meridian area of Ada County and in the Hayden/Dalton Gardens area of Kootenai County.					
Agency Request	4.00	0	405,400	0	405,400
Governor's Recommendation	*4.00*	*0*	*405,400*	*0*	*405,400*
3. Legal age verification equipment					
This enhancement would provide $45,000 in capital outlay for the purchase of equipment to help verify the legitimacy of state-issued identification. The ultimate goal is to prevent selling liquor to minors possessing false identification.					
Agency Request	0.00	0	45,000	0	45,000
Governor's Recommendation	*0.00*	*0*	*45,000*	*0*	*45,000*
4. Additional liquor store clerk positions					
This enhancement would provide 4 FTPs for existing stores. Increased sales volume has resulted in the need for additional store clerks in several stores.					
Agency Request	4.00	0	126,800	0	126,800
Governor's Recommendation	*4.00*	*0*	*126,800*	*0*	*126,800*
FY 2005 Total					
Agency Request	160.00	0	11,333,800	0	11,333,800
Governor's Recommendation	*160.00*	*0*	*11,339,400*	*0*	*11,339,400*
Agency Request					
Change from Original App	10.00	0	1,185,000	0	1,185,000
% Change from Original App	6.7%		11.7%		11.7%
Governor's Recommendation					
Change from Original App	*10.00*	*0*	*1,190,600*	*0*	*1,190,600*
% Change from Original App	*6.7%*		*11.7%*		*11.7%*

Liquor Dispensary
Issues & Information

Analyst: Freeman

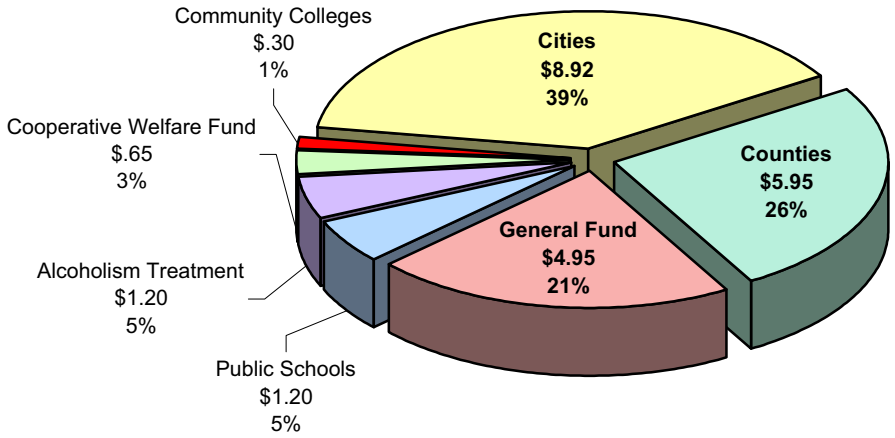
Liquor Dispensary Statistics	FY 2001	FY 2002	FY 2003	FY 2004 Est.
1. Maintain moderate per capita alcohol use				
License States (gallons per capita)	1.32	1.32	1.33	1.33
Control States (gallons per capita)	1.11	1.12	1.12	1.12
Idaho (gallons per capita)	0.97	1.00	1.01	1.01
2. State-owned stores	51	51	52	52
3. Contract stores (pay for inventory when sold)	104	103	100	101
4. Total number of outlets	155	154	152	153
5. Total gross liquor sales (millions)	$69.71	$73.62	$77.99	$84.00
6. Total liquor sales (millions of gallons)	1.35	1.39	1.45	1.52
7. Cost of Product (millions)	$37.44	$39.64	$42.08	$45.00
8. Total operating expenses (millions)	$10.81	$12.02	$11.72	$11.80
9. Operating costs as a percent of sales	15.5%	16.3%	15.0%	14.0%
10 Total distributions (millions)	$20.3	$21.1	$23.2	$27.2
11. Distributions as a percent of gross sales	29.1%	28.7%	29.7%	32.4%

Profit Distribution

- 2000 Idaho Sess. Laws 374 authorized a transfer of $788,900 to the Liquor Warehouse Purchase Fund in Fiscal Years 2001, 2002 and 2003.
- FY 2004 Supreme Court appropriation (2003 Idaho Sess. Laws 334) appropriated $440,000 from the Liquor Control fund.
- Beginning in FY 2004, 2% surcharge on sales is transferred to Drug and Family Court Services fund.
- Annual fixed distributions totaling $8,295,000 to General Fund, Public Schools, Alcoholism Treatment Fund, Cooperative Welfare Fund, and Community Colleges.

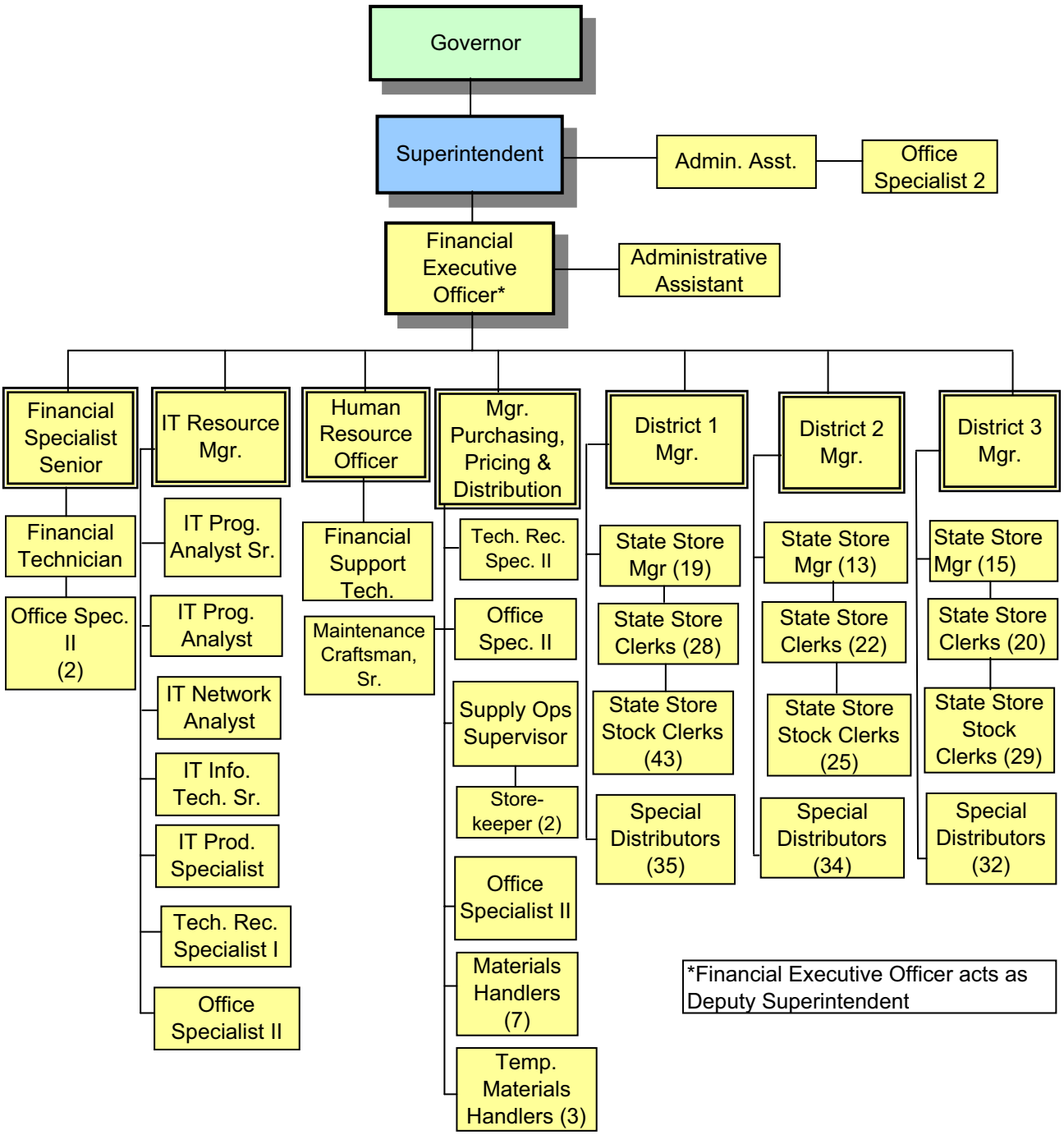
Remainder of profits distributed as follows:
- 40% to counties in proportion to sales in each county
- 60% to cities as follows:
  > 90% to those incorporated cities with liquor stores in proportion to sales
  > 10% to those incorporated cities without liquor stores in proportion to population

FY 2003 Profit Distribution (in millions)
[Does not reflect warehouse purchase]
Total = $23.2 million



Liquor Dispensary
Issues & Information

Organizational Chart



Military Division

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Military Management	2,667,100	2,444,800	2,596,000	2,818,500	*2,707,000*
Federal/State Agreements	13,710,600	12,705,200	14,692,200	16,584,800	*16,085,100*
Disaster Services	2,680,300	2,599,600	2,677,900	0	*0*
Bureau of Hazardous Materials	1,283,800	1,309,600	3,777,100	0	*0*
Homeland Security	0	0	0	23,602,400	*23,452,800*
Total:	**20,341,800**	**19,059,200**	**23,743,200**	**43,005,700**	***42,244,900***
BY FUND CATEGORY					
General	4,684,100	4,623,300	4,729,400	5,183,600	*4,922,700*
Dedicated	801,200	574,500	217,100	221,700	*218,700*
Federal	14,856,500	13,861,400	18,796,700	37,600,400	*37,103,500*
Total:	**20,341,800**	**19,059,200**	**23,743,200**	**43,005,700**	***42,244,900***
Percent Change:		(6.3%)	24.6%	81.1%	*77.9%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	10,681,100	9,064,500	10,500,700	13,293,900	*13,082,200*
Operating Expenditures	8,890,800	8,226,300	12,655,100	14,859,100	*14,403,300*
Capital Outlay	0	786,600	0	82,100	*0*
Trustee/Benefit	769,900	981,800	587,400	14,770,600	*14,759,400*
Total:	**20,341,800**	**19,059,200**	**23,743,200**	**43,005,700**	***42,244,900***
Full-Time Positions (FTP)	187.80	187.80	177.80	205.80	*205.80*

Division Description

The Military Division is headed by the Adjutant General, who is appointed by and reports to the Governor. The division serves as the state's National Guard unit. Descriptions of the Military Division's four programs are as follows:

MILITARY MANAGEMENT - The purpose of the Military Management program is to provide effective and responsive overall management to ensure mission capability and to meet the goals of the state and federal governments, as established by law. The program is also charged with operating and maintaining the state's 25 armories in a cost-effective manner to provide storage and security for federal property and facilities.

FEDERAL/STATE AGREEMENTS - The purpose of the Federal and State Contracts program is to operate and maintain the Gowen Field complexes, desert training range facilities, and nine maintenance shops located throughout the state. This program is a joint venture between the state and the National Guard Bureau. Service contracts are negotiated annually in which the state provides services to the National Guard and is reimbursed by the federal government for 75 to 100 percent of costs. The five contracts are: Air Guard, Training Site, Army Services, Security, and Communications.

DISASTER SERVICES - The Bureau of Disaster Services coordinates the state and federal response to major emergencies and disasters, in support of local jurisdictions. The bureau establishes and maintains a state and local emergency management structure, and helps to mitigate, prepare, respond, and recover from the effects of all hazards.

HAZARDOUS MATERIALS - The Bureau of Hazardous Materials performs the functions of the old State Emergency Response Commission (SERC), which was transferred to the Military Division by the 1997 Legislature. The primary goals of the bureau are to 1) implement the federal Emergency Planning and Community Right to Know Act; 2) facilitate planning and coordination at state and local levels in order to provide for the prompt containment of releases of hazardous substances; and 3) provide accurate, current information and training through public education outreach activities.

Military Division

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**177.80**	**4,729,400**	**23,743,200**	***177.80***	***4,729,400***	***23,743,200***
1. Homeland Security ODP Grant	3.00	0	81,700	*3.00*	*0*	*81,700*
HazMat Deficiency Warrant	0.00	21,000	21,000	*0.00*	*92,000*	*92,000*
Other Approp Adjustments	0.00	(21,000)	(21,000)	*0.00*	*(92,000)*	*(92,000)*
FY 2004 Total Appropriation	**180.80**	**4,729,400**	**23,824,900**	***180.80***	***4,729,400***	***23,824,900***
Non-cognizable Funding	25.00	0	17,660,900	*25.00*	*0*	*17,660,900*
FY 2004 Estimated Expenditures	**205.80**	**4,729,400**	**41,485,800**	***205.80***	***4,729,400***	***41,485,800***
Removal of One-Time Expenditures	(28.00)	0	(17,742,600)	*(28.00)*	*0*	*(17,742,600)*
Base Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Base	**177.80**	**4,729,400**	**23,743,200**	***177.80***	***4,729,400***	***23,743,200***
Personnel Cost Rollups	0.00	64,500	228,400	*0.00*	*64,500*	*228,400*
Inflationary Adjustments	0.00	30,500	251,600	*0.00*	*0*	*0*
Replacement Items	0.00	87,300	100,800	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	79,900	727,600	*0.00*	*47,700*	*614,600*
Change in Employee Compensation	0.00	28,400	95,400	*0.00*	*57,600*	*193,300*
Fund Shift	0.00	23,500	0	*0.00*	*23,500*	*0*
FY 2005 Program Maintenance	**177.80**	**5,043,500**	**25,147,000**	***177.80***	***4,922,700***	***24,779,500***
1. 2004 COLA & Step Increase Funding	0.00	0	0	*0.00*	*0*	*0*
2. Increase Air National Guard Funding	0.00	50,000	200,000	*0.00*	*0*	*0*
3. Upgrade Grants Position	0.00	3,200	3,200	*0.00*	*0*	*0*
4. M&O for Readiness Building	0.00	25,500	101,900	*0.00*	*0*	*0*
5. Auto Lease	0.00	5,600	22,600	*0.00*	*0*	*0*
6. Backup Tape Drive	0.00	7,500	7,500	*0.00*	*0*	*0*
7. Military Museum	0.00	20,000	20,000	*0.00*	*0*	*0*
8. Upgrade Telecommunications Positions	0.00	3,300	13,100	*0.00*	*0*	*0*
9. Homeland Security ODP Grant	12.00	0	15,976,500	*12.00*	*0*	*15,976,500*
10. Homeland Security Subgrant	1.00	0	700,000	*1.00*	*0*	*700,000*
11. Family Pgm Coordinator Positions	7.00	0	373,900	*7.00*	*0*	*373,900*
12. Army Engineering Dept. Craftsmen	6.00	0	318,400	*6.00*	*0*	*318,400*
13. Electronic Security Systems positions	2.00	0	96,600	*2.00*	*0*	*96,600*
14. Increase Maintenance Funding	0.00	10,000	10,000	*0.00*	*0*	*0*
15. State Communications Center	0.00	15,000	15,000	*0.00*	*0*	*0*
16. Bureau of Homeland Security	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**205.80**	**5,183,600**	**43,005,700**	***205.80***	***4,922,700***	***42,244,900***
Change from Original Appropriation	28.00	454,200	19,262,500	*28.00*	*193,300*	*18,501,700*
% Change from Original Appropriation		9.6%	81.1%		4.1%	77.9%

Military Division

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation	177.80	4,729,400	217,100	18,796,700	23,743,200

1. Homeland Security ODP Grant — **Bureau of Hazardous Materials**

This is a one-time supplemental for 3 FTPs and associated 100% federal spending authority for the balance of FY 2004. This partial year funding is removed before the base and then included for full year ongoing funding in Enhancement #9. The State of Idaho, as with all other states, has been charged by the President with coordination, training, exercising and procurement of specialized equipment to implement a Department of Homeland Security strategy. The Bureau has applied for and received grants from the Department of Homeland Security's Office of Domestic Preparedness (OPD) to develop and oversee the statewide Homeland Security Strategy. During FY 2004, 9 positions were non-cogged for the Bureau of Hazardous Materials and 1 position was non-cogged for the Bureau of Disaster Services. For FY 2005, an enhancement would make these positions ongoing under a limited service agreement. However, during the implementation of the ODP grants, it was discovered that an additional 3 positions (Exercise Management Specialists for Bannock, Canyon, and Twin Falls County) are necessary to properly implement the grants being awarded.

Agency Request	3.00	0	0	81,700	81,700
Governor's Recommendation	*3.00*	*0*	*0*	*81,700*	*81,700*

HazMat Deficiency Warrant — **Bureau of Hazardous Materials**

This is one-time funding to pay deficiency warrants issued in response to costs associated with the cleanup of hazardous materials incidents throughout Idaho.

Agency Request	0.00	21,000	0	0	21,000

The Governor recommends funding $21,000 for FY 2003 deficiency warrant expenditures and $71,000 for current fiscal year-to-date deficiency warrant expenditures.

Governor's Recommendation	*0.00*	*92,000*	*0*	*0*	*92,000*

Other Approp Adjustments — **Bureau of Hazardous Materials**

Move General Fund supplemental to Hazardous Substance Emergency Response Fund where actual expenditures occurred.

Agency Request	0.00	(21,000)	0	0	(21,000)
Governor's Recommendation	*0.00*	*(92,000)*	*0*	*0*	*(92,000)*

FY 2004 Total Appropriation					
Agency Request	180.80	4,729,400	217,100	18,878,400	23,824,900
Governor's Recommendation	*180.80*	*4,729,400*	*217,100*	*18,878,400*	*23,824,900*

Non-cognizable Funding

FEDERAL/STATE AGREEMENTS
Reflects $373,900 in federal funds for 7 Family Program Coordinator positions (see enhancement #11), $318,400 in federal funds for 6 positions with the Army Guard's Engineering Department (see enhancement #12), $96,600 in federal funds for 2 positions to staff the Electronic Security Systems (see enhancement #13), and $150,000 in federal funds for an increase in the Army Training Agreement for 14 temporary firefighters to cover the fire seasons in the Orchard Training Area.
DISASTER SERVICES
Reflects $700,000 in federal funds for 1 Budget Assistant position and operating expenses related to a Homeland Security grant (see enhancement #10 for further detail); and $222,000 in federal funds related to an increase in the Emergency Management Performance Grant issued each year.
HAZARDOUS MATERIALS
Reflects $15,800,000 in federal funds for 9 positions, operating expenses and trustee/benefit payments related to a Homeland Security Grant (see enhancement #9 for further detail).

Agency Request	25.00	0	0	17,660,900	17,660,900
Governor's Recommendation	*25.00*	*0*	*0*	*17,660,900*	*17,660,900*

Military Division

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Estimated Expenditures					
Agency Request	205.80	4,729,400	217,100	36,539,300	41,485,800
Governor's Recommendation	*205.80*	*4,729,400*	*217,100*	*36,539,300*	*41,485,800*
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	(28.00)	0	0	(17,742,600)	(17,742,600)
Governor's Recommendation	*(28.00)*	*0*	*0*	*(17,742,600)*	*(17,742,600)*
Base Adjustments					
This reflects the following program transfers: $44,800 from the Bureau of Disaster Services to Military Management to properly allocate indirect costs; and 1 FTP and $15,100 from Federal/State Agreements to Bureau of Disaster Services.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	177.80	4,729,400	217,100	18,796,700	23,743,200
Governor's Recommendation	*177.80*	*4,729,400*	*217,100*	*18,796,700*	*23,743,200*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates which are projected to increase by 17%, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39% of salary.					
Agency Request	0.00	64,500	0	163,900	228,400
Governor's Recommendation	*0.00*	*64,500*	*0*	*163,900*	*228,400*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures and trustee/benefit payments.					
Agency Request	0.00	30,500	3,000	218,100	251,600
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Military Management Capital Outlay: 3 PCs ($3,000), 1 laptop ($1,500), 3 printers ($2,900), 1 fax server ($9,000), and 1 cargo van ($17,000). Operating Expenses: Server conversion software ($22,000), and lease 1 photocopier/printer ($4,200 ongoing). Federal/State Agreements Capital Outlay: lawn care equipment ($18,000). Disaster Services Capital Outlay: 3 PCs ($3,000), 5 laptops ($7,500), and 5 printers ($3,300). Hazardous Materials Capital Outlay: 6 PCs ($6,000), 1 laptop ($1,500), 1 laser printer ($1,900).					
Agency Request	0.00	87,300	0	13,500	100,800
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Military Division

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					
Military Management: Reflects $8,500 for step increases and $42,400 to adjust CEC to projected federal COLA of 4%. Also reflects an adjustment in Attorney General, Controller and Treasurer fees pursuant to the Statewide Cost Allocation Plan, and a reduction in Risk Management property/casualty rates.					
Federal/State Agreements: Reflects $47,500 for step increases, $197,500 to adjust CEC to projected federal COLA of 4%, and $150,000 for an increase in personnel costs for 14 temporary firefighters under the Army Training Agreement.					
Disaster Services: Reflects $10,000 for step increase, $38,900 to adjust CEC to projected federal COLA of 4%, and $222,000 for an increase in the Emergency Management Performance Grant.					
Hazardous Materials: Reflects $11,800 for step increase and $27,100 to adjust CEC to projected federal COLA of 4%.					
Agency Request	0.00	79,900	1,200	646,500	727,600
The Governor recommends a 3.89% COLA which would be funded with the 2% CEC and a 1.89% nonstandard adjustment.					
Governor's Recommendation	*0.00*	*47,700*	*800*	*566,100*	*614,600*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	28,400	400	66,600	95,400
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*57,600*	*800*	*134,900*	*193,300*
Fund Shift					**Federal/State Agreements**
Reflects shift of costs for two telecommunication positions from federal funds to General Funds. This fund shift is the result of a change in federal regulations which disallow the Air Guard from continuing to partially subsidize these two positions.					
Agency Request	0.00	23,500	0	(23,500)	0
Governor's Recommendation	*0.00*	*23,500*	*0*	*(23,500)*	*0*
FY 2005 Program Maintenance					
Agency Request	177.80	5,043,500	221,700	19,881,800	25,147,000
Governor's Recommendation	*177.80*	*4,922,700*	*218,700*	*19,638,100*	*24,779,500*

1. 2004 COLA & Step Increase Funding — **Military Management, Federal/State Agreements**

This enhancement would authorize the Military Division to move funding ($86,800 General Funds, $274,000 federal funds) up from operating expenses to personnel costs to fund FY 2004 COLAs and step increases on into FY 2005 on an ongoing basis. The Military Division is able to fund the increases for six months (January - June) with salary savings. The division proposes to reduce identified repair and maintenance projects needed on state facilities to fund this enhancement.

Agency Request	0.00	0	0	0	0
The Governor recommends half of the funding requested for COLAs, which is based on the assumption that a 2% CEC would cover the remaining half.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Military Division

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
2. Increase Air National Guard Funding					**Federal/State Agreements**
The National Guard Bureau bases their funding on square footage and conditions of the facilities at their bases. Due to the physical condition of the facilities at Gowen, the Air Guard fund manager at the National Guard Bureau increased the federal funding for Gowen by $150,000. This increase requires a $50,000 (25%) state match.					
Agency Request	0.00	50,000	0	150,000	200,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
3. Upgrade Grants Position					**Bureau of Hazardous Materials**
The responsibilities for the Grants and Agreements Specialist position have increased with the expansion of the Hazardous Materials Cost Recovery program and with the additional responsibility and tasks attendant with the Homeland Security funds. This enhancement would provide $3,200 in ongoing General Funds to move the position's pay grade up one level.					
Agency Request	0.00	3,200	0	0	3,200
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
4. M&O for Readiness Building					**Federal/State Agreements**
The Idaho Army Guard has constructed a new 77,000 SF readiness center on Gowen Field to house 160 fulltime administrative staff and to conduct Army Guard training on drill weekends. The facility will be available for occupancy on June 1, 2004. The federal government funded the construction of the facility, but maintenance and operations costs are split 25% state / 75% federal which equates to $25,500 / $76,400.					
Agency Request	0.00	25,500	0	76,400	101,900
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
5. Auto Lease					**Federal/State Agreements**
This enhancement would provide a 25% state match ($5,600) and spending authority for 75% federal funds ($17,000) for the lease of 4 vehicles for six new craftsmen within the Army Guard Department of Engineering. (See enhancement 12 for additional background on positions.)					
Agency Request	0.00	5,600	0	17,000	22,600
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
6. Backup Tape Drive					**Military Management**
This enhancement would provide funding for a new backup tape drive to provide adequate backup/recovery capability for the Military Division's state network.					
Agency Request	0.00	7,500	0	0	7,500
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
7. Military Museum					**Military Management**
This request would provide $20,000 in ongoing General Fund money to allow the Division to hire a contract curator for the military museum. The Idaho Military Historical Museum was established to enable the Adjutant General to fulfill his obligation as required by the state constitution. The museum has inadequate funding to hire services of a curator and to maintain operations. The museum has four regular part-time volunteers and some occasional part-time volunteers. The organization needs the ongoing services of a curator who can also provide operating administrative assistance.					
Agency Request	0.00	20,000	0	0	20,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Military Division

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
8. Upgrade Telecommunications Positions				**Federal/State Agreements**	

The Military Division has 3 telecommunications positions. New, more efficient and effective telecommunications systems are being utilized by the Division and more technical skill is needed to maintain these systems. Nationwide federal classification studies show that these positions should be upgraded one pay level. The people who fill the telecommunications positions are working with federal employees, doing the same functions, but earning less since their federal counter-parts have already received their upgrade. This enhancement would provide funding necessary to make the salary of the state telecommunications positions equivalent to the same pay on the federal side.

Agency Request	0.00	3,300	0	9,800	13,100
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

9. Homeland Security ODP Grant				**Bureau of Hazardous Materials**	

The State of Idaho, as with all other states, has been charged by the President with coordination, training, exercising and procurement of specialized equipment to implement a Department of Homeland Security Strategy. The Bureau has applied for and received grants from the Department of Homeland Security's Office of Domestic Preparedness (OPD) to develop and oversee the statewide Homeland Security Strategy. This funding is being provided for state and local emergency responders to address the unique equipment, training, planning and exercise needs to participate in the national effort to combat terrorism. The Bureau needs the additional limited service employees to adequately administer the activity required of the grant and increased spending authority in operating expenses and trustee and benefit payments.

Agency Request	12.00	0	0	15,976,500	15,976,500
Governor's Recommendation	*12.00*	*0*	*0*	*15,976,500*	*15,976,500*

10. Homeland Security Subgrant				**Disaster Services**	

The State of Idaho, as with all other states, has been charged by the President with coordination, training, exercising and procurement of specialized equipment to implement a Department of Homeland Security Strategy. The Bureau of Disaster Services has been awarded grant funds to be used to exercise state and local emergency responders to prepare for terrorist attacks or threats of terrorism. The Bureau needs an additional limited service employee and operating dollars to adequately administer the activity required of the grant.

Agency Request	1.00	0	0	700,000	700,000
Governor's Recommendation	*1.00*	*0*	*0*	*700,000*	*700,000*

11. Family Pgm Coordinator Positions				**Federal/State Agreements**	

The Air and Army National Guard have received federal funding to hire 7 Family Program Coordinators in order to help meet the needs of families who have a spouse deployed on active duty. The coordinators also provide assistance to the families of Department of Defense employees. This enhancement would authorize 7 FTPs and federal spending authority to fund these 100% federally reimbursed positions.

Agency Request	7.00	0	0	373,900	373,900
Governor's Recommendation	*7.00*	*0*	*0*	*373,900*	*373,900*

12. Army Engineering Dept. Craftsmen				**Federal/State Agreements**	

The Idaho Army Guard plans to staff a civil engineering function within its Engineering Department. It has been determined to be more economical and efficient to provide on staff resources for preventative maintenance and minor construction. This enhancement would authorize 6 FTPs and federal spending authority to fund these 100% federally reimbursed positions.

Agency Request	6.00	0	0	318,400	318,400
Governor's Recommendation	*6.00*	*0*	*0*	*318,400*	*318,400*

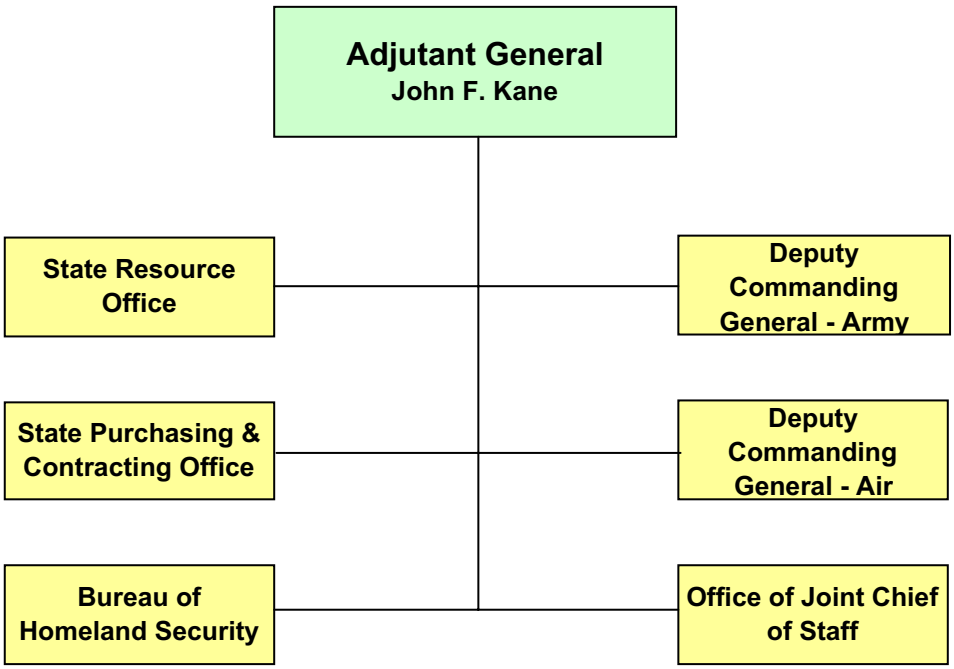
Military Division

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
13. Electronic Security Systems positions					**Federal/State Agreements**
The level of security systems and the need to implement the improved technology for intrusion detection devices, security surveillance equipment, and access card entry systems have increased for Gowen Field, Orchard Training Area and in the armories throughout the state. Federal funding is being provided for equipment and maintenance of the electronic security systems requirement. This enhancement would authorize 2 FTPs and federal spending authority to fund these 100% federally reimbursed positions.					
Agency Request	2.00	0	0	96,600	96,600
Governor's Recommendation	*2.00*	*0*	*0*	*96,600*	*96,600*
14. Increase Maintenance Funding					**Bureau of Hazardous Materials**
This enhancement would provide $10,000 in ongoing General Funds to cover the cost of maintenance of regional response equipment.					
Agency Request	0.00	10,000	0	0	10,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
15. State Communications Center					**Bureau of Hazardous Materials**
The Bureau of Hazardous Materials relies on the State Communications Center (SCC) to provide paging, radio communications, and other communications related services. For the past eight years, the Bureau has paid the SCC $30,000 for its services. However, the level of service required by the Bureau has increased dramatically over that time, such that billings for the past several years have been closer to $40,000. This enhancement would provide the Bureau $15,000 in ongoing operating expenses to increase its annual support to SCC.					
Agency Request	0.00	15,000	0	0	15,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
16. Bureau of Homeland Security					
Executive Order 2003-11 created a new Bureau of Homeland Security within the Military Division and consolidated the Bureaus of Disaster Services (BDS) and Hazardous Materials (BHM) into this new bureau. This enhancement reflects the intent of the executive order by transferring the appropriations for BDS and BHM to Homeland Security.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	205.80	5,183,600	221,700	37,600,400	43,005,700
Governor's Recommendation	*205.80*	*4,922,700*	*218,700*	*37,103,500*	*42,244,900*
Agency Request					
Change from Original App	28.00	454,200	4,600	18,803,700	19,262,500
% Change from Original App	15.7%	9.6%	2.1%	100.0%	81.1%
Governor's Recommendation					
Change from Original App	*28.00*	*193,300*	*1,600*	*18,306,800*	*18,501,700*
% Change from Original App	*15.7%*	*4.1%*	*0.7%*	*97.4%*	*77.9%*

Military Division
Issues & Information

Organizational Chart



Personnel Costs Unique to Military Division

Idaho Code §59-1603(9) provides: "The adjutant general shall determine schedules of salary and compensation which are, to the extent possible, comparable to the schedules used for federal civil service employees of the National Guard and those employees serving in military status …."

Federal employees are eligible for an annual Cost Of Living Adjustment (COLA) and an annual or biennial salary schedule "step" increase based on years of service and performance.

Blank Page

Public Employee Retirement System

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Administration	5,461,600	4,575,200	5,417,000	8,360,900	*8,338,000*
Portfolio Investment	628,900	464,200	636,400	647,100	*646,500*
401(k) Administration	7,700	5,200	0	0	*0*
Total:	**6,098,200**	**5,044,600**	**6,053,400**	**9,008,000**	***8,984,500***
BY FUND CATEGORY					
Dedicated	6,098,200	5,044,600	6,053,400	9,008,000	*8,984,500*
Percent Change:		(17.3%)	20.0%	48.8%	*48.4%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	3,160,300	2,916,500	3,214,200	3,310,600	*3,338,600*
Operating Expenditures	2,823,400	2,036,100	2,724,100	5,508,200	*5,456,700*
Capital Outlay	114,500	92,000	115,100	189,200	*189,200*
Total:	**6,098,200**	**5,044,600**	**6,053,400**	**9,008,000**	***8,984,500***
Full-Time Positions (FTP)	63.00	63.00	63.00	63.00	*63.00*

Division Description

The RETIREMENT ADMINISTRATION Program administers a Defined Benefit (DB) retirement plan that is mandatory for all eligible State and school district employees, and for employees of political subdivisions which have elected to participate. The plan also provides separation, disability, death and survivor benefits. The mission of the Public Employee Retirement System of Idaho (PERSI) is to provide members and their beneficiaries with reliable, secure, long-term retirement, survivor, and disability benefits as specified by law, and to assist members in planning a secure retirement by providing high quality, friendly service, retirement education and information. The system also administers the Sick Leave Reserve Fund for State and school district retirees, from which monthly medical insurance premiums are paid, as well as the former Firemen's Retirement Fund and the Idaho Falls and Boise City Police Retirement Funds.

As part of the Gain Sharing program adopted by the 2000 legislature, PERSI established the PERSI Choice Plan, a Defined Contribution (DC) plan for the 62,000 active members of PERSI. This plan, in addition to and separate from the DB plan, provides a 401(k) plan option to all members who are eligible. In years in which investment earnings and total DB plan assets sufficiently exceed liabilities plus one standard deviation reserve, the PERSI board may declare a portion of the excess earnings as gain sharing. When gain sharing is authorized, active members receive their allocation in the form of a transfer into their DC account. Retirees receive a 13th check. Employers receive a credit against future contributions.

The PORTFOLIO INVESTMENT Program is responsible for the management of PERSI assets to ensure secure long-term returns on investments while minimizing investment costs. Beginning in FY 1996, the administrative costs of portfolio investment came under a fixed appropriation. The remaining investment costs continue to operate under a perpetual appropriation as provided in Idaho Code §59-1311.

401(k) ADMINISTRATION Program: FY 2003 was the final year of this program.

Public Employee Retirement System

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**63.00**	**0**	**6,053,400**	***63.00***	***0***	***6,053,400***
Removal of One-Time Expenditures	0.00	0	(130,100)	*0.00*	*0*	*(130,100)*
FY 2005 Base	**63.00**	**0**	**5,923,300**	***63.00***	***0***	***5,923,300***
Personnel Cost Rollups	0.00	0	69,100	*0.00*	*0*	*69,100*
Inflationary Adjustments	0.00	0	51,500	*0.00*	*0*	*0*
Replacement Items	0.00	0	119,200	*0.00*	*0*	*119,200*
Nonstandard Adjustments	0.00	0	(32,700)	*0.00*	*0*	*(32,700)*
Change in Employee Compensation	0.00	0	27,300	*0.00*	*0*	*55,300*
FY 2005 Program Maintenance	**63.00**	**0**	**6,157,700**	***63.00***	***0***	***6,134,200***
1. Business Process Reengineering	0.00	0	2,850,300	*0.00*	*0*	*2,850,300*
FY 2005 Total	**63.00**	**0**	**9,008,000**	***63.00***	***0***	***8,984,500***
Change from Original Appropriation	0.00	0	2,954,600	*0.00*	*0*	*2,931,100*
% Change from Original Appropriation			48.8%			48.4%

Public Employee Retirement System

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	63.00	0	6,053,400	0	6,053,400
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	0	(130,100)	0	(130,100)
Governor's Recommendation	*0.00*	*0*	*(130,100)*	*0*	*(130,100)*
FY 2005 Base					
Agency Request	63.00	0	5,923,300	0	5,923,300
Governor's Recommendation	*63.00*	*0*	*5,923,300*	*0*	*5,923,300*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates which are projected to increase by 17%, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% from 9.77% to 10.39%.					
Agency Request	0.00	0	69,100	0	69,100
Governor's Recommendation	*0.00*	*0*	*69,100*	*0*	*69,100*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures payments.					
Agency Request	0.00	0	51,500	0	51,500
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
RETIREMENT ADMINISTRATION Capital Outlay: 27 PCs ($43,200), 3 laptops ($6,900), 5 servers ($33,000), 2 office chairs ($900), 1 desk ($900), 3 printers ($5,400), and 2 fax machines ($3,400). Operating Expenses: software upgrades ($10,000) PORTFOLIO INVESTMENT Capital Outlay: 3 PCs ($7,500), 1 color laser printer ($8,000)					
Agency Request	0.00	0	119,200	0	119,200
Governor's Recommendation	*0.00*	*0*	*119,200*	*0*	*119,200*
Nonstandard Adjustments					
Reflects a reduction in Attorney General, Controller and Treasurer fees pursuant to the Statewide Cost Allocation Plan. Also reflects a reduction in Risk Management property/casualty rates.					
Agency Request	0.00	0	(32,700)	0	(32,700)
Governor's Recommendation	*0.00*	*0*	*(32,700)*	*0*	*(32,700)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	0	27,300	0	27,300
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*0*	*55,300*	*0*	*55,300*
FY 2005 Program Maintenance					
Agency Request	63.00	0	6,157,700	0	6,157,700
Governor's Recommendation	*63.00*	*0*	*6,134,200*	*0*	*6,134,200*

Public Employee Retirement System

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
1. Business Process Reengineering				**Retirement Administration**	
This enhancement would enable PERSI to redesign its workflow and processes in order to more effectively use current staff and available technology. This enhancement breaks down into three areas: information system enhancements, business process reengineering, and replacement of the document management system. These enhancements are needed in order to meet the 50% expected growth in retirements over at least the next 10 years. PERSI is also requesting carryover authority for this enhancement for FY 2006 and FY 2007. Since carryover authority is an exception to the state budget laws and is not provided for in statute, it requires specific legislative authorization and approval. See next page for further detail.					
Agency Request	0.00	0	2,850,300	0	2,850,300
The Governor does not recommend carryover authority for this enhancement.					
Governor's Recommendation	*0.00*	*0*	*2,850,300*	*0*	*2,850,300*
FY 2005 Total					
Agency Request	63.00	0	9,008,000	0	9,008,000
Governor's Recommendation	*63.00*	*0*	*8,984,500*	*0*	*8,984,500*
Agency Request					
Change from Original App	0.00	0	2,954,600	0	2,954,600
% Change from Original App	0.0%		48.8%		48.8%
Governor's Recommendation					
Change from Original App	*0.00*	*0*	*2,931,100*	*0*	*2,931,100*
% Change from Original App	*0.0%*		*48.4%*		*48.4%*

PERSI
Issues & Information

Business Process Reengineering and Purchase / Implementation of Electronic Document Imaging and Workflow

Decision Unit 12.01 Enhancement Request*

Maintain & Enhance Info. Systems	FY 2005	FY 2006	FY 2007	Total
Technical Consulting Services (Four Contract Staff for Two Years)	481,400	481,400	-	962,800
Project Management for Two Years	90,000	90,000	-	180,000
Storage Area Network	80,000	-	-	80,000
TOTAL	**$ 651,400**	**$ 571,400**	-	**$ 1,222,800**

Business Process Reengineering	FY 2005	FY 2006	FY 2007	Total
Consulting Services - Business Process Redesign & Planning	191,000	-	-	191,000
Consulting Services - Implementation/ Training/Project Mgmt for Three Years	82,500	82,500	82,500	247,500
TOTAL	**$ 273,500**	**$ 82,500**	**$ 82,500**	**$ 438,500**

Replace Document Mgmt Systems	FY 2005	FY 2006	FY 2007	Total
Full Imaging System with Basic Workflow including infrastructure improvements	575,000	-	-	575,000
Microfilm Jacket Conversion (1.5 million images)	60,000	60,000	-	120,000
Consulting: Specifications, RFP, Selection, etc.	48,000	-	-	48,000
Project Management / Testing / Validation for 2 years	223,000	223,000	-	446,000
TOTAL	**$ 906,000**	**$ 283,000**	-	**$ 1,189,000**

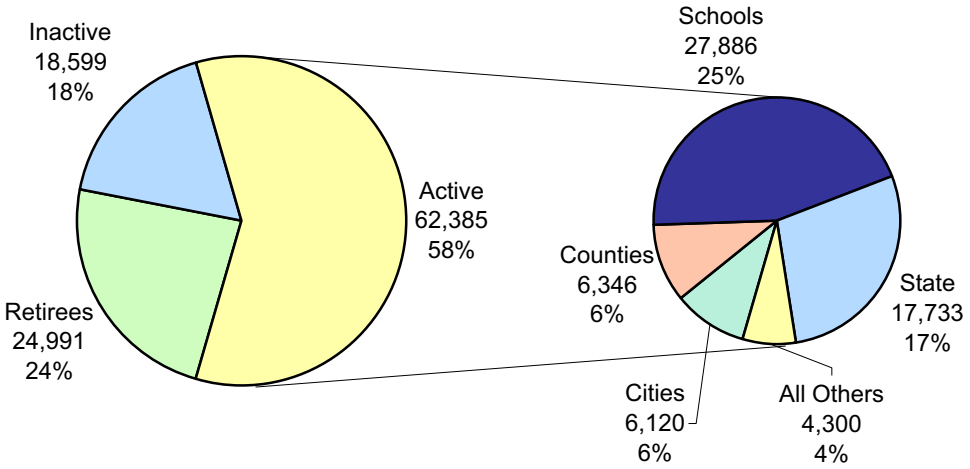
GRAND TOTAL	**$ 1,830,900**	**$ 936,900**	**$ 82,500**	**$ 2,850,300**

* The FY 2005 budget request is for the total three year amount with carryover authority for FY 2006 and FY 2007.

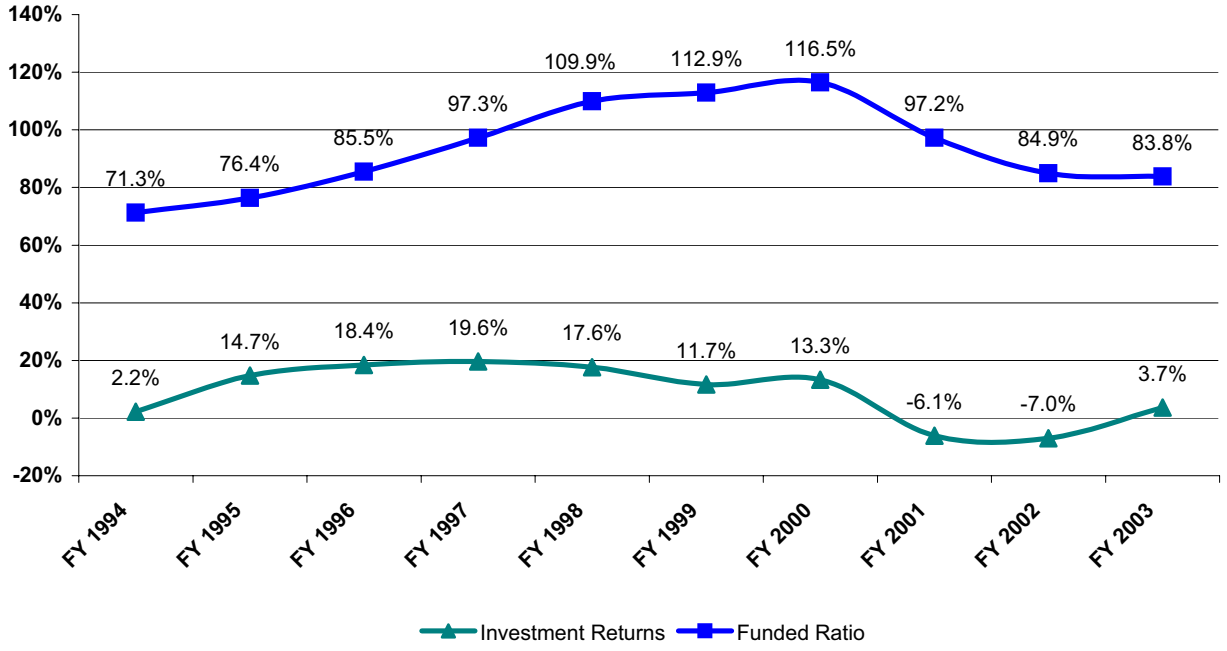
PERSI
Issues & Information

PERSI Membership

668 employer units belong to PERSI, for a total system membership of 105,975



PERSI - Funded Ratios and Investment Returns



The PERSI Base Plan experienced a 3.7% gross return on investments in FY 2003, which equals $202.5 million in net investment gain. As of July 1, 2003, the PERSI fund was valued at over $6.31 billion, up from $6.08 billion the prior year. PERSI's unfunded actuarial liability at 19.4 years is less than the 25-year amortization period required by law. In November 2002, the PERSI board approved a total contribution rate increase including employee and employer rates, of 3% (phased-in over three years beginning in FY05). At the end of the phase in, contribution rates will be at the same level they were prior to November of 1997 when rates were originally reduced 3%.

PERSI
Issues & Information

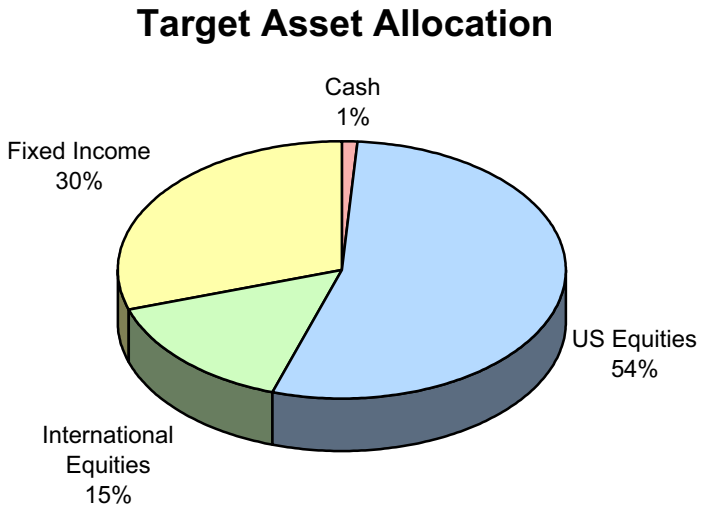
Analyst: Freeman

Selected Performance Measures	FY 2002 Act.	FY 2003 Act.	FY 2004 Est.
ADMINISTRATION			
1. Benefits paid (retirements, separations, disability)	290,067,000	317,601,000	331,893,000
2. Administrative expenses (keep below .15% of total asset market value)	0.11%	0.10%	0.10%
PORTFOLIO INVESTMENT			
1. Annual investment income, net of fees	(495,024,200)	208,313,800	798,000,000
2. Number of investment managers at year-end	36.0	35.0	36
3. Number of investment managers hired/fired	3/1	3/1	0/1

Summary of Assets (All Plans)	FY 2002 Act.	FY 2003 Act.	FY 2004 Est.
Beginning assets	6,794.5	6,349.5	6,602.5
Plus contributions	356.0	365.0	396.4
Plus net investment income	(501.6)	212.2	803.0
Less benefits paid & other expenses	(299.4)	(324.2)	(342.5)
Ending net assets (millions)	*6,349.5*	*6,602.5*	*7,459.4*

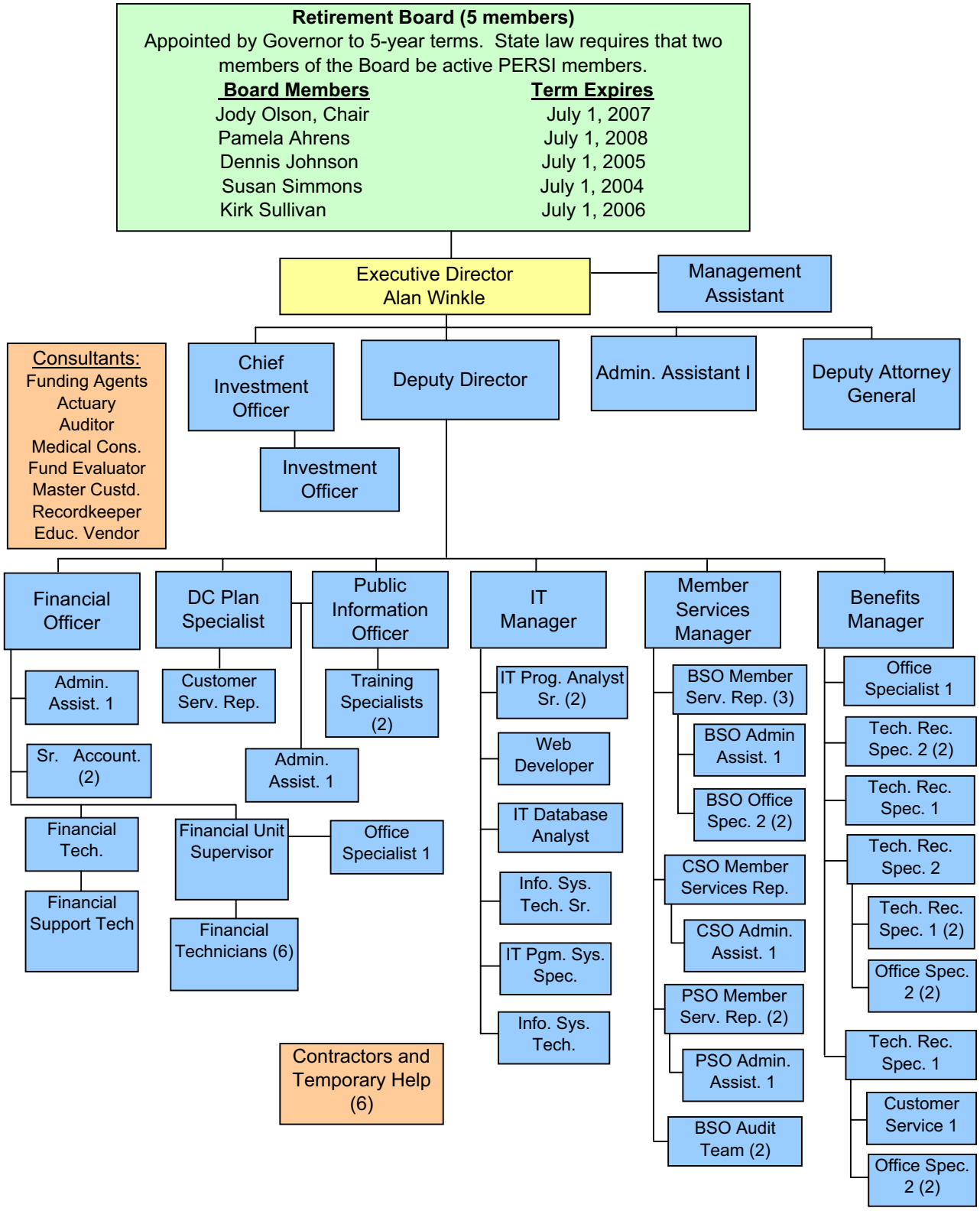
Contribution Rates	FY 2004	FY 2005	FY 2006
Employer Rate (General Members)	9.77%	10.39%	11.00%
Employee Rate (General Members)	5.86%	6.23%	6.60%
Employer Rate (Fire/Police)	10.11%	10.73%	11.34%
Employee Rate (Fire/Police)	7.21%	7.65%	8.09%

This asset allocation (whereby PERSI will consistently have about 70% of its assets in equity instruments) is the board's only way to achieve the desired 5% real return (i.e. inflation plus 5%) on investments.



PERSI
Issues & Information

PERSI Organizational Chart



Office of Species Conservation

Analyst: Houston

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	543,200	508,400	528,900	542,900	*545,100*
Dedicated	15,000	0	15,000	35,000	*35,000*
Federal	2,188,000	554,800	1,500,000	1,500,000	*1,500,000*
Total:	**2,746,200**	**1,063,200**	**2,043,900**	**2,077,900**	***2,080,100***
Percent Change:		(61.3%)	92.2%	1.7%	*1.8%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	538,900	418,600	523,700	555,300	*559,500*
Operating Expenditures	419,300	218,900	420,200	422,600	*420,600*
Capital Outlay	0	2,700	0	0	*0*
Trustee/Benefit	1,788,000	423,000	1,100,000	1,100,000	*1,100,000*
Total:	**2,746,200**	**1,063,200**	**2,043,900**	**2,077,900**	***2,080,100***
Full-Time Positions (FTP)	6.00	6.00	6.00	6.00	*6.00*

Division Description

The Office of Species Conservation was created in the 2000 Legislative Session with the passage of SB1490, which set up an agency within the Executive Office of the Governor (§67-818, Idaho Code). The Legislature included intent directing the agency to: 1) provide coordination and cooperation among and between various state and federal agencies with responsibilities for species management under the Endangered Species Act; 2) develop an integrated state policy toward those species; 3) solicit and review scientific information; negotiate and implement conservation plans and agreements; 4) provide the resources and authority necessary to recommend an appropriate management plan for species that may be delisted under the ESA; and 5) facilitate the development and use of federal and state programs and incentives to provide protections for nonfederal landowners willing to assist in the management of federally listed endangered species, threatened species and petitioned species.

The General Fund appropriation provides for six positions: an administrator, attorney, two policy advisors, an administrative assistant, and a regional program coordinator. A small amount of dedicated spending authority is provided for donations or miscellaneous receipts. The budget also includes federal spending authority for administrative costs and pass-through monies to other entities for species conservation.

Office of Species Conservation

Analyst: Houston

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**6.00**	**528,900**	**2,043,900**	***6.00***	***528,900***	***2,043,900***
FY 2005 Base	**6.00**	**528,900**	**2,043,900**	***6.00***	***528,900***	***2,043,900***
Personnel Cost Rollups	0.00	7,500	7,500	*0.00*	*7,500*	*7,500*
Inflationary Adjustments	0.00	2,000	2,000	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	400	400	*0.00*	*400*	*400*
Change in Employee Compensation	0.00	4,100	4,100	*0.00*	*8,300*	*8,300*
FY 2005 Program Maintenance	**6.00**	**542,900**	**2,057,900**	***6.00***	***545,100***	***2,060,100***
1. Fish and Game Support	0.00	0	20,000	*0.00*	*0*	*20,000*
FY 2005 Total	**6.00**	**542,900**	**2,077,900**	***6.00***	***545,100***	***2,080,100***
Change from Original Appropriation	0.00	14,000	34,000	*0.00*	*16,200*	*36,200*
% Change from Original Appropriation		2.6%	1.7%		3.1%	1.8%

Office of Species Conservation

Analyst: Houston

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	6.00	528,900	15,000	1,500,000	2,043,900
FY 2005 Base					
Agency Request	6.00	528,900	15,000	1,500,000	2,043,900
Governor's Recommendation	*6.00*	*528,900*	*15,000*	*1,500,000*	*2,043,900*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	7,500	0	0	7,500
Governor's Recommendation	*0.00*	*7,500*	*0*	*0*	*7,500*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	2,000	0	0	2,000
The Governor recommends no increase for inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Includes $400 for increases in Risk Management costs.					
Agency Request	0.00	400	0	0	400
Governor's Recommendation	*0.00*	*400*	*0*	*0*	*400*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	4,100	0	0	4,100
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*8,300*	*0*	*0*	*8,300*
FY 2005 Program Maintenance					
Agency Request	6.00	542,900	15,000	1,500,000	2,057,900
Governor's Recommendation	*6.00*	*545,100*	*15,000*	*1,500,000*	*2,060,100*
1. Fish and Game Support					
The Idaho Department of Fish and Game has agreed to provide $20,000 per year for two years to help cover the personnel costs for one position. This decision unit provides spending authority of $20,000 in personnel costs in the Miscellaneous Revenue Fund. [Ongoing for two years]					
Agency Request	0.00	0	20,000	0	20,000
Governor's Recommendation	*0.00*	*0*	*20,000*	*0*	*20,000*
FY 2005 Total					
Agency Request	6.00	542,900	35,000	1,500,000	2,077,900
Governor's Recommendation	*6.00*	*545,100*	*35,000*	*1,500,000*	*2,080,100*

Office of Species Conservation

Analyst: Houston

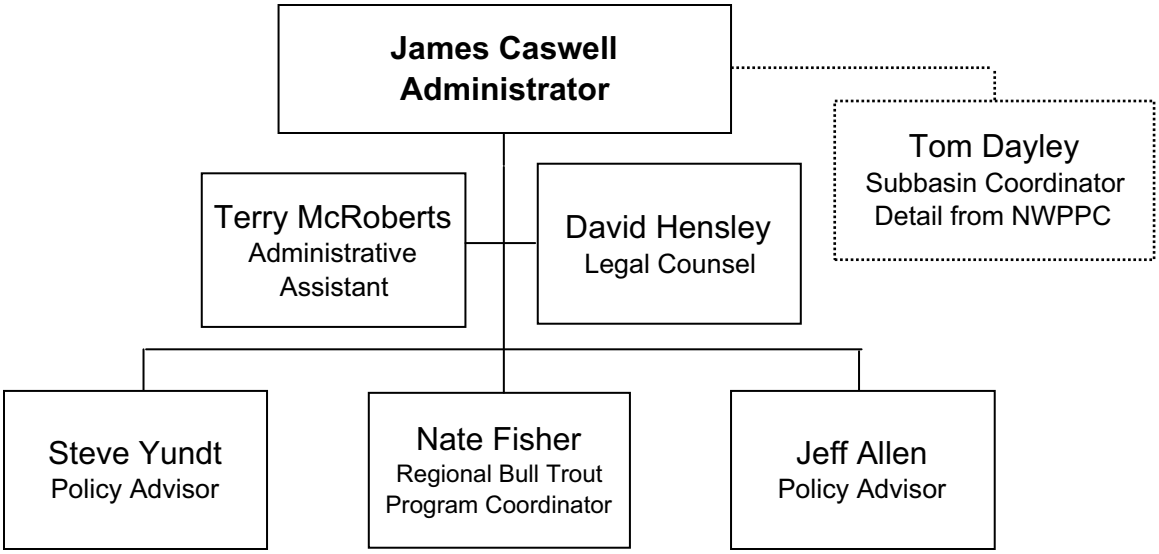
Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Agency Request					
Change from Original App	0.00	14,000	20,000	0	34,000
% Change from Original App	0.0%	2.6%	133.3%	0.0%	1.7%
Governor's Recommendation					
Change from Original App	*0.00*	*16,200*	*20,000*	*0*	*36,200*
% Change from Original App	*0.0%*	*3.1%*	*133.3%*	*0.0%*	*1.8%*

Office of Species Conservation

Analyst: Houston

Issues and Information

Organizational Chart



All staff located at Capitol Park Plaza, 300 N. 6th, Boise leased from Dept of Lands: 1920 sq. feet at $29,760 ($15.50/sq.ft.)

From the 2004 - 2007 Strategic Plan

Mission

To coordinate policies and programs related to the conservation of threatened, endangered and candidate species in Idaho.

Vision

The Governor's Office of Species Conservation is dedicated to planning, coordinating, and implementing the State's actions to preserve, protect and restore species listed as threatened and endangered under the federal Endangered Species Act (ESA). This work will be done through coordination with the State natural resource agencies and with the input of the citizens of Idaho, while taking into consideration the economic vitality of the State.

Principles and Values

* Rely upon science and common sense in developing conservation programs
* Involve all parties impacted by recovery decisions
* Understand and incorporate Idaho values into conservation measures
* Incorporate the State's need for economic vitality into considerations for species recovery

Issues

1) Work with State natural resource agencies to coordinate actions on ESA-listed species.
2) Facilitate the development of protection plans for private landowners who have threatened or endangered species on their property or who have the potential to assist in the recovery of the species.
3) Develop processes to de-list or re-categorize species which should be removed from the ESA or have changed in management status.
4) In conjunction with the Northwest Power Planning Council, develop a "Subbasin Planning Process" to protect, restore and recover threatened or endangered fish, wildlife and plants in Idaho.
5) Advance Governor Kempthorne's continuing efforts to update and modernize the ESA.

Office of Species Conservation

Analyst: Houston

Issues & Information

Action Plan (From the 2004 - 2007 Strategic Plan)

1a) OSC will coordinate State's actions on all ESA recovery plans, management plans, public comment periods, biological opinions, guidance programs and species-specific recovery projects
b) OSC will coordinate with IDFG with its expertise in fish, wildlife and plant biology and conservation activities
c) OSC will coordinate recovery actions with DEQ's development of TMDL implementation plans and the protection of beneficial uses
d) OSC will coordinate recovery measures consistent with IDL's Forest Practices Act and its Cumulative Watershed Effects analyses
e) OSC will coordinate with ITD's long-range road way planning process for existing or new road ways which may impact threatened or endangered species or its habitat
f) OSC will coordinate actions with IDWR's Comprehensive State Water Plan and its designations of minimum stream flows and state-designated protected rivers
g) OSC will participate in, and consider funding for, on-the-ground measures taken by the ISCC and ISCDs to protect species and habitat

2a) Complete protection plans for spotted frog in Owyhee County
b) Complete the Upper Salmon Basin agreement
c) Assist Boundary County and City of Bonners Ferry in developing an ESA agreement
d) Develop a conservation agreement to protect slick-spot peppergrass

3a) De-list two of five snail species on Middle Snake
b) Conservation actions to preclude the need to list sage grouse
c) Conservation actions to preclude the need to list spotted frog
d) Conservation actions to preclude the need to list the burbot
e) Conservation actions to preclude the need to list southern Idaho ground squirrel

4a) Assist in the development of plans within all six geographic provinces in Idaho
b) Lead project prioritization for funding consideration by the Northwest Power and Conservation Council and the Bonneville Power Administration

Threatened or Endangered Species in Idaho	
Mammals:	
Selkirk Woodland Caribou	E
Cananda Lynx	T
Gray Wolf	T
Grizzly Bear	T
Northern Idaho Ground Squirrel	T
Birds:	
Whooping Crane	E
Bald Eagle	T
Fish:	
Kootenai River White Sturgeon	E
Sockeye Salmon	E
Bull Trout	T
Fall Chinook Salmon	T
Spring/Summer Chinook Salmon	T
Steelhead Trout	T
Invertibrates:	
Banbury Springs Limpet	E
Bruneau Hot Springs Snail	E
Idaho Spring Snail	E
Snake River Physa Snail	E
Utah Valvata Snail	E
Bliss Rapids Snail	T
Plants:	
MacFarlane's Four-O'clock	T
Spalding's Catchfly	T
Ute Ladies' - Tresses	T
Water Howellia	T
TOTAL (E) likely to become extinct	9
TOTAL (T) likely to become endangered	14

Inset Source: USFWS as of October 23, 2003

5a) Complete agreements and de-listings regarding sage grouse, anadromous fish, wolves, grizzly bear and snails
b) Participate in policy forums and publish analyses on ESA reform
c) Investigate and secure appropriate funding sources
d) Advance the principles of ESA reform as set forth in a major policy address by Governor Kempthorne in June 2003

Women's Commission

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	38,200	32,300	37,700	38,900	*38,900*
Dedicated	6,700	100	6,700	6,800	*6,700*
Total:	**44,900**	**32,400**	**44,400**	**45,700**	***45,600***
Percent Change:		(27.8%)	37.0%	2.9%	*2.7%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	29,100	24,900	28,600	29,500	*29,700*
Operating Expenditures	15,800	7,500	15,800	16,200	*15,900*
Total:	**44,900**	**32,400**	**44,400**	**45,700**	***45,600***
Full-Time Positions (FTP)	0.52	0.52	0.52	0.52	*0.52*

Division Description

The Idaho Women's Commission is established by Idaho Code §67-6001. Its purpose is to provide education and advocacy for women and families. The Commission encourages women to increase their participation in, and contributions to, the social, political, and economic progress of local communities, the state, and the nation. The Commission consists of nine members who are appointed by the Governor.

Women's Commission

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**0.52**	**37,700**	**44,400**	***0.52***	***37,700***	***44,400***
FY 2005 Base	**0.52**	**37,700**	**44,400**	***0.52***	***37,700***	***44,400***
Personnel Cost Rollups	0.00	700	700	*0.00*	*700*	*700*
Inflationary Adjustments	0.00	200	300	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	100	100	*0.00*	*100*	*100*
Change in Employee Compensation	0.00	200	200	*0.00*	*400*	*400*
FY 2005 Total	**0.52**	**38,900**	**45,700**	***0.52***	***38,900***	***45,600***
Change from Original Appropriation	0.00	1,200	1,300	*0.00*	*1,200*	*1,200*
% Change from Original Appropriation		3.2%	2.9%		3.2%	2.7%

Women's Commission

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	0.52	37,700	6,700	0	44,400
FY 2005 Base					
Agency Request	0.52	37,700	6,700	0	44,400
Governor's Recommendation	*0.52*	*37,700*	*6,700*	*0*	*44,400*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	700	0	0	700
Governor's Recommendation	*0.00*	*700*	*0*	*0*	*700*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	200	100	0	300
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Reflects an adjustment in Controller fees pursuant to the Statewide Cost Allocation Plan.					
Agency Request	0.00	100	0	0	100
Governor's Recommendation	*0.00*	*100*	*0*	*0*	*100*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	200	0	0	200
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*400*	*0*	*0*	*400*
FY 2005 Total					
Agency Request	0.52	38,900	6,800	0	45,700
Governor's Recommendation	*0.52*	*38,900*	*6,700*	*0*	*45,600*
Agency Request					
Change from Original App	0.00	1,200	100	0	1,300
% Change from Original App	0.0%	3.2%	1.5%		2.9%
Governor's Recommendation					
Change from Original App	*0.00*	*1,200*	*0*	*0*	*1,200*
% Change from Original App	*0.0%*	*3.2%*	*0.0%*		*2.7%*

Blank Page

Idaho Legislative Budget Book

Legislative Branch

2004 Legislative Session

Legislature ..... 6 - 117

Legislative Services Office ..... 6 - 121

Legislative Technology ..... 6 - 127

Performance Evaluations, Office of ..... 6 - 131

Redistricting Commission ..... 6 - 137

Legislative Branch

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY DIVISION					
Legislature	5,260,600	5,187,700	4,793,800	5,600,000	*5,600,000*
Legislative Services Office	4,702,500	4,445,700	4,627,100	4,850,500	*4,850,500*
Legislative Technology	147,800	147,700	342,300	342,300	*342,300*
Performance Evaluations, Office of	578,700	578,700	564,800	619,800	*619,800*
Redistricting Commission	31,200	2,100	0	0	*0*
Total:	**10,720,800**	**10,361,900**	**10,328,000**	**11,412,600**	***11,412,600***
BY FUND CATEGORY					
General	9,593,000	9,483,100	9,186,000	10,230,600	*10,230,600*
Dedicated	1,127,800	878,800	1,142,000	1,182,000	*1,182,000*
Total:	**10,720,800**	**10,361,900**	**10,328,000**	**11,412,600**	***11,412,600***
Percent Change:		(3.3%)	(0.3%)	10.5%	*10.5%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	4,331,800	0	4,949,400	*4,949,400*
Operating Expenditures	31,200	751,700	0	689,300	*689,300*
Capital Outlay	0	90,700	0	173,900	*173,900*
Lump Sum	10,689,600	5,187,700	10,328,000	5,600,000	*5,600,000*
Total:	**10,720,800**	**10,361,900**	**10,328,000**	**11,412,600**	***11,412,600***
Full-Time Positions (FTP)	69.75	70.00	70.00	70.00	*70.00*

Department Description

The Legislative Branch consists of the Senate, House of Representatives, and their nonpartisan staff offices managed by the Legislative Council. The Legislative Council consists of the President Pro Tempore of the Senate, the Speaker of the House of Representatives, the majority and minority floor leaders of each house, two senators and two representatives selected by members of the majority party, and two senators and two representatives selected by members of the minority party. The Council is the governing body over the year-round nonpartisan legislative staff, and has broad powers to conduct research and studies that relate to a legislative purpose. The divisions under Legislative Council are the Legislative Services Office, Legislative Technology, Office of Performance Evaluations, and Redistricting.

Legislature

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	5,260,600	5,187,700	4,793,800	5,600,000	*5,600,000*
Percent Change:		(1.4%)	(7.6%)	16.8%	*16.8%*
BY OBJECT OF EXPENDITURE					
Lump Sum	5,260,600	5,187,700	4,793,800	5,600,000	*5,600,000*

Division Description

Senate and House: The Idaho Legislature is comprised of thirty-five senators and seventy representatives from Idaho's thirty-five legislative districts. The membership is elected for two-year terms and meets annually.

The Legislature is funded through a continuing appropriation as provided in Section 67-451, Idaho Code. Section 67-451 directs the State Controller to transfer General Fund monies to the Legislative Fund, and provides for a continuing appropriation of these funds.

HB 372 passed by the 2001 Legislature increased the annual transfer from $4,350,000 to $5,600,000. Because these dollars are a direct transfer of General Fund monies and because the Joint Finance-Appropriations Committee does not appropriate these dollars, the summary data shown above is for informational purposes only.

Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Legislature

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**0.00**	**4,793,800**	**4,793,800**	***0.00***	***4,793,800***	***4,793,800***
Base Adjustments	0.00	806,200	806,200	*0.00*	*806,200*	*806,200*
FY 2005 Base	**0.00**	**5,600,000**	**5,600,000**	***0.00***	***5,600,000***	***5,600,000***
FY 2005 Total	**0.00**	**5,600,000**	**5,600,000**	***0.00***	***5,600,000***	***5,600,000***
Change from Original Appropriation	0.00	806,200	806,200	*0.00*	*806,200*	*806,200*
% Change from Original Appropriation		16.8%	16.8%		16.8%	16.8%

Legislature

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	0.00	4,793,800	0	0	4,793,800
Base Adjustments					
Restores the FY 2004 temporary Base Reduction to reflect the statutory transfers authorized in §67-451 Idaho Code, from the General Fund to the Legislative Fund.					
Agency Request	0.00	806,200	0	0	806,200
Governor's Recommendation	*0.00*	*806,200*	*0*	*0*	*806,200*
FY 2005 Base					
Agency Request	0.00	5,600,000	0	0	5,600,000
Governor's Recommendation	*0.00*	*5,600,000*	*0*	*0*	*5,600,000*
FY 2005 Total					
Agency Request	0.00	5,600,000	0	0	5,600,000
Governor's Recommendation	*0.00*	*5,600,000*	*0*	*0*	*5,600,000*
Agency Request					
Change from Original App	0.00	806,200	0	0	806,200
% Change from Original App		16.8%			16.8%
Governor's Recommendation					
Change from Original App	*0.00*	*806,200*	*0*	*0*	*806,200*
% Change from Original App		*16.8%*			*16.8%*

Blank Page

Legislative Services Office

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	3,574,700	3,566,900	3,485,100	3,668,500	*3,668,500*
Dedicated	1,127,800	878,800	1,142,000	1,182,000	*1,182,000*
Total:	**4,702,500**	**4,445,700**	**4,627,100**	**4,850,500**	***4,850,500***
Percent Change:		(5.5%)	4.1%	4.8%	*4.8%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	3,841,500	0	4,279,900	*4,279,900*
Operating Expenditures	0	544,800	0	457,200	*457,200*
Capital Outlay	0	59,400	0	113,400	*113,400*
Lump Sum	4,702,500	0	4,627,100	0	*0*
Total:	**4,702,500**	**4,445,700**	**4,627,100**	**4,850,500**	***4,850,500***
Full-Time Positions (FTP)	61.75	62.00	62.00	60.00	*60.00*

Division Description

The Legislative Services Office's mission is to provide efficient, non-partisan support services to Idaho's citizen legislators, to carry out legislative policies so as to strengthen the Legislature's management as a separate branch of government, and to assist the Legislature in carrying out its Constitutional responsibilities. The Legislative Services Office strives to modernize the provision of professional staff services to the Legislature, to provide committees and legislators with professional staff support, to increase communication and efficiency, and enhance coordination and productivity within the Legislative Branch of government. Under the direction of the Director of Legislative Services, the office consists of the Research and Legislation section, Budget and Policy Analysis section, the Legislative Audit section, and the Network Administration section.

Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Legislative Services Office

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**62.00**	**3,485,100**	**4,627,100**	***62.00***	***3,485,100***	***4,627,100***
Non-Cognizable Funds and Transfers	(2.00)	0	0	*(2.00)*	*0*	*0*
FY 2005 Base	**60.00**	**3,485,100**	**4,627,100**	***60.00***	***3,485,100***	***4,627,100***
Personnel Cost Rollups	0.00	57,100	72,900	*0.00*	*57,100*	*72,900*
Inflationary Adjustments	0.00	6,200	6,400	*0.00*	*6,200*	*6,400*
Replacement Items	0.00	96,400	113,400	*0.00*	*96,400*	*113,400*
Nonstandard Adjustments	0.00	(5,600)	(6,300)	*0.00*	*(5,600)*	*(6,300)*
Change in Employee Compensation	0.00	29,300	37,000	*0.00*	*29,300*	*37,000*
FY 2005 Total	**60.00**	**3,668,500**	**4,850,500**	***60.00***	***3,668,500***	***4,850,500***
Change from Original Appropriation	(2.00)	183,400	223,400	*(2.00)*	*183,400*	*223,400*
% Change from Original Appropriation		5.3%	4.8%		5.3%	4.8%

Legislative Services Office

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	62.00	3,485,100	1,142,000	0	4,627,100
Non-Cognizable Funds and Transfers					
Transfers FTP to the Legislative Technology Program for the development of the Government Electronic Management System (GEMS), formerly described as an updated bill drafting system.					
Agency Request	(2.00)	0	0	0	0
Governor's Recommendation	*(2.00)*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	60.00	3,485,100	1,142,000	0	4,627,100
Governor's Recommendation	*60.00*	*3,485,100*	*1,142,000*	*0*	*4,627,100*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	57,100	15,800	0	72,900
Governor's Recommendation	*0.00*	*57,100*	*15,800*	*0*	*72,900*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	6,200	200	0	6,400
The general inflation request is transmitted to the Legislature as received by the Governor. Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.					
Governor's Recommendation	*0.00*	*6,200*	*200*	*0*	*6,400*
Replacement Items					
Request funding for computer equipment.					
Agency Request	0.00	96,400	17,000	0	113,400
Governor's Recommendation	*0.00*	*96,400*	*17,000*	*0*	*113,400*
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property/casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Risk management fees have been reduced by $700, State Controller fees by $5,200, and State Treasurer by $400.					
Agency Request	0.00	(5,600)	(700)	0	(6,300)
Governor's Recommendation	*0.00*	*(5,600)*	*(700)*	*0*	*(6,300)*

Legislative Services Office

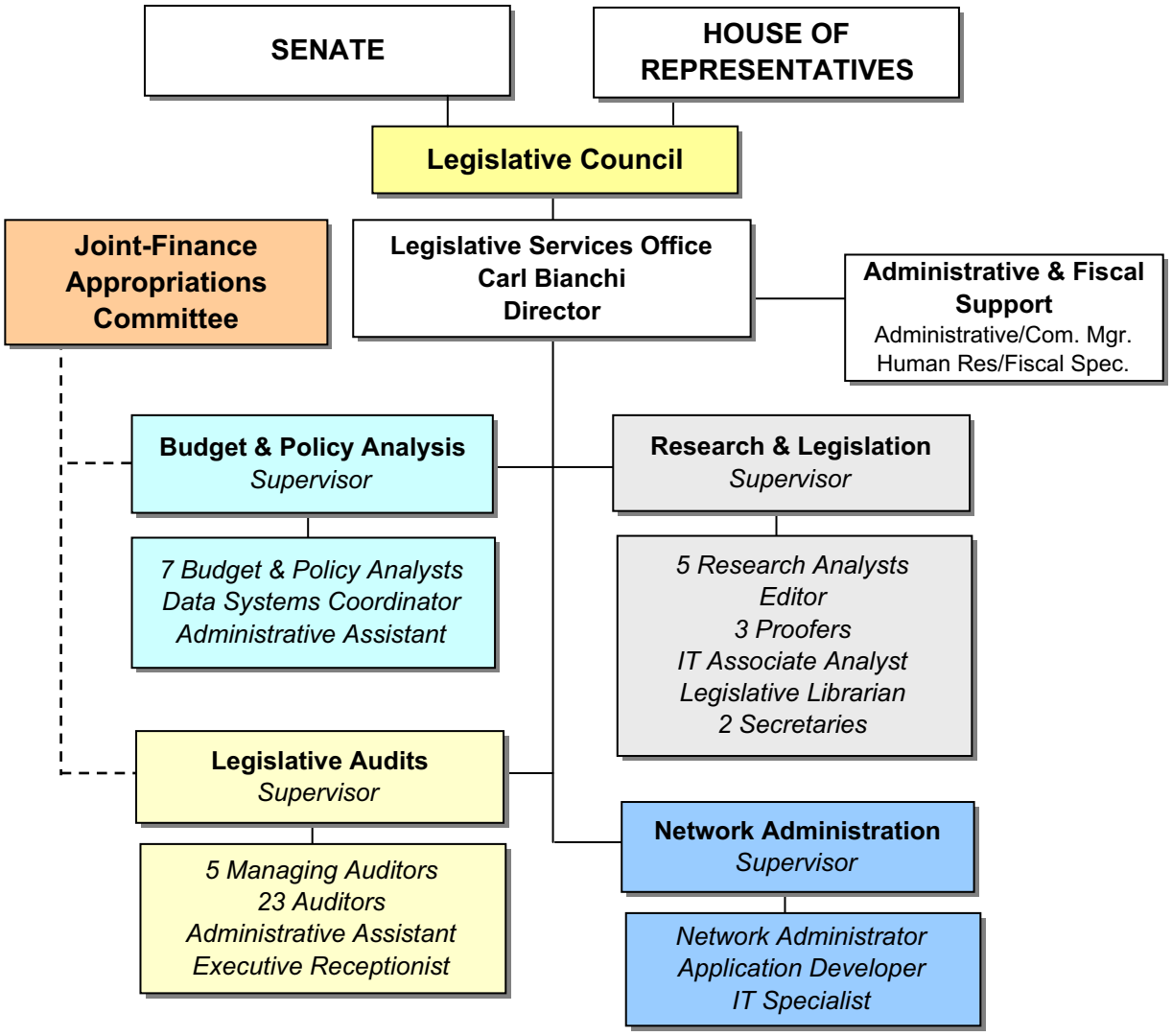
Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	29,300	7,700	0	37,000
The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.					
The Legislative Services Office requested a 1% CEC (placeholder) in compliance with the Budget Development Manual. Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.					
Governor's Recommendation	*0.00*	*29,300*	*7,700*	*0*	*37,000*
FY 2005 Total					
Agency Request	60.00	3,668,500	1,182,000	0	4,850,500
Governor's Recommendation	*60.00*	*3,668,500*	*1,182,000*	*0*	*4,850,500*
Agency Request					
Change from Original App	(2.00)	183,400	40,000	0	223,400
% Change from Original App	(3.2%)	5.3%	3.5%		4.8%
Governor's Recommendation					
Change from Original App	*(2.00)*	*183,400*	*40,000*	*0*	*223,400*
% Change from Original App	*(3.2%)*	*5.3%*	*3.5%*		*4.8%*

Legislative Services Office
Issues & Information

Analyst: Holland-Smith

Organizational Chart



Blank Page

Legislative Technology

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	147,800	147,700	342,300	342,300	*342,300*
Percent Change:		(0.1%)	131.8%	0.0%	*0.0%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	0	0	110,000	*110,000*
Operating Expenditures	0	132,000	0	182,300	*182,300*
Capital Outlay	0	15,700	0	50,000	*50,000*
Lump Sum	147,800	0	342,300	0	*0*
Total:	**147,800**	**147,700**	**342,300**	**342,300**	***342,300***
Full-Time Positions (FTP)	0.00	0.00	0.00	2.00	*2.00*

Division Description

The Legislative Council oversees ongoing funding for continuous technology upgrades and laptop computers for the Senate and House of Representatives.

Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Legislative Technology

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**0.00**	**342,300**	**342,300**	***0.00***	***342,300***	***342,300***
Non-Cognizable Funds and Transfers	2.00	0	0	*2.00*	*0*	*0*
FY 2005 Base	**2.00**	**342,300**	**342,300**	***2.00***	***342,300***	***342,300***
FY 2005 Total	**2.00**	**342,300**	**342,300**	***2.00***	***342,300***	***342,300***
Change from Original Appropriation	2.00	0	0	*2.00*	*0*	*0*
% Change from Original Appropriation		0.0%	0.0%		0.0%	0.0%

Legislative Technology

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	0.00	342,300	0	0	342,300
Non-Cognizable Funds and Transfers					
Transfers FTP from the Legislative Services Office for the development of the Government Electronic Management System (GEMS), formerly described as an updated bill drafting system.					
Agency Request	2.00	0	0	0	0
Governor's Recommendation	*2.00*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	2.00	342,300	0	0	342,300
Governor's Recommendation	*2.00*	*342,300*	*0*	*0*	*342,300*
FY 2005 Total					
Agency Request	2.00	342,300	0	0	342,300
Governor's Recommendation	*2.00*	*342,300*	*0*	*0*	*342,300*
Agency Request					
Change from Original App	2.00	0	0	0	0
% Change from Original App		0.0%			0.0%
Governor's Recommendation					
Change from Original App	*2.00*	*0*	*0*	*0*	*0*
% Change from Original App		*0.0%*			*0.0%*

Blank Page

Office of Performance Evaluations

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	578,700	578,700	564,800	619,800	*619,800*
Percent Change:		0.0%	(2.4%)	9.7%	*9.7%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	0	490,300	0	559,500	*559,500*
Operating Expenditures	0	72,800	0	49,800	*49,800*
Capital Outlay	0	15,600	0	10,500	*10,500*
Lump Sum	578,700	0	564,800	0	*0*
Total:	**578,700**	**578,700**	**564,800**	**619,800**	***619,800***
Full-Time Positions (FTP)	8.00	8.00	8.00	8.00	*8.00*

Division Description

The Office of Performance Evaluations (OPE) is a nonpartisan legislative office that promotes accountability and confidence in state government (Idaho Code §67-457 through §67-464). OPE staff works under the general direction of the Joint Legislative Oversight Committee (JLOC), which consists of an equal number of legislators from both political parties and both houses.

The office conducts independent, objective, in-depth, and timely performance evaluations of state agencies, programs, and functions. OPE staff reports evaluation results and its recommendations to:
- JLOC and other legislative committees to assist them in making policy and budgetary decisions, and
- State agencies to help them improve their operational efficiency and program effectiveness.

OPE evaluations help:
- Ensure compliance with state laws and legislative intent,
- Improve government performance and accountability to the public, and
- Identify cost savings and opportunities to avoid unnecessary future costs.

Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.

Office of Performance Evaluations

Analyst: Holland-Smith

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**8.00**	**564,800**	**564,800**	***8.00***	***564,800***	***564,800***
Non-Cognizable Funds and Transfers	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Base	**8.00**	**564,800**	**564,800**	***8.00***	***564,800***	***564,800***
Personnel Cost Rollups	0.00	9,500	9,500	*0.00*	*9,500*	*9,500*
Inflationary Adjustments	0.00	700	700	*0.00*	*700*	*700*
Replacement Items	0.00	10,500	10,500	*0.00*	*10,500*	*10,500*
Nonstandard Adjustments	0.00	29,200	29,200	*0.00*	*29,200*	*29,200*
Change in Employee Compensation	0.00	5,100	5,100	*0.00*	*5,100*	*5,100*
FY 2005 Total	**8.00**	**619,800**	**619,800**	***8.00***	***619,800***	***619,800***
Change from Original Appropriation	0.00	55,000	55,000	*0.00*	*55,000*	*55,000*
% Change from Original Appropriation		9.7%	9.7%		9.7%	9.7%

Office of Performance Evaluations

Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	8.00	564,800	0	0	564,800
Non-Cognizable Funds and Transfers					
Lump sum appropriation distribution that nets to zero.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	8.00	564,800	0	0	564,800
Governor's Recommendation	*8.00*	*564,800*	*0*	*0*	*564,800*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	9,500	0	0	9,500
Governor's Recommendation	*0.00*	*9,500*	*0*	*0*	*9,500*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	700	0	0	700
The general inflation request is transmitted to the Legislature as received by the Governor. Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.					
Governor's Recommendation	*0.00*	*700*	*0*	*0*	*700*
Replacement Items					
Request funding for computer equipment.					
Agency Request	0.00	10,500	0	0	10,500
Governor's Recommendation	*0.00*	*10,500*	*0*	*0*	*10,500*
Nonstandard Adjustments					
The Statewide Cost Allocation Plan assesses state agencies for their actual use of Attorney General, State Controller and State Treasurer services. Also included are changes in property/casualty insurance premiums and the cost of office space leased to state agencies by the Department of Administration. Risk management fees and State Controller fees are both reduced by $100. Nonstandard Adjustments include a request for $12,600 for travel expenses related to performance audits, and $16,800 to promote evaluators to the senior level as reflected in their work requirements and performance.					
Agency Request	0.00	29,200	0	0	29,200
Governor's Recommendation	*0.00*	*29,200*	*0*	*0*	*29,200*

Office of Performance Evaluations

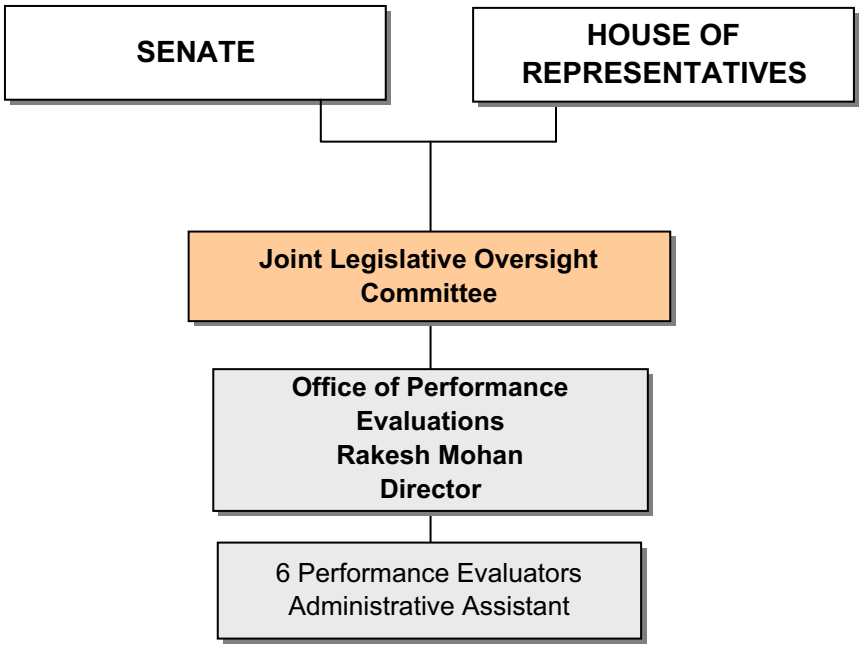
Analyst: Holland-Smith

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	5,100	0	0	5,100
The Governor recommends a compensation increase of 1% to be distributed based on merit. No adjustment to the pay line is recommended.					
The Office of Performance Evaluations requested a 1% CEC (placeholder) in compliance with the Budget Development Manual. Section 67-3506, Idaho Code, states that the Governor shall transmit the budget requests of the legislative and judicial departments to the Legislature as they were submitted by the departments.					
Governor's Recommendation	*0.00*	*5,100*	*0*	*0*	*5,100*
FY 2005 Total					
Agency Request	8.00	619,800	0	0	619,800
Governor's Recommendation	*8.00*	*619,800*	*0*	*0*	*619,800*
Agency Request					
Change from Original App	0.00	55,000	0	0	55,000
% Change from Original App	0.0%	9.7%			9.7%
Governor's Recommendation					
Change from Original App	*0.00*	*55,000*	*0*	*0*	*55,000*
% Change from Original App	*0.0%*	*9.7%*			*9.7%*

Office of Performance Evaluations
Issues & Information

Analyst: Holland-Smith

Organizational Chart



Blank Page

Redistricting Commission

Analyst: Holland-Smith

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	31,200	2,100	0	0	*0*
Percent Change:		(93.3%)	(100.0%)		
BY OBJECT OF EXPENDITURE					
Operating Expenditures	31,200	2,100	0	0	*0*

Division Description

The Constitutions of the United States and the State of Idaho require that congressional and legislative district boundaries be redrawn after each decennial census to equalize the population among districts and ensure that every citizen's vote carries the same weight, supporting the principle of "one person one vote." From statehood until 1994, when the Idaho Constitution was amended to establish a six-person, bipartisan Commission on Redistricting, the new district lines were drawn by the Legislature after each census. Beginning with the 2000 census, that responsibility has been delegated to the Redistricting Commission. The Redistricting Commission was mandated to fulfill its statutory responsibilities of drawing new legislative and congressional districts within 90 days beginning sometime after June 1, 2001. In accordance with Section 72-1507, Idaho Code, the Legislative Council furnished secretarial and other staff assistance as the commission required in the performance of its duties. This support was furnished through the Legislative Services Office under the direction of Legislative Council.

Blank Page

Lieutenant Governor

Analyst: Youtz

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	117,100	116,200	114,500	117,700	*117,800*
Percent Change:		(0.8%)	(1.5%)	2.8%	*2.9%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	102,800	84,800	0	0	*0*
Operating Expenditures	14,300	31,400	0	0	*0*
Lump Sum	0	0	114,500	117,700	*117,800*
Total:	**117,100**	**116,200**	**114,500**	**117,700**	***117,800***
Full-Time Positions (FTP)	2.00	2.00	2.00	2.00	*2.00*

Department Description

The Lieutenant Governor is one of seven statewide elected officials in Idaho, and serves as the presiding officer of the Idaho State Senate. The Lieutenant Governor also serves as Acting Governor when the Governor is absent from the state, and is first in line for the governorship if the Governor is unable to continue in office.

Lieutenant Governor

Analyst: Youtz

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**2.00**	**114,500**	**114,500**	***2.00***	***114,500***	***114,500***
Non-Cognizable Funds and Transfers	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Base	**2.00**	**114,500**	**114,500**	***2.00***	***114,500***	***114,500***
Personnel Cost Rollups	0.00	2,500	2,500	*0.00*	*2,500*	*2,500*
Inflationary Adjustments	0.00	200	200	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	0	0	*0.00*	*(300)*	*(300)*
Change in Employee Compensation	0.00	500	500	*0.00*	*1,100*	*1,100*
FY 2005 Program Maintenance	**2.00**	**117,700**	**117,700**	***2.00***	***117,800***	***117,800***
Lump Sum Adjustment	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**2.00**	**117,700**	**117,700**	***2.00***	***117,800***	***117,800***
Change from Original Appropriation	0.00	3,200	3,200	*0.00*	*3,300*	*3,300*
% Change from Original Appropriation		2.8%	2.8%		2.9%	2.9%

Lieutenant Governor

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	2.00	114,500	0	0	114,500
Non-Cognizable Funds and Transfers					
Reflects the allocation of a lump sum budget, with $102,200 going to personnel costs and $12,300 for operating expenses.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	2.00	114,500	0	0	114,500
Governor's Recommendation	*2.00*	*114,500*	*0*	*0*	*114,500*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 percent of salary for regular members.					
Agency Request	0.00	2,500	0	0	2,500
Governor's Recommendation	*0.00*	*2,500*	*0*	*0*	*2,500*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	200	0	0	200
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Agency Request	0.00	0	0	0	0
Includes reductions for Risk Management and Controller's fees.					
Governor's Recommendation	*0.00*	*(300)*	*0*	*0*	*(300)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions, but does not apply to the Lieutenant Governor's salary.					
Agency Request	0.00	500	0	0	500
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*1,100*	*0*	*0*	*1,100*
FY 2005 Program Maintenance					
Agency Request	2.00	117,700	0	0	117,700
Governor's Recommendation	*2.00*	*117,800*	*0*	*0*	*117,800*
Lump Sum Adjustment					
Reflects the Lieutenant Governor's request for a lump sum budget.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	2.00	117,700	0	0	117,700
Governor's Recommendation	*2.00*	*117,800*	*0*	*0*	*117,800*

Lieutenant Governor

Analyst: Youtz

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Agency Request					
Change from Original App	0.00	3,200	0	0	3,200
% Change from Original App	0.0%	2.8%			2.8%
Governor's Recommendation					
Change from Original App	*0.00*	*3,300*	*0*	*0*	*3,300*
% Change from Original App	*0.0%*	*2.9%*			*2.9%*

Tax Appeals, Board of ..... 6 - 145

Tax Commission, State ..... 6 - 151

Department of Revenue & Taxation

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY DIVISION					
Tax Appeals, Board of	315,100	308,100	322,200	399,900	*331,600*
Tax Commission, State	28,004,800	26,860,000	29,367,800	32,062,500	*30,368,800*
Total:	**28,319,900**	**27,168,100**	**29,690,000**	**32,462,400**	***30,700,400***
BY FUND CATEGORY					
General	23,554,300	22,717,400	24,470,700	26,381,300	*24,847,100*
Dedicated	4,765,600	4,382,700	5,219,300	6,081,100	*5,853,300*
Federal	0	68,000	0	0	*0*
Total:	**28,319,900**	**27,168,100**	**29,690,000**	**32,462,400**	***30,700,400***
Percent Change:		(4.1%)	9.3%	9.3%	*3.4%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	20,581,700	19,583,000	21,554,100	22,588,300	*22,724,900*
Operating Expenditures	7,555,200	7,424,000	7,936,900	9,649,500	*7,845,900*
Capital Outlay	183,000	161,100	199,000	224,600	*129,600*
Total:	**28,319,900**	**27,168,100**	**29,690,000**	**32,462,400**	***30,700,400***
Full-Time Positions (FTP)	416.00	416.00	410.00	415.50	*414.50*

Department Description

The Department of Revenue and Taxation contains two agencies: the State Tax Commission and the Board of Tax Appeals. The Department has five budgeted programs. Four of the programs are in the State Tax Commission: General Services, Audit and Collections, Revenue Operations, and County Support. The fifth program is the Board of Tax Appeals.

Board of Tax Appeals

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	315,100	308,100	322,200	399,900	*331,600*
Percent Change:		(2.2%)	4.6%	24.1%	*2.9%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	255,300	247,900	258,700	317,700	*267,600*
Operating Expenditures	59,800	60,200	63,500	79,200	*64,000*
Capital Outlay	0	0	0	3,000	*0*
Total:	**315,100**	**308,100**	**322,200**	**399,900**	***331,600***
Full-Time Positions (FTP)	4.00	4.00	4.00	5.00	*4.00*

Division Description

The Board of Tax Appeals (section 63-3801, Idaho Code) provides taxpayers the opportunity to appeal their ad valorem assessed valuations from a county board of equalization or tax decisions from the Idaho State Tax Commission. The three member Board of Tax Appeals provides an opportunity for appellants and respondents to present testimony and evidence at a quasi-judicial board hearing rather than through a district court trial which can necessitate legal representation and expense.

Board of Tax Appeals

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**4.00**	**322,200**	**322,200**	***4.00***	***322,200***	***322,200***
FY 2005 Base	**4.00**	**322,200**	**322,200**	***4.00***	***322,200***	***322,200***
Personnel Cost Rollups	0.00	4,600	4,600	*0.00*	*4,600*	*4,600*
Inflationary Adjustments	0.00	800	800	*0.00*	*0*	*0*
Nonstandard Adjustments	0.00	500	500	*0.00*	*500*	*500*
Change in Employee Compensation	0.00	2,100	2,100	*0.00*	*4,300*	*4,300*
FY 2005 Program Maintenance	**4.00**	**330,200**	**330,200**	***4.00***	***331,600***	***331,600***
1. Salary Equity	0.00	6,300	6,300	*0.00*	*0*	*0*
2. Legal Assistant Position	1.00	51,400	51,400	*0.00*	*0*	*0*
3. Contract Staff Support	0.00	12,000	12,000	*0.00*	*0*	*0*
FY 2005 Total	**5.00**	**399,900**	**399,900**	***4.00***	***331,600***	***331,600***
Change from Original Appropriation	1.00	77,700	77,700	*0.00*	*9,400*	*9,400*
% Change from Original Appropriation		24.1%	24.1%		2.9%	2.9%

Board of Tax Appeals

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	4.00	322,200	0	0	322,200
FY 2005 Base					
Agency Request	4.00	322,200	0	0	322,200
Governor's Recommendation	*4.00*	*322,200*	*0*	*0*	*322,200*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	4,600	0	0	4,600
Governor's Recommendation	*0.00*	*4,600*	*0*	*0*	*4,600*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	800	0	0	800
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Nonstandard Adjustments					
Nonstandard Adjustments include a $100 increase in Attorney General fees, a $100 decrease in risk management fees, a $400 decrease in State Controller fees, and a $900 increase in the cost of leased office space.					
Agency Request	0.00	500	0	0	500
Governor's Recommendation	*0.00*	*500*	*0*	*0*	*500*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	2,100	0	0	2,100
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*4,300*	*0*	*0*	*4,300*
FY 2005 Program Maintenance					
Agency Request	4.00	330,200	0	0	330,200
Governor's Recommendation	*4.00*	*331,600*	*0*	*0*	*331,600*
1. Salary Equity					
This enhancement would provide $6,300 in ongoing General Fund money to increase the pay of the Technical Records Specialist position. This incumbent has been with the agency for over five years, and is currently paid at 88% of the market average.					
Agency Request	0.00	6,300	0	0	6,300
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Board of Tax Appeals

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
2. Legal Assistant Position					
This enhancement would provide $51,400 in General Fund money ($3,000 of it one-time) to hire a new legal assistant position for the board. After caseloads shrank by about one-third in FY 2000 and FY 2001, they more than doubled in FY 2002. The board is concerned that it may be unable to meet its decision deadlines in the event of any further increase in caseloads. A legal assistant would enable the board to deal with potential increases. Recent holdbacks caused the board to reduce its number of full-time positions from 5.0 to 4.0, although the fifth position was never actually filled. This enhancement would bring the board's authorization back up to 5.0 FTP.					
Agency Request	1.00	51,400	0	0	51,400
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
3. Contract Staff Support					
The board is requesting $12,000 in ongoing General Fund money for additional staff support. Of these funds, $7,000 would be used to hire contract clerical assistance. This clerical staff will help the board meet deadlines by processing filings and decisions more quickly. The remaining $5,000 would be used to contract for legal advice and assitance outside the normal support provided to all state agencies by the Attorney General's Office. Outside counsel would be used in cases where the board is hearing appeals of decisions by the State Tax Commission, which uses advice from the Attorney General's Office in crafting its decisions.					
Agency Request	0.00	12,000	0	0	12,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	5.00	399,900	0	0	399,900
Governor's Recommendation	*4.00*	*331,600*	*0*	*0*	*331,600*
Agency Request					
Change from Original App	1.00	77,700	0	0	77,700
% Change from Original App	25.0%	24.1%			24.1%
Governor's Recommendation					
Change from Original App	*0.00*	*9,400*	*0*	*0*	*9,400*
% Change from Original App	*0.0%*	*2.9%*			*2.9%*

Board of Tax Appeals

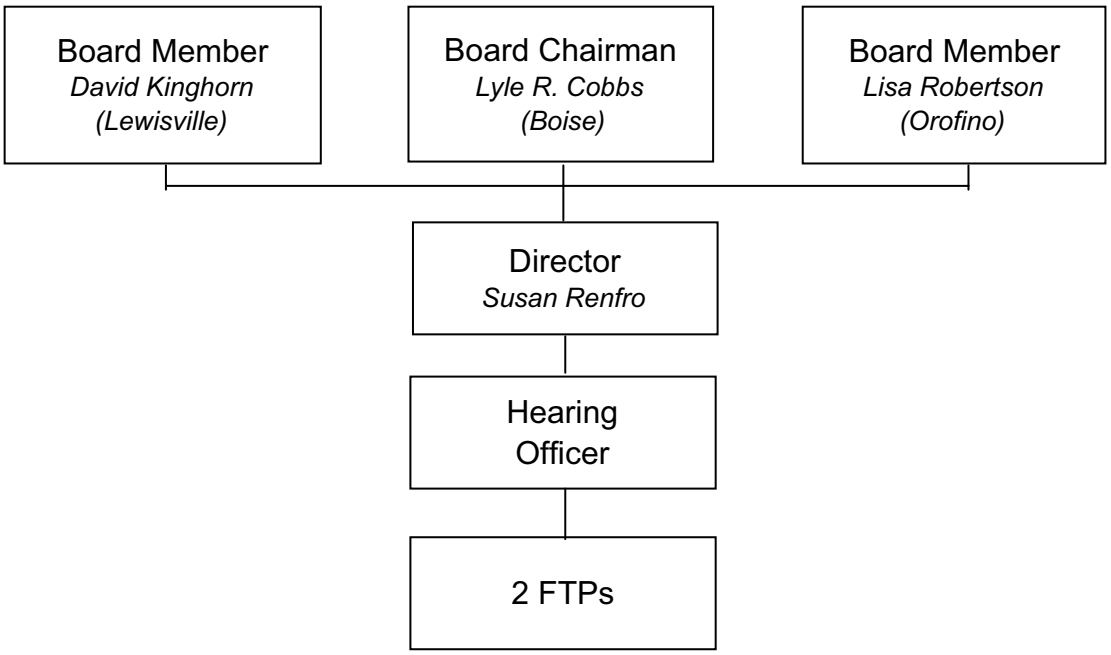
Analyst: Hancock

Issues & Information

Performance and Other Measures

Selected Measures	FY 2002 Act	FY 2003 Act	FY 2004 Est	FY 2005 Est
1. Conduct hearings in a timely manner 100% of the hearings of those wishing to be heard are conducted by the end of the fiscal year.	100%	100%	100%	100%
2. Issue decisions in a timely manner 100% of the Board's cases are completed by the end of the fiscal year (Except those requested to be held in abeyance).	99%	100%	100%	100%
3. Issue decisions in a timely manner The average time between hearing and rendering of the decision is no more than 85 days.	85 days	106 days	80 days	75 days
4. Total Number of Tax Appeals	456	427	475	500
5. Appeals Granted	20	20		
6. Decisions Modified	28	31		
7. Appeals Denied	69	73		
8. Appeals Settled/Withdrawn/Dismissed	339	303		

Organizational Chart



Blank Page

State Tax Commission

Analyst: Hancock

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
General Services	7,554,900	7,292,200	7,202,400	9,224,500	*7,438,200*
Audit and Collections	13,277,300	12,310,100	14,663,800	14,809,100	*14,882,900*
Revenue Operations	4,465,200	4,449,700	4,632,100	5,043,200	*5,051,600*
County Support	2,707,400	2,808,000	2,869,500	2,985,700	*2,996,100*
Total:	**28,004,800**	**26,860,000**	**29,367,800**	**32,062,500**	***30,368,800***
BY FUND CATEGORY					
General	23,239,200	22,409,300	24,148,500	25,981,400	*24,515,500*
Dedicated	4,765,600	4,382,700	5,219,300	6,081,100	*5,853,300*
Federal	0	68,000	0	0	*0*
Total:	**28,004,800**	**26,860,000**	**29,367,800**	**32,062,500**	***30,368,800***
Percent Change:		(4.1%)	9.3%	9.2%	*3.4%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	20,326,400	19,335,100	21,295,400	22,270,600	*22,457,300*
Operating Expenditures	7,495,400	7,363,800	7,873,400	9,570,300	*7,781,900*
Capital Outlay	183,000	161,100	199,000	221,600	*129,600*
Total:	**28,004,800**	**26,860,000**	**29,367,800**	**32,062,500**	***30,368,800***
Full-Time Positions (FTP)	412.00	412.00	406.00	410.50	*410.50*

Division Description

The State Tax Commission has four budgeted programs: General Services, Audit and Collections, Revenue Operations, and County Support. 1.) The General Services program consists of the Commissioners, Administrative Section, Legal Section, Tax Policy Section, Information Technology Section, and the Management Services Division. This organizational structure provides for centralized management, policy development, legal, personnel, fiscal and computer services. 2.) The Audit and Collections program provides direct taxpayer service to the public from the administrative office in Boise and five field office locations; collects delinquent taxes and conducts audits on virtually all tax types administered by the agency by authority of Idaho Code and the Multi-State Tax Compact; conducts discovery and enforcement efforts directed at non-filers and administers Idaho's unclaimed property statutes. 3.) Revenue Operations administers the voluntary tax compliance program. Activities include: a) registering permit holders for sales, withholding, hotel/motel, special fuels, beer, wine, cigarette and tobacco taxes; b) ensuring that all individuals and licensed businesses are mailed proper tax forms for reporting; c) establishing taxpayer liability, as well as processing revenue and refund documents submitted by taxpayers; and d) maintaining a records system capable of providing individuals with tax documents. 4.) The County Support Program provides oversight and technical support in the administration of the property tax system, working to ensure fair, equitable, and accurate property taxation. The program is responsible: to annually appraise all class three operating property, as required by Section 63-2215, Idaho Code; to examine property tax levies of all taxing districts to ensure compliance with Idaho Code; to develop forms, procedures and computer software necessary for county assessors to appraise property; to develop an assessor's manual in order to facilitate uniformity of appraisals; and to administer property tax relief through the Circuit Breaker program.

State Tax Commission

Analyst: Hancock

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**406.00**	**24,148,500**	**29,367,800**	***406.00***	***24,148,500***	***29,367,800***
Non-Cognizable Funds and Transfers	0.00	0	0	*0.00*	*0*	*0*
FY 2004 Estimated Expenditures	**406.00**	**24,148,500**	**29,367,800**	***406.00***	***24,148,500***	***29,367,800***
Removal of One-Time Expenditures	0.00	(92,500)	(131,100)	*0.00*	*(92,500)*	*(131,100)*
Base Adjustments	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Base	**406.00**	**24,056,000**	**29,236,700**	***406.00***	***24,056,000***	***29,236,700***
Personnel Cost Rollups	0.00	379,200	447,100	*0.00*	*379,200*	*447,100*
Inflationary Adjustments	0.00	63,700	85,200	*0.00*	*0*	*0*
Replacement Items	0.00	275,200	358,800	*0.00*	*0*	*83,600*
Nonstandard Adjustments	0.00	(36,800)	(8,900)	*0.00*	*(196,800)*	*(208,900)*
Change in Employee Compensation	0.00	151,300	182,200	*0.00*	*306,300*	*368,900*
Fund Shifts	0.00	(29,200)	0	*0.00*	*(29,200)*	*0*
FY 2005 Program Maintenance	**406.00**	**24,859,400**	**30,301,100**	***406.00***	***24,515,500***	***29,927,400***
1. Upgrade GenTax Software	0.00	1,122,000	1,320,000	*0.00*	*0*	*0*
2. Motor Carrier Audit from ITD	4.50	0	267,400	*4.50*	*0*	*267,400*
3. Kootenai Local Option Tax	0.00	0	174,000	*0.00*	*0*	*174,000*
FY 2005 Total	**410.50**	**25,981,400**	**32,062,500**	***410.50***	***24,515,500***	***30,368,800***
Change from Original Appropriation	4.50	1,832,900	2,694,700	*4.50*	*367,000*	*1,001,000*
% Change from Original Appropriation		7.6%	9.2%		1.5%	3.4%

State Tax Commission

Analyst: Hancock

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	406.00	24,148,500	5,219,300	0	29,367,800
Non-Cognizable Funds and Transfers					
Transfers funds from Audit & Collections to General Services and Revenue Operations.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2004 Estimated Expenditures					
Agency Request	406.00	24,148,500	5,219,300	0	29,367,800
Governor's Recommendation	*406.00*	*24,148,500*	*5,219,300*	*0*	*29,367,800*
Removal of One-Time Expenditures					
Removes funding provided for one-time items.					
Agency Request	0.00	(92,500)	(38,600)	0	(131,100)
Governor's Recommendation	*0.00*	*(92,500)*	*(38,600)*	*0*	*(131,100)*
Base Adjustments					
Transfers personnel funds from Audit & Collections to General Services and County Support.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Base					
Agency Request	406.00	24,056,000	5,180,700	0	29,236,700
Governor's Recommendation	*406.00*	*24,056,000*	*5,180,700*	*0*	*29,236,700*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	379,200	67,900	0	447,100
Governor's Recommendation	*0.00*	*379,200*	*67,900*	*0*	*447,100*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	63,700	21,500	0	85,200
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Replacement Items include $25,100 in ongoing software and hardware maintenance costs, $110,900 for a request to lease 170 new computers and 49 new laptop computers on three-year leases, $49,000 to upgrade server documentation software, $24,600 for a new purchase of disaster recovery planning software, $75,000 for fiver computer servers, $15,500 for 10 ethernet switches, $9,500 for a production printer, $30,000 for storage area network disks, $13,600 for 20 laser printers, $4,500 for a network switch, and $1,100 to replace the field office telephone system in Lewiston.					
Agency Request	0.00	275,200	83,600	0	358,800
The Governor recommends no General Fund money for Replacement Items.					
Governor's Recommendation	*0.00*	*0*	*83,600*	*0*	*83,600*

State Tax Commission

Analyst: Hancock

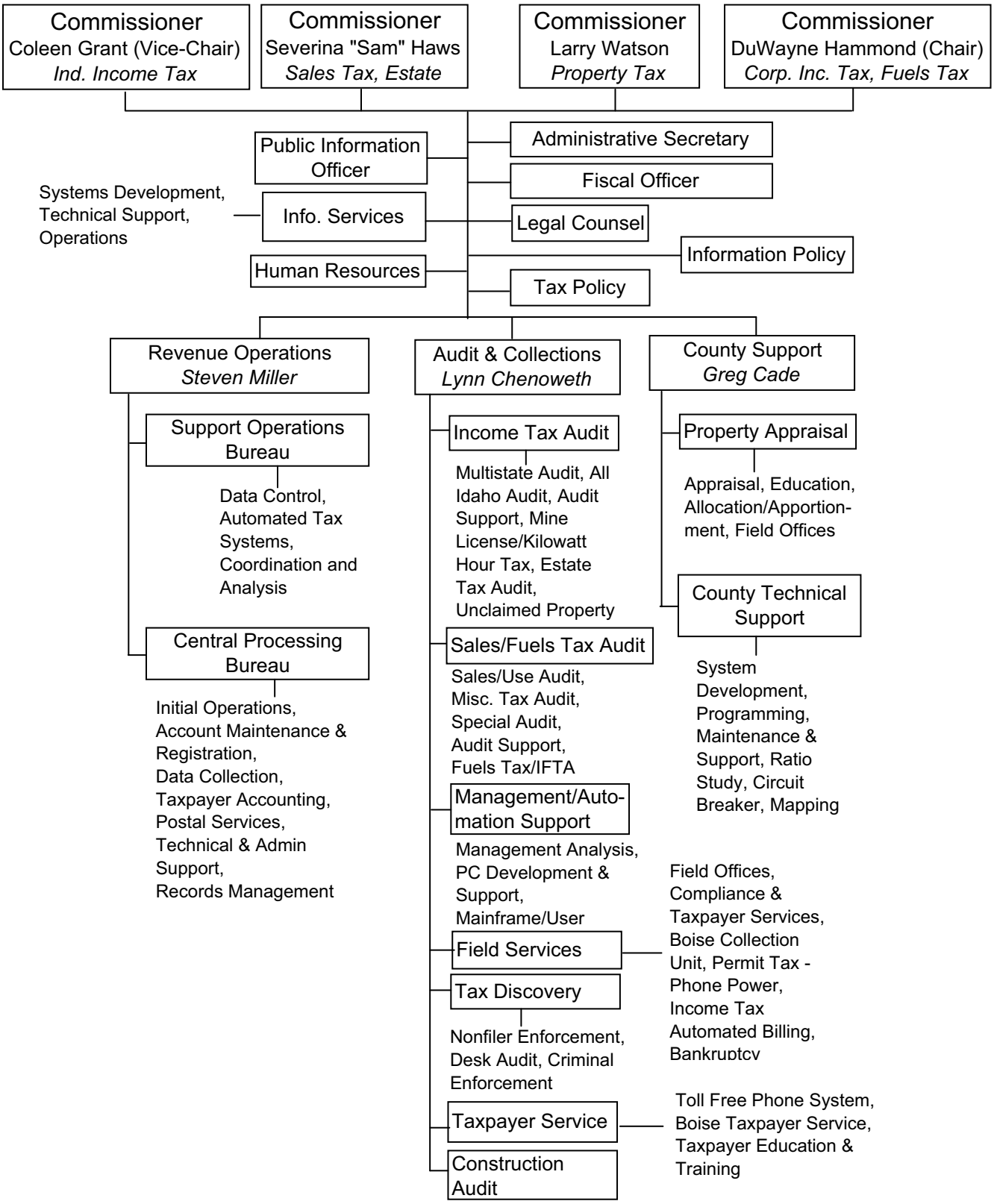
Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Nonstandard Adjustments					
Nonstandard Adjustments include $200,000 in increased software maintenance charges for the Tax Commission's GenTax system, a $1,800 decrease in office rent at the Twin Falls field office, and decreases in Attorney General fees (-$59,400), risk management fees (-$4,300), State Controller fees (-$47,700), and State Treasurer fees (-$95,700).					
Agency Request	0.00	(36,800)	27,900	0	(8,900)
The Governor recommends no increased funding for software maintenance.					
Governor's Recommendation	*0.00*	*(196,800)*	*(12,100)*	*0*	*(208,900)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	151,300	30,900	0	182,200
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*306,300*	*62,600*	*0*	*368,900*
Fund Shifts					
Shifts $24,300 from the General Fund to the Unclaimed Property Fund, and shifts $4,900 from General Fund to Administration & Accounting Fund, in order to provide a more accurate cost allocation.					
Agency Request	0.00	(29,200)	29,200	0	0
Governor's Recommendation	*0.00*	*(29,200)*	*29,200*	*0*	*0*
FY 2005 Program Maintenance					
Agency Request	406.00	24,859,400	5,441,700	0	30,301,100
Governor's Recommendation	*406.00*	*24,515,500*	*5,411,900*	*0*	*29,927,400*
1. Upgrade GenTax Software					
This enhancement would provide $840,000 in one-time funding and $480,000 in ongoing funding to upgrade the Tax Commission's new GenTax software system from version 3.0 to the new dot-Net version. Funds would be used to pay computer programmers with Fast Enterprises (which developed the GenTax system for Idaho and several other states and provinces) to make the necessary upgrades. In addition to improving future compatibility, the commission estimates that the upgraded system will help improve collections management, resulting in an annual increase of $1,145,000 in new revenue for the State, without the addition of any new employees.					
Agency Request	0.00	1,122,000	198,000	0	1,320,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
2. Motor Carrier Audit from ITD					
This enhancement implements a recommendation from the Governor's Blue Ribbon Task Force, which advised the state to consolidate Motor Carrier fuels taxes and registration fee audits under the Tax Commission. As such, this enhancement represents a transfer of this function, along with the associated funding and positions, from the Idaho Transportation Department (ITD) to the Tax Commission. These positions are funded from fuel tax revenues, just as they were at ITD.					
Agency Request	4.50	0	267,400	0	267,400
Governor's Recommendation	*4.50*	*0*	*267,400*	*0*	*267,400*

State Tax Commission

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
3. Kootenai Local Option Tax					
This enhancement would provide one-time spending authority from the Administration & Accounting Fund for the Tax Commission to provide administrative services for Kootenai County's local option Sales Tax. The commission would provide administrative and reporting services for the county, which would be paid for from the additional local option revenues collected on behalf of Kootenai County by the commission.					
Agency Request	0.00	0	174,000	0	174,000
Governor's Recommendation	*0.00*	*0*	*174,000*	*0*	*174,000*
FY 2005 Total					
Agency Request	410.50	25,981,400	6,081,100	0	32,062,500
Governor's Recommendation	*410.50*	*24,515,500*	*5,853,300*	*0*	*30,368,800*
Agency Request					
Change from Original App	4.50	1,832,900	861,800	0	2,694,700
% Change from Original App	1.1%	7.6%	16.5%		9.2%
Governor's Recommendation					
Change from Original App	*4.50*	*367,000*	*634,000*	*0*	*1,001,000*
% Change from Original App	*1.1%*	*1.5%*	*12.1%*		*3.4%*

Tax Commission
Issues & Information

Organizational Chart



Idaho Legislative Budget Book

Secretary of State

2004 Legislative Session

Arts, Commission on the ..... 6 - 159

Secretary of State ..... 6 - 161

Secretary of State

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY DIVISION					
Arts, Commission on the	1,489,600	1,493,600	0	0	*0*
Secretary of State	2,242,600	2,242,600	1,983,700	2,365,600	*2,344,200*
Total:	**3,732,200**	**3,736,200**	**1,983,700**	**2,365,600**	***2,344,200***
BY FUND CATEGORY					
General	3,097,400	3,060,500	1,983,700	2,365,600	*2,344,200*
Dedicated	71,500	33,200	0	0	*0*
Federal	563,300	642,500	0	0	*0*
Total:	**3,732,200**	**3,736,200**	**1,983,700**	**2,365,600**	***2,344,200***
Percent Change:		0.1%	(46.9%)	19.3%	*18.2%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	2,131,800	1,975,800	1,615,500	1,651,900	*1,665,400*
Operating Expenditures	1,027,000	668,900	353,200	612,900	*607,800*
Capital Outlay	0	11,800	15,000	40,800	*11,000*
Trustee/Benefit	573,400	732,300	0	60,000	*60,000*
Lump Sum	0	347,400	0	0	*0*
Total:	**3,732,200**	**3,736,200**	**1,983,700**	**2,365,600**	***2,344,200***
Full-Time Positions (FTP)	43.00	42.00	31.00	31.00	*31.00*

Department Description

The Secretary of State is one of seven statewide elected officials in Idaho. The officeholder's constitutional and statutory responsibilities include membership on State Board of Land Commissioners and the Board of Examiners, serving as the state's chief election official, and registering the official acts of the Legislature and the Governor.

The office also maintains and operates Idaho's Centralized Uniform Commercial Code (UCC) as it relates to state, commercial, and farm product filings. The Commission on Uniform Laws, also included in the Secretary of State's budget, studies and proposes laws where uniformity among state laws is desirable.

The Commission on the Arts was taken out from under the Secretary of State and moved to the Executive Office of the Governor in FY 2004.

Commission on the Arts

Analyst: Youtz

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	854,800	817,900	0	0	*0*
Dedicated	71,500	33,200	0	0	*0*
Federal	563,300	642,500	0	0	*0*
Total:	**1,489,600**	**1,493,600**	**0**	**0**	***0***
Percent Change:		0.3%	(100.0%)		
BY OBJECT OF EXPENDITURE					
Personnel Costs	542,800	504,000	0	0	*0*
Operating Expenditures	373,400	257,300	0	0	*0*
Trustee/Benefit	573,400	732,300	0	0	*0*
Total:	**1,489,600**	**1,493,600**	**0**	**0**	***0***
Full-Time Positions (FTP)	11.00	11.00	0.00	0.00	*0.00*

Division Description

The Commission on the Arts was moved under the Executive Office of the Governor in FY 2004.

Blank Page

Secretary of State

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY PROGRAM					
Administration	2,216,800	2,216,800	1,954,900	2,337,000	*2,315,600*
Commission on Uniform Laws	25,800	25,800	28,800	28,600	*28,600*
Total:	**2,242,600**	**2,242,600**	**1,983,700**	**2,365,600**	***2,344,200***
BY FUND CATEGORY					
General	2,242,600	2,242,600	1,983,700	2,365,600	*2,344,200*
Percent Change:		0.0%	(11.5%)	19.3%	*18.2%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,589,000	1,471,800	1,615,500	1,651,900	*1,665,400*
Operating Expenditures	653,600	411,600	353,200	612,900	*607,800*
Capital Outlay	0	11,800	15,000	40,800	*11,000*
Trustee/Benefit	0	0	0	60,000	*60,000*
Lump Sum	0	347,400	0	0	*0*
Total:	**2,242,600**	**2,242,600**	**1,983,700**	**2,365,600**	***2,344,200***
Full-Time Positions (FTP)	32.00	31.00	31.00	31.00	*31.00*

Division Description

There are two budgeted programs in this division of the Office of the Secretary of State: Administration and the Commission on Uniform Laws.

(1) The Administration program performs all the constitutional and statutory functions of the Office of the Secretary of State including registering the official acts of the Legislature and the Governor, administering and certifying elections, maintaining a registry of tort claims, extraditions, deeds, official oaths, and gubernatorial appointments, administering the Sunshine Law, and maintaining and operating the Centralized Uniform Commercial Code as it relates to state, commercial, and farm product filings.

(2) The Commission on Uniform Laws is composed of four members who are appointed by the Governor. The commission studies proposed uniform laws and drafts legislation for consideration by the Idaho Legislature where uniformity among state laws is desirable.

Secretary of State

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**31.00**	**1,983,700**	**1,983,700**	***31.00***	***1,983,700***	***1,983,700***
Removal of One-Time Expenditures	0.00	(65,000)	(65,000)	*0.00*	*(65,000)*	*(65,000)*
FY 2005 Base	**31.00**	**1,918,700**	**1,918,700**	***31.00***	***1,918,700***	***1,918,700***
Personnel Cost Rollups	0.00	33,300	33,300	*0.00*	*33,300*	*33,300*
Inflationary Adjustments	0.00	5,100	5,100	*0.00*	*0*	*0*
Replacement Items	0.00	34,600	34,600	*0.00*	*11,000*	*11,000*
Nonstandard Adjustments	0.00	(5,400)	(5,400)	*0.00*	*(5,400)*	*(5,400)*
Change in Employee Compensation	0.00	13,100	13,100	*0.00*	*26,600*	*26,600*
FY 2005 Program Maintenance	**31.00**	**1,999,400**	**1,999,400**	***31.00***	***1,984,200***	***1,984,200***
1. Election Costs	0.00	360,000	360,000	*0.00*	*360,000*	*360,000*
2. Computer Rack for Servers	0.00	1,200	1,200	*0.00*	*0*	*0*
3. Optical Disk Jukebox Upgrade	0.00	5,000	5,000	*0.00*	*0*	*0*
FY 2005 Total	**31.00**	**2,365,600**	**2,365,600**	***31.00***	***2,344,200***	***2,344,200***
Change from Original Appropriation	0.00	381,900	381,900	*0.00*	*360,500*	*360,500*
% Change from Original Appropriation		19.3%	19.3%		18.2%	18.2%

Secretary of State

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	31.00	1,983,700	0	0	1,983,700
Removal of One-Time Expenditures					
Remove funding provided for one-time items.					
Agency Request	0.00	(65,000)	0	0	(65,000)
Governor's Recommendation	*0.00*	*(65,000)*	*0*	*0*	*(65,000)*
FY 2005 Base					
Agency Request	31.00	1,918,700	0	0	1,918,700
Governor's Recommendation	*31.00*	*1,918,700*	*0*	*0*	*1,918,700*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	33,300	0	0	33,300
Governor's Recommendation	*0.00*	*33,300*	*0*	*0*	*33,300*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	5,100	0	0	5,100
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Capital Outlay: 5 servers ($19,000), network software upgrade ($15,600)					
Agency Request	0.00	34,600	0	0	34,600
The Governor recommends $11,000 for the purchase of three servers.					
Governor's Recommendation	*0.00*	*11,000*	*0*	*0*	*11,000*
Nonstandard Adjustments					
Reflects reductions in Controller and Treasurer fees pursuant to the Statewide Cost Allocation Plan. Also reflects a reduction in Risk Management property/casualty rates.					
Agency Request	0.00	(5,400)	0	0	(5,400)
Governor's Recommendation	*0.00*	*(5,400)*	*0*	*0*	*(5,400)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent and group positions.					
Agency Request	0.00	13,100	0	0	13,100
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*26,600*	*0*	*0*	*26,600*
FY 2005 Program Maintenance					
Agency Request	31.00	1,999,400	0	0	1,999,400
Governor's Recommendation	*31.00*	*1,984,200*	*0*	*0*	*1,984,200*

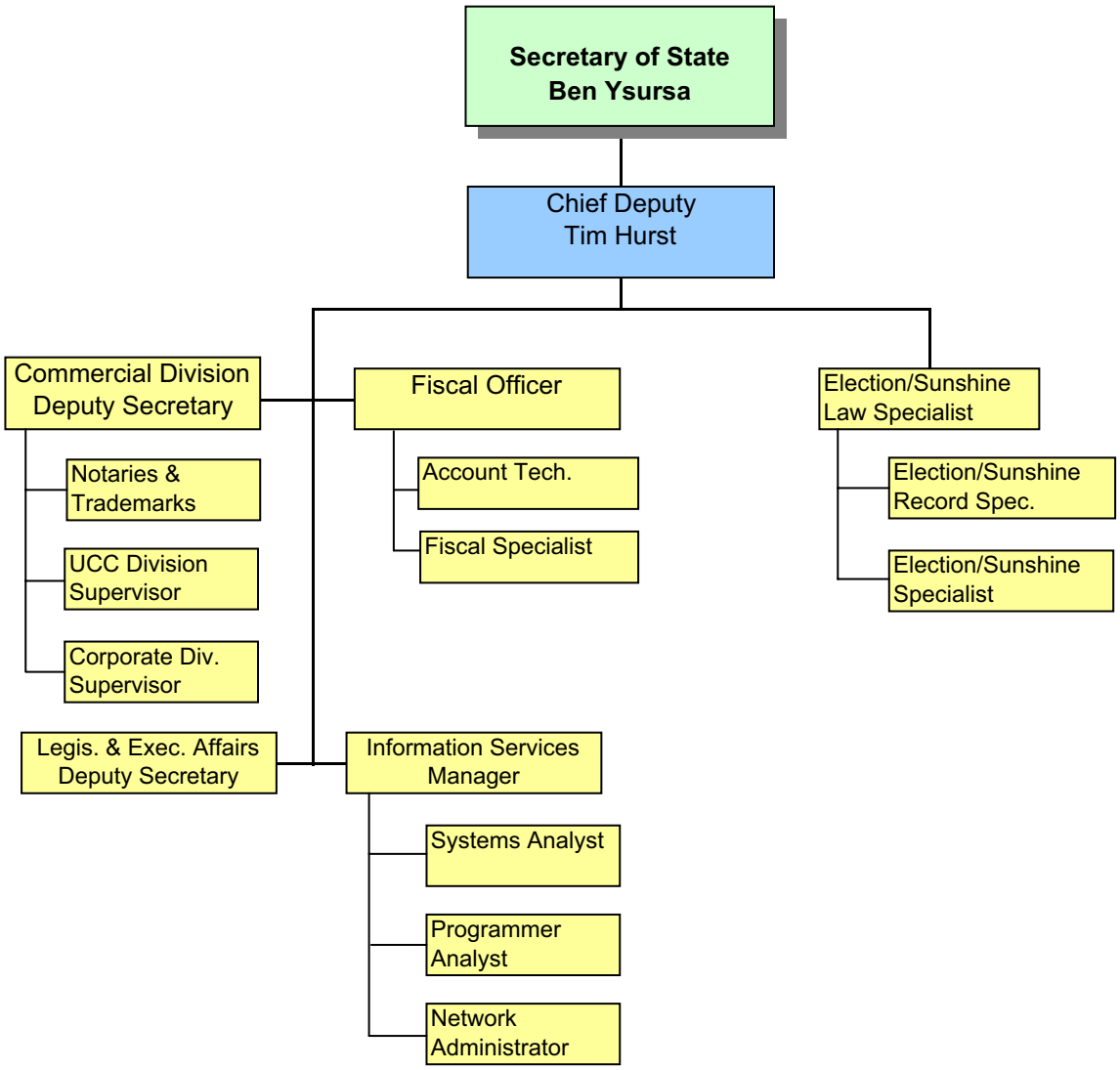
Secretary of State

Analyst: Freeman

Budget by Decision Unit

	FTP	General	Dedicated	Federal	Total
1. Election Costs					**Administration**
This enhancement provides $300,000 in one-time operating expenses for costs associated with printing and mailing a voters pamphlet to every household in Idaho. This publication contains information on all of the initiatives, referendums and constitutional amendments that will appear on the 2004 General Election ballot. This enhancement also provides $60,000 in one-time trustee/benefit payments to reimburse counties for the state portion of ballot printing and legal notice publication costs associated with the May 2004 Presidential Primary.					
Agency Request	0.00	360,000	0	0	360,000
Governor's Recommendation	*0.00*	*360,000*	*0*	*0*	*360,000*
2. Computer Rack for Servers					**Administration**
This enhancement would provide $1,200 in one-time General Funds for the purchase of a rack to house 5 servers which are being replaced.					
Agency Request	0.00	1,200	0	0	1,200
The Governor did not choose to make a recommendation on this enhancement.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
3. Optical Disk Jukebox Upgrade					**Administration**
This enhancement would provide $5,000 in one-time General Funds to upgrade a used optical disk jukebox to have available for disaster recovery purposes.					
Agency Request	0.00	5,000	0	0	5,000
The Governor did not choose to make a recommendation on this enhancement.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	31.00	2,365,600	0	0	2,365,600
Governor's Recommendation	*31.00*	*2,344,200*	*0*	*0*	*2,344,200*
Agency Request					
Change from Original App	0.00	381,900	0	0	381,900
% Change from Original App	0.0%	19.3%			19.3%
Governor's Recommendation					
Change from Original App	*0.00*	*360,500*	*0*	*0*	*360,500*
% Change from Original App	*0.0%*	*18.2%*			*18.2%*

Organizational Chart



Blank Page

Idaho Legislative Budget Book

State Treasurer

2004 Legislative Session

Treasurer, State ..... 6 - 169

Idaho Millennium Fund ..... 6 - 175

State Treasurer

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY DIVISION					
Treasurer, State	1,903,000	1,813,400	1,772,600	1,893,000	*1,797,800*
Idaho Millennium Fund	3,579,200	3,579,200	224,700	3,533,200	*1,939,700*
Total:	**5,482,200**	**5,392,600**	**1,997,300**	**5,426,200**	***3,737,500***
BY FUND CATEGORY					
General	1,281,200	1,280,800	1,186,900	1,237,800	*1,214,300*
Dedicated	4,201,000	4,111,800	810,400	4,188,400	*2,523,200*
Total:	**5,482,200**	**5,392,600**	**1,997,300**	**5,426,200**	***3,737,500***
Percent Change:		(1.6%)	(63.0%)	171.7%	*87.1%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,253,600	1,184,500	1,258,300	1,132,800	*1,300,600*
Operating Expenditures	649,300	628,900	514,300	458,100	*497,200*
Capital Outlay	100	0	0	0	*0*
Trustee/Benefit	3,579,200	3,579,200	224,700	1,645,400	*0*
Lump Sum	0	0	0	2,189,900	*1,939,700*
Total:	**5,482,200**	**5,392,600**	**1,997,300**	**5,426,200**	***3,737,500***
Full-Time Positions (FTP)	18.00	18.00	18.00	18.00	*18.00*

Department Description

The State Treasurer is one of seven statewide elected officials in Idaho. It is the responsibility of the State Treasurer to serve as the banker for all Idaho agencies and to act as custodian of the public school endowment funds. The constitutional and statutory duties of this office include: 1) the receiving of all revenues and fees due the state; 2) deposit of funds in banks throughout Idaho; 3) paying all accounts; and 4) investing surplus monies not needed for day-to-day operations.

The Idaho Millennium Fund is the repository of all funds received by the State of Idaho under the Master Tobacco Settlement Agreement reached between states and tobacco product manufacturers. These funds are managed and invested by the State Treasurer. Each year, 5% of the average market value of the Idaho Millennium Fund will be distributed and made available for legislative appropriation.

State Treasurer

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
General	1,281,200	1,280,800	1,186,900	1,237,800	*1,214,300*
Dedicated	621,800	532,600	585,700	655,200	*583,500*
Total:	**1,903,000**	**1,813,400**	**1,772,600**	**1,893,000**	***1,797,800***
Percent Change:		(4.7%)	(2.2%)	6.8%	*1.4%*
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,253,600	1,184,500	1,258,300	1,132,800	*1,300,600*
Operating Expenditures	649,300	628,900	514,300	458,100	*497,200*
Capital Outlay	100	0	0	0	*0*
Lump Sum	0	0	0	302,100	*0*
Total:	**1,903,000**	**1,813,400**	**1,772,600**	**1,893,000**	***1,797,800***
Full-Time Positions (FTP)	18.00	18.00	18.00	18.00	*18.00*

Division Description

The State Treasurer is one of seven statewide elected officials in Idaho. It is the responsibility of the State Treasurer to serve as the banker for all Idaho agencies and to act as custodian of the public school endowment funds.

The constitutional and statutory duties of this office include: (1) the receiving of all revenues and fees due the state; (2) deposit of funds in banks throughout Idaho; (3) paying all accounts; and (4) investing surplus monies not needed for day-to-day operations.

State Treasurer

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	*Governor's Rec FTP*	*Governor's Rec General*	*Governor's Rec Total*
FY 2004 Original Appropriation	**18.00**	**1,186,900**	**1,772,600**	***18.00***	***1,186,900***	***1,772,600***
Base Adjustments	0.00	0	(30,000)	*0.00*	*0*	*(30,000)*
FY 2005 Base	**18.00**	**1,186,900**	**1,742,600**	***18.00***	***1,186,900***	***1,742,600***
Personnel Cost Rollups	0.00	15,300	21,800	*0.00*	*15,300*	*21,800*
Inflationary Adjustments	0.00	5,700	9,200	*0.00*	*0*	*0*
Replacement Items	0.00	19,600	34,100	*0.00*	*0*	*14,500*
Nonstandard Adjustments	0.00	(1,300)	(1,600)	*0.00*	*(1,300)*	*(1,600)*
Change in Employee Compensation	0.00	6,600	10,100	*0.00*	*13,400*	*20,500*
Fund Shifts	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Program Maintenance	**18.00**	**1,232,800**	**1,816,200**	***18.00***	***1,214,300***	***1,797,800***
1. LGIP Operating Expenses	0.00	0	54,800	*0.00*	*0*	*0*
2. Bond Bank	0.00	5,000	5,000	*0.00*	*0*	*0*
3. Customize Investment Software	0.00	0	17,000	*0.00*	*0*	*0*
Lump Sum Budget	0.00	0	0	*0.00*	*0*	*0*
FY 2005 Total	**18.00**	**1,237,800**	**1,893,000**	***18.00***	***1,214,300***	***1,797,800***
Change from Original Appropriation	0.00	50,900	120,400	*0.00*	*27,400*	*25,200*
% Change from Original Appropriation		4.3%	6.8%		2.3%	1.4%

State Treasurer

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	18.00	1,186,900	585,700	0	1,772,600
Base Adjustments					
Agency Request	0.00	0	(30,000)	0	(30,000)
Governor's Recommendation	*0.00*	*0*	*(30,000)*	*0*	*(30,000)*
FY 2005 Base					
Agency Request	18.00	1,186,900	555,700	0	1,742,600
Governor's Recommendation	*18.00*	*1,186,900*	*555,700*	*0*	*1,742,600*
Personnel Cost Rollups					
Includes the employer-paid portion of estimated changes in employee benefit costs. The two biggest factors are: health insurance rates which are projected to increase by 17 percent, from $5,548 to $6,493 per employee; and retirement system (PERSI) rates that will increase by over 6% to 10.39 and 10.73 percent of salary for regular and police/firefighter members, respectively.					
Agency Request	0.00	15,300	6,500	0	21,800
Governor's Recommendation	*0.00*	*15,300*	*6,500*	*0*	*21,800*
Inflationary Adjustments					
Includes a general inflationary increase of 1.9% in operating expenditures.					
Agency Request	0.00	5,700	3,500	0	9,200
The Governor recommends no increase for general inflation.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
Replacement Items					
Capital Outlay: 14 PCs ($14,000) Operating Expenditures: Upgrade Microsoft Office software ($5,600); upgrade investment software ($14,500)					
Agency Request	0.00	19,600	14,500	0	34,100
General Fund replacement items not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*14,500*	*0*	*14,500*
Nonstandard Adjustments					
Reflects reductions in Controller and Treasurer fees pursuant to the Statewide Cost Allocation Plan. Also reflects a reduction in Risk Management property/casualty rates.					
Agency Request	0.00	(1,300)	(300)	0	(1,600)
Governor's Recommendation	*0.00*	*(1,300)*	*(300)*	*0*	*(1,600)*
Change in Employee Compensation					
Reflects the cost of a 1% salary increase for permanent positions.					
Agency Request	0.00	6,600	3,500	0	10,100
The Governor recommends a compensation increase of 2% to be distributed based on merit. No adjustment to the pay line is recommended.					
Governor's Recommendation	*0.00*	*13,400*	*7,100*	*0*	*20,500*
Fund Shifts					
The ongoing maintenance costs of $10,000 associated with investment software will be split 60/40 between the State Investment Division (60%) and the Local Government Investment Pool (40%). Currently the split is the opposite. The fund shift nets to zero.					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

State Treasurer

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Program Maintenance					
Agency Request	18.00	1,232,800	583,400	0	1,816,200
Governor's Recommendation	*18.00*	*1,214,300*	*583,500*	*0*	*1,797,800*

1. LGIP Operating Expenses

This enhancement would provide the Local Government Investment Pool (LGIP) $54,800 in one-time operating expenses. This reflects the amount the LGIP would have carried over into FY 2004 had it not inadvertently omitted its request for carryover authority in its FY 2004 budget request.

The State Treasurer also requests carryover authority for its LGIP fund for FY 2005. The voluntary investment pool needs a quicker response time than the traditional budgeting timeline allows in order to offer services and products that are being made available to local governments from the private sector or other sources. Carryover authority would allow the LGIP to react in a more timely and responsive manner to the needs and desires of the pool members. Since carryover authority is an exception to the state budget laws and is not provided for in statute, it requires specific legislative authorization and approval.

Agency Request	0.00	0	54,800	0	54,800

The Governor did not choose to make a recommendation on enhancements for this Executive Branch elected official.

Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

2. Bond Bank

The Treasurer's Office requests a one-time appropriation of $5,000 to pay for the startup administrative and marketing costs of the newly established Bond Bank. Once the first issues have come to market, the Bond Bank will be able to charge fees to cover these costs.

Agency Request	0.00	5,000	0	0	5,000

The Governor did not choose to make a recommendation on enhancements for this Executive Branch elected official.

Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

3. Customize Investment Software

This enhancement would provide $17,000 in one-time operating expenses for software customization. With the current or new software, the statements used by the State Investment Pool do not reflect any meaningful data for pool members. The vendor estimates the cost of customizing the statements would be $7,000. Additional customization would be needed to make the Investment Division more efficient and able to provide more meaningful data to its customers. The vendor's estimate for further customization is $5,000 for LGIP and $5,000 for Idle Pool funds.

Agency Request	0.00	0	17,000	0	17,000

The Governor did not choose to make a recommendation on enhancements for this Executive Branch elected official.

Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Lump Sum Budget

The State Treasurer requests a lump-sum budget for the Local Government Investment Pool so it would have the ability to provide merit increases to its employees without having to ask for an additional appropriation. A lump sum appropriation removes all restrictions that limit the transfer of moneys among Personnel Costs, Operating Expenses, Capital Outlay and Trustee/Benefit Payments. Since lump sum is an exception to the state budget laws, it requires specific legislative authorization and approval (Idaho Code §67-3508(1)).

Agency Request	0.00	0	0	0	0

The Governor did not choose to make a recommendation on a lump sum budget for this Executive Branch elected.

Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

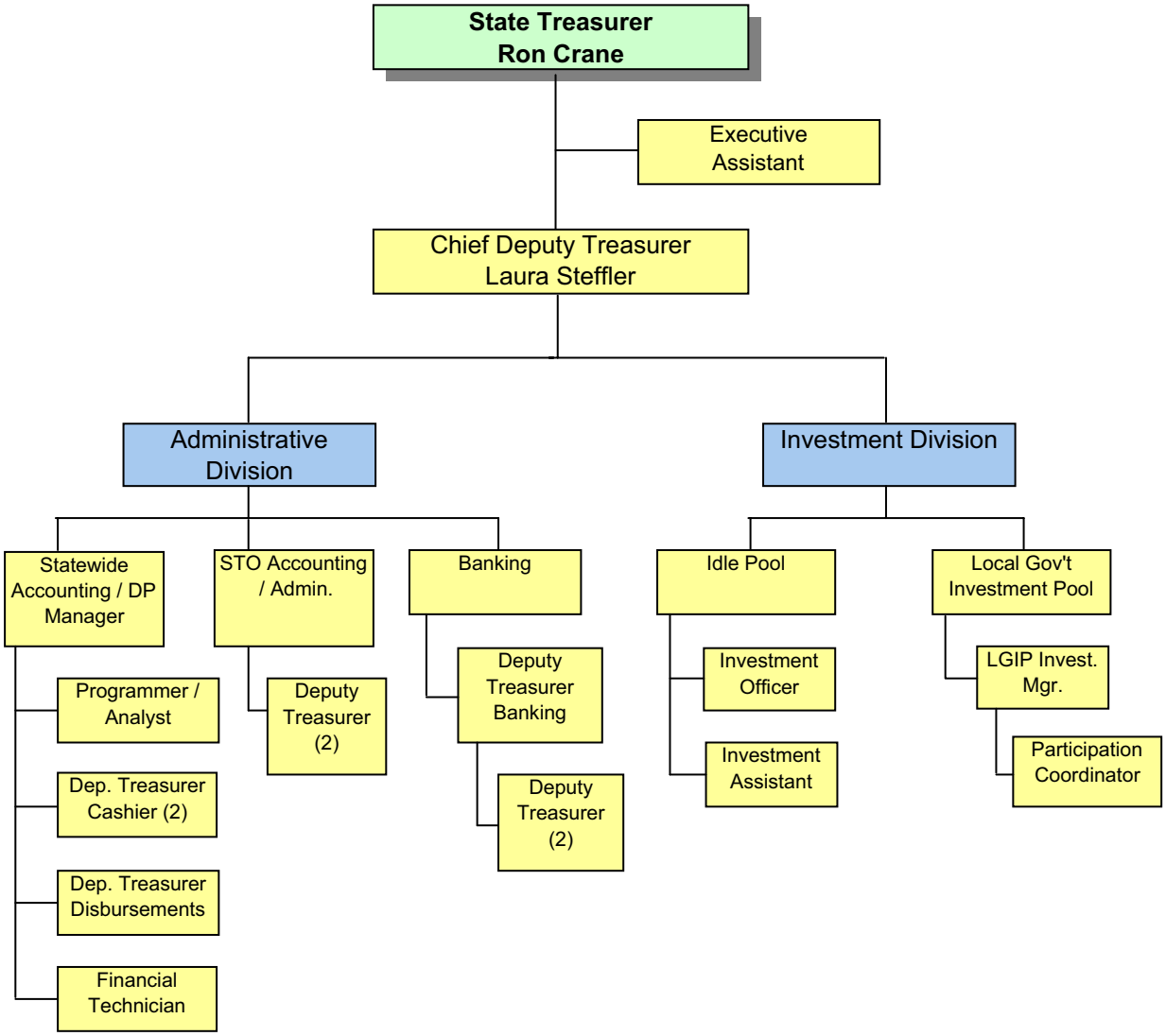
State Treasurer

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2005 Total					
Agency Request	18.00	1,237,800	655,200	0	1,893,000
Governor's Recommendation	*18.00*	*1,214,300*	*583,500*	*0*	*1,797,800*
Agency Request					
Change from Original App	0.00	50,900	69,500	0	120,400
% Change from Original App	0.0%	4.3%	11.9%		6.8%
Governor's Recommendation					
Change from Original App	*0.00*	*27,400*	*(2,200)*	*0*	*25,200*
% Change from Original App	*0.0%*	*2.3%*	*(0.4%)*		*1.4%*

State Treasurer
Issues & Information

Organizational Chart



Idaho Millennium Fund

Analyst: Freeman

Historical Summary

OPERATING BUDGET	FY 2003 Total App	FY 2003 Actual	FY 2004 Approp	FY 2005 Request	*FY 2005 Gov Rec*
BY FUND CATEGORY					
Dedicated	3,579,200	3,579,200	224,700	3,533,200	*1,939,700*
Percent Change:		0.0%	(93.7%)	1,472.4%	*763.2%*
BY OBJECT OF EXPENDITURE					
Trustee/Benefit	3,579,200	3,579,200	224,700	1,645,400	*0*
Lump Sum	0	0	0	1,887,800	*1,939,700*
Total:	**3,579,200**	**3,579,200**	**224,700**	**3,533,200**	***1,939,700***

Division Description

Tobacco Settlement Background

In November 1998, the attorneys general and other representatives of 46 states signed an agreement with the largest tobacco manufacturers ending a legal battle between the states and the industry that began in 1994. While payments are expected to continue in perpetuity, the settlement requires the tobacco manufacturers to pay the states $206 billion over the next 25 years, of which Idaho will receive a total of approximately $790 million.

Millennium Fund Enabling Legislation

The Idaho Millennium Fund was established by the legislature in 2000 as an endowment fund structure to receive, invest and disburse funds received by the State of Idaho under the tobacco Master Settlement Agreement reached between participating states and tobacco product manufacturers. This fund preserves the long-term capital value of these moneys through a distribution rule which provides that five percent of the fund's average market value is made available for legislative appropriation each fiscal year. Fund investments are managed by the State Treasurer, who is the constitutional officer charged with the responsibility of managing state funds. Up until 2003, when the entire Millennium Fund was liquidated, the Treasurer invested the fund in a diversified portfolio, which included 30% in domestic bonds, 50% in US common stocks, and 20% in non-US stocks.

Millennium Income Fund Grants

In 2002, HB 486a created the Joint Millennium Fund Committee, which is made up of five senators and five representatives, and is charged with reviewing grant applications and providing a funding recommendation to the legislature. There is no specification in law with regard to how the monies in the Millennium Fund shall be used, but the Joint Millennium Fund Committee has chosen to only consider applications for programs and projects directly related to one or more of the following: (1) tobacco cessation or prevention; (2) substance abuse cessation or prevention; or (3) tobacco or substance abuse related disease treatment. In addition, the committee has determined that funds may not be used for permanent capital improvements or organizational start-up costs.

Appropriations

Beginning in FY 2004, the appropriated amount in the Millennium Fund budget only represents moneys appropriated to non-governmental organizations. Millennium Fund moneys appropriated to state agencies are transferred by the State Controller from the Millennium Income Fund to the agency, and are reflected in each individual agency budget.

Idaho Millennium Fund

Analyst: Freeman

Comparative Summary

Decision Unit	Agency Request FTP	Agency Request General	Agency Request Total	Governor's Rec FTP	Governor's Rec General	Governor's Rec Total
FY 2004 Original Appropriation	**0.00**	**0**	**224,700**	***0.00***	***0***	***224,700***
Removal of One-Time Expenditures	0.00	0	(224,700)	*0.00*	*0*	*(224,700)*
FY 2005 Base	**0.00**	**0**	**0**	***0.00***	***0***	***0***
1. Cat. Fund - Reduce County Deductible	0.00	0	500,000	*0.00*	*0*	*500,000*
2. Public Health Districts	0.00	0	523,800	*0.00*	*0*	*515,000*
3. Health & Welfare-Tobacco Counter Mktg.	0.00	0	500,000	*0.00*	*0*	*500,000*
4. Idaho State Police	0.00	0	94,000	*0.00*	*0*	*94,000*
5. Idaho Supreme Court	0.00	0	270,000	*0.00*	*0*	*270,000*
6. American Lung Ass'n of Idaho/Nevada	0.00	0	157,200	*0.00*	*0*	*0*
7. Youth Tobacco-Free Coalition	0.00	0	250,000	*0.00*	*0*	*60,700*
8. Log Cabin Literary Center	0.00	0	46,000	*0.00*	*0*	*0*
9. Comm. Crusade Against Drug Abuse	0.00	0	131,300	*0.00*	*0*	*0*
10. KNIN Television	0.00	0	240,700	*0.00*	*0*	*0*
11. Idaho Primary Care Association	0.00	0	411,200	*0.00*	*0*	*0*
12. Lifeline Education	0.00	0	189,000	*0.00*	*0*	*0*
13. Institute for Clinical Hypnotherapy	0.00	0	220,000	*0.00*	*0*	*0*
FY 2005 Total	**0.00**	**0**	**3,533,200**	***0.00***	***0***	***1,939,700***
Change from Original Appropriation	0.00	0	3,308,500	*0.00*	*0*	*1,715,000*
% Change from Original Appropriation			1,472.4%			763.2%

Idaho Millennium Fund

Analyst: Freeman

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2004 Original Appropriation					
	0.00	0	224,700	0	224,700
Removal of One-Time Expenditures					
Agency Request	0.00	0	(224,700)	0	(224,700)
Governor's Recommendation	*0.00*	*0*	*(224,700)*	*0*	*(224,700)*
FY 2005 Base					
Agency Request	0.00	0	0	0	0
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
1. Cat. Fund - Reduce County Deductible					
This request would provide funding for the Catastrophic Health Care program to reduce county deductible payments in caring for indigent persons with tobacco-related diseases. This program has been funded every year since the inception of the Millennium Fund.					
Agency Request	0.00	0	500,000	0	500,000
Governor's Recommendation	*0.00*	*0*	*500,000*	*0*	*500,000*
2. Public Health Districts					
This request would provide continued funding to the Public Health Districts to provide and expand prevention and cessation services to all Idaho citizens, with primary emphasis on youth and pregnant women. In FY 2004, the Idaho Millennium Income Fund provided the Public Health Districts with $515,000 for this program. This request represents a $8,800 increase over FY 2004, which reflects a 1.9% inflationary increase and 1% Change in Employee Compensation (CEC).					
Agency Request	0.00	0	523,800	0	523,800
The Governor's recommendation does not include funding for inflation or CEC.					
Governor's Recommendation	*0.00*	*0*	*515,000*	*0*	*515,000*
3. Health & Welfare-Tobacco Counter Mktg.					
This request would provide $500,000 to continue a media campaign aimed at increasing awareness of the addictiveness of tobacco and the severity of the consequences of using it. This program has been funded at the same level as requested since FY 2001.					
Agency Request	0.00	0	500,000	0	500,000
Governor's Recommendation	*0.00*	*0*	*500,000*	*0*	*500,000*
4. Idaho State Police					
This request would be used to offset the cost of youth tobacco investigations, which are required by law. This program received funding in the same amount for FY 2003 and 2004.					
Agency Request	0.00	0	94,000	0	94,000
Governor's Recommendation	*0.00*	*0*	*94,000*	*0*	*94,000*
5. Idaho Supreme Court					
The Youth Courts program has received funding from the Millennium Fund for the past four years. The Status Offender Services program has received funding from the Millennium Fund for the past three years. The Supreme Court is requesting funding again at the same level it has received in the past to continue its efforts to support and evaluate a continuum of community-based juvenile prevention and intervention programs in each judicial district.					
Agency Request	0.00	0	270,000	0	270,000
Governor's Recommendation	*0.00*	*0*	*270,000*	*0*	*270,000*

Idaho Millennium Fund

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
6. American Lung Ass'n of Idaho/Nevada					
This request would provide continued funding for a smoking cessation program -- Teens Against Tobacco Use (T.A.T.U.) and a cessation program -- Not on Tobacco (N-O-T). The T.A.T.U. program will help young people ages 14-17 teach 9-12 year old children avoid tobacco by providing them the tools to help them make the decision not to smoke. The N-O-T program is a research based smoking cessation program designed for teens and uses content and delivery tailored to the adolescent population. The goal is to continue expanding youth prevention and cessation programs to reach approximately 13,300 school students and teens statewide with some component of the project being conducted in each of the seven health districts. This program received $148,600 in FY2003 and $157,200 in FY2004.					
Agency Request	0.00	0	157,200	0	157,200
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
7. Youth Tobacco-Free Coalition					
This request would provide funding for the development of a statewide community tobacco control program following the model of the Magic Valley Youth's Tobacco Free Coalition program. The community programs would develop a partnership between city and county agencies and the private sector.					
Agency Request	0.00	0	250,000	0	250,000
The Governor recommends passing funding for this proposed statewide program through the Division of Health Services within the Department of Health & Welfare.					
Governor's Recommendation	*0.00*	*0*	*60,700*	*0*	*60,700*
8. Log Cabin Literary Center					
This request would provide funding to expand Writers in the Schools (WITS), a program serving substance abuse prevention goals in southern Idaho schools. Support from the Millennium Fund would allow WITS to expand to 15 additional classrooms from the 36 classrooms it currently serves.					
Agency Request	0.00	0	46,000	0	46,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
9. Comm. Crusade Against Drug Abuse					
This request would provide funding to the Community Crusade Against Drug Abuse Inc., the mission of which is to educate, motivate and empower youth to a higher awareness of the dangers of "gateway" drugs, and creating awareness that will prevent youth from starting alcohol, tobacco and substance abuse.					
Agency Request	0.00	0	131,300	0	131,300
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
10. KNIN Television					
This request would provide funding for a television, website, and TV/radio PSA campaign targeted at educating youth about the serious health risks associated with tobacco use.					
Agency Request	0.00	0	240,700	0	240,700
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*

Idaho Millennium Fund

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
11. Idaho Primary Care Association					
This request would fund a smoking cessation campaign, "Break the Chain". This clinical plan would be implemented as a joint effort between the health care staff of Community Health Centers (CHCs) and the Idaho Primary Care Association. The proposal would allow the CHCs to hire 4.5 tobacco health educators, buy pharmaceuticals, and establish science based tobacco cessation clinical programs in CHC clinics.					
Agency Request	0.00	0	411,200	0	411,200
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
12. Lifeline Education					
This request would provide funding for production of the video portion of the curriculum "The Bully Prevention, Character Development Program" and to reproduce the entire package and gift it to each Idaho school district, Idaho Boys and Girls Club, Idaho YMCA, and to offer workshops to train teachers for this program.					
Agency Request	0.00	0	189,000	0	189,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
13. Institute for Clinical Hypnotherapy					
This request would provided funding to deliver clinical hypnosis to people who wish to stop smoking.					
Agency Request	0.00	0	220,000	0	220,000
Not recommended by the Governor.					
Governor's Recommendation	*0.00*	*0*	*0*	*0*	*0*
FY 2005 Total					
Agency Request	0.00	0	3,533,200	0	3,533,200
Governor's Recommendation	*0.00*	*0*	*1,939,700*	*0*	*1,939,700*
Agency Request					
Change from Original App	0.00	0	3,308,500	0	3,308,500
% Change from Original App			1,472.4%		1,472.4%
Governor's Recommendation					
Change from Original App	*0.00*	*0*	*1,715,000*	*0*	*1,715,000*
% Change from Original App			*763.2%*		*763.2%*

Millennium Fund
Issues & Information

Analyst: Freeman

History of Idaho Millennium Income Fund Appropriations

Agency / Organization	FY 2001	FY 2002	FY 2003	FY 2004
Boise State University	-	$95,000	$121,000	-
Catastrophic Health Care				
County Deductible	$735,000	$735,000	$435,000	$435,000
State Share	-	-	$1,251,400	$400,000
Children's Trust Fund	$100,000	$200,000	$150,000	-
Public Health Districts	$500,000	$506,500	$515,200	$515,000
Dept. of Health & Welfare				
Tobacco Counter Marketing	$500,000	$500,000	$500,000	$500,000
Adolescent Pregnancy Prev.	-	$400,000	-	-
Small Bus. Health Ins.	-	-	$50,000	-
Collection of Baseline Data	$200,000	-	-	-
American Lung Association	-	-	$148,600	$157,200
American Cancer Society				
Cancer Camp	-	-	$34,000	-
Magic Valley Youth Tobacco	-	-	$10,000	-
Idaho State Police	-	-	$94,000	$94,000
Idaho Supreme Court	$170,000	$320,000	$270,000	$270,000
Blue Cross Foundation	-	-	-	$67,500
Millennium Fund Committee*	$100,000	-	-	-
TOTAL	**$2,305,000**	**$2,756,500**	**$3,579,200**	**$2,438,700**

* This money was appropriated "for the Legislature for deposit in the Legislative Account for Millennium Fund Legislative Subcommittee technical support services." The money is now used to pay expenses relating to the biannual meetings of the Joint Millennium Fund Committee.

Glossary

Annualization

A budgetary adjustment that identifies the remaining full year costs for budget items that were partially funded in the prior year.

Appropriation

Provides a specific amount of spending authority authorized by the Legislature to an agency or program for a given purpose for a specified period of time.

Continuous or Perpetual Appropriation

An ongoing statutory appropriation of money not set by annual legislative action.

Original Appropriation

Reflects the amounts shown in original appropriation bills before reappropriations (carryover) and supplemental appropriations. In some instances, legislative authority is given to enable an agency to carry over any unexpended balances to the next fiscal year, thus increasing the total appropriated spending authority over the amounts designated in the original appropriation bill.

Supplemental Appropriation

Refers to action taken on the current year appropriation acts. These changes to the original appropriation may add funds or provide transfers between summary objects, funds, programs, or agencies.

Rescission

Refers to action taken on the current year appropriation acts. These changes to the original appropriation rescind or remove previously enacted spending authority in whole or in part.

Classification of Funds

In the *Legislative Budget Book*, the hundreds of funds used by state government in the budgeting process are condensed into three general categories. The appropriation bills, however, cite the specific fund detail for spending authority. The three general categories are:

General

Consists of moneys received by the state from the collection of taxes, and certain licenses and fees not specifically appropriated to any other account, and which are used to finance the general operations of state government.

Dedicated

Dedicated funds are revenue received from a specified source or sources, and disbursed for a specific function of government as required by law (e.g. the State Highway Fund is partially a collection from motor fuels tax and vehicle registration fees and is dedicated specifically to state highway construction and improvements).

Dedicated funds include moneys from the sale of goods or services rendered to the general public and other political entities. For example, one state agency may require the services of the State Copy Center and payment for this service would be done by transfer, debiting the first agency and crediting the Copy Center.

Federal

Identifies moneys from the federal government for specified state services.

Change in Employee Compensation (CEC)

A budgetary adjustment for increases in salary funding and variable benefit costs for classified and exempt state employees.

Classification of Expenditures (Object Class)

The state accounting system provides information at three levels of detail. The highest, most standardized level that is used in both the *Legislative Budget Book* and in appropriation bills, consists of four summary object classifications:

Personnel Costs (PC)

Includes the salaries of employees, whether full-time, part-time, irregular or seasonal help, and also, includes compensation of members of boards and commissions.

Also included are the employer's share of contributions related to those employees, such as retirement, health and life insurance, worker's compensation, employment security and social security.

Operating Expenditures (OE)

Includes all expenses for private contract services, travel, consumable supplies, software, and minor items of equipment that have an estimated life of less than two years.

Glossary (continued)

Capital Outlay (CO)

Includes all expenses for land, highways, buildings, fixtures and fixed equipment and structures (which also includes additions, replacements, major repairs, renovations and salaries of non-agency personnel in connection therewith). Automobiles, domestic animals, machinery, equipment and furniture, which will have a useful life or service substantially more than two years are also included. Budget development guidelines require a minimum request of $300 per item to be classified as capital outlay.

Trustee and Benefit Payments (T/B)

Includes payments passed through to an individual (e.g. welfare or retirement benefits) or another governmental entity which provides a service.

Decision Unit (DU)

A decision unit is a specific numbered item in the budget request. DUs are standardized throughout the budget process so that statewide information may be summarized and reported. They are used to identify any change in a performance level and costs associated with that change. Benchmark decision units are the subtotal of all previous decision units.

Deficiency Warrant

Expenditures that are authorized by statute but for which no specific appropriation is provided until after an actual expense is incurred (e.g. expenses related to fire suppression and agricultural pest eradication).

Encumbrances

Obligations for expenses incurred in a fiscal year but not paid until after the end of that fiscal year.

Enhancement

Decision units after the Maintenance of Current Operations benchmark that request funding for new or expanded activities.

Fiscal Year

Represents the accounting year used by the state that begins July 1 and runs through June 30 of the following year (e.g. fiscal year 2005 begins July 1, 2004 and ends June 30, 2005).

Full-Time Equivalent Positions (FTP)

The use of FTP's is a means of counting position totals when different amounts of time or hours-worked are involved. For example, a program using two half-time positions has the same personnel requirements as a program using one full-time position. Both programs would reflect 1.0 FTP, although the former would employ two individuals. All budgeted permanent full-time and permanent part-time positions, including limited service positions, are to be included in the FTP count. Seasonal and temporary help, overtime or other group positions are not reflected in the FTP count.

Fund

A fund is a sum of money accrued from specific sources (see "Classification of Funds") and set aside for general or specific uses. Note: "fund" and "account" are often used interchangeably.

Fund Shift

Replaces a loss of one fund source with another to maintain existing levels of service.

Group Positions

A portion of an agency's budgeted personnel costs which provides for the compensation of temporary positions and members of certain boards and commissions. These positions are not included in an agency's total FTP count. For example, seasonal crop inspectors are included in the group positions of the Department of Agriculture.

Inflationary Adjustments

Funding for a general increase in agency operating expenses based on the changes in the Consumer Price Index (CPI). This adjustment addresses the higher, inflation-driven costs of items such as supplies, travel and postage. A medical inflation adjustment for trustee and benefit payments is also allowable.

Lump Sum

Appropriations that provide amounts of spending authority from designated funds, without specifying if they are restricted to Personnel Costs, Operating Expenditures, Capital Outlay and/or Trustee and Benefit payments. Since lump sum is an exception

to the state budget laws, it requires specific legislative authorization and approval.

Maintenance of Current Operations (MCO)

The level of funding necessary to maintain the same level of service or activity for the coming fiscal year as was provided for in the current fiscal year.

Non-Cognizable Funds

Funds available to any state agency from sources other than state funds if not cognizable (known) at the time the appropriations are set. Use of non-cognizable spending authority is granted through the Division of Financial Management on behalf of the Board of Examiners, and is not contingent upon an increase in state liability after the receipt of the non-state funds.

Nonstandard Adjustments

Budgetary adjustments which are not accurately classified in other "maintenance" adjustments but which are necessary to maintain current operations or levels of service. These costs often represent increased volume within current responsibilities or other situations that are beyond the control of the requesting agency (e.g. audit fees, utility, insurance or rent increases).

Object Transfer

State law permits agencies to transfer spending authority from certain standard object classifications to others, e.g. from Personnel Costs to Operating Expenditures. Object transfers have some limitations and require approval by the Division of Financial Management on behalf of the Board of Examiners. Agencies may also request object transfers through the budget process.

Personnel Cost Rollups

A budgetary adjustment for increases in the cost of maintaining a range of employer-paid benefits for state employees such as Social Security, retirement (PERSI), unemployment insurance, health insurance, and sick leave.

Reappropriation or Carryover Authority

Allows unused spending authority from one fiscal year to be carried over into the next fiscal year for one-time expenses. Since this is an exception to the state budget laws and is not provided for in statute, it requires specific legislative authorization and approval.

Reclassify

Upon the request of an agency, a specific position may be reclassified upward or downward as determined by the Division of Human Resources, based on specific job responsibilities. For example, an agency may request an Administrative Assistant 1 position to be reclassified as an Administrative Assistant 2 position.

Refactor

The Division of Human Resources may revise the pay grade for an entire class of positions statewide. For example, the pay grade for all Administrative Assistant 1 positions throughout the state could be refactored from pay grade F to pay grade G based on the type of responsibilities and tasks they are expected to perform. Refactoring frequently results in a pay rate change for that position classification. Refactoring requires approval from the Division of Financial Management if there would be fiscal impact.

Replacement Items

One-time funding provided for the replacement of certain operating items (e.g. software) and capital outlay items (e.g. computers, furniture) necessary for Maintenance of Current Operations.

Wage and Salary Report

A series of reports produced by the Employee Information System (EIS) of the State Controller's Office that identifies wages, salaries and related benefit costs for all budgeted positions. This report also projects cost increases for the current and following fiscal year.

Blank Page