

Lava Hot Springs Foundation

Analyst: Sepich

Historical Summary

OPERATING BUDGET	FY 2020 Total App	FY 2020 Actual	FY 2021 Approp	FY 2022 Request	FY 2022 Gov Rec
BY FUND CATEGORY					
Dedicated	2,502,400	2,340,800	3,010,000	2,528,700	2,508,800
Percent Change:		(6.5%)	28.6%	(16.0%)	(16.7%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	1,371,700	1,263,200	1,393,000	1,551,200	1,531,300
Operating Expenditures	740,700	697,000	808,900	817,500	817,500
Capital Outlay	390,000	380,600	808,100	160,000	160,000
Total:	2,502,400	2,340,800	3,010,000	2,528,700	2,508,800
Full-Time Positions (FTP)	15.80	15.80	15.80	17.80	17.80

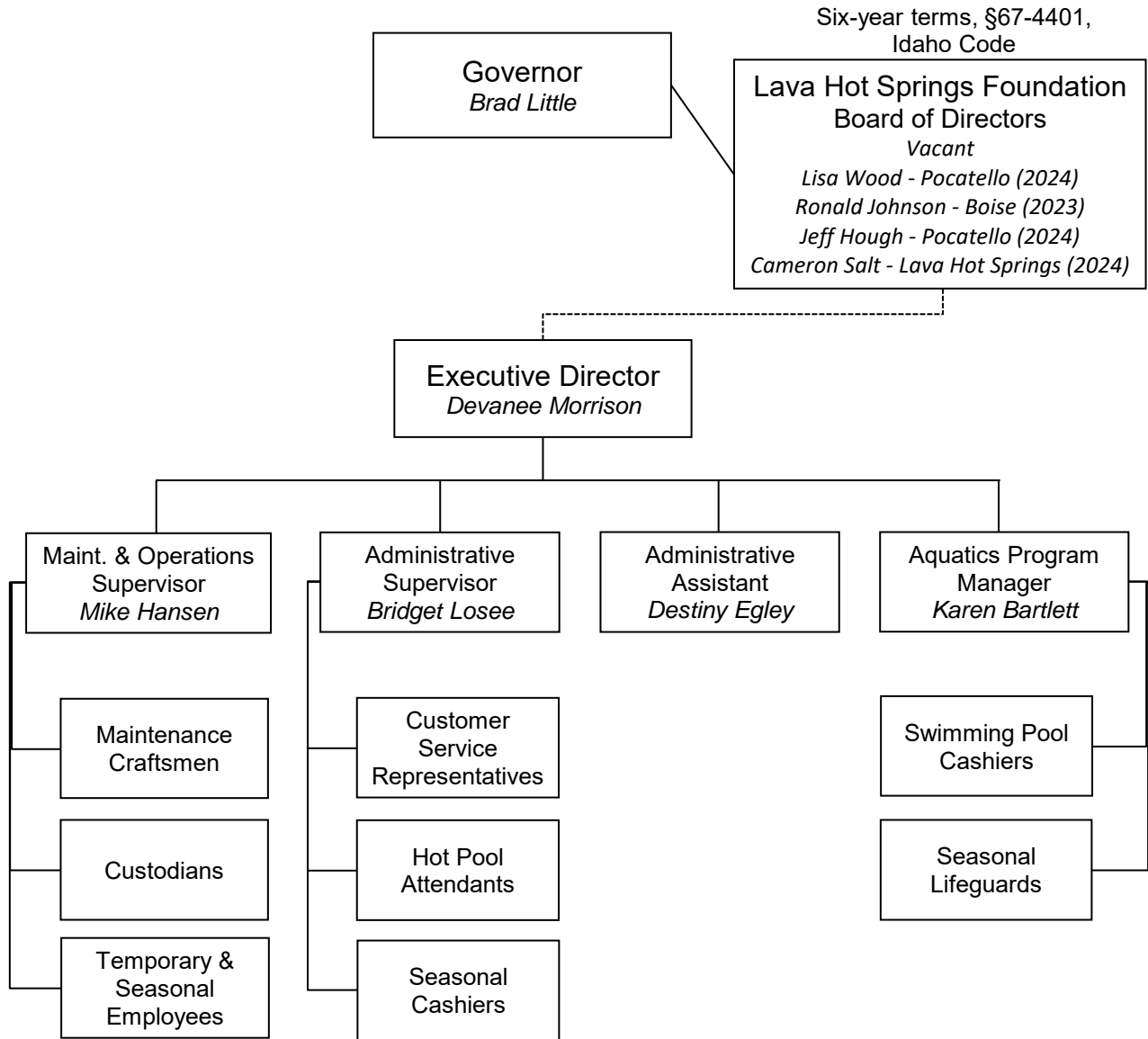
Division Description

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.

Section 67-4401, Idaho Code, states that all rights to operate, manage, and control Lava Hot Springs are 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 15.80 FTP and about 65 part-time people in the summer when the large swimming pool is open. The 25-yard pool of the Olympic swimming complex and Kiddie Cove are enclosed and continue to operate during the winter months. 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 Foundation Organizational Chart

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Full-time Equivalent Positions	FY 2021	FY 2022
	Authorized	Request
1. Lava Hot Springs Foundation	15.80	17.80
Total	15.80	17.80

Total Vacancies
0.00 FTP

Part I – Agency Profile

Agency Overview

The Lava Hot Springs Foundation was created in 1919 to administer the State property granted to the state by the U.S Government in and around the city of Lava Hot Springs. It is governed by a five-member Board of Directors appointed by the Governor to six-year terms. Devanee Morrison serves as Executive Director overseeing the 15 full-time classified employees and 110 temporary and seasonal workers who operate and maintain this world-class hot springs and recreational facility. The revenues generated by ticket sales, rentals, and retail sales provide for the operation and maintenance of the approximately 180 acres deeded to the State by the Federal Government in 1902.

Core Functions/Idaho Code

Idaho Code, Chapter 67-4401 through 4409 provides for the management of State property in and around Lava Hot Springs. The core function is to ensure that the public has access to healthful, clean, and inviting facilities for recreation and healing purposes.

Revenue and Expenditures

Revenue	FY 2017	FY 2018	FY 2019	FY 2020
Public Rec – Lava	\$2,849,900	\$3,007,100	\$ 3,036,200	\$2,528,000
L.H.S. Capital Improvement	\$14,300	\$23,900	\$69,400	\$87,200
Total	\$2,864,200	\$3,031,000	\$3,105,600	\$2,615,200
Expenditures	FY 2017	FY 2018	FY 2019	FY 2020
Personnel Costs	\$1,151,600	\$1,269,700	\$1,330,700	\$1,263,200
Operating Expenditures	\$694,000	\$751,200	\$761,600	\$697,000
Capital Outlay	\$108,400	\$112,500	\$95,000	\$380,600
Trustee/Benefit Payments				
Total	\$1,954,000	\$2,133,400	\$2,187,300	\$2,340,800

Profile of Cases Managed and/or Key Services Provided

Cases Managed and/or Key Services Provided	FY 2017	FY2018	FY 2019	FY 2020
Olympic Swimming Pool Attendance	157,846	162,259	160,600	126,197
World Famous Hot Pool Attendance	252,490	272,117	274,768	211,491
Total attendance	410,336	436,738	435,368	337,688
Revenue over expenditures	\$910,200	\$888,800	\$918,300	\$274,400

Red Tape Reduction Act

Each agency shall incorporate into its strategic plan a summary of how it will implement the Red Tape Reduction Act, including any associated goals, objectives, tasks, or performance targets. This information may be included as an addendum.

	As of July 1, 2019	As of July 1, 2020
Number of Chapters	N/A	N/A
Number of Words	N/A	N/A
Number of Restrictions	N/A	N/A

The Lava Hot Springs Foundation does not have any Administrative Rules that would meet the requirements of Executive Order 2019-02.

FY 2019 Performance Highlights

The World Famous Hot Pools continue to see increased attendance throughout the year. The addition of amenities provided in the gift shop have increased revenues significantly.

Part II – Performance Measures

Performance Measure		FY 2017	FY 2018	FY 2019	FY 2020	FY 2021
Goal 1						
Maintain existing facilities in good repair.						
1. Replace decks and/or sidewalks.	actual	1400	300	800	500	-----
	target	1,000 Sq.Ft./Yr	1,000 Sq Ft/Yr	1,000 Sq Ft/Yr	1,000 Sq. Ft/Yr	1,000 Sq. Ft/Yr
2. Repair equipment failures same day as outage.	actual	12 hours	0 hours	0	6 hours	-----
	target	4 hours	4 hours	4 hours	4 hours	4 hours
Goal 2						
Expand and maintain facilities to accommodate our current customer base.						
3. Maintain or exceed attendance at the current baseline figure	actual	410,336	436,738	435,368	337,688	-----
	target	375,000	410,000	440,000	440,000	440,000
Goal 3						
Expand facilities to attract new / additional customers.						
4. Increase attendance by constructing new features at the Swimming Pool (by CY)	actual	132,384	134,112	129,048	105,944	-----
	target	120,000	130,000	135,000	135,000	135,000

Performance Measure Explanatory Notes

The benchmarks for both the World Famous Hot Pools and Olympic Swimming Pool were changed at the end of FY17 to reflect the current trends in attendance at the pools and to be in sync with the strategic plan.

For More Information Contact

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FY 2020 Actual Expenditures by Division

		FTP	PC	OE	CO	T/B	LS	Total
0.30	FY 2020 Original Appropriation							
0410-03	Ded	15.80	1,374,400	740,700	90,000	0	0	2,205,100
0410-04	Ded	0.00	0	0	300,000	0	0	300,000
Totals:		15.80	1,374,400	740,700	390,000	0	0	2,505,100
0.44	Rescissions							
0410-03	Ded	0.00	(2,700)	0	0	0	0	(2,700)
Totals:		0.00	(2,700)	0	0	0	0	(2,700)
1.00	FY 2020 Total Appropriation							
0410-03	Ded	15.80	1,371,700	740,700	90,000	0	0	2,202,400
0410-04	Ded	0.00	0	0	300,000	0	0	300,000
Totals:		15.80	1,371,700	740,700	390,000	0	0	2,502,400
1.61	Reverted Appropriation							
0410-03	Ded	0.00	(108,500)	(43,700)	(9,400)	0	0	(161,600)
Totals:		0.00	(108,500)	(43,700)	(9,400)	0	0	(161,600)
2.00	FY 2020 Actual Expenditures							
0410-03	Ded	15.80	1,263,200	697,000	80,600	0	0	2,040,800
	Lava Hot Springs Foundation		1,263,200	697,000	80,600	0	0	2,040,800
0410-04	Ded	0.00	0	0	300,000	0	0	300,000
	Lava Hot Springs Capital Improvement		0	0	300,000	0	0	300,000
Totals:		15.80	1,263,200	697,000	380,600	0	0	2,340,800
Difference: Actual Expenditures minus Total Appropriation								
0410-03	Ded		(108,500)	(43,700)	(9,400)	0	0	(161,600)
	Lava Hot Springs Foundation		(7.9%)	(5.9%)	(10.4%)	N/A	N/A	(7.3%)
0410-04	Ded		0	0	0	0	0	0
	Lava Hot Springs Capital Improvement		N/A	N/A	0.0%	N/A	N/A	0.0%
Difference From Total Approp			(108,500)	(43,700)	(9,400)	0	0	(161,600)
Percent Diff From Total Approp			(7.9%)	(5.9%)	(2.4%)	N/A	N/A	(6.5%)

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Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2021 Original Appropriation	15.80	0	3,010,000	15.80	0	3,010,000
Removal of Onetime Expenditures	0.00	0	(808,100)	0.00	0	(808,100)
Base Adjustments	0.00	0	0	0.00	0	0
FY 2022 Base	15.80	0	2,201,900	15.80	0	2,201,900
Benefit Costs	0.00	0	25,800	0.00	0	3,000
Replacement Items	0.00	0	80,000	0.00	0	80,000
Statewide Cost Allocation	0.00	0	8,600	0.00	0	8,600
Change in Employee Compensation	0.00	0	11,800	0.00	0	17,300
FY 2022 Program Maintenance	15.80	0	2,328,100	15.80	0	2,310,800
1. Hot Pool Supervisor	1.00	0	63,900	1.00	0	62,600
2. Senior Maintenance Craftsman	1.00	0	56,700	1.00	0	55,400
3. Skidsteer Loader	0.00	0	80,000	0.00	0	80,000
Budget Law Exemptions and Adjustments	0.00	0	0	0.00	0	0
FY 2022 Total	17.80	0	2,528,700	17.80	0	2,508,800
Change from Original Appropriation	2.00	0	(481,300)	2.00	0	(501,200)
% Change from Original Appropriation			(16.0%)			(16.7%)

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2021 Original Appropriation					
The Legislature funded three line items for FY 2021: These included \$500,000 to demolish the Tumbling Waters Motel to make room for surface parking near the hot springs; \$100,000 to purchase additional merchandise for the gift shop; and \$10,000 for a tractor-mounted bucket attachment.					
	15.80	0	3,010,000	0	3,010,000
Removal of Onetime Expenditures					
This adjustment removes onetime funding that was provided for replacement items, the Governor's Technology Initiatives, and two line items.					
Agency Request	0.00	0	(808,100)	0	(808,100)
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>(808,100)</i>	<i>0</i>	<i>(808,100)</i>
Base Adjustments					
This adjustment shifts \$100 in ongoing operating expenditures from the Lava Hot Springs Capital Improvement Fund to the Lava Hot Springs Foundation Fund. The Lava Hot Springs Capital Improvement Fund is generally used for onetime purposes, while the Lava Hot Springs Foundation Fund is used for ongoing costs.					
Agency Request	0.00	0	0	0	0
<i>Recommended by the Governor.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>
FY 2022 Base					
Agency Request	15.80	0	2,201,900	0	2,201,900
<i>Governor's Recommendation</i>	<i>15.80</i>	<i>0</i>	<i>2,201,900</i>	<i>0</i>	<i>2,201,900</i>
Benefit Costs					
Employer-paid benefit changes include an 11% increase (or \$1,280 per eligible FTP) for health insurance, bringing the total appropriation to \$12,930 per FTP. Also included is a restoration of the unemployment insurance rate, a partial restoration of the unused sick leave rate, and adjustments to workers' compensation that vary by agency.					
Agency Request	0.00	0	25,800	0	25,800
<i>The Governor recommends no increase for health insurance due to fewer claims than expected and a one-year holiday for employers who contribute to the PERSI-managed sick leave plan.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>3,000</i>	<i>0</i>	<i>3,000</i>
Replacement Items					
Replacement items and alteration and repair projects include \$30,000 for six pumps and motors and \$50,000 to repair or replace pool decks, for a total of \$80,000.					
Agency Request	0.00	0	80,000	0	80,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>80,000</i>	<i>0</i>	<i>80,000</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. Attorney General fees will decrease by \$800, risk management costs will increase by \$9,500, and State Controller fees will decrease by \$100, for a net increase of \$8,600.					
Agency Request	0.00	0	8,600	0	8,600
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>8,600</i>	<i>0</i>	<i>8,600</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	11,800	0	11,800
<i>The Governor recommends a 2% increase in employee compensation, distributed on merit. He does not recommend a compensation increase for group and temporary positions.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>17,300</i>	<i>0</i>	<i>17,300</i>

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Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2022 Program Maintenance					
Agency Request	15.80	0	2,328,100	0	2,328,100
<i>Governor's Recommendation</i>	<i>15.80</i>	<i>0</i>	<i>2,310,800</i>	<i>0</i>	<i>2,310,800</i>

1. Hot Pool Supervisor

The foundation requests 1.00 FTP and \$63,900 in personnel costs to hire a supervisor for the hot pools and to manage the gift shop. Of this request, \$41,000 is for the salary, and \$22,900 is for health and variable benefit costs. This position would be responsible for managing and maintaining the giftshop, which was established in FY 2019, and takes five to ten hours per week of the executive director's time to inventory and manage. The current customer service supervisor manages the customer service representatives and is also the management assistant for the Lava Hot Springs Foundation. After business hours and on weekends, the staff working are peers and there is no established position in charge. This request would add a supervisor role for those times as the pools are open on average 14 hours per day, seven days a week, and 363 days out of the year.

Agency Request	1.00	0	63,900	0	63,900
<i>Recommended by the Governor with changes for benefits and compensation.</i>					
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>62,600</i>	<i>0</i>	<i>62,600</i>

2. Senior Maintenance Craftsman

The foundation requests 1.00 FTP and \$56,700 in personnel costs to hire a senior maintenance craftsman to maintain the pools and pumps. Of this request, \$35,300 is for the salary, and \$21,000 is for health and variable benefit costs. The maintenance and operations supervisor currently oversees one senior maintenance craftsman, four custodians, and temporary and seasonal staff, who maintain the pools and grounds. Between March 20th and June 3th, the foundation used all full-time personnel and some part-time staff working 30 hours a week on backlogged maintenance projects since the pools were closed, and the foundation reports that additional projects still went uncompleted.

Agency Request	1.00	0	56,700	0	56,700
<i>Recommended by the Governor with changes for benefits and compensation.</i>					
<i>Governor's Recommendation</i>	<i>1.00</i>	<i>0</i>	<i>55,400</i>	<i>0</i>	<i>55,400</i>

3. Skidsteer Loader

The foundation requests \$80,000 in capital outlay to purchase a skidsteer loader. In FY 2021, the foundation requested \$18,000 to replace a Kubota tractor and \$10,000 to purchase a bucket attachment. However, in continued discussion with maintenance staff management found that the 90% of the tractor's anticipated use would be for mowing. As a result, a zero turn 61-inch lawn mower was purchased for \$5,000. In reanalyzing the needs for a tractor, a skidsteer loader was determined to be a better complement than a tractor as the foundation seeks to sweep the parking lots, which is not currently done, and do its own snow plowing which is contracted out.

Agency Request	0.00	0	80,000	0	80,000
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>80,000</i>	<i>0</i>	<i>80,000</i>

Budget Law Exemptions and Adjustments

Agency Request	0.00	0	0	0	0
<i>The Governor recommends the Lava Hot Springs Foundation budget be continuously appropriated. This would require germane legislation authorizing expenditures without an annual appropriation bill.</i>					
<i>Governor's Recommendation</i>	<i>0.00</i>	<i>0</i>	<i>0</i>	<i>0</i>	<i>0</i>

FY 2022 Total					
Agency Request	17.80	0	2,528,700	0	2,528,700
<i>Governor's Recommendation</i>	<i>17.80</i>	<i>0</i>	<i>2,508,800</i>	<i>0</i>	<i>2,508,800</i>

Agency Request					
Change from Original App	2.00	0	(481,300)	0	(481,300)
% Change from Original App	12.7%		(16.0%)		(16.0%)
<i>Governor's Recommendation</i>					
<i>Change from Original App</i>	<i>2.00</i>	<i>0</i>	<i>(501,200)</i>	<i>0</i>	<i>(501,200)</i>
<i>% Change from Original App</i>	<i>12.7%</i>		<i>(16.7%)</i>		<i>(16.7%)</i>