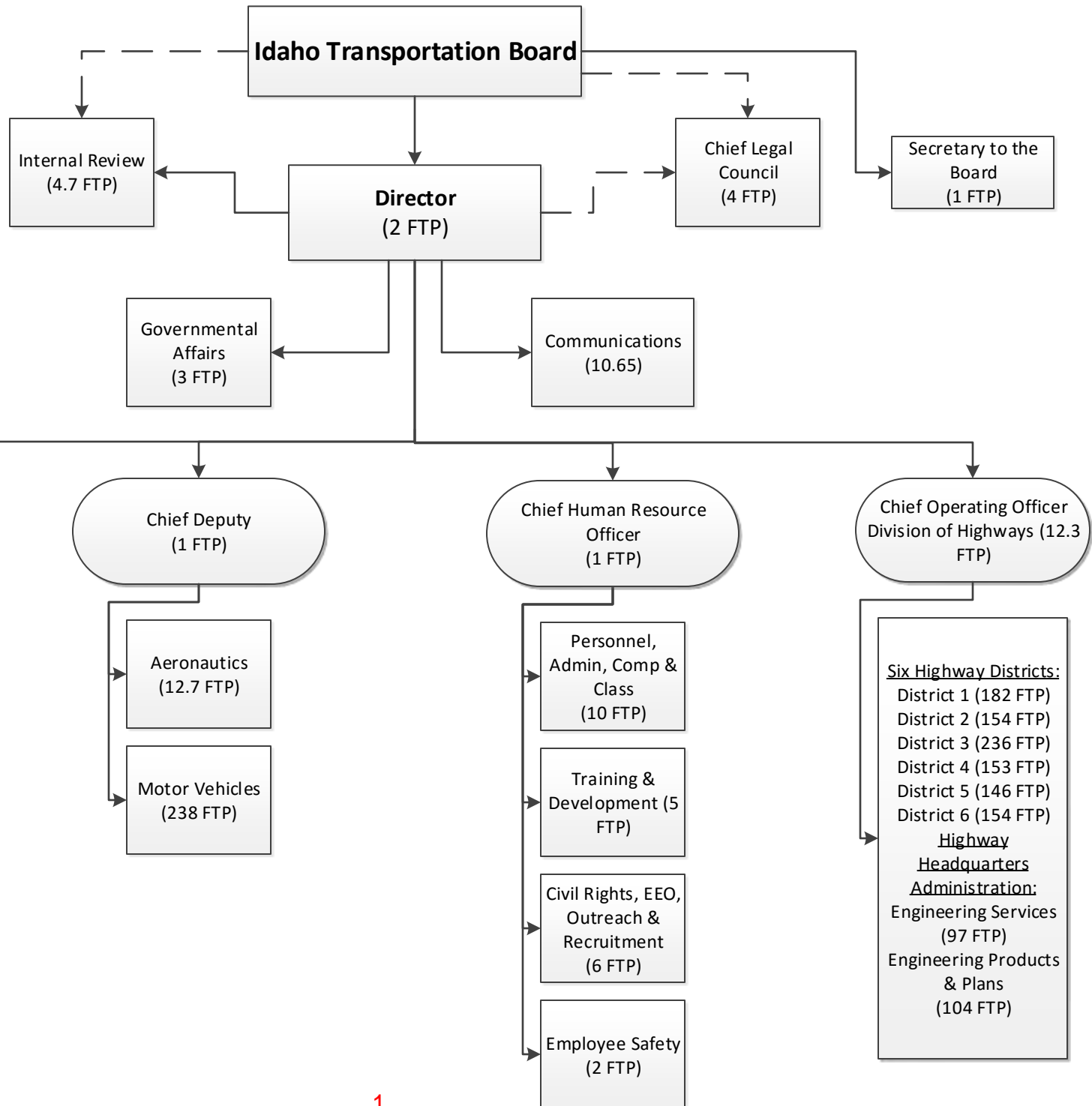


**Idaho Transportation Department
Organizational Chart**

Total FTP = 1678
Vacant FTP = 130.65

August 24, 2016



FORM B12: ANALYSIS OF FUND BALANCES		Request for Fiscal Year : 2018						
Agency/Department:	Idaho Transportation Department				Agency Number:	290		
Original Request Date:	September 1, 2016	or Revision Request Date:	10/21/16	Page ____ of ____				
Sources and Uses:	The State Highway Fund receives most of its state funding from the Highway Distribution Account (0261) according to the provisions of Idaho Code (§40-702) and §63-2412(1)(e). Fees established in title 49 are also distributed to the State Highway Fund. Miscellaneous receipts include sale of equipment, services, supplies and right-of-way permits. Moneys from this fund are used to pay for constructing, maintaining and administering the state highway system.							
FUND NAME:	STATE HIGHWAY FUND	FUND CODE:	0260	FY 2014 Actual	FY 2015 Actual	FY 2016 Actual	FY 2017 Estimate	FY 2018 Estimate
Beginning Free Fund Balance				18,776,900	17,670,500	56,627,800	2,245,100	27,060,700
Encumbrances as of July 1				33,897,300	39,195,400	33,023,000	30,572,300	0
Reappropriation (Legislative Carryover)							177,333,600	
Beginning Cash Balance				52,674,200	56,865,900	89,650,800	210,151,000	27,060,700
Cash Receipts (from Form B-11): Federal				309,662,000	348,946,400	287,145,700	365,612,700	364,633,100
Cash Receipts (from Form B-11): Local				3,089,400	8,657,000	12,014,800	5,579,900	3,978,700
Cash Receipts (from Form B-11): Private				0	0	0	0	0
Cash Receipts (from Form B-11): Dedicated				45,647,500	46,445,200	47,705,400	42,636,100	41,137,700
Cash Receipts (from Form B-11): Interagency				371,900	349,700	272,800	0	0
Non-Revenue Receipts and Other Adjustments				0	0	8,849,800	54,441,200	0
Transfers in from: Fund Title:	Hwy. Dist. Acct. 57.0%	Code:	0261-00	180,637,800	189,431,600	198,209,300	194,339,800	196,596,800
Transfers in from: Fund Title:	7 % Ethanol Transfer (SHA direct)	Code:	0260	15,436,600	16,082,000	17,087,100	16,300,000	16,400,000
Transfers in from: Fund Title:	Road & Bridge Mtce Revenue (HB 132 & HB 312a)	Code:	0261-01			53,325,000	60,568,200	61,545,900
Transfers in from: Fund Title:	Sales Tax Liability Acct Receipts - Net	Code:	0260	(11,200)	(11,700)	(50,100)		
Transfers in from: Fund Title:	Cigarette Tax - HB 547	Code:	0260		1,315,100	7,348,900	3,900,000	2,900,000
Transfers in from: Fund Title:	State Treasurer - Direct Investment Pool	Code:	0260	19,863,300	9,920,700	0		
Transfers in from: Fund Title:	Operating Transfers In	Code:		0	0	0		
Transfers in from: Fund Title:	Interest from Treasurer	Code:		1,859,300	996,600	2,088,200	2,000,000	1,800,000
Transfers in from: Fund Title:	Other Transfers	Code:	0260	0	0	0		
Transfers in from: Fund Title:		Code:	0260	0	0	0		
Transfers in from: Fund Title:	ARRA Title XII	Code:	0260-46	0	103,800	0		
Total Available for Year				629,230,800	679,102,300	723,647,700	955,528,900	716,052,900
Transfers out to (Fund Title):	Plate Manufacturing Account	Fund or Reference:	0262	0	0	0	0	0
Transfers out to (Fund Title):		Fund or Reference:		0	0	0	0	0
Transfers out to (Fund Title):	GARVEE Debt Service Fund (Federal Funds)	Fund or Reference:	0375	52,276,800	54,850,000	53,649,600	53,656,400	53,691,500
Transfers out to (Fund Title):	GARVEE Debt Service Fund (State Funds)	Fund or Reference:	0375	4,387,900	0	0	0	0
Transfers out to (Fund Title):	State Treasurer-Direct Investment Pool	Fund or Reference:	0260	1,693,900	1,260,300	46,704,500		
Transfers out to (Fund Title):	Department of Commerce (Tourism Promotion Fund)	Fund or Reference:	0243	25,000	25,000	25,000	25,000	25,000
Transfers out to (Fund Title):	Local Highway Trust Fund (SB 1423)	Fund or Reference:	0513			32,900		
Transfers out to (Fund Title):	Local Highway Distribution Fund (HB 626)	Fund or Reference:	0259			1,200		
Transfers out to (Fund Title):	Aeronautics	Fund or Reference:	0221	0	0	0		
Transfers out to (Fund Title):	GARVEE Capital Fund (SB 1423)	Fund or Reference:	0374			391,500		
Transfers out to (Fund Title):		Fund or Reference:		0	0			
Non-Expenditure Disbursements and Other Adjustments						12,238,800		
Internal Holdbacks: Anticipated Appropriation Savings								
Cash Expenditures for Prior Year Encumbrances				28,794,700	33,801,600	29,584,100	30,572,300	
Original Appropriation - DU 0.30				485,186,600	514,472,800	493,973,300	653,085,600	660,336,400
PY Reappropriations (0.40), Supplementals (4.3) , Recissions					113,546,600	196,940,100	13,795,300	0
Non-Cogs, Receipts to Appropriation (1.40), Board of Examiners Reductions, Governor's Holdbacks					2,692,900	1,420,800		
Reversions (1.60) and Projected Reversions					(10,016,300)	(6,161,800)		0
CY Reappropriation (1.70) and Projected Reappropriation (future years) (4.10)					(91,214,400)	(177,333,600)	177,333,600	0
Reserve for Current Year Encumbrances (inverse of G52)					(29,966,300)	(28,281,600)		
Current Year Cash Expenditures				485,186,600	499,515,300	480,557,200	844,214,500	660,336,400
Current Year Rounding Adjustment					(700)			
Ending Cash Balance				56,865,900	89,650,800	100,462,900	27,060,700	2,000,000
Prior Year Encumbrances as of June 30				2,980,600	3,056,700	2,290,700	0	0
Current Year Encumbrances as of June 30				36,214,800	29,966,300	28,281,600		
Current Year Reappropriation (inverse of row 51)						177,333,600		
Borrowing Limit								
Ending Free Fund Balance				17,670,500	56,627,800	(107,443,000)	27,060,700	2,000,000
	Add: Balance in Long-Term Investment Pool			71,644,000	62,983,600	109,688,100		
	Ending Free Fund Balance, plus Long-Term Investment Pool			89,314,500	119,611,400	2,245,100	27,060,700	2,000,000
Budgetary Basis Expenditures (Current Year Cash Expenditures + Current Year Encumbrances)				521,401,400	529,481,600	508,838,800	844,214,500	660,336,400
Outstanding Loans (if this fund is part of a loan program)								

Note:

FORM B12: ANALYSIS OF FUND BALANCES

Request for Fiscal Year : 2018

Agency/Department: Idaho Transportation Department

Agency Number: 290

Original Request Date: September 1, 2016

or Revision Request Date: 10/21/16

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Sources and Uses: Fund 0221-00 acts as a bucket fund to deposit all revenues available to the State Aeronautics Program Fund. This revenue is collected on the aviation fuel tax levied on all aircraft engine fuel sold in this state, all moneys collected for licensing of aircraft and all fines and penalties paid under the provisions of the law relating to or regulating the operations, registrations of licensing of aircraft, air safety or air flight not otherwise appropriated, and for use of the state aircraft. The State Aeronautics Fund is used for the purposes of: defraying Idaho Transportation Department administrative expenses; per diem for the Idaho Transportation Board; furthering the development, administration, and enforcement of laws relating to aviation; grants to airports; maintenance of state-owned airports; and operations of state-owned aircraft (§21-211).

FUND NAME: AERONAUTICS		FUND CODE: 0221		FY 2014 Actual	FY 2015 Actual	FY 2016 Actual	FY 2017 Estimate	FY 2018 Estimate
Beginning Free Fund Balance				1,349,900	1,393,200	1,494,700	861,700	904,900
Encumbrances as of July 1				328,800	354,100	138,300	171,700	
Reappropriation (Legislative Carryover)							1,080,000	
Beginning Cash Balance				1,678,700	1,747,300	1,633,000	2,113,400	904,900
Cash Receipts (from Form B-11): Federal				81,700	83,200	115,000	320,700	440,700
Cash Receipts (from Form B-11): Local				0	0	0	0	0
Cash Receipts (from Form B-11): Private				0	0	0	0	0
Cash Receipts (from Form B-11): Dedicated				306,100	319,600	300,400	292,000	292,000
Cash Receipts (from Form B-11): InterAgency				234,400	218,100	256,400	225,000	225,000
Adjustments				0	0	0	0	0
Transfers in from (Fund Title): Tax Comm. Special Fuel Tax (Jet & Av. Gas) Fund or Reference:				1,762,000	1,688,800	2,113,600	2,000,000	2,100,000
Transfers in from (Fund Title): Interest from State Treasurer Fund or Reference:				6,100	(4,000)	9,800	5,000	5,000
Transfers in from (Fund Title): State Highway Account Fund or Reference: 0260				0	0	0	0	0
Transfers in from (Fund Title): Fund or Reference:				0	0	0	0	0
Transfers in from (Fund Title): Fund or Reference:				0	0	0	0	0
Total Available for Year				4,069,000	4,053,000	4,428,200	4,956,100	3,967,600
Transfers out to (Fund Title): Fund or Reference:				0	0	0	0	0
Transfers out to (Fund Title): Fund or Reference:				0	0	0	0	0
Adjustments				0	0	0	0	0
Non-Expenditure Disbursements (Refunds, Clearing, P-card payments)								
Less: Internal Holdbacks - Dedicated - Anticipated Reversions							0	
Less: Internal Holdbacks - Federal - Anticipated Reversions							0	
Cash Expenditures for Prior Year Encumbrances				43,200	353,600	137,800	171,700	0
Original Appropriation - DU 0.30				2,278,500	2,969,500	2,668,600	2,799,500	3,377,200
PY Reappropriations (0.40), Supplementals (0.43) , Recissions					794,800	1,040,700	0	0
Non-Cogs, Receipts to Appropriation (1.40), Board of Examiners Reductions, Governor's Holdbacks						0		
Reversions (1.60) and Projected Reversions					(518,900)	(280,600)	0	0
CY Reappropriation (1.70) and Projected Reappropriation (future years) (4.10)					(1,040,700)	(1,080,000)	1,080,000	
Reserve for Current Year Encumbrances (inverse of G43)					(138,300)	(171,700)		
Current Year Cash Expenditures				2,278,500	2,066,400	2,177,000	3,879,500	3,377,200
Ending Cash Balance				1,747,300	1,633,000	2,113,400	904,900	590,400
Prior Year Encumbrances as of June 30				0	0	0	0	0
Current Year Encumbrances as of June 30				354,100	138,300	171,700		
Current Year Reappropriation (inverse of row 39)						1,080,000		
Borrowing Limit								
Ending Free Fund Balance				1,393,200	1,494,700	861,700	904,900	590,400
Less: State-Funded Trustee&Benefits CarryOver				(794,800)	(1,040,700)	(1,080,000)		
Add: Federally Funded Portion of Year-End Encumbrance Balance				0	0	0	0	
Unreserved Fund Balance in Future Years				598,400	454,000	(218,300)	904,900	590,400
Budgetary Basis Expenditures (Current Year Cash Expenditures + Current Year Encumbrances)				2,632,600	2,204,700	2,348,700	3,879,500	3,377,200
Outstanding Loans (if this fund is part of a loan program)								

Note:

FORM B12: ANALYSIS OF FUND BALANCES

Request for Fiscal Year : 2018

Agency/Department: Idaho Transportation Department

Agency Number: 290

Original Request Date: September 1, 2016

or Revision Request Date: 10/21/16

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Sources and Uses: HB312, enacted during the 2015 Legislative session, directed the department to establish and maintain a Strategic Initiatives Program. The purpose of the Strategic Initiatives Program is to fund projects proposed by the department's six districts which compete for selection based on an analysis of their return on investment in the following categories: Safety; Mobility; Economic Opportunity; repair and maintenance of bridges; and purchase of public rights-of-way.

HB312 also created the Strategic Initiatives Program Fund which receives moneys appropriated by the legislature for purposes of funding the Strategic Initiatives Program.

FUND NAME: Strategic Initiatives Program Fund		FUND CODE: 0270	FY 2014 Actual	FY 2015 Actual	FY 2016 Actual	FY 2017 Estimate	FY 2018 Estimate
Beginning Free Fund Balance				0	54,841,200	103,971,900	104,176,185
Encumbrances as of July 1			0	0	0	0	0
Reappropriation (Legislative Carryover)						52,139,200	
Beginning Cash Balance			0	0	54,841,200	156,111,100	104,176,185
Cash Receipts (from Form B-11)							
Adjustments						0	0
Transfers in from (Fund Title):	Statutory transfers in from General Fund	Fund or Reference:		54,841,200	(688,700)	10,965,585	
Transfers in from (Fund Title):	Interest from Treasurer	Fund or Reference:			241,000	204,300	102,200
Transfers in from (Fund Title):		Fund or Reference:				0	0
Total Available for Year			0	54,841,200	54,393,500	167,280,985	104,278,385
Transfers out to (Fund Title):						0	0
Adjustments						0	0
Non-Expenditure Disbursements (Refunds, Clearing, P-card payments)							
Prior Year Cash Expenditures						0	0
Original Appropriation - DU 0.30					0		
PY Reappropriations (0.40), Supplementals (0.43) , Recissions					54,700,000	10,965,600	
Non-Cogs, Receipts to Appropriation (1.40), Board of Examiners Reductions, Governor's Holdbacks					0		
Reversions (1.60) and Projected Reversions					0		
CY Reappropriation (1.70) and Projected Reappropriation (4.10)					(52,139,200)	52,139,200	
Reserve for Current Year Encumbrances (inverse of G30)					0		
Current Year Cash Expenditures			0	0	2,560,800	63,104,800	0
Ending Cash Balance			0	54,841,200	51,832,700	104,176,185	104,278,385
Prior Year Encumbrances as of June 30			0	0	0	0	0
Current Year Encumbrances as of June 30			0	0	0	0	0
Current Year Reappropriation (inverse of row 27)					52,139,200		
Borrowing Limit							
Ending Free Fund Balance			0	54,841,200	103,971,900	104,176,185	104,278,385
Budgetary Basis Expenditures (Current Year Cash Expenditures + Current Year Encumbrances)			0	0	2,560,800	63,104,800	0
Outstanding Loans (if this fund is part of a loan program)							

Note:

FORM B12: ANALYSIS OF FUND BALANCES

Request for Fiscal Year : 2018

Agency/Department: Idaho Transportation Department

Agency Number: 290

Original Request Date: September 1, 2016

or Revision Request Date: 10/21/16

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Sources and Uses:

FUND NAME:	GARVEE Capital Projects Fund	FUND CODE:	0374	FY 2014 Actual	FY 2015 Actual	FY 2016 Actual	FY 2017 Estimate	FY 2018 Estimate
Beginning Free Fund Balance				3,900	138,800	5,000	0	0
Encumbrances as of July 1				0	0	0	0	0
Reappropriation (Legislative Carryover)							0	
Beginning Cash Balance				3,900	138,800	5,000	0	0
Cash Receipts (from Form B-11)	Transfers from Bond Trustee Account			66,682,100	59,153,200	18,430,300		
Adjustments				0	0		0	0
Transfers in from (Fund Title):	Interest from Treasurer	Fund or Reference:		3,600	(700)	2,300	0	0
Transfers in from (Fund Title):	State Highway Account (SB 1423)	Fund or Reference:	0260	0	0	391,500	0	0
Transfers in from (Fund Title):		Fund or Reference:		0	0		0	0
Total Available for Year				66,689,600	59,291,300	18,829,100	0	0
Transfers out to (Fund Title):	GARVEE Debt Service Fund	Fund or Reference:	0375	0	0	382,800	0	0
Transfers out to (Fund Title):		Fund or Reference:		0	0		0	0
Adjustments				0	0		0	0
Non-Expenditure Disbursements (Refunds, Clearing, P-card payments)								
Prior Year Cash Expenditures				0	0		0	0
Original Appropriation - DU 0.30				66,550,800	59,286,200	18,446,300	0	0
PY Reappropriations (0.40), Supplementals (0.43) , Recissions							0	0
Non-Cogs, Receipts to Appropriation (1.40), Board of Examiners Reductions, Governor's Holdbacks							0	0
Reversions (1.60) and Projected Reversions							0	0
CY Reappropriation (1.70) and Projected Reappropriation (4.10)							0	0
Reserve for Current Year Encumbrances (inverse of G30)						0	0	0
Current Year Cash Expenditures				66,550,800	59,286,200	18,446,300	0	0
Current Year Rounding Adjustment					(100)			
Ending Cash Balance				138,800	5,000	0	0	0
Prior Year Encumbrances as of June 30				0	0	0	0	0
Current Year Encumbrances as of June 30				0	0	0	0	0
Current Year Reappropriation						0		
Borrowing Limit								
Ending Free Fund Balance				138,800	5,000	0	0	0
Budgetary Basis Expenditures (Current Year Cash Expenditures + Current Year Encumbrances)				66,550,800	59,286,200	18,446,300	0	0
Outstanding Loans (if this fund is part of a loan program)								

Note:

Per Senate Bill 1183 Section 6, a GARVEE Debt Service Fund will be established for paying principal, interest and other amounts [Idaho Code 40-718-(2)]

Bond sale proceeds are held in a Trustee Account until a transfer is requested to the Capital Projects Fund.

FORM B12: ANALYSIS OF FUND BALANCES

Request for Fiscal Year : 2018

Agency/Department: Idaho Transportation Department

Agency Number: 290

Original Request Date: September 1, 2016

or Revision Request Date: 10/21/16

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Sources and Uses:		FY 2014 Actual	FY 2015 Actual	FY 2016 Actual	FY 2017 Estimate	FY 2018 Estimate
FUND NAME:	GARVEE Debt Service Fund	FUND CODE: 0375				
Beginning Free Fund Balance		35,678,600	39,394,300	41,026,900	0	204,900
Encumbrances as of July 1		0	0	0	0	0
Reappropriation (Legislative Carryover)					0	
Beginning Cash Balance		35,678,600	39,394,300	41,026,900	0	204,900
Cash Receipts (from Form B-11)		0	0	0	0	0
Cash Receipts of Revenue		2,900	2,500	15,800		
Adjustments		0	0	0	0	0
Transfers in from (Fund Title):	State Highway Account - Federal Funds Fund or Reference: 0260-03	52,276,800	54,850,100	53,649,600	53,656,400	53,691,500
Transfers in from (Fund Title):	Cigarette Tax Revenue (HB547, 2014 legislative session) - State Funds		4,700,000	4,700,000	4,700,000	4,700,000
Transfers in from (Fund Title):	State Highway Account - State Funds Fund or Reference: 0260-02	4,325,300	0	0		
Transfers in from (Fund Title):	GARVEE Capital Fund Fund or Reference: 0374	0	0	382,800	0	0
Total Available for Year		92,283,600	98,946,900	99,775,100	58,356,400	58,596,400
Transfers out to (Fund Title):	Fund or Reference:	0	0		0	0
Transfers out to (Fund Title):	Fund or Reference:	0	0		0	0
Adjustments		0	0		0	0
Non-Expenditure Disbursements (Refunds, Clearing, P-card payments)						
Prior Year Cash Expenditures		0	0		0	0
Original Appropriation - DU 0.30		52,889,300	57,920,000	58,393,800	58,151,500	58,189,600
PY Reappropriations (0.40), Supplementals (0.43), Recissions					0	0
Non-Cogs, Receipts to Appropriation (1.40), Board of Examiners Reductions, Governor's Holdbacks					0	0
Reversions (1.60) and Projected Reversions					0	0
CY Reappropriation (1.70) and Projected Reappropriation (4.10)					0	0
Reserve for Current Year Encumbrances (inverse of G31)				0	0	0
Current Year Cash Expenditures		52,889,300	57,920,000	58,393,800	58,151,500	58,189,600
Ending Cash Balance		39,394,300	41,026,900	41,381,300	204,900	406,800
Prior Year Encumbrances as of June 30		0	0	0	0	0
Current Year Encumbrances as of June 30		0	0	0	0	0
Current Year Reappropriation				0		
Borrowing Limit						
Ending Free Fund Balance		39,394,300	41,026,900	41,381,300	204,900	406,800
	Less: July Following State Fiscal Year Bond Payment	(39,394,300)	(41,026,900)	(41,381,300)		
Ending Balance		0	0	0	204,900	406,800
Budgetary Basis Expenditures (Current Year Cash Expenditures + Current Year Encumbrances)		52,889,300	57,920,000	58,393,800	58,151,500	58,189,600
Outstanding Loans (if this fund is part of a loan program)						

Notes:

Per Senate Bill 1183 Section 5, payments for principal, interest and other amounts required for bonds are to be transferred to GARVEE Debt Service Fund [Idaho Code 40-707-

"Outstanding Loans" values reflected above are on bonds sold to date, and do not include the final series of bonds that will be sold likely in January 2014.

HB-547 (authorizing use) and HB-478 (limiting duration through FY19) passed during the 2014 legislative session provide a fixed \$4.7M for years FY15 through FY19 - an excerpt of HB-547 is shown below:

35 tion. Thereafter, all remaining moneys shall be distributed in the
 36 following priority order:
 37 (i) Four million seven hundred thousand dollars (\$4,700,000) to
 38 be used for the purpose of paying the state match as required for
 39 federal funds committed to pay the annual scheduled GARVEE debt
 40 service until such time as the Idaho housing and finance associ-
 41 ation certifies that any such bonds or notes are adequately paid
 42 for, in accordance with chapter 62, title 67, Idaho Code;

Idaho Transportation Department

Historical Summary

OPERATING BUDGET	FY 2016 Total App	FY 2016 Actual	FY 2017 Approp	FY 2018 Request	FY 2018 Gov Rec
BY DIVISION					
Transportation Services	31,671,900	27,821,400	34,096,100	37,722,700	37,938,800
Motor Vehicles	34,065,400	31,801,000	35,315,500	37,276,300	37,425,300
Highway Operations	188,797,500	171,261,600	194,886,900	198,411,200	199,562,000
Contract Const & Right-of-Way	494,787,900	282,864,500	391,586,600	390,328,500	390,825,400
Total:	749,322,700	513,748,500	655,885,100	663,738,700	665,751,500
BY FUND CATEGORY					
Dedicated	449,647,000	301,582,000	354,476,100	352,356,600	354,204,500
Federal	299,675,700	212,166,500	301,409,000	311,382,100	311,547,000
Total:	749,322,700	513,748,500	655,885,100	663,738,700	665,751,500
Percent Change:		(31.4%)	27.7%	1.2%	1.5%
BY OBJECT OF EXPENDITURE					
Personnel Costs	122,414,200	105,878,300	130,956,700	130,262,600	131,778,500
Operating Expenditures	109,168,100	87,909,300	96,688,800	98,642,300	98,642,300
Capital Outlay	494,950,300	302,374,300	407,014,200	409,146,900	409,643,800
Trustee/Benefit	22,790,100	17,586,600	21,225,400	25,686,900	25,686,900
Total:	749,322,700	513,748,500	655,885,100	663,738,700	665,751,500
Full-Time Positions (FTP)	1,698.70	1,698.70	1,678.00	1,678.00	1,678.00

Department Description

The Idaho Transportation Department has four divisions and six budgeted programs: 1) Transportation Services (Administration, Capital Facilities and Aeronautics); 2) Motor Vehicles; 3) Highway Operations; and 4) Contract Construction & Right-of-Way Acquisition.

1) **The Administration Program** develops long-range budgetary plans; develops legislation and operates information systems; provides employee services, financial services, and facilities management; and coordinates research activities. 2) The Motor Vehicles Program manages driver's licenses, vehicle registrations, license plates, and vehicle titles. 3) The Highway Operations Division directs statewide highway maintenance functions and directs highway improvements; administers federal-aid safety improvement projects and safety tasks; protects highways from oversize, overweight, and dangerous usage; manages federal transit grant programs and encourages coordinated transportation services; develops projects to improve state and local highway systems to save lives; and coordinates transportation research efforts. 4) **Capital Facilities** administers the design, building, and maintenance of department facilities. 5) Contract Construction & Right-of-Way Acquisition accounts for the funds necessary for highway construction projects that maintain and improve the state's highway system. 6) **Aeronautics** assists Idaho municipalities in developing their airports and operates the state's statewide air fleet.

In December 2015, a new surface transportation bill, Fixing America's Surface Transportation Act (FAST) was passed. It is a five-year bill that expires in the year 2020. Following an initial 5% increase in funding overall, FAST increased most of Idaho's highway, transit, and safety program funding at 2% per year through 2020. FAST distributes nearly 93% of all federal highway contract authority to states through formula programs. FAST created a new highway freight program and required states to establish a state freight plan. The FAST streamlined environmental review and permitting processes, which expedites project delivery. It also included corresponding increases in public transportation funding, expanding public-private investment and partnerships, and allows more state control in safety programs.

Transportation Services

Analyst: Sepich

FY 2016 Actual Expenditures by Division

		FTP	PC	OE	CO	T/B	LS	Total
0.30	FY 2016 Original Appropriation							
0221-02	Ded	10.70	941,200	504,600	126,200	550,000	0	2,122,000
0221-04	Ded	1.00	83,100	142,800	0	0	0	225,900
0260-02	Ded	185.00	15,074,000	8,057,700	3,843,000	0	0	26,974,700
0260-04	Ded	0.00	44,000	108,700	0	0	0	152,700
0221-03	Fed	1.00	60,000	260,700	0	0	0	320,700
0260-03	Fed	7.00	376,100	129,100	0	330,000	0	835,200
Totals:		204.70	16,578,400	9,203,600	3,969,200	880,000	0	30,631,200
0.41	Prior Year Reappropriation							
0221-02	Ded	0.00	0	0	0	1,040,700	0	1,040,700
Totals:		0.00	0	0	0	1,040,700	0	1,040,700
0.43	Supplementals							
0260-02	Ded	0.00	0	1,503,700	0	0	0	1,503,700
Totals:		0.00	0	1,503,700	0	0	0	1,503,700
0.47	Revenue Transfers							
0260-02	Ded	0.00	0	(1,503,700)	0	0	0	(1,503,700)
Totals:		0.00	0	(1,503,700)	0	0	0	(1,503,700)
1.00	FY 2016 Total Appropriation							
0221-02	Ded	10.70	941,200	504,600	126,200	1,590,700	0	3,162,700
0221-04	Ded	1.00	83,100	142,800	0	0	0	225,900
0260-02	Ded	185.00	15,074,000	8,057,700	3,843,000	0	0	26,974,700
0260-04	Ded	0.00	44,000	108,700	0	0	0	152,700
0221-03	Fed	1.00	60,000	260,700	0	0	0	320,700
0260-03	Fed	7.00	376,100	129,100	0	330,000	0	835,200
Totals:		204.70	16,578,400	9,203,600	3,969,200	1,920,700	0	31,671,900
1.21	Net Object Transfer							
0221-02	Ded	0.00	0	86,900	0	(86,900)	0	0
0260-02	Ded	0.00	(1,000,000)	(383,100)	1,383,100	0	0	0
0260-03	Fed	0.00	0	161,200	0	(161,200)	0	0
Totals:		0.00	(1,000,000)	(135,000)	1,383,100	(248,100)	0	0
1.31	Net Transfer Between Programs							
0221-02	Ded	0.00	0	0	0	0	0	0
0260-02	Ded	0.00	135,300	0	(990,000)	0	0	(854,700)
Totals:		0.00	135,300	0	(990,000)	0	0	(854,700)
1.61	Reverted Appropriation							
0221-02	Ded	0.00	(59,200)	(109,600)	(5,600)	0	0	(174,400)
0260-02	Ded	0.00	(135,800)	(681,000)	(538,600)	0	0	(1,355,400)
0260-04	Ded	0.00	(43,700)	(1,800)	0	0	0	(45,500)
0221-03	Fed	0.00	0	(106,200)	0	0	0	(106,200)
0260-03	Fed	0.00	(46,300)	(88,100)	0	(99,900)	0	(234,300)
Totals:		0.00	(285,000)	(986,700)	(544,200)	(99,900)	0	(1,915,800)
1.71	Current Year Reappropriation							
0221-02	Ded	0.00	0	0	0	(1,080,000)	0	(1,080,000)
Totals:		0.00	0	0	0	(1,080,000)	0	(1,080,000)

Transportation Services

Analyst: Sepich

FY 2016 Actual Expenditures by Division

		FTP	PC	OE	CO	T/B	LS	Total
1.91	Other Adjustment							
0221-02	Ded	0.00	(104,600)	(89,100)	(15,500)	0	0	(209,200)
0221-04	Ded	0.00	86,800	89,100	15,500	0	0	191,400
0221-03	Fed	0.00	17,800	0	0	0	0	17,800
Totals:		0.00	0	0	0	0	0	0

2.00 FY 2016 Actual Expenditures

0221-02	Ded	10.70	777,400	392,800	105,100	423,800	0	1,699,100
State Aeronautics (Dedicated)			777,400	392,800	105,100	423,800	0	1,699,100
0221-04	Ded	1.00	169,900	231,900	15,500	0	0	417,300
State Aeronautics (Billing)			169,900	231,900	15,500	0	0	417,300
0260-02	Ded	185.00	14,073,500	6,993,600	3,697,500	0	0	24,764,600
State Highway (Dedicated)			14,073,500	6,993,600	3,697,500	0	0	24,764,600
0260-04	Ded	0.00	300	106,900	0	0	0	107,200
State Highway (Billing)			300	106,900	0	0	0	107,200
0221-03	Fed	1.00	77,800	154,500	0	0	0	232,300
State Aeronautics (Federal)			77,800	154,500	0	0	0	232,300
0260-03	Fed	7.00	329,800	202,200	0	68,900	0	600,900
State Highway (Federal)			329,800	202,200	0	68,900	0	600,900
Totals:		204.70	15,428,700	8,081,900	3,818,100	492,700	0	27,821,400

Difference: Actual Expenditures minus Total Appropriation

0221-02	Ded		(163,800)	(111,800)	(21,100)	(1,166,900)	0	(1,463,600)
State Aeronautics (Dedicated)			(17.4%)	(22.2%)	(16.7%)	(73.4%)	N/A	(46.3%)
0221-04	Ded		86,800	89,100	15,500	0	0	191,400
State Aeronautics (Billing)			104.5%	62.4%	N/A	N/A	N/A	84.7%
0260-02	Ded		(1,000,500)	(1,064,100)	(145,500)	0	0	(2,210,100)
State Highway (Dedicated)			(6.6%)	(13.2%)	(3.8%)	N/A	N/A	(8.2%)
0260-04	Ded		(43,700)	(1,800)	0	0	0	(45,500)
State Highway (Billing)			(99.3%)	(1.7%)	N/A	N/A	N/A	(29.8%)
0221-03	Fed		17,800	(106,200)	0	0	0	(88,400)
State Aeronautics (Federal)			29.7%	(40.7%)	N/A	N/A	N/A	(27.6%)
0260-03	Fed		(46,300)	73,100	0	(261,100)	0	(234,300)
State Highway (Federal)			(12.3%)	56.6%	N/A	(79.1%)	N/A	(28.1%)
Difference From Total Approp			(1,149,700)	(1,121,700)	(151,100)	(1,428,000)	0	(3,850,500)
Percent Diff From Total Approp			(6.9%)	(12.2%)	(3.8%)	(74.3%)	N/A	(12.2%)

Transportation Services

FY 2017 JFAC Action

	FTP	Gen	Ded	Fed	Total
FY 2016 Original Appropriation	204.70	0	29,475,300	1,155,900	30,631,200
Reappropriation	0.00	0	1,040,700	0	1,040,700
Supplementals					
4. GARVEE Accounting Adjustment	0.00	0	1,470,800	0	1,470,800
5. Idle Pool Fund Shift	0.00	0	32,900	0	32,900
Cash Transfers & Adjustments	0.00	0	(1,503,700)	0	(1,503,700)
FY 2016 Total Appropriation	204.70	0	30,516,000	1,155,900	31,671,900
FY 2016 Estimated Expenditures	204.70	0	30,516,000	1,155,900	31,671,900
Removal of One-Time Expenditures	0.00	0	(2,101,900)	0	(2,101,900)
Base Adjustments	(1.00)	0	(118,000)	(2,500)	(120,500)
FY 2017 Base	203.70	0	28,296,100	1,153,400	29,449,500
Benefit Costs	0.00	0	208,600	5,600	214,200
Inflationary Adjustments	0.00	0	44,300	0	44,300
Replacement Items	0.00	0	2,016,100	0	2,016,100
Statewide Cost Allocation	0.00	0	29,700	0	29,700
27th Payroll	0.00	0	523,500	14,100	537,600
Change in Employee Compensation	0.00	0	428,400	11,400	439,800
FY 2017 Program Maintenance	203.70	0	31,546,700	1,184,500	32,731,200
Line Items					
4. Software Upgrade 1 of 3	0.00	0	303,000	0	303,000
5. Disaster Recovery System	0.00	0	230,000	0	230,000
6. Software Upgrade 2 of 3	0.00	0	141,900	0	141,900
7. Data Loss Prevention Software	0.00	0	250,000	0	250,000
8. Software Upgrade 3 of 3	0.00	0	440,000	0	440,000
FY 2017 Total	203.70	0	32,911,600	1,184,500	34,096,100
Chg from FY 2016 Orig Approp.	(1.00)	0	3,436,300	28,600	3,464,900
% Chg from FY 2016 Orig Approp.	(0.5%)		11.7%	2.5%	11.3%

Transportation Services

Analyst: Sepich

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2017 Original Appropriation					
	203.70	0	32,911,600	1,184,500	34,096,100

Reappropriation

The agency was authorized to reappropriate and carryover its unencumbered and unspent appropriation balance for the aeronautics Idaho Airport Aid Program from FY 2016 into FY 2017. Carryover required legislative approval and is removed as a one-time expenditure before calculating the next year's base.

Agency Request	0.00	0	1,080,000	0	1,080,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>1,080,000</i>	<i>0</i>	<i>1,080,000</i>

FY 2017 Total Appropriation					
Agency Request	203.70	0	33,991,600	1,184,500	35,176,100
<i>Governor's Recommendation</i>	<i>203.70</i>	<i>0</i>	<i>33,991,600</i>	<i>1,184,500</i>	<i>35,176,100</i>

Removal of One-Time Expenditures

Agency Request	0.00	0	(4,848,700)	(14,400)	(4,863,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(4,848,700)</i>	<i>(14,400)</i>	<i>(4,863,100)</i>

Base Adjustments

Administration, Aeronautics

The department requests 2.00 FTP, \$134,100 in personnel costs, and \$30,000 in operating expenditures in the dedicated State Highway Fund to be transferred from the Administration Program to the Division of Motor Vehicles. This request is to align FTP as 95% of the document processing done by ITD's imaging center is on behalf of the Division of Motor Vehicles.

The department requests 1.00 FTP and \$50,500 in personnel costs from the State Highway Fund to be transferred from the Division of Motor Vehicles to the Administration Program. This request would help realign FTP that were performing core financial support functions to the Administrative Program.

The department also requests 0.30 FTP and \$22,500 in personnel costs from the State Highway Fund to be transferred from the Highway Operations Division to the Administration Program. If approved, this 0.30 FTP transfer will be combined to create 1.00 FTP in the Enterprise Technology Services section of the Administration Program to provide IT assistance.

The department requests a fund adjustment reducing \$26,800 from the dedicated State Aeronautics Fund and \$1,500 from the billing State Aeronautics Fund to increase the ongoing appropriation of the federal State Aeronautics Fund for a net effect of zero. This request will transfer \$28,300 in personnel costs to the federal State Aeronautics Fund to realign funding in the Aeronautics Program.

Agency Request	(0.70)	0	(119,400)	28,300	(91,100)
<i>Governor's Recommendation</i>	<i>(0.70)</i>	<i>0</i>	<i>(119,400)</i>	<i>28,300</i>	<i>(91,100)</i>

FY 2018 Base					
Agency Request	203.00	0	29,023,500	1,198,400	30,221,900
<i>Governor's Recommendation</i>	<i>203.00</i>	<i>0</i>	<i>29,023,500</i>	<i>1,198,400</i>	<i>30,221,900</i>

Benefit Costs

Employer-paid benefit changes including a 10% increase (or \$1,220 per eligible FTP) for health insurance, bringing the total annual cost to \$13,460 per FTP, and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	0	252,700	7,300	260,000
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The Governor recommends \$13,100 per eligible FTP for health insurance, an increase of \$860 or 7%, and proposes to reduce the health insurance benefit from 30 to six months for employees on disability status.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>181,500</i>	<i>5,100</i>	<i>186,600</i>
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Transportation Services

Analyst: Sepich

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Replacement Items

In the Administration Program, the department requests \$108,000 from the State Highway Fund for replacement servers and \$324,300 in capital outlay for computers, switches, printers, and other miscellaneous office equipment.

In the Aeronautics Program, the department requests \$161,000 for two tractors, two ATVs, four desktop computers, two lawn tractors, one automatic dependent surveillance GPS unit, and two mowers.

Agency Request	0.00	0	593,300	0	593,300
Governor's Recommendation	0.00	0	593,300	0	593,300

Statewide Cost Allocation

This request includes adjustments to recover the cost of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Risk management fees will increase by \$3,200, State Controller fees will decrease by \$42,600, Attorney General fees will decrease by \$14,800, and State Treasurer fees will decrease by \$2,900, for a net reduction of \$57,100.

Agency Request	0.00	0	(57,100)	0	(57,100)
Governor's Recommendation	0.00	0	(57,100)	0	(57,100)

Change in Employee Compensation

For calculation purposes, agencies were directed to include the cost of a 1% salary increase for permanent and temporary employees.

Agency Request	0.00	0	141,900	3,900	145,800
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The Governor recommends a 3% increase in employee compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

Governor's Recommendation	0.00	0	423,600	11,700	435,300
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FY 2018 Program Maintenance

Agency Request	203.00	0	29,954,300	1,209,600	31,163,900
Governor's Recommendation	203.00	0	30,164,800	1,215,200	31,380,000

2. Winterized Maintenance Facilities

Capital Facilities

The department requests \$2,518,000 in one-time capital outlay from the State Highway Fund to improve targeted facilities for winter maintenance. Currently some snowplows and other winter maintenance supplies are directly exposed to winter elements, causing diesel fuel to gel in extreme cold and electronics to not function until the unit is up to temperature. Further, some salt stockpiles and sand materials are not under cover and exposed to excessive moisture, resulting in materials that are either washed away or become caked together. This one-time request will add to the base of \$3,345,000 to work on 14 targeted facility upgrades in the form of roof repair and/or building of storage sheds.

Agency Request	0.00	0	2,518,000	0	2,518,000
Governor's Recommendation	0.00	0	2,518,000	0	2,518,000

4. Idaho Airport Aid Program

Aeronautics

The department requests a one-time appropriation of \$450,000 in trustee & benefit payments from the State Aeronautics Fund for the Idaho Airport Aid Program (IAAP). The IAAP has \$550,000 in the ongoing base and provides matching funds and/or direct assistance to approximately 80 airports statewide for public airport improvements, safety improvements, and maintenance of infrastructure. Funding for the addition of \$450,000 to the IAAP comes primarily from increased volumes of aviation fuel being used at the Boise Airport as airlines add more routes that go through Boise.

Agency Request	0.00	0	450,000	0	450,000
Governor's Recommendation	0.00	0	450,000	0	450,000

ITD Administration FY 2018 Replacement Items

Replacement Items	Avg Cost Per Unit	Quantity in Stock	Quantity Requested	Total Request	Gov Rec Quantity	Total Gov Rec
Furniture	\$1,500	10	2	\$3,000	2	\$3,000
Motorized Equipment	\$14,375	8	8	\$115,000	8	\$115,000
Other Misc Expenditures	\$200	9	9	\$1,800	9	\$1,800
Other Specific Use Equip	\$20,543	41	12	\$205,800	12	\$205,800
Personal Computer Equipment	\$1,669	187	134	\$159,700	134	\$159,700
Desktops	\$2,013	71	44	\$46,400	44	\$46,400
Laptops	\$1,533	92	78	\$95,800	78	\$95,800
Printers	\$2,333	6	4	\$8,200	4	\$8,200
Tablets	\$1,150	18	8	\$9,300	8	\$9,300
Server And Storage Hardware	\$8,667	12	12	\$108,000	12	\$108,000
Grand Total		267	177	\$593,300	177	\$593,300
Request by Fund		Agency Request		Governor		
General Fund		\$0		\$0		
Dedicated Funds		\$593,300		\$593,300		
Total		\$593,300		\$593,300		

Transportation Services

Analyst: Sepich

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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Replacement Items

In the Administration Program, the department requests \$108,000 from the State Highway Fund for replacement servers and \$324,300 in capital outlay for computers, switches, printers, and other miscellaneous office equipment.

In the Aeronautics Program, the department requests \$161,000 for two tractors, two ATVs, four desktop computers, two lawn tractors, one automatic dependent surveillance GPS unit, and two mowers.

Agency Request	0.00	0	593,300	0	593,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>593,300</i>	<i>0</i>	<i>593,300</i>

Statewide Cost Allocation

This request includes adjustments to recover the cost of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Risk management fees will increase by \$3,200, State Controller fees will decrease by \$42,600, Attorney General fees will decrease by \$14,800, and State Treasurer fees will decrease by \$2,900, for a net reduction of \$57,100.

Agency Request	0.00	0	(57,100)	0	(57,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(57,100)</i>	<i>0</i>	<i>(57,100)</i>

Change in Employee Compensation

For calculation purposes, agencies were directed to include the cost of a 1% salary increase for permanent and temporary employees.

Agency Request	0.00	0	141,900	3,900	145,800
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The Governor recommends a 3% increase in employee compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>423,600</i>	<i>11,700</i>	<i>435,300</i>
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FY 2018 Program Maintenance

Agency Request	203.00	0	29,954,300	1,209,600	31,163,900
<i>Governor's Recommendation</i>	<i>203.00</i>	<i>0</i>	<i>30,164,800</i>	<i>1,215,200</i>	<i>31,380,000</i>

2. Winterized Maintenance Facilities

Capital Facilities

The department requests \$2,518,000 in one-time capital outlay from the State Highway Fund to improve targeted facilities for winter maintenance. Currently some snowplows and other winter maintenance supplies are directly exposed to winter elements, causing diesel fuel to gel in extreme cold and electronics to not function until the unit is up to temperature. Further, some salt stockpiles and sand materials are not under cover and exposed to excessive moisture, resulting in materials that are either washed away or become caked together. This one-time request will add to the base of \$3,345,000 to work on 14 targeted facility upgrades in the form of roof repair and/or building of storage sheds.

Agency Request	0.00	0	2,518,000	0	2,518,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>2,518,000</i>	<i>0</i>	<i>2,518,000</i>

4. Idaho Airport Aid Program

Aeronautics

The department requests a one-time appropriation of \$450,000 in trustee & benefit payments from the State Aeronautics Fund for the Idaho Airport Aid Program (IAAP). The IAAP has \$550,000 in the ongoing base and provides matching funds and/or direct assistance to approximately 80 airports statewide for public airport improvements, safety improvements, and maintenance of infrastructure. Funding for the addition of \$450,000 to the IAAP comes primarily from increased volumes of aviation fuel being used at the Boise Airport as airlines add more routes that go through Boise.

Agency Request	0.00	0	450,000	0	450,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>450,000</i>	<i>0</i>	<i>450,000</i>

Transportation Services

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
6. Backup and Recovery Infrastructure					Administration
<p>The department requests a one-time appropriation totaling \$2,186,200 from the State Highway Fund to purchase hardware, software, and services for improved functionality of backup and recovery infrastructure. This request will upgrade existing technology, and provide increased capacity to meet growing data needs. Current backup methods require transporting magnetic tape to offsite storage locations on a daily basis. Further, ITD maintains documentation of state bridges for the life of the bridge, which has resulted in the backup data at the offsite location to approach 96% of capacity. This line item will consist of \$717,700 for operating expenditures and \$1,468,500 of capital outlay. The proposed system would reduce the recovery time needed to rebuild business systems in the event of a total loss of system operations.</p>					
Agency Request	0.00	0	2,186,200	0	2,186,200
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>2,186,200</i>	<i>0</i>	<i>2,186,200</i>
8. Load-Balanced Network Initiative					Administration
<p>The department requests \$500,000 one-time and \$260,000 ongoing from the State Highway Fund to complete a cloud services assessment plan, develop a prioritization schedule of implementation, and transition two applications to a cloud services platform. The ongoing operating expenditures will continue for the hardware and software licensing of new infrastructure (\$60,000) and provide for ongoing internet connection maintenance costs and the future implementation of third party services providers (\$200,000). The one-time capital outlay will pay for hardware and software infrastructure (\$300,000) and the one-time operating expenditures would be used to hire a third party to help complete an assessment plan (\$200,000). This request will establish a secondary internet connection separate from the State Controller's Office to guarantee access at all times, and will also outsource business application maintenance and updates to a third party to reduce IT demands within ITD.</p>					
Agency Request	0.00	0	760,000	0	760,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>760,000</i>	<i>0</i>	<i>760,000</i>
9. Security and Forensics Software					Administration
<p>The department requests an appropriation including \$295,500 one-time and \$35,000 ongoing in operating expenditures from the State Highway Fund to purchase cybersecurity and forensics software. This software will mitigate risk through computer investigation in the event of a security breach and enable administrators to shut down compromised machines immediately to minimize the effects of breaches. This software will also assist in completing request for information projects required through the Idaho Public Records Act. Forensics software will also assist in discovering how the data was breached, what information was accessed, and will create digital replications of the crime scene to assist law enforcement investigations.</p>					
Agency Request	0.00	0	330,500	0	330,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>330,500</i>	<i>0</i>	<i>330,500</i>
12. Idaho Airport System Plan Fed Funding					Aeronautics
<p>The department requests a one-time appropriation of \$90,000 in operating expenditures from the federal State Aeronautics Fund and \$10,000 state match for the anticipated increase of federal grants through the Federal Aviation Administration (FAA) during FY 2018. The FAA grants will provide funding to update the Idaho Airport System Plan and the Economic Impacts of Idaho Airports study, which are completed every five to ten years. The Idaho Airport System Plan provides a macro level assessment of each of Idaho's airports and determines the demand and infrastructure needs of each airport. The Economic Impacts of Idaho Airports study uses methodologies from the Federal Aviation Administration to determine the economic contributions of airports across the state. Both of these studies were last completed in 2010.</p>					
Agency Request	0.00	0	10,000	90,000	100,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>10,000</i>	<i>90,000</i>	<i>100,000</i>

Transportation Services

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
14. Disadvantaged Entities Fed Funds					Administration
<p>The department requests an appropriation of \$200,000 in ongoing trustee & benefit payments from the federal State Highway Fund, with no state match requirement, for increased discretionary grant opportunities through the FAST Act. This request will add to the \$240,000 base should the department secure additional federal discretionary grants. Programs that utilize this funding include Disadvantaged Business Enterprise (DBE), Equal Employment Opportunity (EEO), and On-The-Job Training Supportive Services (OJT/SS). These programs provide funding to assist minorities, women, and disadvantaged entities throughout the state become self-sufficient and capable of competing for highway project contracts.</p>					
Agency Request	0.00	0	0	200,000	200,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>200,000</i>	<i>200,000</i>
Cybersecurity Insurance					Administration
<p>Risk Management in the Department of Administration is acquiring \$25 million of cybersecurity liability insurance for state government. The coverage began on December 1, 2016, and the one-time cost of \$330,000 for FY 2017 will be spread amongst agencies, with an additional \$903,300 requested as ongoing for FY 2018. Of the total for FY 2018, \$333,300 is to build a premium reserve fund for future deductibles, and \$570,000 will be for the premium.</p>					
Agency Request	0.00	0	14,100	0	14,100
<i>The Governor recommends all funding be ongoing.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>14,100</i>	<i>0</i>	<i>14,100</i>
FY 2018 Total					
Agency Request	203.00	0	36,223,100	1,499,600	37,722,700
<i>Governor's Recommendation</i>	<i>203.00</i>	<i>0</i>	<i>36,433,600</i>	<i>1,505,200</i>	<i>37,938,800</i>
Agency Request					
Change from Original App	(0.70)	0	3,311,500	315,100	3,626,600
% Change from Original App	(0.3%)		10.1%	26.6%	10.6%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>(0.70)</i>	<i>0</i>	<i>3,522,000</i>	<i>320,700</i>	<i>3,842,700</i>
<i>% Change from Original App</i>	<i>(0.3%)</i>		<i>10.7%</i>	<i>27.1%</i>	<i>11.3%</i>

Idaho Transportation Department

Historical Summary

OPERATING BUDGET	FY 2016 Total App	FY 2016 Actual	FY 2017 Approp	FY 2018 Request	FY 2018 Gov Rec
BY DIVISION					
Transportation Services	31,671,900	27,821,400	34,096,100	37,722,700	37,938,800
Motor Vehicles	34,065,400	31,801,000	35,315,500	37,276,300	37,425,300
Highway Operations	188,797,500	171,261,600	194,886,900	198,411,200	199,562,000
Contract Const & Right-of-Way	494,787,900	282,864,500	391,586,600	390,328,500	390,825,400
Total:	749,322,700	513,748,500	655,885,100	663,738,700	665,751,500
BY FUND CATEGORY					
Dedicated	449,647,000	301,582,000	354,476,100	352,356,600	354,204,500
Federal	299,675,700	212,166,500	301,409,000	311,382,100	311,547,000
Total:	749,322,700	513,748,500	655,885,100	663,738,700	665,751,500
Percent Change:		(31.4%)	27.7%	1.2%	1.5%
BY OBJECT OF EXPENDITURE					
Personnel Costs	122,414,200	105,878,300	130,956,700	130,262,600	131,778,500
Operating Expenditures	109,168,100	87,909,300	96,688,800	98,642,300	98,642,300
Capital Outlay	494,950,300	302,374,300	407,014,200	409,146,900	409,643,800
Trustee/Benefit	22,790,100	17,586,600	21,225,400	25,686,900	25,686,900
Total:	749,322,700	513,748,500	655,885,100	663,738,700	665,751,500
Full-Time Positions (FTP)	1,698.70	1,698.70	1,678.00	1,678.00	1,678.00

Department Description

The Idaho Transportation Department has four divisions and six budgeted programs: 1) Transportation Services (Administration, Capital Facilities and Aeronautics); 2) Motor Vehicles; 3) Highway Operations; and 4) Contract Construction & Right-of-Way Acquisition.

1) The Administration Program develops long-range budgetary plans; develops legislation and operates information systems; provides employee services, financial services, and facilities management; and coordinates research activities. 2) **The Motor Vehicles Program** manages driver's licenses, vehicle registrations, license plates, and vehicle titles. 3) The Highway Operations Division directs statewide highway maintenance functions and directs highway improvements; administers federal-aid safety improvement projects and safety tasks; protects highways from oversize, overweight, and dangerous usage; manages federal transit grant programs and encourages coordinated transportation services; develops projects to improve state and local highway systems to save lives; and coordinates transportation research efforts. 4) Capital Facilities administers the design, building, and maintenance of department facilities. 5) Contract Construction & Right-of-Way Acquisition accounts for the funds necessary for highway construction projects that maintain and improve the state's highway system. 6) Aeronautics assists Idaho municipalities in developing their airports and operates the state's statewide air fleet.

In December 2015, a new surface transportation bill, Fixing America's Surface Transportation Act (FAST) was passed. It is a five-year bill that expires in the year 2020. Following an initial 5% increase in funding overall, FAST increased most of Idaho's highway, transit, and safety program funding at 2% per year through 2020. FAST distributes nearly 93% of all federal highway contract authority to states through formula programs. FAST created a new highway freight program and required states to establish a state freight plan. The FAST streamlined environmental review and permitting processes, which expedites project delivery. It also included corresponding increases in public transportation funding, expanding public-private investment and partnerships, and allows more state control in safety programs.

Motor Vehicles

Analyst: Sepich

FY 2016 Actual Expenditures by Division

		FTP	PC	OE	CO	T/B	LS	Total
0.30	FY 2016 Original Appropriation							
0260-02	Ded	234.00	13,955,200	17,110,900	265,500	0	0	31,331,600
0260-04	Ded	0.00	16,000	117,800	0	0	0	133,800
0260-03	Fed	0.00	0	2,600,000	0	0	0	2,600,000
Totals:		234.00	13,971,200	19,828,700	265,500	0	0	34,065,400
1.00	FY 2016 Total Appropriation							
0260-02	Ded	234.00	13,955,200	17,110,900	265,500	0	0	31,331,600
0260-04	Ded	0.00	16,000	117,800	0	0	0	133,800
0260-03	Fed	0.00	0	2,600,000	0	0	0	2,600,000
Totals:		234.00	13,971,200	19,828,700	265,500	0	0	34,065,400
1.21	Net Object Transfer							
0260-02	Ded	0.00	(500,000)	188,000	312,000	0	0	0
0260-03	Fed	0.00	0	(2,171,400)	2,171,400	0	0	0
Totals:		0.00	(500,000)	(1,983,400)	2,483,400	0	0	0
1.31	Net Transfer Between Programs							
0260-02	Ded	0.00	269,800	0	50,000	0	0	319,800
0260-03	Fed	0.00	0	0	(2,000,000)	0	0	(2,000,000)
Totals:		0.00	269,800	0	(1,950,000)	0	0	(1,680,200)
1.61	Reverted Appropriation							
0260-02	Ded	0.00	(49,200)	(222,300)	(12,200)	0	0	(283,700)
0260-04	Ded	0.00	0	(20,300)	0	0	0	(20,300)
0260-03	Fed	0.00	0	(280,200)	0	0	0	(280,200)
Totals:		0.00	(49,200)	(522,800)	(12,200)	0	0	(584,200)
1.91	Other Adjustment							
0260-02	Ded	0.00	(1,000)	0	0	0	0	(1,000)
0260-04	Ded	0.00	200	0	0	0	0	200
0260-03	Fed	0.00	800	0	0	0	0	800
Totals:		0.00	0	0	0	0	0	0
2.00	FY 2016 Actual Expenditures							
0260-02	Ded	234.00	13,674,800	17,076,600	615,300	0	0	31,366,700
State Highway (Dedicated)			13,674,800	17,076,600	615,300	0	0	31,366,700
0260-04	Ded	0.00	16,200	97,500	0	0	0	113,700
State Highway (Billing)			16,200	97,500	0	0	0	113,700
0260-03	Fed	0.00	800	148,400	171,400	0	0	320,600
State Highway (Federal)			800	148,400	171,400	0	0	320,600
Totals:		234.00	13,691,800	17,322,500	786,700	0	0	31,801,000
Difference: Actual Expenditures minus Total Appropriation								
0260-02	Ded		(280,400)	(34,300)	349,800	0	0	35,100
State Highway (Dedicated)			(2.0%)	(0.2%)	131.8%	N/A	N/A	0.1%
0260-04	Ded		200	(20,300)	0	0	0	(20,100)
State Highway (Billing)			1.3%	(17.2%)	N/A	N/A	N/A	(15.0%)
0260-03	Fed		800	(2,451,600)	171,400	0	0	(2,279,400)
State Highway (Federal)			N/A	(94.3%)	N/A	N/A	N/A	(87.7%)
Difference From Total Approp			(279,400)	(2,506,200)	521,200	0	0	(2,264,400)
Percent Diff From Total Approp			(2.0%)	(12.6%)	196.3%	N/A	N/A	(6.6%)

Motor Vehicles

FY 2017 JFAC Action

	FTP	Gen	Ded	Fed	Total
FY 2016 Original Appropriation	234.00	0	31,465,400	2,600,000	34,065,400
FY 2016 Total Appropriation	234.00	0	31,465,400	2,600,000	34,065,400
FY 2016 Estimated Expenditures	234.00	0	31,465,400	2,600,000	34,065,400
Removal of One-Time Expenditures	0.00	0	(280,800)	0	(280,800)
Base Adjustments	2.00	0	138,000	0	138,000
FY 2017 Base	236.00	0	31,322,600	2,600,000	33,922,600
Benefit Costs	0.00	0	249,300	0	249,300
Inflationary Adjustments	0.00	0	157,200	0	157,200
Replacement Items	0.00	0	172,200	0	172,200
Statewide Cost Allocation	0.00	0	15,600	0	15,600
27th Payroll	0.00	0	436,900	0	436,900
Change in Employee Compensation	0.00	0	353,700	0	353,700
FY 2017 Program Maintenance	236.00	0	32,707,500	2,600,000	35,307,500
Line Items					
3. DMV Equip for County Offices	0.00	0	8,000	0	8,000
FY 2017 Total	236.00	0	32,715,500	2,600,000	35,315,500
Chg from FY 2016 Orig Approp.	2.00	0	1,250,100	0	1,250,100
% Chg from FY 2016 Orig Approp.	0.9%		4.0%	0.0%	3.7%

Motor Vehicles

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2017 Original Appropriation	236.00	0	32,715,500	2,600,000	35,315,500
Removal of One-Time Expenditures					
Agency Request	0.00	0	(630,000)	0	(630,000)
<i>Governor's Recommendation</i>	0.00	0	(630,000)	0	(630,000)

Base Adjustments

The department requests 2.00 FTP, \$134,100 in personnel costs, and \$30,000 in operating expenditures in the dedicated State Highway Fund to be transferred from the Administration Program to the Division of Motor Vehicles. This request is to align FTP as 95% of the document processing done by ITD's imaging center is on behalf of the Division of Motor Vehicles.

The department requests 1.00 FTP and \$50,500 in personnel costs from the State Highway Fund to be transferred from the Division of Motor Vehicles to the Administration Program. This request would help realign FTP that were performing core financial support functions to the Administrative Program.

Agency Request	1.00	0	113,600	0	113,600
<i>Governor's Recommendation</i>	1.00	0	113,600	0	113,600

FY 2018 Base

Agency Request	237.00	0	32,199,100	2,600,000	34,799,100
<i>Governor's Recommendation</i>	237.00	0	32,199,100	2,600,000	34,799,100

Benefit Costs

Employer-paid benefit changes including a 10% increase (or \$1,220 per eligible FTP) for health insurance, bringing the total annual cost to \$13,460 per FTP, and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	0	298,900	0	298,900
<i>The Governor recommends \$13,100 per eligible FTP for health insurance, an increase of \$860 or 7%, and proposes to reduce the health insurance benefit from 30 to six months for employees on disability status.</i>					
<i>Governor's Recommendation</i>	0.00	0	213,700	0	213,700

Replacement Items

The department requests \$128,300 in one-time operating expenditures to provide server support and replacement monitors, and \$820,600 in one-time capital outlay for computers, switches, printers and other miscellaneous office equipment. All items are being requested from the dedicated State Highway Fund.

Agency Request	0.00	0	948,900	0	948,900
<i>Governor's Recommendation</i>	0.00	0	948,900	0	948,900

Statewide Cost Allocation

This request includes adjustments to recover the cost of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Risk management fees will increase by \$5,600, and Attorney General fees will decrease by \$3,300, for a net increase of \$2,300.

Agency Request	0.00	0	2,300	0	2,300
<i>Governor's Recommendation</i>	0.00	0	2,300	0	2,300

Change in Employee Compensation

For calculation purposes, agencies were directed to include the cost of a 1% salary increase for permanent and temporary employees.

Agency Request	0.00	0	118,500	0	118,500
<i>The Governor recommends a 3% increase in employee compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions. The Governor recommends the pay structure for state employees be moved by 3% and includes \$1,100 for that purpose.</i>					
<i>Governor's Recommendation</i>	0.00	0	352,700	0	352,700

ITD DMV FY 2018 Replacement Items

Replacement Items	Avg Cost Per Unit	Quantity in Stock	Quantity Requested	Total Request	Gov Rec Quantity	Total Gov Rec
Other Specific Use Equip	\$5,250	37	12	\$49,000	12	\$49,000
Peripheral Equipment	\$300	433	411	\$123,300	411	\$123,300
Monitors	\$300	433	411	\$123,300	411	\$123,300
Personal Computer Equipment	\$1,144	871	691	\$652,300	691	\$652,300
Desktops	\$800	567	462	\$369,600	462	\$369,600
Laptops	\$1,733	38	20	\$31,000	20	\$31,000
Printers	\$1,350	23	9	\$11,700	9	\$11,700
Tablets	\$1,200	15	3	\$3,600	3	\$3,600
County Touchscreen Workstations	\$1,200	228	197	\$236,400	197	\$236,400
Server And Storage Hardware	\$20,280	8	6	\$124,300	6	\$124,300
Grand Total		1349	1120	\$948,900	1120	\$948,900
Request by Fund		Agency Request		Governor		
General Fund		\$0		\$0		
Dedicated Funds		\$948,900		\$948,900		
Total		\$948,900		\$948,900		

Motor Vehicles

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2018 Program Maintenance					
Agency Request	237.00	0	33,567,700	2,600,000	36,167,700
<i>Governor's Recommendation</i>	<i>237.00</i>	<i>0</i>	<i>33,716,700</i>	<i>2,600,000</i>	<i>36,316,700</i>

5. New DMV Office in Kootenai County

The department requests an appropriation including \$15,200 in one-time capital outlay and \$5,700 in ongoing operating expenditures from the State Highway Fund for equipment, supplies and connectivity for a new DMV County office in Kootenai County. The new location will issue driver licenses and identification cards, and will allow the county to provide improved services to customers.

Agency Request	0.00	0	20,900	0	20,900
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>20,900</i>	<i>0</i>	<i>20,900</i>

7. DMV Equipment for County Offices

The department requests a one-time appropriation of \$8,000 in capital outlay from the State Highway Fund to purchase seven workstations and one touchscreen testing station for county driver licensing and motor vehicle offices across the state.

Agency Request	0.00	0	8,000	0	8,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>8,000</i>	<i>0</i>	<i>8,000</i>

13. Commercial Drivers Federal Funds

The department requests an appropriation of \$1,000,000 in ongoing operating expenditures from the federal State Highway Fund, with no state match, for increased discretionary grant opportunities through the FAST Act. Programs that utilize these funds include the Commercial Driver License Program Improvement and the Commercial Vehicles Information Systems Network. The department foresees federal grants exceeding the current base of \$2,600,000, and this request would allow the department to utilize discretionary funds without the need for a supplemental or noncognizable request. These grants are used to provide automated driver license testing systems, integration with national registries of commercial drivers, and port of entry upgrades throughout the state.

Agency Request	0.00	0	0	1,000,000	1,000,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>1,000,000</i>	<i>1,000,000</i>

Cybersecurity Insurance

Risk Management in the Department of Administration is acquiring \$25 million of cybersecurity liability insurance for state government. The coverage began on December 1, 2016, and the one-time cost of \$330,000 for FY 2017 will be spread amongst agencies, with an additional \$903,300 requested as ongoing for FY 2018. Of the total for FY 2018, \$333,300 is to build a premium reserve fund for future deductibles, and \$570,000 will be for the premium.

Agency Request	0.00	0	79,700	0	79,700
<i>The Governor recommends all funding be ongoing.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>79,700</i>	<i>0</i>	<i>79,700</i>

FY 2018 Total					
Agency Request	237.00	0	33,676,300	3,600,000	37,276,300
<i>Governor's Recommendation</i>	<i>237.00</i>	<i>0</i>	<i>33,825,300</i>	<i>3,600,000</i>	<i>37,425,300</i>
Agency Request					
Change from Original App	1.00	0	960,800	1,000,000	1,960,800
% Change from Original App	0.4%		2.9%	38.5%	5.6%
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>1.00</i>	<i>0</i>	<i>1,109,800</i>	<i>1,000,000</i>	<i>2,109,800</i>
<i>% Change from Original App</i>	<i>0.4%</i>		<i>3.4%</i>	<i>38.5%</i>	<i>6.0%</i>

Idaho Transportation Department

Historical Summary

OPERATING BUDGET	FY 2016 Total App	FY 2016 Actual	FY 2017 Approp	FY 2018 Request	FY 2018 Gov Rec
BY DIVISION					
Transportation Services	31,671,900	27,821,400	34,096,100	37,722,700	37,938,800
Motor Vehicles	34,065,400	31,801,000	35,315,500	37,276,300	37,425,300
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BY FUND CATEGORY					
Dedicated	449,647,000	301,582,000	354,476,100	352,356,600	354,204,500
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Highway Operations

FY 2016 Actual Expenditures by Division

		FTP	PC	OE	CO	T/B	LS	Total
0.30	FY 2016 Original Appropriation							
0260-02	Ded	1,000.00	80,395,700	52,371,300	23,975,600	462,000	0	157,204,600
0260-04	Ded	0.00	39,200	86,500	0	0	0	125,700
0260-05	Ded	4.50	212,400	92,000	0	0	0	304,400
0260-03	Fed	255.50	11,217,300	3,977,900	0	15,073,200	0	30,268,400
Totals:		1,260.00	91,864,600	56,527,700	23,975,600	15,535,200	0	187,903,100
0.43	Supplementals							
0260-02	Ded	0.00	0	43,200	0	0	0	43,200
0260-03	Fed	0.00	0	188,900	0	662,300	0	851,200
Totals:		0.00	0	232,100	0	662,300	0	894,400
1.00	FY 2016 Total Appropriation							
0260-02	Ded	1,000.00	80,395,700	52,414,500	23,975,600	462,000	0	157,247,800
0260-04	Ded	0.00	39,200	86,500	0	0	0	125,700
0260-05	Ded	4.50	212,400	92,000	0	0	0	304,400
0260-03	Fed	255.50	11,217,300	4,166,800	0	15,735,500	0	31,119,600
Totals:		1,260.00	91,864,600	56,759,800	23,975,600	16,197,500	0	188,797,500
1.21	Net Object Transfer							
0260-02	Ded	0.00	(14,000,000)	(507,500)	14,507,500	0	0	0
0260-03	Fed	0.00	0	592,200	0	(592,200)	0	0
Totals:		0.00	(14,000,000)	84,700	14,507,500	(592,200)	0	0
1.31	Net Transfer Between Programs							
0260-02	Ded	0.00	(405,100)	0	(14,567,500)	0	0	(14,972,600)
Totals:		0.00	(405,100)	0	(14,567,500)	0	0	(14,972,600)
1.41	Receipt to Appropriation							
0260-02	Ded	0.00	0	858,700	520,200	0	0	1,378,900
Totals:		0.00	0	858,700	520,200	0	0	1,378,900
1.61	Reverted Appropriation							
0260-02	Ded	0.00	(226,700)	(1,545,800)	(1,174,800)	(23,200)	0	(2,970,500)
0260-04	Ded	0.00	(22,600)	(62,100)	0	0	0	(84,700)
0260-05	Ded	0.00	(93,400)	(91,200)	0	0	0	(184,600)
0260-03	Fed	0.00	(359,000)	(343,400)	0	0	0	(702,400)
Totals:		0.00	(701,700)	(2,042,500)	(1,174,800)	(23,200)	0	(3,942,200)
1.91	Other Adjustment							
0260-02	Ded	0.00	0	0	0	(17,400)	0	(17,400)
0260-04	Ded	0.00	0	0	0	3,100	0	3,100
0260-03	Fed	0.00	0	0	0	14,300	0	14,300
Totals:		0.00	0	0	0	0	0	0

Highway Operations

Analyst: Sepich

FY 2016 Actual Expenditures by Division

		FTP	PC	OE	CO	T/B	LS	Total
2.00	FY 2016 Actual Expenditures							
0260-02	Ded	1,000.00	65,763,900	51,219,900	23,261,000	421,400	0	140,666,200
	State Highway (Dedicated)		65,763,900	51,219,900	23,261,000	421,400	0	140,666,200
0260-04	Ded	0.00	16,600	24,400	0	3,100	0	44,100
	State Highway (Billing)		16,600	24,400	0	3,100	0	44,100
0260-05	Ded	4.50	119,000	800	0	0	0	119,800
	State Highway (Local)		119,000	800	0	0	0	119,800
0260-03	Fed	255.50	10,858,300	4,415,600	0	15,157,600	0	30,431,500
	State Highway (Federal)		10,858,300	4,415,600	0	15,157,600	0	30,431,500
Totals:		1,260.00	76,757,800	55,660,700	23,261,000	15,582,100	0	171,261,600

Difference: Actual Expenditures minus Total Appropriation

0260-02	Ded		(14,631,800)	(1,194,600)	(714,600)	(40,600)	0	(16,581,600)
	State Highway (Dedicated)		(18.2%)	(2.3%)	(3.0%)	(8.8%)	N/A	(10.5%)
0260-04	Ded		(22,600)	(62,100)	0	3,100	0	(81,600)
	State Highway (Billing)		(57.7%)	(71.8%)	N/A	N/A	N/A	(64.9%)
0260-05	Ded		(93,400)	(91,200)	0	0	0	(184,600)
	State Highway (Local)		(44.0%)	(99.1%)	N/A	N/A	N/A	(60.6%)
0260-03	Fed		(359,000)	248,800	0	(577,900)	0	(688,100)
	State Highway (Federal)		(3.2%)	6.0%	N/A	(3.7%)	N/A	(2.2%)
Difference From Total Approp			(15,106,800)	(1,099,100)	(714,600)	(615,400)	0	(17,535,900)
Percent Diff From Total Approp			(16.4%)	(1.9%)	(3.0%)	(3.8%)	N/A	(9.3%)

Highway Operations

FY 2017 JFAC Action

	FTP	Gen	Ded	Fed	Total
FY 2016 Original Appropriation	1,260.00	0	157,634,700	30,268,400	187,903,100
Supplementals					
6. Federal Transportation Bill	0.00	0	43,200	851,200	894,400
FY 2016 Total Appropriation	1,260.00	0	157,677,900	31,119,600	188,797,500
FY 2016 Estimated Expenditures	1,260.00	0	157,677,900	31,119,600	188,797,500
Removal of One-Time Expenditures	0.00	0	(24,032,200)	0	(24,032,200)
Base Adjustments	(21.70)	0	(1,761,500)	10,900	(1,750,600)
FY 2017 Base	1,238.30	0	131,884,200	31,130,500	163,014,700
Benefit Costs	0.00	0	1,125,900	180,800	1,306,700
Inflationary Adjustments	0.00	0	83,800	0	83,800
Replacement Items	0.00	0	23,911,700	0	23,911,700
Statewide Cost Allocation	0.00	0	741,900	0	741,900
27th Payroll	0.00	0	2,296,600	368,900	2,665,500
Change in Employee Compensation	0.00	0	2,015,100	323,700	2,338,800
FY 2017 Program Maintenance	1,238.30	0	162,059,200	32,003,900	194,063,100
Line Items					
2. Highway Operations Equip	0.00	0	327,400	0	327,400
10. PC Fund Shift	0.00	0	(1,488,100)	1,488,100	0
11. Federal Transportation Bill	0.00	0	31,500	457,700	489,200
Public Safety Communication Sites	0.00	0	7,200	0	7,200
FY 2017 Total	1,238.30	0	160,937,200	33,949,700	194,886,900
Chg from FY 2016 Orig Approp.	(21.70)	0	3,302,500	3,681,300	6,983,800
% Chg from FY 2016 Orig Approp.	(1.7%)		2.1%	12.2%	3.7%

Highway Operations

Analyst: Sepich

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2017 Original Appropriation					
	1,238.30	0	160,937,200	33,949,700	194,886,900

Removal of One-Time Expenditures

Agency Request	0.00	0	(26,610,400)	(380,900)	(26,991,300)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(26,610,400)</i>	<i>(380,900)</i>	<i>(26,991,300)</i>

Base Adjustments

The department requests 0.30 FTP and \$22,500 in personnel costs from the State Highway Fund to be transferred from the Highway Operations Division to the Administration Program. If approved, this 0.30 FTP transfer will be combined to create 1.00 FTP in the Enterprise Technology Services section of the Administration Program to provide IT assistance.

Agency Request	(0.30)	0	(22,500)	0	(22,500)
<i>Governor's Recommendation</i>	<i>(0.30)</i>	<i>0</i>	<i>(22,500)</i>	<i>0</i>	<i>(22,500)</i>

FY 2018 Base					
Agency Request	1,238.00	0	134,304,300	33,568,800	167,873,100
<i>Governor's Recommendation</i>	<i>1,238.00</i>	<i>0</i>	<i>134,304,300</i>	<i>33,568,800</i>	<i>167,873,100</i>

Benefit Costs

Employer-paid benefit changes including a 10% increase (or \$1,220 per eligible FTP) for health insurance, bringing the total annual cost to \$13,460 per FTP, and adjustments in workers' compensation that vary by agency.

Agency Request	0.00	0	1,246,200	200,200	1,446,400
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The Governor recommends \$13,100 per eligible FTP for health insurance, an increase of \$860 or 7%, and proposes to reduce the health insurance benefit from 30 to six months for employees on disability status.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>890,600</i>	<i>143,200</i>	<i>1,033,800</i>
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Replacement Items

The department requests \$23,161,800 in capital outlay and \$44,800 in operating expenditures from the State Highway Fund to pay for replacement items including backhoes, loaders, motor graders, semis, pickup trucks, snowplows, street sweepers, vans, equipment, computers, tools, printers and other roadwork related machinery. Over 59% of this request provides an appropriation for equipment in the department's Buy-Back Program, which is anticipated to generate \$13,848,700 in equipment sale proceeds that fully offset the buy-back portion of this request and results in \$99,200 in net revenue.

Agency Request	0.00	0	23,206,600	0	23,206,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>23,206,600</i>	<i>0</i>	<i>23,206,600</i>

Statewide Cost Allocation

This request includes adjustments to recover the cost of services provided by other agencies in accordance with federal and state guidelines on cost allocation. Risk management fees will increase by \$240,700, and Attorney General fees will decrease by \$20,200, for a net increase of \$220,500.

Agency Request	0.00	0	220,500	0	220,500
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>220,500</i>	<i>0</i>	<i>220,500</i>

Change in Employee Compensation

For calculation purposes, agencies were directed to include the cost of a 1% salary increase for permanent and temporary employees.

Agency Request	0.00	0	682,700	109,700	792,400
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The Governor recommends a 3% increase in employee compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions. The Governor recommends the pay structure for state employees be moved by 3% and includes \$1,400 for that purpose.

<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>2,029,800</i>	<i>326,000</i>	<i>2,355,800</i>
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FY 2018 Program Maintenance					
Agency Request	1,238.00	0	159,660,300	33,878,700	193,539,000
<i>Governor's Recommendation</i>	<i>1,238.00</i>	<i>0</i>	<i>160,651,800</i>	<i>34,038,000</i>	<i>194,689,800</i>

ITD Highway Ops FY 2018 Replacement Items

Replacement Items	Avg Cost Per Unit	Quantity in Stock	Quantity Requested	Total Request	Gov Rec Quantity	Total Gov Rec
Med & Lab Equipment	\$8,257	121	18	\$152,100	18	\$152,100
Motorized Equipment	\$2,800	1	1	\$2,800	1	\$2,800
Other Misc Expenditures	\$540	36	13	\$7,000	13	\$7,000
Other Specific Use Equip	\$8,858	1150	141	\$893,500	141	\$893,500
Peripheral Equipment	\$300	569	100	\$30,000	100	\$30,000
Monitors	\$300	569	100	\$30,000	100	\$30,000
Personal Computer Equipment	\$1,867	1414	412	\$604,000	412	\$604,000
Desktops	\$2,176	796	210	\$346,400	210	\$346,400
Laptops	\$1,458	530	156	\$193,400	156	\$193,400
Printers	\$3,225	44	16	\$28,200	16	\$28,200
Tablets	\$1,200	44	30	\$36,000	30	\$36,000
Radio Equipment - Mobile Radio	\$600	20	8	\$4,800	8	\$4,800
Server And Storage Hardware	\$14,400	1	1	\$14,400	1	\$14,400
Shop & Plant Equipment	\$8,908	86	14	\$117,800	14	\$117,800
Const & Engineering Equipment - Road	\$92,750	1469	177	\$21,380,200	177	\$21,380,200
Buy-Back Equipment	\$149,833	94	94	\$13,749,500	94	\$13,749,500
Road Equipment	\$82,676	1375	83	\$7,630,700	83	\$7,630,700
Grand Total		4867	885	\$23,206,600	885	\$23,206,600

Request by Fund	Agency Request	Governor
General Fund	\$0	\$0
Dedicated Funds	\$23,206,600	\$23,206,600
Total	\$23,206,600	\$23,206,600

Highway Operations

Analyst: Sepich

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
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3. Winter Road Equipment

The department requests a one-time appropriation of \$768,300 in capital outlay for the purchase of 37 units of various types of road equipment to support ITD's statewide winter operations program. These units include snow plows, pressure washers, weed sprayers, and plows that can be attached to machinery when necessary.

District 1: \$129,300 for six units
 District 2: \$181,000 for eight units
 District 3: \$56,000 for four units
 District 4: no additional equipment
 District 5: \$252,000 for 18 units
 District 6: \$150,000 for one unit

Agency Request	0.00	0	768,300	0	768,300
Governor's Recommendation	0.00	0	768,300	0	768,300

10. Federal FAST Act Increases

The department requests an ongoing appropriation of \$753,900 for scheduled FAST Act apportionment increases from FY 2017 to FY 2018. This request consists of \$699,300 from the federal State Highway Fund and a \$54,600 state match to fund various statewide planning and research initiatives.

Agency Request	0.00	0	54,600	699,300	753,900
Governor's Recommendation	0.00	0	54,600	699,300	753,900

11. Federal Transit Administration Funds

The department requests a one-time appropriation of \$3,350,000 in trustee & benefit payments from the federal State Highway Fund for prior year obligated but unspent federal funds. These funds will be paid directly to local transit providers and will be used as follows:

\$2,320,000 to provide public transportation in rural areas with populations less than 50,000 residents where citizens rely on public transportation.

\$23,000 to enhance mobility for seniors and individuals with disabilities by providing services beyond the traditional public transportation services that are complementary per the Americans with Disabilities Act.

\$1,007,000 to replace, maintain, and purchase buses and bus facilities.

Agency Request	0.00	0	0	3,350,000	3,350,000
Governor's Recommendation	0.00	0	0	3,350,000	3,350,000

FY 2018 Total					
Agency Request	1,238.00	0	160,483,200	37,928,000	198,411,200
Governor's Recommendation	1,238.00	0	161,474,700	38,087,300	199,562,000

Agency Request					
Change from Original App	(0.30)	0	(454,000)	3,978,300	3,524,300
% Change from Original App	0.0%		(0.3%)	11.7%	1.8%
Governor's Recommendation					
Change from Original App	(0.30)	0	537,500	4,137,600	4,675,100
% Change from Original App	0.0%		0.3%	12.2%	2.4%

Idaho Transportation Department

Historical Summary

OPERATING BUDGET	FY 2016 Total App	FY 2016 Actual	FY 2017 Approp	FY 2018 Request	FY 2018 Gov Rec
BY DIVISION					
Transportation Services	31,671,900	27,821,400	34,096,100	37,722,700	37,938,800
Motor Vehicles	34,065,400	31,801,000	35,315,500	37,276,300	37,425,300
Highway Operations	188,797,500	171,261,600	194,886,900	198,411,200	199,562,000
Contract Const & Right-of-Way	494,787,900	282,864,500	391,586,600	390,328,500	390,825,400
Total:	749,322,700	513,748,500	655,885,100	663,738,700	665,751,500
BY FUND CATEGORY					
Dedicated	449,647,000	301,582,000	354,476,100	352,356,600	354,204,500
Federal	299,675,700	212,166,500	301,409,000	311,382,100	311,547,000
Total:	749,322,700	513,748,500	655,885,100	663,738,700	665,751,500
Percent Change:		(31.4%)	27.7%	1.2%	1.5%
BY OBJECT OF EXPENDITURE					
Personnel Costs	122,414,200	105,878,300	130,956,700	130,262,600	131,778,500
Operating Expenditures	109,168,100	87,909,300	96,688,800	98,642,300	98,642,300
Capital Outlay	494,950,300	302,374,300	407,014,200	409,146,900	409,643,800
Trustee/Benefit	22,790,100	17,586,600	21,225,400	25,686,900	25,686,900
Total:	749,322,700	513,748,500	655,885,100	663,738,700	665,751,500
Full-Time Positions (FTP)	1,698.70	1,698.70	1,678.00	1,678.00	1,678.00

Department Description

The Idaho Transportation Department has four divisions and six budgeted programs: 1) Transportation Services (Administration, Capital Facilities and Aeronautics); 2) Motor Vehicles; 3) Highway Operations; and 4) Contract Construction & Right-of-Way Acquisition.

1) The Administration Program develops long-range budgetary plans; develops legislation and operates information systems; provides employee services, financial services, and facilities management; and coordinates research activities. 2) The Motor Vehicles Program manages driver's licenses, vehicle registrations, license plates, and vehicle titles. 3) The Highway Operations Division directs statewide highway maintenance functions and directs highway improvements; administers federal-aid safety improvement projects and safety tasks; protects highways from oversize, overweight, and dangerous usage; manages federal transit grant programs and encourages coordinated transportation services; develops projects to improve state and local highway systems to save lives; and coordinates transportation research efforts. 4) Capital Facilities administers the design, building, and maintenance of department facilities. **5) Contract Construction & Right-of-Way Acquisition** accounts for the funds necessary for highway construction projects that maintain and improve the state's highway system. 6) Aeronautics assists Idaho municipalities in developing their airports and operates the state's statewide air fleet.

In December 2015, a new surface transportation bill, Fixing America's Surface Transportation Act (FAST) was passed. It is a five-year bill that expires in the year 2020. Following an initial 5% increase in funding overall, FAST increased most of Idaho's highway, transit, and safety program funding at 2% per year through 2020. FAST distributes nearly 93% of all federal highway contract authority to states through formula programs. FAST created a new highway freight program and required states to establish a state freight plan. The FAST streamlined environmental review and permitting processes, which expedites project delivery. It also included corresponding increases in public transportation funding, expanding public-private investment and partnerships, and allows more state control in safety programs.

Contract Construction & Right-of-Way Acq.

Analyst: Sepich

FY 2016 Actual Expenditures by Division

		FTP	PC	OE	CO	T/B	LS	Total
0.30	FY 2016 Original Appropriation							
0260-02	Ded	0.00	0	5,664,500	28,782,100	308,000	0	34,754,600
0260-05	Ded	0.00	0	705,200	2,419,300	541,000	0	3,665,500
0260-03	Fed	0.00	0	12,153,000	190,565,100	2,904,000	0	205,622,100
Totals:		0.00	0	18,522,700	221,766,500	3,753,000	0	244,042,200
0.41	Prior Year Reappropriation							
0260-02	Ded	0.00	0	1,161,500	66,400,800	597,300	0	68,159,600
0260-05	Ded	0.00	0	301,600	17,243,700	155,100	0	17,700,400
0260-03	Fed	0.00	0	91,300	5,216,200	46,900	0	5,354,400
Totals:		0.00	0	1,554,400	88,860,700	799,300	0	91,214,400
0.43	Supplementals							
0260-02	Ded	0.00	0	19,900	50,853,000	8,000	1,200	50,882,100
0260-05	Ded	0.00	0	2,500	123,200	1,000	0	126,700
0270-02	Ded	0.00	0	0	54,700,000	0	0	54,700,000
0260-03	Fed	0.00	0	3,276,500	50,436,600	110,600	0	53,823,700
Totals:		0.00	0	3,298,900	156,112,800	119,600	1,200	159,532,500
0.47	Revenue Transfers							
0260-02	Ded	0.00	0	0	0	0	(1,200)	(1,200)
Totals:		0.00	0	0	0	0	(1,200)	(1,200)
1.00	FY 2016 Total Appropriation							
0260-02	Ded	0.00	0	6,845,900	146,035,900	913,300	0	153,795,100
0260-05	Ded	0.00	0	1,009,300	19,786,200	697,100	0	21,492,600
0270-02	Ded	0.00	0	0	54,700,000	0	0	54,700,000
0260-03	Fed	0.00	0	15,520,800	246,217,900	3,061,500	0	264,800,200
Totals:		0.00	0	23,376,000	466,740,000	4,671,900	0	494,787,900
1.31	Net Transfer Between Programs							
0260-02	Ded	0.00	0	0	15,507,500	0	0	15,507,500
0260-03	Fed	0.00	0	0	2,000,000	0	0	2,000,000
Totals:		0.00	0	0	17,507,500	0	0	17,507,500
1.41	Receipt to Appropriation							
0260-02	Ded	0.00	0	23,600	18,300	0	0	41,900
Totals:		0.00	0	23,600	18,300	0	0	41,900
1.71	Current Year Reappropriation							
0260-02	Ded	0.00	0	(12,627,700)	(107,854,300)	(2,410,400)	0	(122,892,400)
0260-05	Ded	0.00	0	(723,000)	(9,160,700)	(138,000)	0	(10,021,700)
0270-02	Ded	0.00	0	0	(52,139,200)	0	0	(52,139,200)
0260-03	Fed	0.00	0	(3,204,700)	(40,603,100)	(611,700)	0	(44,419,500)
Totals:		0.00	0	(16,555,400)	(209,757,300)	(3,160,100)	0	(229,472,800)
1.91	Other Adjustment							
0260-02	Ded	0.00	0	6,299,600	34,359,600	1,527,600	0	42,186,800
0260-05	Ded	0.00	0	(271,300)	442,600	(558,600)	0	(387,300)
0260-03	Fed	0.00	0	(6,028,300)	(34,802,200)	(969,000)	0	(41,799,500)
Totals:		0.00	0	0	0	0	0	0

Contract Construction & Right-of-Way Acq.

Analyst: Sepich

FY 2016 Actual Expenditures by Division

		FTP	PC	OE	CO	T/B	LS	Total
2.00	FY 2016 Actual Expenditures							
0260-02	Ded	0.00	0	541,400	88,067,000	30,500	0	88,638,900
	State Highway (Dedicated)		0	541,400	88,067,000	30,500	0	88,638,900
0260-05	Ded	0.00	0	15,000	11,068,100	500	0	11,083,600
	State Highway (Local)		0	15,000	11,068,100	500	0	11,083,600
0270-02	Ded	0.00	0	0	2,560,800	0	0	2,560,800
	Strategic Initiatives Program		0	0	2,560,800	0	0	2,560,800
0260-03	Fed	0.00	0	6,287,800	172,812,600	1,480,800	0	180,581,200
	State Highway (Federal)		0	6,287,800	172,812,600	1,480,800	0	180,581,200
Totals:		0.00	0	6,844,200	274,508,500	1,511,800	0	282,864,500

Difference: Actual Expenditures minus Total Appropriation

0260-02	Ded		0	(6,304,500)	(57,968,900)	(882,800)	0	(65,156,200)
	State Highway (Dedicated)		N/A	(92.1%)	(39.7%)	(96.7%)	N/A	(42.4%)
0260-05	Ded		0	(994,300)	(8,718,100)	(696,600)	0	(10,409,000)
	State Highway (Local)		N/A	(98.5%)	(44.1%)	(99.9%)	N/A	(48.4%)
0270-02	Ded		0	0	(52,139,200)	0	0	(52,139,200)
	Strategic Initiatives Program		N/A	N/A	(95.3%)	N/A	N/A	(95.3%)
0260-03	Fed		0	(9,233,000)	(73,405,300)	(1,580,700)	0	(84,219,000)
	State Highway (Federal)		N/A	(59.5%)	(29.8%)	(51.6%)	N/A	(31.8%)
Difference From Total Approp			0	(16,531,800)	(192,231,500)	(3,160,100)	0	(211,923,400)
Percent Diff From Total Approp			N/A	(70.7%)	(41.2%)	(67.6%)	N/A	(42.8%)

Idaho Transportation Department
 FY 2016 Actuals Department Proof for DU# 1.31

		FTP	PC	OE	CO	T/B	LS	Total
Transportation Services								Rob Sepich
Administration								
0260-02	Ded	0.00	135,300	0	(1,000,000)	0	0	(864,700)
Total:		0.00	135,300	0	(1,000,000)	0	0	(864,700)
Capital Facilities								
0221-02	Ded	0.00	0	0	(1,000)	0	0	(1,000)
0260-02	Ded	0.00	0	0	10,000	0	0	10,000
Total:		0.00	0	0	9,000	0	0	9,000
Aeronautics								
0221-02	Ded	0.00	0	0	1,000	0	0	1,000
Total:		0.00	0	0	1,000	0	0	1,000
Division Total:		0.00	135,300	0	(990,000)	0	0	(854,700)
Motor Vehicles								Rob Sepich
Motor Vehicles								
0260-02	Ded	0.00	269,800	0	50,000	0	0	319,800
0260-03	Fed	0.00	0	0	(2,000,000)	0	0	(2,000,000)
Total:		0.00	269,800	0	(1,950,000)	0	0	(1,680,200)
Division Total:		0.00	269,800	0	(1,950,000)	0	0	(1,680,200)
Highway Operations								Rob Sepich
Highway Operations								
0260-02	Ded	0.00	(405,100)	0	(14,567,500)	0	0	(14,972,600)
Total:		0.00	(405,100)	0	(14,567,500)	0	0	(14,972,600)
Division Total:		0.00	(405,100)	0	(14,567,500)	0	0	(14,972,600)
Contract Construction & Right-of-Way Acquisitio								Rob Sepich
Contract Construction & Right-of-Way Acquisition								
0260-02	Ded	0.00	0	0	15,507,500	0	0	15,507,500
0260-03	Fed	0.00	0	0	2,000,000	0	0	2,000,000
Total:		0.00	0	0	17,507,500	0	0	17,507,500
Division Total:		0.00	0	0	17,507,500	0	0	17,507,500

Contract Construction & Right-of-Way Acquisition

FY 2017 JFAC Action

	FTP	Gen	Ded	Fed	Total
FY 2016 Original Appropriation	0.00	0	38,420,100	205,622,100	244,042,200
Reappropriation	0.00	0	85,860,000	5,354,400	91,214,400
Surplus Eliminator	0.00	0	0	0	0
Supplementals					
1. New Ongoing Revenue: H312 & H132	0.00	0	49,886,700	0	49,886,700
2. Strategic Initiatives Program Fund Auth	0.00	0	54,700,000	0	54,700,000
3. Reconciliation of Existing Fed Funds	0.00	0	0	40,000,000	40,000,000
7. Federal Transportation Bill	0.00	0	1,120,900	13,823,700	14,944,600
8. Trailer to H343	0.00	0	1,200	0	1,200
Cash Transfers & Adjustments	0.00	0	(1,200)	0	(1,200)
FY 2016 Total Appropriation	0.00	0	229,987,700	264,800,200	494,787,900
FY 2016 Estimated Expenditures	0.00	0	229,987,700	264,800,200	494,787,900
Removal of One-Time Expenditures	0.00	0	(141,171,000)	(5,354,400)	(146,525,400)
Base Adjustments	0.00	0	0	0	0
FY 2017 Base	0.00	0	88,816,700	259,445,800	348,262,500
Annualization of H312	0.00	0	8,361,100	0	8,361,100
FY 2017 Program Maintenance	0.00	0	97,177,800	259,445,800	356,623,600
Line Items					
1. Excess Revenue & Receipts	0.00	0	28,637,400	0	28,637,400
9. Capital Outlay Fund Shift	0.00	0	1,611,200	(1,611,200)	0
12. Federal Transportation Bill	0.00	0	485,400	5,840,200	6,325,600
FY 2017 Total	0.00	0	127,911,800	263,674,800	391,586,600
Chg from FY 2016 Orig Approp.	0.00	0	89,491,700	58,052,700	147,544,400
% Chg from FY 2016 Orig Approp.			232.9%	28.2%	60.5%

Contract Construction & Right-of-Way Acquisition

Analyst: Sepich

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2017 Original Appropriation	0.00	0	127,911,800	263,674,800	391,586,600

Reappropriation

The agency was authorized to reappropriate and carryover its unencumbered and unspent appropriation balance from FY 2016 into FY 2017. Carryover required legislative approval and is removed as a one-time expenditure before calculating the next year's base.

Agency Request	0.00	0	185,053,300	44,419,500	229,472,800
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>185,053,300</i>	<i>44,419,500</i>	<i>229,472,800</i>

1. H312 General Fund Surplus

H312 of the 2015 legislative session provided that any excess cash balance from the General Fund would be split equally and deposited into the Budget Stabilization Fund and the Strategic Initiatives Program Fund at the end of FY 2015 and FY 2016. When the fiscal year closed in July 2016, the Strategic Initiatives Program Fund received \$10,965,600. The department requests an FY 2017 supplemental appropriation to spend the funds on road and bridge maintenance and replacement projects on the state highway system. The surplus eliminator clause in H312 sunsets on May 30, 2017.

The following bridge maintenance projects were recommended by the Idaho Transportation Board:

- State Highway 28 over the Lemhi River at mile post 101;
- State Highway 28 over the Lemhi River at mile post 103;
- Two bridge projects on U.S. 89 over Ovid Creek near mile post 19;
- State Highway 13 over Butcher Creek at mile post 3;
- U.S. 95 over Round Prairie Creek at mile post 529; and
- State Highway 6 over Santa Creek at mile post 32.

Agency Request	0.00	0	10,965,600	0	10,965,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>10,965,600</i>	<i>0</i>	<i>10,965,600</i>

2. Federal Highway Admin Funding

In the months of August and September 2016, the department received a total of \$11,523,800 in additional funding from the Federal Highway Administration (FHWA). The existing appropriation is not adequate to support these additional federal funds and associated match. The department requests an FY2017 supplemental appropriation in one-time capital outlay to make use of these additional funds. This request totals \$13,795,300 comprised of \$11,523,800 federal funds, \$1,072,400 state match, and \$1,199,100 local match.

Specifically, the department received redistribution of federal obligation authority on August 31, 2016 which exceeded the formula apportionment on which the department's appropriation was based by \$6,423,800. Associated match for these redistributed federal funds is \$222,400 state funds and \$349,100 local funds.

On September 7, 2016, Idaho was awarded a \$5,100,000 FASTLANE grant for a signalization and improvement project on U.S. 95. FASTLANE is a discretionary freight program created by the FAST Act. The match associated with this grant is \$850,000 in state funds, a \$672,300 local match from the City of Coeur d'Alene and a \$177,700 local match from the City of Hayden.

Agency Request	0.00	0	2,271,500	11,523,800	13,795,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>2,271,500</i>	<i>11,523,800</i>	<i>13,795,300</i>

FY 2017 Total Appropriation					
Agency Request	0.00	0	326,202,200	319,618,100	645,820,300
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>326,202,200</i>	<i>319,618,100</i>	<i>645,820,300</i>

Removal of One-Time Expenditures

Agency Request	0.00	0	(226,927,800)	(55,943,300)	(282,871,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(226,927,800)</i>	<i>(55,943,300)</i>	<i>(282,871,100)</i>

Contract Construction & Right-of-Way Acquisition

Analyst: Sepich

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
Shift from Local to State Funds					
The department requests a fund shift of \$182,700 in capital outlay from local to dedicated in the State Highway Fund in order to better align appropriation to projected revenues.					
Agency Request	0.00	0	0	0	0
<i>Recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
FY 2018 Base					
Agency Request	0.00	0	99,274,400	263,674,800	362,949,200
Governor's Recommendation	0.00	0	99,274,400	263,674,800	362,949,200

1. Contract Construction Funds

The department requests \$22,343,200 in one-time capital outlay and \$356,400 in ongoing capital outlay from the dedicated State Highway Fund and \$4,679,700 in ongoing capital outlay from the federal State Highway Fund for construction projects on the state highway system.

The \$4,679,700 ongoing increase in federal funding is due to scheduled apportionment increases from FY 2017 to FY 2018 under the FAST Act. The associated ongoing increase in the required state match is \$356,400.

The one-time state funded portion of this request has resulted from the following:

- \$9.2 million in FY 2016 highway distribution transfers and state highway account revenues above forecast;
- \$4.6 million in FY 2016 year-end close out that includes reversions and cancelled encumbrances;
- \$1.3 million increase in ethanol exemption transfers in FY 2016;
- \$2.3 million in additional unanticipated cigarette tax revenues in FY 2016;
- \$1.3 million additional unanticipated revenues from H312 fuel tax in FY 2016;
- \$2.3 million additional unanticipated revenues due to H312 vehicle registrations in FY 2016;
- \$5.7 million decrease in federal indirect cost recovery for FY 2016;
- \$2.6 million increase in miscellaneous direct receipts to the state highway account;
- \$9.4 million in projected state receipts for FY 2017, based on the revised August 2016 revenue forecast; and
- \$10.1 million in projected state receipts for FY 2018, based on the revised August 2016 revenue forecast including growth from FY 2017.

The items above total \$37.4 million in unexpected revenues and updated revenue forecasts through FY 2018. Of that amount, \$14.7 million is being requested elsewhere in this budget. The remaining \$22.7 million is being requested in this line item to fund construction projects throughout the state.

Agency Request	0.00	0	22,699,600	4,679,700	27,379,300
<i>The Governor recommends an additional \$496,900 one-time from the dedicated State Highway Fund.</i>					
Governor's Recommendation	0.00	0	23,196,500	4,679,700	27,876,200

FY 2018 Total					
Agency Request	0.00	0	121,974,000	268,354,500	390,328,500
Governor's Recommendation	0.00	0	122,470,900	268,354,500	390,825,400
Agency Request					
Change from Original App	0.00	0	(5,937,800)	4,679,700	(1,258,100)
% Change from Original App			(4.6%)	1.8%	(0.3%)
<i>Governor's Recommendation</i>					
Change from Original App	0.00	0	(5,440,900)	4,679,700	(761,200)
% Change from Original App			(4.3%)	1.8%	(0.2%)